Session of 2007

HOUSE BILL No. 2598

By Committee on Appropriations

4-25

9	AN ACT reconciling amendments to certain statutes; amending section
10	13 of 2007 Substitute for Senate Bill No. 354 and K.S.A. 8-234a, as
11	amended by section 3 of 2007 Senate Bill No. 9, and 84-4-104, as
12	amended by section 42 of 2007 Senate Bill No. 183, and K.S.A. 2006
13	Supp. 8-243, as amended by section 5 of 2007 Senate Bill No. 9, 8-
14	247, as amended by section 3 of 2007 Substitute for House Bill No.
15	2042, 8-1325, as amended by section 11 of 2007 Senate Bill No. 9, 8-
16	2117, 12-187, as amended by section 6 of 2007 Senate Bill No. 115,
17	12-189, as amended by section 7 of 2007 Senate Bill No. 115, 12-192,
18	as amended by section 8 of 2007 Senate Bill No. 115, 12-1773, 16-
19	1616, as amended by section 27 of 2007 Senate Bill No. 183, 19-101a,
20	as amended by section 57 of 2007 Senate Bill No. 66, 19-101d, as
21	amended by section 4 of 2007 House Bill No. 2058, 20-302b, 21-3413,
22	21-3612, 21-4714, 22-2401a, as amended by section 1 of 2007 Senate
23	Bill No. 13, 28-170, 28-170a, 28-172a, 28-172b, 38-140, 39-709, 39-
24	754, 39-756, 39-756a, 39-7,121d, 39-1305, 41-727, 44-703, as amended
25	by section 1 of 2007 Senate Bill No. 83, 45-229, 59-104, 60-460, 60-
26	2001, 61-2704, 61-4001, 65-1626, 72-6434, 72-8814, 74-2012, as
27	amended by section 14 of 2007 Senate Bill No. 9, 74-4902, 74-5602,
28	as amended by section 15 of 2007 Senate Bill No. 9, 74-7336, as
29	amended by section 17 of 2007 Senate Bill No. 8, 75-2319, 75-5220,
30	75-7023, 75-7025, 75-7413, 75-7414, 79-32,117, as amended by section
31	21 of 2007 House Bill No. 2038, 79-32,120, as amended by section 22
32	of 2007 House Bill No. 2038, 79-32,138, as amended by section 23 of
33	2007 House Bill No. 2038, 79-3603, as amended by section 4 of 2007
34	House Bill No. 2171, 84-1-201, as amended by section 9 of 2007 Sen-
35	ate Bill No. 183, 84-2-103, as amended by section 33 of 2007 Senate
36	Bill No. 183, 84-2a-103, as amended by section 35 of Senate Bill No.
37	183, and 84-9-102, as amended by section 48 of 2007 Senate Bill No.
38	183, and repealing the existing sections; also repealing section 11 of
39	2007 Substitute for Senate Bill No. 354 and K.S.A. 8-234a, as amended
40	by section 2 of 2007 Substitute for House Bill No. 2042, 38-16,130,
41	59-104, as amended by section 18 of chapter 210 of the 2006 Session
42	Laws of Kansas, and 84-4-104, as amended by section 62 of 2007 Sen-
43	ate Bill No. 308, and K.S.A. 2005 Supp. 12-1773, as amended by sec-

1 tion 3 of chapter 192 of the 2006 Session Laws of Kansas, and K.S.A. 2 2006 Supp. 8-243, as amended by section 25 of House Bill No. 2010, 3 8-247, as amended by section 26 of 2007 House Bill No. 2010, 8-247, as amended by section 7 of 2007 Senate Bill No. 9, 8-1325, as amended 4 by section 27 of 2007 House Bill No. 2010, 8-2117a, 12-187, as 56 amended by section 1 of 2007 Senate Bill No. 112, 12-189, as amended 7 by section 2 of 2007 Senate Bill No. 112, 12-192, as amended by sec-8 tion 3 of 2007 Senate Bill No. 112, 16-1616, as amended by section 9 44 of 2007 Senate Bill No. 308, 19-101a, as amended by section 9 of 2007 Senate Bill No. 115, 19-101d, as amended by section 1 of 2007 10House Bill No. 2161, 20-302e, 21-3413a, 21-3612a, 21-4714a, 22-11 122401a, as amended by section 3 of 2007 House Bill No. 2068, 28-170c, 13 28-170d, 28-170e, 28-172e, 28-172f, 38-140a, 39-709d, 39-754a, 39-14756b, 39-756c, 39-7,121f, 39-1305a, 41-727a, 44-703, as amended by 15section 1 of 2007 Senate Bill No. 235, 45-229a, 59-104a, 60-460a, 60-162001a, 60-4104a, 61-2704a, 61-4001a, 65-1626c, 72-6434a, 72-8814a, 1774-2012, as amended by section 1 of 2007 House Bill No. 2374, 74-184902a, 74-5602, as amended by section 2 of 2007 House Bill No. 2068, 1974-7336, as amended by section 16 of 2007 Substitute for Senate Bill 20No. 354, 75-2319a, 75-2319b, 75-5220a, 75-7023a, 75-7025a, 75-217413a, 75-7414a, 79-32,117, as amended by section 3 of 2007 House 22 Bill No. 2031, 79-32,120, as amended by section 9 of 2007 House Bill 23 No. 2419, 79-32,138, as amended by section 10 of 2007 House Bill 24 No. 2419, 79-3603, as amended by section 1 of 2007 House Bill No. 2240, 84-1-201, as amended by section 47 of 2007 Senate Bill No. 308, 252684-2-103, as amended by section 48 of 2007 Senate Bill No. 308, 84-27 2a-103, as amended by section 59 of 2007 Senate Bill No. 308, and 2884-9-102, as amended by section 65 of 2007 Senate Bill No. 308.

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30 Be it enacted by the Legislature of the State of Kansas:

Section 1. Section 13 of Substitute for Senate Bill No. 354 is hereby
amended to read as follows: Sec. 13. K.S.A. 65-4001, 65-4006, 65-4007,
65-4011 through 65-4019, 65-4023, 65-4024, and sections 2, 9, 11, 13 and
14, and amendments thereto, shall be known and may be cited as the
alcohol or other drug addiction treatment act.

Sec. 2. K.S.A. 8-234a, as amended by section 3 of 2007 Senate Bill
No. 9, is hereby amended to read as follows: 8-234a. (a) As used in the
motor vehicle drivers' license act, the following words and phrases shall
have the meanings respectively ascribed to them herein:

(1) "Drivers' license examiner" or "examiner" means a drivers' license examiner of the division of vehicles or any person whom the director of vehicles has authorized, pursuant to the authority granted by this
act, to accept applications for drivers' licenses and administer the exam-

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1 inations required for the issuance or renewal of drivers' licenses. Any

2 county treasurer authorized to accept applications for drivers' licenses or

3 administer drivers' license examinations shall be deemed to be acting as

4 an agent of the state of Kansas;

(2) "nonresident" means every person who is not a resident of this 5state. For the purposes of the motor vehicle drivers' license act any person 6 7 who owns, rents or leases real estate in Kansas as such person's residence 8 and engages in a trade, business or profession within Kansas or registers to vote in Kansas or enrolls such person's children in a school in this state 9 or purchases Kansas registration for a motor vehicle, shall be deemed a 10 resident of the state of Kansas 90 days after the conditions stated in this 11 12subsection commence, except that military personnel on active duty and 13 their military dependents who are residents of another state, shall not be considered residents of the state of Kansas for the purpose of this act; 14

(3) "patrol" means the state highway patrol;

16 (4) "address of principal residence" means: (A) The place where a 17 person makes his or her permanent principal home; (B) place where a 18 person resides, has an intention to remain and where they intend to return 19 following an absence; or (C) place of habitation to which, whenever the 20 person is absent, the person intends to return. If a person eats at one 21 place and sleeps at another, the place where the person sleeps shall be 22 considered the person's address of principal residence; and

(5) "state" means a state of the United States, the District of Columbia, Pureto Rico, the Virgin Islands, Guam, American Samoa and the
Commonwealth of Northern Mariana Islands.

(b) As used in this act, the words and phrases defined by the sections
in article 14 of chapter 8 of the Kansas Statutes Annotated, and amendments thereto, shall have the meanings respectively ascribed to them
therein, unless a different meaning is ascribed to any such word or phrase
by subsection (a) of this section.

Sec. 3. K.S.A. 2006 Supp. 8-243, as amended by section 5 of 2007 3132 Senate Bill No. 9, is hereby amended to read as follows: 8-243. (a) Upon 33 payment of the required fee, the division shall issue to every applicant 34 qualifying under the provisions of this act the driver's license as applied 35 for by the applicant. Such license shall bear the class or classes of motor 36 vehicles which the licensee is entitled to drive, a distinguishing number 37 assigned to the licensee, the full legal name, date of birth, gender, address 38 of principal residence and a brief description of the licensee, a colored 39 digital photograph of the licensee, a facsimile of the signature of the licensee and the statement provided for in subsection (b). No driver's 40 license shall be valid until it has been signed by the licensee. All drivers' 41licenses issued to persons under the age of 21 years shall be readily dis-4243 tinguishable from licenses issued to persons age 21 years or older. In

1 addition, all drivers' licenses issued to persons under the age of 18 years shall also be readily distinguishable from licenses issued to persons age 2 3 18 years or older. The secretary of revenue shall implement a vertical format to make drivers' licenses issued to persons under the age of 21 4 more readily distinguishable. Except as otherwise provided, no driver's $\mathbf{5}$ license issued by the division shall be valid until a colored digital photo-6 7 graph of such licensee has been taken and verified before being placed 8 on the driver's license. The secretary of revenue shall prescribe a fee of 9 not more than \$4 and upon payment of such fee the division shall cause a colored digital photograph of such applicant to be placed on the driver's 10license. Upon payment of such fee prescribed by the secretary of revenue, 11 12plus payment of the fee required by K.S.A. 8-246, and amendments 13 thereto, for issuance of a new license, the division shall issue to such licensee a new license containing a colored digital photograph of such 1415 licensee. A driver's license which does not contain the principal address 16as required may be issued to persons who are program participants pursuant to K.S.A. 2006 Supp. 75-455, and amendments thereto, upon pay-1718ment of the fee required by K.S.A. 8-246, and amendments thereto. All 19Kansas drivers' licenses and identification cards shall have physical se-20curity features designed to prevent tampering, counterfeiting or dupli-21cation of the document for fraudulent purposes. The secretary of revenue 22 shall incorporate common machine-readable technology into all Kansas 23 drivers' licenses and identification cards.

All Kansas drivers' licenses issued to any person 16 years of age 24 (b) 25or older shall contain a form which provides a statement for making a gift 26of all or any part of the body of the licensee in accordance with the *revised* 27uniform anatomical gift act, sections 1 through 24 of 2007 House Bill No. 282010 and K.S.A. 65-3219, and amendments thereto, except as otherwise 29 provided by this subsection. The statement to be effective shall be signed 30 by the licensee in the presence of two witnesses who shall sign the state-31 ment in the presence of the donor. The gift becomes effective upon the 32 death of the donor. Delivery of the license during the donor's lifetime is 33 not necessary to make a valid gift. Any valid gift statement executed prior 34 to July 1, 1994, shall remain effective until invalidated. The word "Donor" 35 shall be placed on the front of a licensee's driver's license, indicating that 36 the statement for making an anatomical gift under this subsection has 37 been executed by such licensee.

(c) Any person who is deaf or hard of hearing may request that the division issue to such person a driver's license which is readily distinguishable from drivers' licenses issued to other drivers and upon such request the division shall issue such license. Drivers' licenses issued to persons who are deaf or hard of hearing and under the age of 21 years shall be readily distinguishable from drivers' licenses issued to persons who are

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1 deaf or hard of hearing and 21 years of age or older. Upon satisfaction of

subsection (a), the division shall issue a receipt of application permitting
the operation of a vehicle consistent with the requested class, if there are

4 no other restrictions or limitations, pending the division's verification of

5 the information and production of a driver's license.

6 (d) A driver's license issued to a person required to be registered 7 under K.S.A. 22-4901 et seq., and amendments thereto, shall be assigned 8 a distinguishing number by the division which will readily indicate to law 9 enforcement officers that such person is a registered offender. The di-10 vision shall develop a numbering system to implement the provisions of 11 this subsection.

Sec. 4. K.S.A. 2006 Supp. 8-247, as amended by section 3 of 2007
Substitute for House Bill No. 2042, is hereby amended to read as follows:
8-247. (a) (1) All original licenses shall expire as follows:

(A) Licenses issued to persons who are at least 21 years of age, but
less than 65 years of age shall expire on the sixth anniversary of the date
of birth of the licensee which is nearest the date of application;

(B) licenses issued to persons who are 65 years of age or older shall
expire on the fourth anniversary of the date of birth of the licensee which
is nearest the date of application;

(C) any commercial drivers license shall expire on the fourth anniversary of the date of birth of the licensee which is nearest the date of
application;

(D) licenses issued to an offender, as defined in K.S.A. 22-4902, and
amendments thereto, who is required to register pursuant to the Kansas
offender registration act, K.S.A. 22-4901 et seq., and amendments
thereto, shall expire every year on the date of birth of the licensee; or

(E) licenses issued to persons who are less than 21 years of age shall
expire on the licensee's twenty-first birthday.

(2) All renewals under: (A) Paragraph (1) (A) shall expire on every 30 sixth anniversary of the date of birth of the licensee; (B) paragraph (1) 3132 (B) and (C) shall expire on every fourth anniversary of the date of birth of the licensee; (C) paragraph (1)(D) shall expire every year on the date 33 34 of birth of the licensee; and (D) paragraph (1) (E), if a renewal license is 35 issued, shall expire on the licensee's twenty-first birthday. No driver's 36 license shall expire in the same calendar year in which the original license 37 or renewal license is issued, except that if the foregoing provisions of this 38 section shall require the issuance of a renewal license or an original license 39 for a period of less than six calendar months, the license issued to the 40 applicant shall expire in accordance with the provisions of this subsection. (b) If the driver's license of any person expires while such person is 41

42 outside of the state of Kansas and on active duty in the armed forces of43 the United States, the license of such person shall be renewable, without

1 examination, at any time prior to the end of the sixth month following the

2 discharge of such person from the armed forces, or within 90 days after

- 3 reestablished residence within the state, whichever time is sooner. If the
- 4 driver's license of any person expires while such person is outside the

5 United States, the division shall provide for renewal by mail.

(c) At least 30 days prior to the expiration of a person's license the 6 7 division shall mail a notice of expiration or renewal application to such 8 person at the address shown on the license. The division shall include with such notice: (1) A copy of the eyesight examination form; (2) a copy 9 of the written examination prescribed by subsection (e); (3) a copy of the 10 Kansas driver's manual, prepared pursuant to K.S.A. 8-266b, and amend-11 12 ments thereto; and (4) the written information required under subsection 13 (g).

(d) (1) Except as provided in paragraph (2), every driver's license 1415shall be renewable on or before its expiration upon application and pay-16ment of the required fee and successful completion of the examinations required by subsection (e). Application for renewal of a valid driver's 1718license shall be made to the division in accordance with rules and regu-19lations adopted by the secretary of revenue. Such application shall contain 20all the requirements of subsection (b) of K.S.A. 8-240, and amendments 21thereto. Upon satisfying the foregoing requirements of this subsection, 22 and if the division makes the findings required by K.S.A. 8-235b, and 23 amendments thereto, for the issuance of an original license, the license shall be renewed without examination of the applicant's driving ability. If 24 25the division finds that any of the statements relating to revocation, sus-26 pension or refusal of licenses required under subsection (b) of K.S.A. 8-27 240, and amendments thereto, are in the affirmative, or if it finds that 28the license held by the applicant is not a valid one, or if the applicant has 29 failed to make application for renewal of such person's license on or be-30 fore the expiration date thereof, the division may require the applicant 31 to take an examination of ability to exercise ordinary and reasonable con-32 trol in the operation of a motor vehicle as provided in K.S.A. 8-235d, and 33 amendments thereto. 34 (2) Any licensee, whose driver's license expires on their twenty-first 35 birthday, shall have 45 days from the date of expiration of such license to

birthday, shall have 45 days from the date of expiration of such license to make application to renew such licensee's license. Such license shall continue to be valid for such 45 days or until such license is renewed, whichever occurs sooner. A licensee who renews under the provisions of this paragraph shall not be required by the division to take an examination of ability to exercise ordinary and reasonable control in the operation of a motor vehicle as provided in K.S.A. 8-235d, and amendments thereto.

42 (e) (1) Prior to renewal of a driver's license, the applicant shall pass 43 an examination of eyesight and a written examination of ability to read 1 and understand highway signs regulating, warning and directing traffic and knowledge of the traffic laws of this state. Such examination shall be 2 3 equivalent to the tests required for an original driver's license under K.S.A. 8-235d, and amendments thereto. A driver's license examiner shall 4 administer the examinations without charge and shall report the results $\mathbf{5}$ of the examinations on a form provided by the division, which shall be 6 7 submitted by the applicant to the division at the time such applicant 8 applies for license renewal.

9 (2) In lieu of the examination of the applicant's eyesight by the examiner, the applicant may submit a report on the examination of eyesight 11 by a physician licensed to practice medicine and surgery or by a licensed 12 optometrist. The report shall be based on an examination of the appli-13 cant's eyesight not more than three months prior to the date the report 14 is submitted, and it shall be made on a form furnished the applicant with 15 the notice of the expiration of license under subsection (c).

(3) In lieu of the driver's license examiner administering the written
examination, the applicant may complete the examination furnished with
the notice of the expiration of license under subsection (c) and submit
the completed examination to the division.

(4) The division shall determine whether the results of the written examination and the eyesight reported are sufficient for renewal of the license and, if the results of either or both of the examinations are insufficient, the division shall notify the applicant of such fact and return the license fee. In determining the sufficiency of an applicant's eyesight, the division may request an advisory opinion of the medical advisory board, which is hereby authorized to render such opinions.

27 (5) An applicant who is denied a license under this subsection (e) 28may reapply for renewal of such person's driver's license, except that if 29 such application is not made within 90 days of the date the division sent 30 notice to the applicant that the license would not be renewed, the appli-31 cant shall proceed as if applying for an original driver's license. If the 32 applicant has been denied renewal of such person's driver's license be-33 cause such applicant failed to pass the written examination, the applicant 34 shall pay an examination fee of \$1.50 to take the test again.

35 (6) When the division has good cause to believe that an applicant for 36 renewal of a driver's license is incompetent or otherwise not qualified to 37 operate a motor vehicle in accord with the public safety and welfare, the 38 division may require such applicant to submit to such additional exami-39 nations as are necessary to determine that the applicant is qualified to 40 receive the license applied for. Subject to paragraph (7) of this subsection, in so evaluating such qualifications, the division may request an advisory 41opinion of the medical advisory board which is hereby authorized to ren-42

43 der such opinions in addition to its duties prescribed by subsection (b) of

1 K.S.A. 8-255b, and amendments thereto. Any such applicant who is denied the renewal of such a driver's license because of a mental or physical 2 disability shall be afforded a hearing in the manner prescribed by sub-3 section (c) of K.S.A. 8-255, and amendments thereto. 4 (7) Seizure disorders which are controlled shall not be considered a $\mathbf{5}$ disability. In cases where such seizure disorders are not controlled, the 6 7 director or the medical advisory board may recommend that such person 8 be issued a driver's license to drive class C or M vehicles and restricted 9 to operating such vehicles as the division determines to be appropriate to assure the safe operation of a motor vehicle by the licensee. Restricted 10licenses issued pursuant to this paragraph shall be subject to suspension 11 12or revocation. For the purpose of this paragraph, seizure disorders which 13 are controlled means that the licensee has not sustained a seizure involving a loss of consciousness in the waking state within six months preceding 1415the application or renewal of a driver's license and whenever a person 16licensed to practice medicine and surgery makes a written report to the division stating that the licensee's seizures are controlled. The report shall 1718be based on an examination of the applicant's medical condition not more 19than three months prior to the date the report is submitted. Such report 20shall be made on a form furnished to the applicant by the division. Any 21physician who makes such report shall not be liable for any damages 22 which may be attributable to the issuance or renewal of a driver's license 23 and subsequent operation of a motor vehicle by the licensee. (f) If the driver's license of any person expires while such person is 24 25outside the state of Kansas, the license of such person shall be extended for a period not to exceed six months and shall be renewable, without a 2627 driving examination, at any time prior to the end of the sixth month following the original expiration date of such license or within 10 days after 2829 such person returns to the state, whichever time is sooner. This subsection 30 (f) shall not apply to temporary drivers' licenses issued pursuant to sub-31 section (b)(3) of K.S.A. 8-240, and amendments thereto.

(g) The division shall provide the following information in a person'snotice of expiration or renewal under subsection (c):

(1) Written information explaining the person's right to make an anatomical gift in accordance with K.S.A. 8-243, and amendments thereto,
and the *revised* uniform anatomical gift act, *sections 1 through 24 of 2007 House Bill No. 2010 and K.S.A.* 65-3219, and amendments thereto;

(2) written information describing the organ donation registry program maintained by the Kansas federally designated organ procurement organization. The written information required under this paragraph shall include, in a type, size and format that is conspicuous in relation to the surrounding material, the address and telephone number of Kansas' federally designated organ procurement organization, along with an advisory to call such designated organ procurement organization with questions
 about the organ donor registry program;

3 (3) written information giving the applicant the opportunity to be 4 placed on the organ donation registry described in paragraph (2);

5 (4) inform the applicant in writing that, if the applicant indicates un-6 der this subsection a willingness to have such applicant's name placed on 7 the organ donor registry described in paragraph (2), the division will for-8 ward the applicant's name, gender, date of birth and most recent address 9 to the organ donation registry maintained by the Kansas federally desig-10 nated organ procurement organization, as required by paragraph (6);

(5) the division may fulfill the requirements of paragraph (4) by oneor more of the following methods:

13 (A) Providing printed material enclosed with a mailed notice for 14 driver's license renewal; or

(B) providing printed material to an applicant who personally appearsat an examining station;

17(6) if an applicant indicates a willingness under this subsection to have 18such applicant's name placed on the organ donor registry, the division 19shall within 10 days forward the applicant's name, gender, date of birth 20and most recent address to the organ donor registry maintained by the Kansas federally designated organ procurement organization. The divi-2122sion may forward information under this subsection by mail or by elec-23 tronic means. The division shall not maintain a record of the name or address of an individual who indicates a willingness to have such person's 24 name placed on the organ donor registry after forwarding that informa-2526tion to the organ donor registry under this subsection. Information about 27 an applicant's indication of a willingness to have such applicant's name 28placed on the organ donor registry that is obtained by the division and 29 forwarded under this paragraph shall be confidential and not disclosed.

(h) Notwithstanding any other provisions of law, any offender under
subsection (a)(1)(D) who held a valid driver's license on the effective date
of this act may continue to operate motor vehicles until the next anniversary of the date of birth of such offender. Upon such date such driver's
license shall expire and the offender shall be subject to the provisions of
this section.

36 Sec. 5. K.S.A. 2006 Supp. 8-1325, as amended by section 11 of 2007 37 Senate Bill No. 9, is hereby amended to read as follows: 8-1325. (a) Every 38 identification card shall expire, unless earlier canceled or subsection (c) of K.S.A. 2006 Supp. 8-1324, and amendments thereto, applies, on the 39 40 sixth birthday of the applicant following the date of original issue, except as otherwise provided by K.S.A. 8-1329, and amendments thereto. Re-4142newal of any identification card shall be made for a term of six years and 43 shall expire in a like manner as the originally issued identification card,

1 unless surrendered earlier or subsection (c) of K.S.A. 2006 Supp. 8-1324, and amendments thereto, applies. For any person who has been issued 2 3 an identification card, the division shall mail a notice of expiration or renewal at least 30 days prior to the expiration of such person's identifi-4 cation card at the address shown on such identification card. The division $\mathbf{5}$ shall include with such notice, written information required under sub-6 7 section (b). Any application for renewal received later than 90 days after 8 expiration of the identification card shall be considered to be an appli-9 cation for an original identification card. The division shall require payment of a fee of \$14 for each identification card renewal, except that 10 persons who are 65 or more years of age or who are persons with a 11 12disability, as defined in K.S.A. 8-1,124, and amendments thereto, shall be 13 required to pay a fee of only \$10. The division shall provide the following information under sub-14(b) 15section (a): 16Written information explaining the person's right to make an an-(1)atomical gift in accordance with K.S.A. 8-1328, and amendments thereto, 17and the revised uniform anatomical gift act, sections 1 through 24 of 2007 18 19House Bill No. 2010 and K.S.A. 65-3219, and amendments thereto; 20(2) written information describing the organ donation registry pro-21gram maintained by the Kansas federally designated organ procurement 22 organization. The written information required under this paragraph shall 23 include, in a type, size and format that is conspicuous in relation to the surrounding material, the address and telephone number of Kansas' fed-24 erally designated organ procurement organization, along with an advisory 2526 to call such designated organ procurement organization with questions 27 about the organ donor registry program; 28(3) written information giving the applicant the opportunity to be 29 placed on the organ donation registry described in paragraph (2); 30 (4) inform the applicant in writing that, if the applicant indicates under this subsection a willingness to have such applicant's name placed on

der this subsection a willingness to have such applicant's name placed on the organ donor registry described in paragraph (2), the division will forward the applicant's name, gender, date of birth and most recent address to the organ donation registry maintained by the Kansas federally designated organ procurement organization, as required by paragraph (6);

(5) the division may fulfill the requirements of paragraph (4) by one
or more of the following methods:

(A) Providing printed material enclosed with a mailed notice for anidentification card renewal; or

40 (B) providing printed material to an applicant who personally applies 41 for an identification card;

42 (6) if an applicant indicates a willingness under this subsection to have43 such applicant's name placed on the organ donor registry described, the

1 division shall within 10 days forward the applicant's name, gender, date of birth and address to the organ donor registry maintained by the Kansas 2 3 federally designated organ procurement organization. The division may forward information under this subsection by mail or by electronic means. 4 The division shall not maintain a record of the name or address of an $\mathbf{5}$ individual who indicates a willingness to have such person's name placed 6 7 on the organ donor registry after forwarding that information to the organ 8 donor registry under this subsection. Information about an applicant's indication of a willingness to have such applicant's name placed on the 9 organ donor registry that is obtained by the division and forwarded under 10this paragraph shall be confidential and not disclosed. 11 Sec. 6. K.S.A. 2006 Supp. 8-2117 is hereby amended to read as fol-12 13 lows: 8-2117. (a) Subject to the provisions of this section, a court of competent jurisdiction may hear prosecutions of traffic offenses involving any 1415 child 14 or more years of age but less than 18 years of age. The court 16hearing the prosecution may impose any fine authorized by law for a traffic offense, including a violation of K.S.A. 8-1567 and amendments 1718thereto, and may order that the child be placed in a juvenile detention 19facility, as defined by K.S.A. 38-1602 K.S.A. 2006 Supp. 38-2302, and 20amendments thereto, for not more than 10 days. If the child is less than 2118 years of age, the child shall not be incarcerated in a jail as defined by 22 K.S.A. 38-1602 K.S.A. 2006 Supp. 38-2302, and amendments thereto. If 23 the statute under which the child is convicted requires a revocation or suspension of driving privileges, the court shall revoke or suspend such 24 privileges in accordance with that statute. Otherwise, the court may sus-25pend the license of any person who is convicted of a traffic offense and 2627 who was under 18 years of age at the time of commission of the offense. 28Suspension of a license shall be for a period not exceeding one year, as 29 ordered by the court. Upon suspending any license pursuant to this sec-30 tion, the court shall require that the license be surrendered to the court 31 and shall transmit the license to the division of vehicles with a copy of 32 the court order showing the time for which the license is suspended. The 33 court may modify the time for which the license is suspended, in which 34 case it shall notify the division of vehicles in writing of the modification. 35 After the time period has passed for which the license is suspended, the 36 division of vehicles shall issue an appropriate license to the person whose 37 license had been suspended, upon successful completion of the exami-38 nation required by K.S.A. 8-241 and amendments thereto and upon 39 proper application and payment of the required fee unless the child's 40 driving privileges have been revoked, suspended or canceled for another cause and the revocation, suspension or cancellation has not expired. 4142(b) Instead of suspending a driver's license pursuant to this section, 43 the court may place restrictions on the child's driver's privileges pursuant 1 to K.S.A. 8-292 and amendments thereto.

2 (c) Instead of the penalties provided in subsections (a) and (b), the 3 court may place the child under a house arrest program, pursuant to 4 K.S.A. 21-4603b, and amendments thereto, and sentence the child to the 5 same sentence as an adult traffic offender under K.S.A. 8-2116, and 6 amendments thereto.

7 (d) As used in this section, "traffic offense" means a violation of the 8 uniform act regulating traffic on highways, a violation of articles 1 and 2 9 of chapter 8 of the Kansas Statutes Annotated and a violation of K.S.A. 40-3104, and amendments thereto. Traffic offenses shall include a vio-10 lation of a city ordinance or county resolution which prohibits acts which 11 12would constitute a violation of the uniform act regulating traffic on high-13 ways, a violation of articles 1 and 2 of chapter 8 of the Kansas Statutes Annotated, or a violation of K.S.A. 40-3104, and amendments thereto, 1415and any violation of a city ordinance or county resolution which prohibits 16acts which are not violations of state laws and which relate to the regulation of traffic on the roads, highways or streets or the operation of self-1718propelled or nonself-propelled vehicles of any kind.

19 Sec. 7. K.S.A. 2006 Supp. 12-1773 is hereby amended to read as 20follows: 12-1773. (a) Any city which has adopted a redevelopment project 21plan in accordance with the provisions of this act may purchase or oth-22 erwise acquire real property in connection with such project plan. Upon 23 a ²/₃ vote of the members of the governing body thereof a city may acquire by condemnation any interest in real property, including a fee simple title 24 25thereto, which it deems necessary for or in connection with any project 26plan of an area located within the redevelopment district; however, em-27 inent domain may be used only as authorized by K.S.A. 2006 Supp. 26-28501b, and amendments thereto. Prior to the exercise of such eminent 29 domain power, the city shall offer to the owner of any property which 30 will be subject to condemnation with respect to any redevelopment pro-31 ject, other than one which includes an auto race track facility or a special 32 bond project, compensation in an amount equal to the highest appraised 33 valuation amount determined for property tax purposes by the county 34 appraiser for any of the three most recent years next preceding the year 35 of condemnation, except that, if in the year next preceding the year of condemnation any such property had been damaged or destroyed by fire, 36 flood, tornado, lightning, explosion or other catastrophic event, the 37 38 amount offered should be equal to the appraised valuation of the property 39 which would have been determined taking into account such damage or 40 destruction unless such property has been restored, renovated or otherwise improved. However no city shall exercise such eminent domain 4142power to acquire real property in a conservation area. Any such city may 43 exercise the power of eminent domain in the manner provided by K.S.A.

1 26-501 et seq., and amendments thereto. In addition to the compensation or damage amount finally awarded thereunder with respect to any prop-2 erty subject to proceedings thereunder as a result of the construction of 3 an auto race track facility or a special bond project, such city shall provide 4 for the payment of an amount equal to 25% of such compensation or $\mathbf{5}$ damage amount. In addition to any compensation or damages allowed 6 7 under the eminent domain procedure act, such city shall also provide for 8 the payment of relocation assistance as provided in K.S.A. 12-1777, and 9 amendments thereto.

Any real property acquired by a city under the provisions of this 10(b) section may be sold, transferred or leased to a developer, in accordance 11 12with the redevelopment project plan and under such other conditions as 13 may be agreed upon. Any real property sold, transferred or leased to a redevelopment project developer for a specific redevelopment project 1415shall be sold, transferred or leased to such developer on the condition 16that such property shall be used only for that specific approved redevelopment project. If the developer does not utilize the entire tract of the 1718real property sold, transferred or leased, that portion of property not used 19shall not be sold, transferred or leased by the developer to another de-20veloper or party, but shall be deeded back to the city. If the developer 21paid the city for the land, a percentage of the original purchase price paid 22 to the city which represents the percentage of the entire tract being 23 deeded back to the city shall be reimbursed to the developer upon the deeding of the property back to the city. 24

(c) Any transfer by the redevelopment project developer of real property acquired pursuant to this section shall be valid only if approved by a
²/₃ majority vote of the members-elect of the governing body.

Sec. 8. On and after July 1, 2008, K.S.A. 2006 Supp. 16-1616, as
amended by section 27 of 2007 Senate Bill No. 183, is hereby amended
to read as follows: 16-1616. (a) In this section, "transferable record"
means an electronic record that:

(1) Would be a note under article 3 of chapter 84 of the Kansas
Statutes Annotated, and amendments thereto or a document under article
7 of chapter 84 of the Kansas Statutes Annotated, and amendments
thereto if the electronic record were in writing; and

(2) the issuer of the electronic record expressly has agreed is a trans-ferable record.

38 (b) A person has control of a transferable record if a system employed

for evidencing the transfer of interests in the transferable record reliably
establishes that person as the person to which the transferable record was
issued or transferred.

42 (c) A system satisfies subsection (b), and a person is deemed to have 43 control of a transferable record, if the transferable record is created, $\mathbf{5}$

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1 stored and assigned in such a manner that:

2 (1) A single authoritative copy of the transferable record exists which

is unique, identifiable, and, except as otherwise provided in paragraphs
(4), (5) and (6), unalterable;

(2) the authoritative copy identifies the person asserting control as:

(A) The person to which the transferable record was issued; or

(B) if the authoritative copy indicates that the transferable record has
been transferred, the person to which the transferable record was most
recently transferred;

10 (3) the authoritative copy is communicated to and maintained by the 11 person asserting control or its designated custodian;

(4) copies or revisions that add or change an identified assignee of
the authoritative copy can be made only with the consent of the person
asserting control;

15 (5) each copy of the authoritative copy and any copy of a copy is 16 readily identifiable as a copy that is not the authoritative copy; and

(6) any revision of the authoritative copy is readily identifiable as au-thorized or unauthorized.

19Except as otherwise agreed, a person having control of a trans-(d) 20ferable record is the holder, as defined in section 9(21) of 2007 Senate 21Bill No. 183, and amendments thereto, of the transferable record and has 22the same rights and defenses as a holder of an equivalent record or writing 23 under the uniform commercial code, including, if the applicable statutory requirements under K.S.A. 84-3-302(a), 84-7-501, or 84-9-308, or section 24 30 of 2007 Senate Bill No. 308, and amendments thereto, are satisfied, 2526the rights and defenses of a holder in due course, a holder to which a 27negotiable document of title has been duly negotiated, or a purchaser, 28respectively. Delivery, possession, and indorsement are not required to 29 obtain or exercise any of the rights under this subsection.

(e) Except as otherwise agreed, an obligor under a transferable record has the same rights and defenses as an equivalent obligor under equivalent records or writings under the uniform commercial code.

(f) If requested by a person against which enforcement is sought, the person seeking to enforce the transferable record shall provide reasonable proof that the person is in control of the transferable record. Proof may include access to the authoritative copy of the transferable record and related business records sufficient to review the terms of the transferable record and to establish the identity of the person having control of the transferable record.

Sec. 9. K.S.A. 2006 Supp. 19-101d, as amended by section 4 of 2007
House Bill No. 2058, is hereby amended to read as follows: 19-101d. (a)
(1) The board of county commissioners of any county shall have the power

43 to enforce all resolutions passed pursuant to county home rule powers,

1 as designated by K.S.A. 19-101c, and amendments thereto. Resolutions may be enforced by enjoining violations, by prescribing penalties for vi-2 3 olations by fine, by confinement in the county jail or by both fine and confinement. Unless otherwise provided by the resolution that defines 4 and makes punishable the violation of such resolution, the penalty im-5posed shall be in accordance with the penalties established by law for 6 7 conviction of a class C misdemeanor. In no event shall the penalty im-8 posed for the violation of a resolution exceed the penalties established by 9 law for conviction of a class B misdemeanor.

Prosecution for any violation shall be commenced in the district 10(2)court in the name of the county and, except as provided in subsection 11 12(b), shall be conducted in the manner provided by law for the prosecution 13 of misdemeanor violations of state laws. Writs and process necessary for the prosecution of such violations shall be in the form prescribed by the 1415judge or judges of the courts vested with jurisdiction of such violations 16by this act, and shall be substantially in the form of writs and process issued for the prosecution of misdemeanor violations of state laws. Each 1718county shall provide all necessary supplies, forms and records at its own 19expense.

(b) (1) In addition to all other procedures authorized for the enforce-2021ment of county codes and resolutions, in Crawford, Douglas, Franklin, 22 Jefferson, Johnson, Leavenworth, Miami, Riley, Sedgwick, Shawnee and 23 Wyandotte counties, the prosecution for violation of codes and resolutions adopted by the board of county commissioners may be commenced in 24 the district court in the name of the county and may be conducted, except 2526 as otherwise provided in this section, in the manner provided for and in 27 accordance with the provisions of the code for the enforcement of county 28codes and resolutions.

29 The board of county commissioners of any county which has not (2)provided for the enforcement of county codes and resolutions in accord-30 ance with provisions of the code for enforcement of county codes and 3132 resolutions on or before July 1, 2007, and which desires to utilize the provisions of the code for enforcement of county codes and resolutions 33 34 set forth in article 47 of chapter 19 of the Kansas Statutes Annotated, and 35 amendments thereto, shall cause a notice of its intention to utilize the 36 provisions of the code for enforcement of county codes and resolutions 37 set forth in article 47 of chapter 19 of the Kansas Statutes Annotated, and 38 amendments thereto, be published in the official newspaper of the 39 county. If within 30 days next following the date of the publication of 40 such notice a petition, signed by electors equal in number to not less than 5% of the electors of the county, requesting an election thereon, shall be 4142filed in the office of the county election officer, no utilization of the 43 provisions of the code for enforcement of county codes and resolutions

set forth in article 47 of chapter 19 of the Kansas Statutes Annotated, and
 amendments thereto, may be made without such proposition having first
 been submitted to and having been approved by a majority of the electors
 of the county voting at an election called and held thereon. Any election
 shall be called, noticed and held in the manner provided by K.S.A. 10 120, and amendments thereto.

7 (3) For the purposes of aiding in the enforcement of county codes and resolutions, the board of county commissioners may employ or ap-8 9 point code enforcement officers for the county who shall have power to sign, issue and execute notices to appear and uniform citations or uniform 10 complaints and notices to appear, as provided in the appendix of forms 11 12of the code contained in this act to enforce violations of county codes and 13 resolutions, but shall have no power to issue warrants or make arrests. All warrants shall be issued and arrests made by law enforcement officers 1415pursuant to and in the manner provided in chapter 21 of the Kansas 16Statutes Annotated.

17 (4) The board of county commissioners may employ or appoint at-18 torneys for the purpose of prosecuting actions for the enforcement of 19 county codes and resolutions. The attorneys shall have the duties, powers 20 and authorities provided by the board that are necessary to prosecute 21 actions under the code.

(5) All costs for the enforcement and prosecution of violations of
county codes and resolutions, except for compensation and expenses of
the district court judge, shall be paid from the revenues of the county.
The board of county commissioners may establish a special law enforcement fund for the purpose of paying for the costs of code enforcement
within the county.

Notwithstanding the provisions of subsection (b), any action com-28(c) 29 menced in the district court for the enforcement of county codes and resolutions, in which a person may be subject to detention or arrest or in 30 31 which an accused person, if found guilty, would or might be deprived of 32 the person's liberty, shall be conducted in the manner provided by law for the prosecution of misdemeanor violations of state laws under the 33 34 Kansas code of criminal procedure and not under the code for the enforcement of county codes and resolutions. 35

Sec. 10. K.S.A. 2006 Supp. 20-302b is hereby amended to read as follows: 20-302b. (a) A district magistrate judge shall have the jurisdiction and power, in any case in which a violation of the laws of the state is charged, to conduct the trial of traffic infractions, cigarette or tobacco infractions or misdemeanor charges, to conduct the preliminary examination of felony charges and to hear felony arraignments subject to assignment pursuant to K.S.A. 20-329 and amendments thereto. Except as

43 otherwise provided, in civil cases, a district magistrate judge shall have

20

1 jurisdiction over actions filed under the code of civil procedure for limited

actions, K.S.A. 61-2801 et seq., and amendments thereto, and concurrent 2 3 jurisdiction, powers and duties with a district judge. Except as otherwise specifically provided in subsection (b), a district magistrate judge shall 4 $\mathbf{5}$

not have jurisdiction or cognizance over the following actions:

(1) Any action, other than an action seeking judgment for an unse-6 7 cured debt not sounding in tort and arising out of a contract for the provision of goods, services or money, in which the amount in contro-8 9 versy, exclusive of interests and costs, exceeds \$10,000. The provisions of this subsection shall not apply to actions filed under the code of civil 10 procedure for limited actions, K.S.A. 61-2801 et seq. and amendments 11 12thereto. In actions of replevin, the affidavit in replevin or the verified petition fixing the value of the property shall govern the jurisdiction. 13 Nothing in this paragraph shall be construed as limiting the power of a 1415 district magistrate judge to hear any action pursuant to the Kansas probate code or to issue support orders as provided by paragraph (6) of this 1617subsection;

18(2) actions against any officers of the state, or any subdivisions 19thereof, for misconduct in office;

(3)actions for specific performance of contracts for real estate;

actions in which title to real estate is sought to be recovered or 21(4)22in which an interest in real estate, either legal or equitable, is sought to 23 be established. Nothing in this paragraph shall be construed as limiting the right to bring an action for forcible detainer as provided in the acts 24 25contained in K.S.A. 61-3801 through 61-3808, and amendments thereto. 26Nothing in this paragraph shall be construed as limiting the power of a 27 district magistrate judge to hear any action pursuant to the Kansas probate 28code;

29 actions to foreclose real estate mortgages or to establish and fore-(5)close liens on real estate as provided in the acts contained in article 11 of 30 31 chapter 60 of the Kansas Statutes Annotated, and amendments thereto;

32 (6) actions for divorce, separate maintenance or custody of minor children. Nothing in this paragraph shall be construed as limiting the 33 34 power of a district magistrate judge to: (A) Except as provided in subsec-35 tion (e), hear any action pursuant to the Kansas code for care of children or the revised Kansas juvenile justice code; (B) establish, modify or en-36 force orders of support, including, but not limited to, orders of support 37 38 pursuant to the Kansas parentage act, K.S.A. 23-9,101 et seq., 39-718b, 39 39-755 or 60-1610 or K.S.A. 23-4,105 through 23-4,118, 23-4,125 through 40 23-4,137, 38-1542, 38-1543 or 38-1563 or K.S.A. 2006 Supp. 38-2338, 38-2339 or 38-2350, and amendments thereto; or (C) enforce orders granting 4142visitation rights or parenting time;

43 (7) habeas corpus; 1 (8) receiverships;

2 (9) change of name;

3 (10) declaratory judgments;

4 (11) mandamus and quo warranto;

5 (12) injunctions;

6 (13) class actions;

7 (14) rights of majority; and

8 (15) actions pursuant to K.S.A. 59-29a01 et seq. and amendments 9 thereto.

(b) Notwithstanding the provisions of subsection (a), in the absence,
disability or disqualification of a district judge, a district magistrate judge
may:

13 (1) Grant a restraining order, as provided in K.S.A. 60-902 and 14 amendments thereto;

15 (2) appoint a receiver, as provided in K.S.A. 60-1301 and amend-16 ments thereto; and

(3) make any order authorized by K.S.A. 60-1607 and amendmentsthereto.

19 (c) In accordance with the limitations and procedures prescribed by 20 law, and subject to any rules of the supreme court relating thereto, any 21 appeal permitted to be taken from an order or final decision of a district 22 magistrate judge shall be tried and determined *de novo* by a district judge, 23 except that in civil cases where a record was made of the action or pro-24 ceeding before the district magistrate judge, the appeal shall be tried and 25 determined on the record by a district judge.

26 (d) Except as provided in subsection (e), upon motion of a party, the
27 chief judge may reassign an action from a district magistrate judge to a
28 district judge.

(e) Upon motion of a party for a petition or motion filed under the
Kansas code for care of children requesting termination of parental rights
pursuant to K.S.A. 38-1581 through 38-1587 K.S.A. 2006 Supp. 38-2361
through 38-2367, and amendments thereto, the chief judge shall reassign
such action from a district magistrate judge to a district judge.

34 Sec. 11. K.S.A. 2006 Supp. 21-3413 is hereby amended to read as 35 follows: 21-3413. (a) Battery against a law enforcement officer is:

(1) Battery, as defined in subsection (a)(2) of K.S.A. 21-3412, and
amendments thereto, committed against: (A) A uniformed or properly
identified university or campus police officer while such officer is engaged

39 in the performance of such officer's duty; or (B) a uniformed or properly

40 identified state, county or city law enforcement officer, other than a state

 $41 \quad {\rm correctional \ officer \ or \ employee, \ a \ city \ or \ county \ correctional \ officer \ or }$

42 employee, a juvenile correctional facility officer or employee or a juvenile

43 detention facility officer or employee, while such officer is engaged in the

1 performance of such officer's duty; or

(2) battery, as defined in subsection (a)(1) of K.S.A. 21-3412, and 2 3 amendments thereto, committed against: (A) A uniformed or properly identified university or campus police officer while such officer is engaged 4 in the performance of such officer's duty; or (B) a uniformed or properly $\mathbf{5}$ identified state, county or city law enforcement officer, other than a state 6 7 correctional officer or employee, a city or county correctional officer or employee, a juvenile correctional facility officer or employee or a juvenile 8 9 detention facility officer or employee, while such officer is engaged in the performance of such officer's duty; or 10

(3) battery, as defined in K.S.A. 21-3412, and amendments thereto,
committed against: (A) A state correctional officer or employee by a person in custody of the secretary of corrections, while such officer or employee is engaged in the performance of such officer's or employee's duty;
(B) committed against a juvenile correctional facility officer or employee by a person confined in such juvenile correctional facility, while

19 (C) committed against a juvenile detention facility officer or em-20 ployee by a person confined in such juvenile detention facility, while such 21 officer or employee is engaged in the performance of such officer's or 22 employee's duty; *or*

(D) committed against a city or county correctional officer or employee by a person confined in a city holding facility or county jail facility,
while such officer or employee is engaged in the performance of such officer's or employee's duty.

(b) Battery against a law enforcement officer as defined in subsection
(a)(1) is a class A person misdemeanor. Battery against a law enforcement
officer as defined in subsection (a)(2) is a severity level 7, person felony.
Battery against a law enforcement officer as defined in subsection (a)(3)
is a severity level 5, person felony.

32 (c) As used in this section:

(1) "Correctional institution" means any institution or facility underthe supervision and control of the secretary of corrections.

(2) "State correctional officer or employee" means any officer or employee of the Kansas department of corrections or any independent contractor, or any employee of such contractor, working at a correctional
institution.

(3) "Juvenile correctional facility officer or employee" means any officer or employee of the juvenile justice authority or any independent
contractor, or any employee of such contractor, working at a juvenile
correctional facility, as defined in K.S.A. 38-1602 K.S.A. 2006 Supp. 382302, and amendments thereto.

(4) "Juvenile detention facility officer or employee" means any officer
 or employee of a juvenile detention facility as defined in K.S.A. 38-1602
 K.S.A. 2006 Supp. 38-2302, and amendments thereto.

4 (5) "City or county correctional officer or employee" means any cor-5 rectional officer or employee of the city or county or any independent 6 contractor, or any employee of such contractor, working at a city holding 7 facility or county jail facility.

8 Sec. 12. K.S.A. 2006 Supp. 21-3612 is hereby amended to read as 9 follows: 21-3612. (a) Contributing to a child's misconduct or deprivation 10 is:

(1) Causing or encouraging a child under 18 years of age to become
or remain a child in need of care as defined by the *revised* Kansas code
for care of children;

(2) causing or encouraging a child under 18 years of age to commit
a traffic infraction or an act which, if committed by an adult, would be a
misdemeanor or to violate the provisions of K.S.A. 41-727 or subsection
(j) of K.S.A. 74-8810 and amendments thereto;

(3) failure to reveal, upon inquiry by a uniformed or properly identified law enforcement officer engaged in the performance of such officer's duty, any information one has regarding a runaway, with intent to
aid the runaway in avoiding detection or apprehension;

(4) sheltering or concealing a runaway with intent to aid the runawayin avoiding detection or apprehension by law enforcement officers;

(5) causing or encouraging a child under 18 years of age to commitan act which, if committed by an adult, would be a felony; or

(6) causing or encouraging a child to violate the terms or conditions
of the child's probation or conditional release pursuant to subsection
(a)(1) of K.S.A. 2006 Supp. 38-2361, and amendments thereto.

Contributing to a child's misconduct or deprivation as described in subsection (a)(1), (2), (3) or (6) is a class A nonperson misdemeanor. Contributing to a child's misconduct or deprivation as described in subsection (a)(4) is a severity level 8, person felony. Contributing to a child's misconduct or deprivation as described in subsection (a)(5) is a severity level 7, person felony.

(b) A person may be found guilty of contributing to a child's misconduct or deprivation even though no prosecution of the child whose misconduct or deprivation the defendant caused or encouraged has been
commenced pursuant to the *revised* Kansas code for care of children,
revised Kansas juvenile justice code or Kansas criminal code.

40 (c) As used in this section, "runaway" means a child under 18 years 41 of age who is willfully and voluntarily absent from:

42 (1) The child's home without the consent of the child's parent or 43 other custodian; or 1 (2) a court ordered or designated placement, or a placement pursuant 2 to court order, if the absence is without the consent of the person with 3 whom the child is placed or, if the child is placed in a facility, without 4 the consent of the person in charge of such facility or such person's 5 designee.

6 (d) This section shall be part of and supplemental to the Kansas crim-7 inal code.

8 Sec. 13. K.S.A. 2006 Supp. 21-4714 is hereby amended to read as 9 follows: 21-4714. (a) The court shall order the preparation of the pre-10 sentence investigation report by the court services officer as soon as pos-11 sible after conviction of the defendant.

(b) Each presentence report prepared for an offender to be sentenced for one or more felonies committed on or after July 1, 1993, shall
be limited to the following information:

(1) A summary of the factual circumstances of the crime or crimesof conviction.

17 (2) If the defendant desires to do so, a summary of the defendant's18 version of the crime.

(3) When there is an identifiable victim, a victim report. The person
preparing the victim report shall submit the report to the victim and
request that the information be returned to be submitted as a part of the
presentence investigation. To the extent possible, the report shall include
a complete listing of restitution for damages suffered by the victim.

24 (4) An appropriate classification of each crime of conviction on the25 crime severity scale.

26(5) A listing of prior adult convictions or juvenile adjudications for 27 felony or misdemeanor crimes or violations of county resolutions or city 28ordinances comparable to any misdemeanor defined by state law. Such 29 listing shall include an assessment of the appropriate classification of the criminal history on the criminal history scale and the source of informa-30 tion regarding each listed prior conviction and any available source of 31journal entries or other documents through which the listed convictions 32 may be verified. If any such journal entries or other documents are ob-33 34 tained by the court services officer, they shall be attached to the pre-35 sentence investigation report. Any prior criminal history worksheets of the defendant shall also be attached. 36

A proposed grid block classification for each crime, or crimes of
 conviction and the presumptive sentence for each crime, or crimes of
 conviction.

40 (7) If the proposed grid block classification is a grid block which pre-41 sumes imprisonment, the presumptive prison term range and the pre-42 sumptive duration of postprison supervision as it relates to the crime 43 severity scale. 1 (8) If the proposed grid block classification does not presume prison, 2 the presumptive prison term range and the presumptive duration of the 3 nonprison sanction as it relates to the crime severity scale and the court 4 services officer's professional assessment as to recommendations for con-5 ditions to be mandated as part of the nonprison sanction.

6 (9) For defendants who are being sentenced for a conviction of a 7 felony violation of K.S.A. 65-4160 or 65-4162, and amendments thereto, 8 and meet the requirements of K.S.A. 2006 Supp. 21-4729, and amend-9 ments thereto, the drug and alcohol *abuse* assessment as provided in 10 K.S.A. 2006 Supp. 21-4729, and amendments thereto.

(c) The presentence report will become part of the court record and 11 12shall be accessible to the public, except that the official version, defendant's version and the victim's statement, any psychological reports, risk 13 and needs assessments and drug and alcohol reports and assessments shall 1415 be accessible only to the parties, the sentencing judge, the department 16of corrections, and if requested, the Kansas sentencing commission. If the offender is committed to the custody of the secretary of corrections, 1718the report shall be sent to the secretary and, in accordance with K.S.A. 1975-5220 and amendments thereto to the warden of the state correctional 20institution to which the defendant is conveyed.

21 (d) The criminal history worksheet will not substitute as a present-22 ence report.

(e) The presentence report will not include optional report components, which would be subject to the discretion of the sentencing court
in each district except for psychological reports and drug and alcohol
reports.

(f) The court can take judicial notice in a subsequent felony proceeding of an earlier presentence report criminal history worksheet prepared
for a prior sentencing of the defendant for a felony committed on or after
July 1, 1993.

(g) All presentence reports in any case in which the defendant has
been convicted of a felony shall be on a form approved by the Kansas
sentencing commission.

Sec. 14. K.S.A. 2006 Supp. 22-2401a, as amended by section 1 of
2007 Senate Bill No. 13, is hereby amended to read as follows: 22-2401a.
(1) Law enforcement officers employed by consolidated county law enforcement agencies or departments and sheriffs and their deputies may

38 exercise their powers as law enforcement officers:

39 (a) Anywhere within their county; and

40 (b) in any other place when a request for assistance has been made41 by law enforcement officers from that place or when in fresh pursuit of42 a person.

43 (2) Law enforcement officers employed by any city may exercise their

1 powers as law enforcement officers:

(a) Anywhere within the city limits of the city employing them and
outside of such city when on property owned or under the control of such
city; and

5 (b) in any other place when a request for assistance has been made 6 by law enforcement officers from that place or when in fresh pursuit of 7 a person.

8 (3) (a) Law enforcement officers employed by a Native American 9 Indian Tribe may exercise powers of law enforcement officers anywhere 10 within the exterior limits of the reservation of the tribe employing such 11 tribal law enforcement officer, subject to the following:

12(i) The provisions of subsection (3)(a) shall be applicable only as long 13 as such Native American Indian Tribe maintains in force a valid and binding agreement with an insurance carrier to provide liability insurance 1415 coverage for damages arising from the acts, errors or omissions of such 16tribal law enforcement agency or officer while acting pursuant to this section and waives its tribal immunity, as provided in paragraph (b) of 1718subsection (3), for any liability for damages arising from the acts, error 19errors or omissions of such tribal law enforcement agency or officer while 20acting pursuant to this section. Such insurance policy shall: (A) (1) Be in 21an amount not less than \$500,000 for any one person and \$2,000,000 for 22any one occurrence for personal injury and \$1,000,000 for any one occurrence for property damage; (2) be in an amount not less than 23 \$2,000,000 aggregate loss limit; and (3) carry an endorsement to provide 24 coverage for mutual aid assistance; and (B) include an endorsement pro-2526viding that the insurer may not invoke tribal sovereign immunity up to 27 the limits of the policy set forth herein. Any insurance carrier providing to a tribe the liability insurance coverage described in this subsection shall 2829 certify to the attorney general that the tribe has in effect coverage which 30 complies with the requirements of this subsection. Such carrier shall no-31 tify the attorney general immediately by first class mail if for any reason 32 such coverage terminates or no longer complies with the requirements 33 of this subsection. 34 (ii) The provisions of subsection (3)(a) shall be applicable only if such

(ii) The provisions of subsection (3)(a) shall be applicable only if such
 Native American Indian Tribe has filed with the county clerk a map
 clearly showing the boundaries of the Tribe's reservation as defined in
 this section.

(b) If a claim is brought against any tribal law enforcement agency or officer for acts committed by such agency or officer while acting pursuant to this section, such claim shall be subject to disposition as if the tribe was the state pursuant to the Kansas tort claims act, provided that such act shall not govern the tribe's purchase of insurance. The tribe shall waive its sovereign immunity solely to the extent necessary to permit recovery 1 under the liability insurance, but not to exceed the policy limits.

2 (c) Nothing in this subsection (3) shall be construed to prohibit any
3 agreement between any state, county or city law enforcement agency and
4 any Native American Indian Tribe.

5 (d) Nothing in this subsection (3) shall be construed to affect the 6 provision of law enforcement services outside the exterior boundaries of 7 reservations so as to affect in any way the criteria by which the United 8 States department of the interior makes a determination regarding place-9 ment of land into trust.

10 (e) Neither the state nor any political subdivision of the state shall be 11 liable for any act or failure to act by any tribal law enforcement officer.

(4) University police officers employed by the chief executive officer
of any state educational institution or municipal university may exercise
their powers as university police officers anywhere:

(a) On property owned or operated by the state educational institution or municipal university, by a board of trustees of the state educational
institution, an endowment association, an athletic association, a fraternity,
sorority or other student group associated with the state educational institution or municipal university;

20 (b) on the streets, property and highways immediately adjacent to the 21 campus of the state educational institution or municipal university;

22(c) within the city where such property as described in this subsection is located, as necessary to protect the health, safety and welfare of stu-23 dents and faculty of the state educational institution or municipal univer-24 sity, with appropriate agreement by the local law enforcement agencies. 2526Such agreements shall include provisions defining the geographical scope 27 of the jurisdiction conferred, circumstances requiring the extended juris-28diction, scope of law enforcement powers and duration of the agreement. 29 Any agreement entered into pursuant to this provision shall be approved 30 by the governing body of the city or county, or both, having jurisdiction 31 where such property is located, and the chief executive officer of the state 32 educational institution or municipal university involved before such agreement may take effect; and 33

34 additionally, when there is reason to believe that a violation of a (d) 35 state law, a county resolution, or a city ordinance has occurred on property described in subsection (4)(a) or (b), such officers with appropriate no-36 37 tification of, and coordination with, local law enforcement agencies or departments, may investigate and arrest persons for such a violation an-38 39 ywhere within the city where such property, streets and highways are 40 located. Such officers also may exercise such powers in any other place when in fresh pursuit of a person. University police officers shall also have 4142authority to transport persons in custody to an appropriate facility, wher-43 ever it may be located. University police officers at the university of Kansas medical center may provide emergency transportation of medical sup plies and transplant organs.

3 (5) In addition to the areas where law enforcement officers may exercise their powers pursuant to subsection (2), law enforcement officers 5 of any jurisdiction within Johnson or Sedgwick county may exercise their 6 powers as law enforcement officers in any area within the respective 7 county when executing a valid arrest warrant or search warrant, to the 8 extent necessary to execute such warrants.

9 (6) In addition to the areas where university police officers may exercise their powers pursuant to subsection (4), university police officers 11 may exercise the powers of law enforcement officers in any area outside 12 their normal jurisdiction when a request for assistance has been made by 13 law enforcement officers from the area for which assistance is requested.

(7) In addition to the areas where law enforcement officers may ex-1415 ercise their powers pursuant to subsection (2), law enforcement officers of any jurisdiction within Johnson county may exercise their powers as 16law enforcement officers in any adjoining city within Johnson county 1718when any crime, including a traffic infraction, has been or is being committed by a person in view of the law enforcement officer. A law enforce-1920ment officer shall be considered to be exercising such officer's powers pursuant to subsection (2), when such officer is responding to the scene 2122of a crime, even if such officer exits the city limits of the city employing 23 the officer and further reenters the city limits of the city employing the officer to respond to such scene. 24

(8) Campus police officers employed by a community college or
school district may exercise the power and authority of law enforcement
officers anywhere:

(a) On property owned, occupied or operated by the school district
or community college or at the site of a function sponsored by the school
district or community college;

(b) on the streets, property and highways immediately adjacent to
and coterminous with property described in subsection (8)(a);

within the city or county where property described in subsection 33 (c) 34 (8)(a) is located, as necessary to protect the health, safety and welfare of 35 students and faculty of the school district or community college, with appropriate agreement by local law enforcement agencies. Such agree-36 ments shall include provisions, defining the geographical scope of the 37 38 jurisdiction conferred, circumstances requiring the extended jurisdiction, 39 scope of law enforcement powers and duration of the agreement. Before 40 any agreement entered into pursuant to this section shall take effect, it shall be approved by the governing body of the city or county, or both, 41having jurisdiction where such property is located, and the board of ed-42ucation or board of trustees involved; 43

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1 (d) with appropriate notification of and coordination with local law 2 enforcement agencies, within the city or county where property described 3 in subsection (8)(a) or (8)(b) is located, when there is reason to believe 4 that a violation of a state law, county resolution or city ordinance has 5 occurred on such property, as necessary to investigate and arrest persons 6 for such a violation;

(e) when in fresh pursuit of a person; and

8 (f) when transporting persons in custody to an appropriate facility,9 wherever it may be located.

10 (9) TAG law enforcement officers employed by the adjutant general 11 may exercise their powers as police officers anywhere:

(a) On property owned or under the control of the Kansas national
 guard or any component under the command of the adjutant general;

on the streets, property and highways immediately adjacent to 1415 property owned or under the control of the Kansas national guard; within the city or county where such property as described in subsection (9)(a)16or (b) is located, as necessary to protect such property; or to protect the 1718health, safety and welfare of members of the national guard, reserve or employees of the United States department of defense, the United States 1920department of homeland security or any branch of the United States mil-21itary with appropriate agreement by the local law enforcement agencies. 22Such agreements shall include provisions defining the geographical scope 23 of the jurisdiction conferred, circumstances requiring the extended jurisdiction, scope of law enforcement powers and duration of the agreement. 24 Any agreement entered into pursuant to this provision shall be approved 2526by the governing body of the city or county, or both, having jurisdiction 27 where such property is located, and the adjutant general before such agreement may take effect. In addition, when there is reason to believe 28 29 that a violation of a state law, a county resolution or a city ordinance has 30 occurred on property described in subsection (9)(a) or (b), after providing 31 appropriate notification to, and coordination with, local law enforcement 32 agencies or departments, such officers may investigate and arrest persons for such a violation anywhere within the city or county where such prop-33 34 erty, streets and highways are located. Such officers also may exercise 35 such powers in any other place when in fresh pursuit of a person. TAG law enforcement officers shall also have authority to transport persons in 36 custody to an appropriate facility, wherever it may be located. 37 38 (9) (10) As used in this section:

(a) "Law enforcement officer" means: (1) Any law enforcement officer as defined in K.S.A. 22-2202, and amendments thereto; or (2) any
tribal law enforcement officer who is employed by a Native American
Indian Tribe and has completed successfully the initial and any subsequent law enforcement training required under the Kansas law enforce-

1 ment training act.

(b) "University police officer" means a police officer employed by the
chief executive officer of: (1) Any state educational institution under the
control and supervision of the state board of regents; or (2) a municipal
university.

27

6 (c) "Campus police officer" means a school security officer desig-7 nated as a campus police officer pursuant to K.S.A. 72-8222, and amend-8 ments thereto.

9 (d) "Fresh pursuit" means pursuit, without unnecessary delay, of a 10 person who has committed a crime, or who is reasonably suspected of 11 having committed a crime.

(e) "Native American Indian Tribe" means the Prairie Band Potawatomi Nation, Kickapoo Tribe in Kansas, Sac and Fox Nation of Missouri
and the Iowa Tribe of Kansas and Nebraska.

15 (f) "Reservation" means:

(i) With respect to the Iowa Tribe of Kansas and Nebraska, the reservation established by treaties with the United States concluded May 17,
1854, and March 6, 1861;

(ii) with respect to the Kickapoo Nation, the reservation establishedby treaty with the United States concluded June 28, 1862;

(iii) with respect to the Prairie Band Potawatomi Nation in Kansas,
the reservation established by treaties with the United States concluded
June 5, 1846, November 15, 1861, and February 27, 1867; and

(iv) with respect to the Sac and Fox Nation of Missouri in Kansas and
Nebraska: (A) the reservation established by treaties with the United
States concluded May 18, 1854, and March 6, 1861, and by acts of Congress of June 10, 1872 (17 Stat. 391), and August 15, 1876 (19 Stat. 208),

and (B) the premises of the gaming facility established pursuant to the

29 gaming compact entered into between such nation and the state of Kan-

30 sas, and the surrounding parcel of land held in trust which lies adjacent

to and east of U.S. Highway 75 and adjacent to and north of KansasHighway 20, as identified in such compact.

(g) "TAG law enforcement officer" means a police officer employed
by the adjutant general pursuant to K.S.A. 48-204 and amendments
thereto.

Sec. 15. K.S.A. 2006 Supp. 28-170 is hereby amended to read as follows: 28-170. (a) The docket fee prescribed by K.S.A. 60-2001 and amendments thereto and the fees for service of process, shall be the only costs assessed for services of the clerk of the district court and the sheriff in any case filed under chapter 60 or chapter 61 of the Kansas Statutes

41 Annotated, and amendments thereto, except that no fee shall be charged 42 for an action filed under K.S.A. 60-3101 et seq., and under K.S.A. 60-

43 31a01 et seq., and amendments thereto. For services in other matters in

1 which no other fee is prescribed by statute, the following fees shall be 2 charged and collected by the clerk. Only one fee shall be charged for each 3 bond, lien or judgment: 4 1. For filing, entering and releasing a bond, mechanic's lien, notice of 5intent to perform, personal property tax judgment or any judgment 6 on which execution process cannot be issued..... \$5 7 For filing, entering and releasing a judgment of a court of this state 2. 8 on which execution or other process can be issued \$15 9 For a certificate, or for copying or certifying any paper or writ, such 3. 10fee as shall be prescribed by the district court. The fees for entries, certificates and other papers required in 11 (b)

naturalization cases shall be those prescribed by the federal government and, when collected, shall be disbursed as prescribed by the federal government. The clerk of the court shall remit to the state treasurer at least monthly all moneys received from fees prescribed by subsection (a) or (b) or received for any services performed which may be required by law. The state treasurer shall deposit the remittance in the state treasury and credit the entire amount to the state general fund.

19(c) In actions pursuant to the *revised* Kansas code for care of children 20(K.S.A. 38-1501 2006 Supp. 38-2201 et seq. and amendments thereto), 21the revised Kansas juvenile justice code (K.S.A. 38-1601 2006 Supp. 38-22 2301 et seq. and amendments thereto), the act for treatment of alcoholism 23 (K.S.A. 65-4001 et seq. and amendments thereto), the act for treatment of drug abuse (K.S.A. 65-5201 et seq. and amendments thereto) or the 24 care and treatment act for mentally ill persons (K.S.A. 59-2945 et seq. 2526and amendments thereto), the clerk shall charge an additional fee of \$1 27 which shall be deducted from the docket fee and credited to the prose-28cuting attorneys' training fund as provided in K.S.A. 28-170a and amend-29 ments thereto. 30 In actions pursuant to the *revised* Kansas code for care of children (d)

(K.S.A. 38-1501 2006 Supp. 38-2201 et seq. and amendments thereto), 3132 the revised Kansas juvenile justice code (K.S.A. 38-1601 2006 Supp. 38-33 2301 et seq. and amendments thereto), the act for treatment of alcoholism 34 (K.S.A. 65-4001 et seq. and amendments thereto), the act for treatment 35 of drug abuse (K.S.A. 65-5201 et seq. and amendments thereto) or the care and treatment act for mentally ill persons (K.S.A. 59-2945 et seq. 36 37 and amendments thereto), the clerk shall charge an additional fee of \$.50 38 which shall be deducted from the docket fee and credited to the indigents' 39 defense services fund as provided in K.S.A. 28-172b and amendments 40 thereto.

(e) The bond, lien or judgment fee established in subsection (a) shall
be the only fee collected or moneys in the nature of a fee collected for
such bond, lien or judgment. Such fee shall only be established by an act

1 of the legislature and no other authority is established by law or otherwise 2 to collect a fee. 3 Sec. 16. K.S.A. 2006 Supp. 28-170a is hereby amended to read as 4 follows: 28-170a. (a) There is hereby established a prosecuting attorneys' training fund. The clerk of the district court shall charge a fee of \$1 in 5each criminal case, to be deducted from the docket fee as provided in 6 7 K.S.A. 28-172a and amendments thereto and shall charge a fee of \$1 in each case pursuant to the *revised* Kansas code for care of children or the 8 9 revised Kansas juvenile justice code and each mental illness, drug abuse or alcoholism treatment action as provided by subsection (c) of K.S.A. 28-10 170 and amendments thereto. The clerk of the district court, at least 11 12 monthly, shall pay all such fees received to the county treasurer who shall 13 credit the same to the prosecuting attorneys' training fund. Expenditures from the prosecuting attorneys' training fund shall 14(b) 15 be paid by the county treasurer upon the order of the county or district

16attorney and shall be used exclusively for the training of personnel in such attorney's office and costs related thereto. Annually, on or before March 171815, each county and district attorney shall submit to the attorney general 19and the chairperson of the judiciary committee of each house, an ac-20counting that shows for the preceding year the amount of fees paid into 21the prosecuting attorneys' training fund, the amounts and purpose of each 22 expenditure from such fund and the balance in such fund on December 23 31 of the preceding year. The purpose for each expenditure shall specifically identify the person or persons for whom the expenditure was made 24 25and, where applicable, the time and place where the training was re-26ceived. If any expenditure was paid to a nonprofit organization organized 27 in this state of which the county or district attorney is a member, the 28county or district attorney shall include information on the training re-29 ceived for such expenditure which information shall show the persons 30 receiving the training and the time and place thereof.

Sec. 17. K.S.A. 2006 Supp. 28-172a is hereby amended to read as
follows: 28-172a. (a) Except as otherwise provided in this section, whenever the prosecuting witness or defendant is adjudged to pay the costs in
a criminal proceeding in any county, a docket fee shall be taxed as follows:
(1) On and after July 1, 2006 through June 30, 2010:

163.00
128.00
64.50
64.50
\$170.50
161.00

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1	Misdemeanor
2	Forfeited recognizance
3	Appeals from other courts
4	(b) (1) Except as provided in paragraph (2), in actions involving the
5	violation of any of the laws of this state regulating traffic on highways
6	(including those listed in subsection (c) of K.S.A. 8-2118, and amend-
7	ments thereto), a cigarette or tobacco infraction, any act declared a crime
8	pursuant to the statutes contained in chapter 32 of Kansas Statutes An-
9	notated and amendments thereto or any act declared a crime pursuant
10	to the statutes contained in article 8 of chapter 82a of the Kansas Statutes
11	Annotated, and amendments thereto, whenever the prosecuting witness
12	or defendant is adjudged to pay the costs in the action, on and after July
13	1, 2006 through June 30, 2010, a docket fee of \$66 shall be charged, and
14	on and after July 1, 2010, a docket fee of \$64 shall be charged. When an
15	action is disposed of under subsections (a) and (b) of K.S.A. 8-2118 or
16	subsection (f) of K.S.A. 79-3393, and amendments thereto, whether by
17	mail or in person, on and after July 1, 2006 through June 30, 2010, the
18	docket fee to be paid as court costs shall be \$66, and on and after July 1,
19	2010, the docket fee to be paid as court costs shall be \$64.
20	(2) In actions involving the violation of a moving traffic violation un-
21	der K.S.A. 8-2118, and amendments thereto, as defined by rules and
22	regulations adopted under K.S.A. 8-249, and amendments thereto, when-
23	ever the prosecuting witness or defendant is adjudged to pay the costs in
24	the action, on and after July 1, 2006 through June 30, 2010, a docket fee
25	of \$66 shall be charged, and on and after July 1, 2010, a docket fee of
26	64 shall be charged. When an action is disposed of under subsection (a)
27	and (b) of K.S.A. 8-2118, and amendments thereto, whether by mail or $% \left({{\left[{{K_{\rm{s}}} \right]}_{\rm{s}}}} \right)$
28	in person, on and after July 1, 2006 through June 30, 2010, the docket
29	fee to be paid as court costs shall be \$66, and on and after July 1, 2010,
30	the docket fee to be paid as court costs shall be \$64.
31	(c) If a conviction is on more than one count, the docket fee shall be
32	the highest one applicable to any one of the counts. The prosecuting
33	witness or defendant, if assessed the costs, shall pay only one fee. Multiple
34	defendants shall each pay one fee.
35	(d) Statutory charges for law library funds, the law enforcement train-
36	ing center fund, the prosecuting attorneys' training fund, the juvenile
37	detention facilities fund, the judicial branch education fund, the emer-
38	gency medical services operating fund and the judiciary technology fund
39	shall be paid from the docket fee; the family violence and child abuse and
40	neglect assistance and prevention fund fee shall be paid from criminal
41	proceedings docket fees. All other fees and expenses to be assessed as
42	additional court costs shall be approved by the court, unless specifically

fixed by statute. Additional fees shall include, but are not limited to, fees

1 for Kansas bureau of investigation forensic or laboratory analyses, fees for detention facility processing pursuant to K.S.A. 12-16,119, and amend-2 3 ments thereto, fees for the sexual assault evidence collection kit, fees for conducting an examination of a sexual assault victim, fees for service of 4 process outside the state, witness fees, fees for transcripts and deposi- $\mathbf{5}$ tions, costs from other courts, doctors' fees and examination and evalu-6 7 ation fees. No sheriff in this state shall charge any district court of this 8 state a fee or mileage for serving any paper or process. 9 In each case charging a violation of the laws relating to parking (e)

of motor vehicles on the statehouse grounds or other state-owned or 10 operated property in Shawnee county, Kansas, as specified in K.S.A. 75-11 124510a, and amendments thereto, or as specified in K.S.A. 75-4508, and 13 amendments thereto, the clerk shall tax a fee of \$2 which shall constitute the entire costs in the case, except that witness fees, mileage and expenses 1415incurred in serving a warrant shall be in addition to the fee. Appearance 16bond for a parking violation of K.S.A. 75-4508 or 75-4510a, and amendments thereto, shall be \$3, unless a warrant is issued. The judge may 1718order the bond forfeited upon the defendant's failure to appear, and \$2 19of any bond so forfeited shall be regarded as court costs.

(f) The docket fee established in this section shall be the only fee collected or moneys in the nature of a fee collected for the docket fee. Such
fee shall only be established by an act of the legislature and no other
authority is established by law or otherwise to collect a fee.

Sec. 18. K.S.A. 2006 Supp. 28-172b is hereby amended to read as
follows: 28-172b. (a) There is hereby established in the state treasury an
indigents' defense services fund.

27 (b) The clerk of the district court shall charge a fee of \$.50 in each 28criminal case, to be deducted from the docket fee as provided in K.S.A. 29 28-172a, and amendments thereto, and shall charge a fee of \$.50 in each 30 case pursuant to the revised Kansas code for care of children or the re-31 vised Kansas juvenile justice code and each mental illness, drug abuse or 32 alcoholism treatment action as provided by subsection (d) of K.S.A. 28-33 170, and amendments thereto. The clerk of the district court shall remit 34 all such fees received to the state treasurer in accordance with the pro-35 visions of K.S.A. 75-4215, and amendments thereto. Upon receipt of each 36 such remittance, the state treasurer shall deposit the entire amount in the 37 state treasury to the credit of the indigents' defense services fund.

(c) Moneys in the indigents' defense services fund shall be used exclusively to provide counsel and related services for indigent defendants.
Expenditures from such fund shall be made in accordance with appro-

41 priation acts upon warrants of the director of accounts and reports issued

42 pursuant to vouchers approved by the chairperson of the state board of

43 indigents' defense services or a person designated by the chairperson.

Sec. 19. K.S.A. 2006 Supp. 38-140 is hereby amended to read as
 follows: 38-140. The provisions of K.S.A. 38-135 through 38-140 shall not
 affect authority to consent to immunization of a minor pursuant to K.S.A.
 38-1513 or K.S.A. 2006 Supp. 38-2316 K.S.A. 2006 Supp. 38-2217 or 38 2316, and amendments thereto, or pursuant to any other law.

6 Sec. 20. K.S.A. 2006 Supp. 39-709 is hereby amended to read as 7 follows: 39-709. (a) *General eligibility requirements for assistance for* 8 *which federal moneys are expended*. Subject to the additional require-9 ments below, assistance in accordance with plans under which federal 10 moneys are expended may be granted to any needy person who:

(1) Has insufficient income or resources to provide a reasonable sub-11 12 sistence compatible with decency and health. Where a husband and wife 13 are living together, the combined income or resources of both shall be considered in determining the eligibility of either or both for such assis-1415tance unless otherwise prohibited by law. The secretary, in determining 16need of any applicant for or recipient of assistance shall not take into account the financial responsibility of any individual for any applicant or 1718recipient of assistance unless such applicant or recipient is such individ-19ual's spouse or such individual's minor child or minor stepchild if the 20stepchild is living with such individual. The secretary in determining need 21of an individual may provide such income and resource exemptions as 22 may be permitted by federal law. For purposes of eligibility for aid for 23 families with dependent children, for food stamp assistance and for any 24 other assistance provided through the department of social and rehabil-25itation services under which federal moneys are expended, the secretary 26of social and rehabilitation services shall consider one motor vehicle 27 owned by the applicant for assistance, regardless of the value of such 28vehicle, as exempt personal property and shall consider any equity in any 29 additional motor vehicle owned by the applicant for assistance to be a 30 nonexempt resource of the applicant for assistance.

(2) Is a citizen of the United States or is an alien lawfully admittedto the United States and who is residing in the state of Kansas.

33 (b) Assistance to families with dependent children. Assistance may be 34 granted under this act to any dependent child, or relative, subject to the 35 general eligibility requirements as set out in subsection (a), who resides 36 in the state of Kansas or whose parent or other relative with whom the 37 child is living resides in the state of Kansas. Such assistance shall be known 38 as aid to families with dependent children. Where husband and wife are 39 living together both shall register for work under the program require-40 ments for aid to families with dependent children in accordance with criteria and guidelines prescribed by rules and regulations of the secre-4142tary.

43 (c) Aid to families with dependent children; assignment of support

1 rights and limited power of attorney. By applying for or receiving aid to families with dependent children such applicant or recipient shall be 2 3 deemed to have assigned to the secretary on behalf of the state any accrued, present or future rights to support from any other person such 4 applicant may have in such person's own behalf or in behalf of any other $\mathbf{5}$ family member for whom the applicant is applying for or receiving aid. 6 7 In any case in which an order for child support has been established and 8 the legal custodian and obligee under the order surrenders physical cus-9 tody of the child to a caretaker relative without obtaining a modification of legal custody and support rights on behalf of the child are assigned 10 pursuant to this section, the surrender of physical custody and the as-11 12signment shall transfer, by operation of law, the child's support rights 13 under the order to the secretary on behalf of the state. Such assignment shall be of all accrued, present or future rights to support of the child 1415 surrendered to the caretaker relative. The assignment of support rights 16shall automatically become effective upon the date of approval for or receipt of such aid without the requirement that any document be signed 1718by the applicant, recipient or obligee. By applying for or receiving aid to families with dependent children, or by surrendering physical custody of 1920a child to a caretaker relative who is an applicant or recipient of such 21assistance on the child's behalf, the applicant, recipient or obligee is also 22 deemed to have appointed the secretary, or the secretary's designee, as 23 an attorney in fact to perform the specific act of negotiating and endorsing all drafts, checks, money orders or other negotiable instruments repre-24 senting support payments received by the secretary in behalf of any per-2526son applying for, receiving or having received such assistance. This limited 27 power of attorney shall be effective from the date the secretary approves 28the application for aid and shall remain in effect until the assignment of 29 support rights has been terminated in full.

(d) Eligibility requirements for general assistance, the cost of which
is not shared by the federal government. (1) General assistance may be
granted to eligible persons who do not qualify for financial assistance in
a program in which the federal government participates and who satisfy
the additional requirements prescribed by or under this subsection (d).

35 (A) To qualify for general assistance in any form a needy person must have insufficient income or resources to provide a reasonable subsistence 36 37 compatible with decency and health and, except as provided for transitional assistance, be a member of a family in which a minor child or a 38 39 pregnant woman resides or be unable to engage in employment. The 40 secretary shall adopt rules and regulations prescribing criteria for establishing when a minor child may be considered to be living with a family 4142and whether a person is able to engage in employment, including such factors as age or physical or mental condition. Eligibility for general as-43

33

1 sistance, other than transitional assistance, is limited to families in which a minor child or a pregnant woman resides or to an adult or family in 2 3 which all legally responsible family members are unable to engage in employment. Where a husband and wife are living together the combined 4 income or resources of both shall be considered in determining the eli- $\mathbf{5}$ gibility of either or both for such assistance unless otherwise prohibited 6 7 by law. The secretary in determining need of any applicant for or recipient of general assistance shall not take into account the financial responsibility 8 of any individual for any applicant or recipient of general assistance unless 9 such applicant or recipient is such individual's spouse or such individual's 10 minor child or a minor stepchild if the stepchild is living with such indi-11 12 vidual. In determining the need of an individual, the secretary may pro-13 vide for income and resource exemptions. To qualify for general assistance in any form a needy person must 14(B) 15be a citizen of the United States or an alien lawfully admitted to the

15 be a citizen of the United States of an alien lawfully admitted to the
United States and must be residing in the state of Kansas.
(2) General assistance in the form of transitional assistance may be
granted to eligible persons who do not qualify for financial assistance in

granted to eligible persons who do not qualify for financial assistance in a program in which the federal government participates and who satisfy the additional requirements prescribed by or under this subsection (d), but who do not meet the criteria prescribed by rules and regulations of the secretary relating to inability to engage in employment or are not a member of a family in which a minor or a pregnant woman resides.

In addition to the other requirements prescribed under this sub-24 (3)25section (d), the secretary shall adopt rules and regulations which establish 26community work experience program requirements for eligibility for the 27 receipt of general assistance in any form and which establish penalties to 28be imposed when a work assignment under a community work experience 29 program requirement is not completed without good cause. The secretary 30 may adopt rules and regulations establishing exemptions from any such 31 community work experience program requirements. A first time failure 32 to complete such a work assignment requirement shall result in ineligi-33 bility to receive general assistance for a period fixed by such rules and 34 regulations of not more than three calendar months. A subsequent failure 35 to complete such a work assignment requirement shall result in a period fixed by such rules and regulations of ineligibility of not more than six 36 37 calendar months.

(4) If any person is found guilty of the crime of theft under the provisions of K.S.A. 39-720, and amendments thereto, such person shall thereby become forever ineligible to receive any form of general assistance under the provisions of this subsection (d) unless the conviction is the person's first conviction under the provisions of K.S.A. 39-720, and amendments thereto, or the law of any other state concerning welfare

1 fraud. First time offenders convicted of a misdemeanor under the provisions of such statute shall become ineligible to receive any form of 2 3 general assistance for a period of 12 calendar months from the date of conviction. First time offenders convicted of a felony under the provisions 4 of such statute shall become ineligible to receive any form of general $\mathbf{5}$ assistance for a period of 60 calendar months from the date of conviction. 6 7 If any person is found guilty by a court of competent jurisdiction of any state other than the state of Kansas of a crime involving welfare fraud, 8 9 such person shall thereby become forever ineligible to receive any form of general assistance under the provisions of this subsection (d) unless 10 the conviction is the person's first conviction under the law of any other 11 12state concerning welfare fraud. First time offenders convicted of a mis-13 demeanor under the law of any other state concerning welfare fraud shall become ineligible to receive any form of general assistance for a period 1415of 12 calendar months from the date of conviction. First time offenders 16convicted of a felony under the law of any other state concerning welfare fraud shall become ineligible to receive any form of general assistance for 1718a period of 60 calendar months from the date of conviction.

19 (e) Requirements for medical assistance for which federal moneys or 20state moneys or both are expended. (1) When the secretary has adopted a medical care plan under which federal moneys or state moneys or both 2122 are expended, medical assistance in accordance with such plan shall be 23 granted to any person who is a citizen of the United States or who is an alien lawfully admitted to the United States and who is residing in the 24 25state of Kansas, whose resources and income do not exceed the levels 26prescribed by the secretary. In determining the need of an individual, the 27 secretary may provide for income and resource exemptions and protected 28income and resource levels. Resources from inheritance shall be counted. 29 A disclaimer of an inheritance pursuant to K.S.A. 59-2291, and amendments thereto, shall constitute a transfer of resources. The secretary shall 30 31 exempt principal and interest held in irrevocable trust pursuant to sub-32 section (c) of K.S.A. 16-303, and amendments thereto, from the eligibility 33 requirements of applicants for and recipients of medical assistance. Such 34 assistance shall be known as medical assistance.

(2) For the purposes of medical assistance eligibility determinations on or after July 1, 2004, if an applicant or recipient owns property in joint tenancy with some other party and the applicant or recipient of medical assistance has restricted or conditioned their interest in such property to a specific and discrete property interest less than 100%, then such designation will cause the full value of the property to be considered an available resource to the applicant or recipient.

42 (3) Resources from trusts shall be considered when determining el-43 igibility of a trust beneficiary for medical assistance. Medical assistance is

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1 to be secondary to all resources, including trusts, that may be available to an applicant or recipient of medical assistance. If a trust has discre-2 3 tionary language, the trust shall be considered to be an available resource to the extent, using the full extent of discretion, the trustee may make 4 any of the income or principal available to the applicant or recipient of $\mathbf{5}$ medical assistance. Any such discretionary trust shall be considered an 6 7 available resource unless: (1) The trust is funded exclusively from resources of a person who, at the time of creation of the trust, owed no 8 9 duty of support to the applicant or recipient; and (2) the trust contains specific contemporaneous language that states an intent that the trust be 10supplemental to public assistance and the trust makes specific reference 11 12to medicaid, medical assistance or title XIX of the social security act.

13 (4) (A) When an applicant or recipient of medical assistance is a party to a contract, agreement or accord for personal services being provided 1415 by a nonlicensed individual or provider and such contract, agreement or 16accord involves health and welfare monitoring, pharmacy assistance, case management, communication with medical, health or other professionals, 1718or other activities related to home health care, long term care, medical 19assistance benefits, or other related issues, any moneys paid under such 20contract, agreement or accord shall be considered to be an available re-21source unless the following restrictions are met: (i) The contract, agree-22 ment or accord must be in writing and executed prior to any services 23 being provided; (ii) the moneys paid are in direct relationship with the fair market value of such services being provided by similarly situated and 24 25trained nonlicensed individuals; (iii) if no similarly situated nonlicensed 26individuals or situations can be found, the value of services will be based 27 on federal hourly minimum wage standards; (iv) such individual providing 28the services will report all receipts of moneys as income to the appropriate 29 state and federal governmental revenue agencies; (v) any amounts due 30 under such contract, agreement or accord shall be paid after the services 31 are rendered; (vi) the applicant or recipient shall have the power to revoke 32 the contract, agreement or accord; and (vii) upon the death of the appli-33 cant or recipient, the contract, agreement or accord ceases. 34 (B) When an applicant or recipient of medical assistance is a party to

(B) When an applicant or recipient of medical assistance is a party to a written contract for personal services being provided by a licensed health professional or facility and such contract involves health and welfare monitoring, pharmacy assistance, case management, communication with medical, health or other professionals, or other activities related to home health care, long term care, medical assistance benefits or other related issues, any moneys paid in advance of receipt of services for such contracts shall be considered to be an available resource.

42 (f) Eligibility for medical assistance of resident receiving medical care
 43 outside state. A person who is receiving medical care including long-term

1 care outside of Kansas whose health would be endangered by the postponement of medical care until return to the state or by travel to return 2 3 to Kansas, may be determined eligible for medical assistance if such individual is a resident of Kansas and all other eligibility factors are met. 4 Persons who are receiving medical care on an ongoing basis in a long-5term medical care facility in a state other than Kansas and who do not 6 7 return to a care facility in Kansas when they are able to do so, shall no longer be eligible to receive assistance in Kansas unless such medical care 8 9 is not available in a comparable facility or program providing such medical care in Kansas. For persons who are minors or who are under guardi-10 anship, the actions of the parent or guardian shall be deemed to be the 11 12actions of the child or ward in determining whether or not the person is 13 remaining outside the state voluntarily. (g) Medical assistance; assignment of rights to medical support and 1415 limited power of attorney; recovery from estates of deceased recipients. 16(1) Except as otherwise provided in K.S.A. 39-786 and 39-787, and amendments thereto, or as otherwise authorized on and after September 171830, 1989, under section 303 and amendments thereto of the federal med-19icare catastrophic coverage act of 1988, whichever is applicable, by ap-20plying for or receiving medical assistance under a medical care plan in which federal funds are expended, any accrued, present or future rights 2122to support and any rights to payment for medical care from a third party 23 of an applicant or recipient and any other family member for whom the applicant is applying shall be deemed to have been assigned to the sec-24 25retary on behalf of the state. The assignment shall automatically become 26effective upon the date of approval for such assistance without the re-27 quirement that any document be signed by the applicant or recipient. By applying for or receiving medical assistance the applicant or recipient is 2829 also deemed to have appointed the secretary, or the secretary's designee,

30 as an attorney in fact to perform the specific act of negotiating and en-31 dorsing all drafts, checks, money orders or other negotiable instruments, 32 representing payments received by the secretary in behalf of any person applying for, receiving or having received such assistance. This limited 33 34 power of attorney shall be effective from the date the secretary approves 35 the application for assistance and shall remain in effect until the assignment has been terminated in full. The assignment of any rights to pay-36 37 ment for medical care from a third party under this subsection shall not 38 prohibit a health care provider from directly billing an insurance carrier 39 for services rendered if the provider has not submitted a claim covering 40 such services to the secretary for payment. Support amounts collected on behalf of persons whose rights to support are assigned to the secretary 41

42 only under this subsection and no other shall be distributed pursuant to

43 subsection (d) of K.S.A. 39-756, and amendments thereto, except that

1 any amounts designated as medical support shall be retained by the secretary for repayment of the unreimbursed portion of assistance. Amounts 2 3 collected pursuant to the assignment of rights to payment for medical care from a third party shall also be retained by the secretary for repay-4 ment of the unreimbursed portion of assistance. $\mathbf{5}$ (2) The amount of any medical assistance paid after June 30, 1992, 6 7 under the provisions of subsection (e) is (A) a claim against the property 8 or any interest therein belonging to and a part of the estate of any deceased recipient or, if there is no estate, the estate of the surviving spouse, 9 if any, shall be charged for such medical assistance paid to either or both, 10 and (B) a claim against any funds of such recipient or spouse in any 11 12account under K.S.A. 9-1215, 9-1216, 17-2263, 17-2264, 17-5828 or 17-13 5829, and amendments thereto. There shall be no recovery of medical assistance correctly paid to or on behalf of an individual under subsection 1415 (e) except after the death of the surviving spouse of the individual, if any, 16and only at a time when the individual has no surviving child who is under 21 years of age or is blind or permanently and totally disabled. Transfers 1718of real or personal property by recipients of medical assistance without 19adequate consideration are voidable and may be set aside. Except where 20there is a surviving spouse, or a surviving child who is under 21 years of 21age or is blind or permanently and totally disabled, the amount of any 22medical assistance paid under subsection (e) is a claim against the estate 23 in any guardianship or conservatorship proceeding. The monetary value of any benefits received by the recipient of such medical assistance under 24 long-term care insurance, as defined by K.S.A. 40-2227, and amendments 2526thereto, shall be a credit against the amount of the claim provided for 27 such medical assistance under this subsection (g). The secretary is au-28thorized to enforce each claim provided for under this subsection (g). 29 The secretary shall not be required to pursue every claim, but is granted discretion to determine which claims to pursue. All moneys received by 30 31 the secretary from claims under this subsection (g) shall be deposited in 32 the social welfare fund. The secretary may adopt rules and regulations 33 for the implementation and administration of the medical assistance re-34 covery program under this subsection (g). 35 (3) By applying for or receiving medical assistance under the provi-

(3) By applying for or receiving medical assistance under the provisions of article 7 of chapter 39 of the Kansas Statutes Annotated, such individual or such individual's agent, fiduciary, guardian, conservator, representative payee or other person acting on behalf of the individual consents to the following definitions of estate and the results therefrom:

(A) If an individual receives any medical assistance before July 1,
2004, pursuant to article 7 of chapter 39 of the Kansas Statutes Annotated,
which forms the basis for a claim under subsection (g)(2), such claim is
limited to the individual's probatable estate as defined by applicable law;

1 and

2 if an individual receives any medical assistance on or after July 1, (B) 3 2004, pursuant to article 7 of chapter 39 of the Kansas Statutes Annotated, which forms the basis for a claim under subsection (g)(2), such claim shall 4 apply to the individual's medical assistance estate. The medical assistance 5estate is defined as including all real and personal property and other 6 7 assets in which the deceased individual had any legal title or interest immediately before or at the time of death to the extent of that interest 8 9 or title. The medical assistance estate includes, without limitation assets conveyed to a survivor, heir or assign of the deceased recipient through 10joint tenancy, tenancy in common, survivorship, transfer-on-death deed, 11 payable-on-death contract, life estate, trust, annuities or similar arrange-12 13 ment.

The secretary of social and rehabilitation services or the secre-14(4)15tary's designee is authorized to file and enforce a lien against the real property of a recipient of medical assistance in certain situations, subject 16to all prior liens of record. The lien must be filed in the office of the 1718register of deeds of the county where the real property is located and must contain the legal description of all real property in the county subject 1920to the lien. This lien is for payments of medical assistance made by the 21department of social and rehabilitation services to the recipient who is an 22 inpatient in a nursing home or other medical institution. Such lien may 23 be filed only after notice and an opportunity for a hearing has been given. Such lien may be enforced only upon competent medical testimony that 24 25the recipient cannot reasonably be expected to be discharged and re-26turned home. A six-month period of compensated inpatient care at a 27 nursing home, nursing homes or other medical institution shall constitute 28 a determination by the department of social and rehabilitation services 29 that the recipient cannot reasonably be expected to be discharged and 30 returned home. To return home means the recipient leaves the nursing 31 or medical facility and resides in the home on which the lien has been 32 placed for a period of at least 90 days without being readmitted as an inpatient to a nursing or medical facility. The amount of the lien shall be 33 34 for the amount of assistance paid by the department of social and reha-35 bilitation services after the expiration of six months from the date the recipient became eligible for compensated inpatient care at a nursing 36 37 home, nursing homes or other medical institution until the time of the 38 filing of the lien and for any amount paid thereafter for such medical 39 assistance to the recipient.

40 (5) The lien filed by the secretary or the secretary's designee for medical assistance correctly received may be enforced before or after the death of the recipient by the filing of an action to foreclose such lien in the Kansas district court or through an estate probate court action in the 3

1 county where the real property of the recipient is located. However, it may be enforced only: 2

(A) After the death of the surviving spouse of the recipient;

when there is no child of the recipient, natural or adopted, who (B) 4 is 20 years of age or less residing in the home; 5

(C) when there is no adult child of the recipient, natural or adopted, 6 7 who is blind or disabled residing in the home; or

(D) when no brother or sister of the recipient is lawfully residing in 8 9 the home, who has resided there for at least one year immediately before the date of the recipient's admission to the nursing or medical facility, 10 and has resided there on a continuous basis since that time. 11

12(6) The lien remains on the property even after a transfer of the title by conveyance, sale, succession, inheritance or will unless one of the fol-13 lowing events occur: 14

15 (A) The lien is satisfied. The recipient, the heirs, personal representative or assigns of the recipient may discharge such lien at any time by 16paying the amount of the lien to the secretary or the secretary's designee; 17

18(B) the lien is terminated by foreclosure of prior lien of record or settlement action taken in lieu of foreclosure; 19

20(C) the value of the real property is consumed by the lien, at which 21time the secretary or the secretary's designee may force the sale for the 22 real property to satisfy the lien; or

23 (D) after a lien is filed against the real property, it will be dissolved if the recipient leaves the nursing or medical facility and resides in the 24 property to which the lien is attached for a period of more than 90 days 2526without being readmitted as an inpatient to a nursing or medical facility, 27even though there may have been no reasonable expectation that this 28 would occur. If the recipient is readmitted to a nursing or medical facility 29 during this period, and does return home after being released, another 30 90 days must be completed before the lien can be dissolved.

(7) If the secretary of social and rehabilitation services or the secre-3132 tary's designee has not filed an action to foreclose the lien in the Kansas district court in the county where the real property is located within 10 33 34 years from the date of the filing of the lien, then the lien shall become 35 dormant, and shall cease to operate as a lien on the real estate of the recipient. Such dormant lien may be revived in the same manner as a 36 37 dormant judgment lien is revived under K.S.A. 60-2403 et seq., and 38 amendments thereto.

39 (h) Placement under the revised Kansas code for care of children or 40 revised Kansas juvenile justice code; assignment of support rights and *limited power of attorney*. In any case in which the secretary of social and 4142rehabilitation services pays for the expenses of care and custody of a child 43

pursuant to K.S.A. 38-1501 K.S.A. 2006 Supp. 38-2201 et seq. or K.S.A.

2006 Supp. 38-2301 et seq., and amendments thereto, including the ex-1 penses of any foster care placement, an assignment of all past, present 2 3 and future support rights of the child in custody possessed by either 4 parent or other person entitled to receive support payments for the child is, by operation of law, conveyed to the secretary. Such assignment shall $\mathbf{5}$ 6 become effective upon placement of a child in the custody of the secretary 7 or upon payment of the expenses of care and custody of a child by the 8 secretary without the requirement that any document be signed by the 9 parent or other person entitled to receive support payments for the child. When the secretary pays for the expenses of care and custody of a child 10 or a child is placed in the custody of the secretary, the parent or other 11 12person entitled to receive support payments for the child is also deemed 13 to have appointed the secretary, or the secretary's designee, as attorney 14in fact to perform the specific act of negotiating and endorsing all drafts, 15checks, money orders or other negotiable instruments representing sup-16port payments received by the secretary on behalf of the child. This limited power of attorney shall be effective from the date the assignment to 1718support rights becomes effective and shall remain in effect until the as-19signment of support rights has been terminated in full.

20(i) No person who voluntarily quits employment or who is fired from employment due to gross misconduct as defined by rules and regulations 2122of the secretary or who is a fugitive from justice by reason of a felony 23 conviction or charge shall be eligible to receive public assistance benefits in this state. Any recipient of public assistance who fails to timely comply 24 25with monthly reporting requirements under criteria and guidelines pre-26scribed by rules and regulations of the secretary shall be subject to a 27 penalty established by the secretary by rules and regulations.

28(j) If the applicant or recipient of aid to families with dependent chil-29 dren is a mother of the dependent child, as a condition of the mother's 30 eligibility for aid to families with dependent children the mother shall identify by name and, if known, by current address the father of the 3132 dependent child except that the secretary may adopt by rules and regu-33 lations exceptions to this requirement in cases of undue hardship. Any 34 recipient of aid to families with dependent children who fails to cooperate 35 with requirements relating to child support enforcement under criteria 36 and guidelines prescribed by rules and regulations of the secretary shall 37 be subject to a penalty established by the secretary by rules and regula-38 tions which penalty shall progress to ineligibility for the family after three 39 months of noncooperation.

(k) By applying for or receiving child care benefits or food stamps,
the applicant or recipient shall be deemed to have assigned, pursuant to
K.S.A. 39-756 and amendments thereto, to the secretary on behalf of the
state only accrued, present or future rights to support from any other

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1 person such applicant may have in such person's own behalf or in behalf of any other family member for whom the applicant is applying for or 2 3 receiving aid. The assignment of support rights shall automatically become effective upon the date of approval for or receipt of such aid without 4 the requirement that any document be signed by the applicant or recip-56 ient. By applying for or receiving child care benefits or food stamps, the 7 applicant or recipient is also deemed to have appointed the secretary, or 8 the secretary's designee, as an attorney in fact to perform the specific act 9 of negotiating and endorsing all drafts, checks, money orders or other negotiable instruments representing support payments received by the 10 secretary in behalf of any person applying for, receiving or having received 11 12such assistance. This limited power of attorney shall be effective from the 13 date the secretary approves the application for aid and shall remain in 14effect until the assignment of support rights has been terminated in full. 15 An applicant or recipient who has assigned support rights to the secretary 16pursuant to this subsection shall cooperate in establishing and enforcing 17support obligations to the same extent required of applicants for or re-18cipients of aid to families with dependent children. 19 Sec. 21. K.S.A. 2006 Supp. 39-754 is hereby amended to read as 20follows: 39-754. (a) If an assignment of support rights is deemed to have 21been made pursuant to K.S.A. 39-709 or 39-756, and amendments 22thereto, support payments shall be made to the department of social and 23 rehabilitation services.

(b) If a court has ordered support payments to be made to an appli-24 25cant for or recipient of financial assistance or other person whose support rights are assigned, the secretary of social and rehabilitation services shall 26 27 file a notice of the assignment with the court ordering the payments 28 without the requirement that a copy of the notice be provided to the 29 obligee or obligor. The notice shall not require the signature of the ap-30 plicant, recipient or obligee on any accompanying assignment document. 31 The notice shall include:

(1) A statement that the assignment is in effect;

(2) the name of any child and the caretaker or other adult for whomsupport has been ordered by the court;

35 (3) the number of the case in which support was ordered; and

(4) a request that the payments ordered be made to the secretary ofsocial and rehabilitation services.

(c) Upon receipt of the notice and without the requirement of a hear ing or order, the court shall forward all support payments, including those
 made as a result of any garnishment, contempt, attachment, income with-

41 holding, income assignment or release of lien process, to the secretary of

42 social and rehabilitation services until the court receives notification of

43 the termination of the assignment.

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1 (d) If the claim of the secretary for repayment of the unreimbursed 2 portion of aid to families with dependent children, medical assistance or 3 the child's share of the costs of care and custody of a child under K.S.A. 38-1501 K.S.A. 2006 Supp. 38-2201 et seq. or K.S.A. 2006 Supp. 38-2301 4 et seq., and amendments thereto, is not satisfied when such aid is dis-5continued, the secretary shall file a notice of partial termination of as-6 7 signment of support rights with the court which will preserve the assign-8 ment in regard to unpaid support rights which were due and owing at the 9 time of the discontinuance of such aid. A copy of the notice of the partial termination of the assignment need not be provided to the obligee or 10obligor. The notice shall include: 11

12 (1)A statement that the assignment has been partially terminated; 13 the name of any child and the caretaker or other adult for whom (2)

support has been ordered by the court; 1415

the number of the case in which support was ordered; and (3)

(4)the date the assignment was partially terminated.

17Upon receipt of the notice and without the requirement of a hear-(e) 18ing or order, the court shall forward all payments made to satisfy support 19arrearages due and owing as of the date the assignment of support rights 20was partially terminated to the secretary of social and rehabilitation serv-21ices until the court receives notification of the termination of the assign-22 ment.

23 If the secretary of social and rehabilitation services or the secre-(f) 24 tary's designee has on file with the court ordering support payments, a notice of assignment of support rights pursuant to subsection (b) or a 2526notice of partial termination of assignment of support rights pursuant to 27 subsection (d), the secretary shall be considered a necessary party in in-28terest concerning any legal action to enforce, modify, settle, satisfy or 29 discharge an assigned support obligation and, as such, shall be given no-30 tice by the party filing such action in accordance with the rules of civil 31 procedure.

32 (g) Upon written notification by the secretary's designee that assigned support has been collected pursuant to K.S.A. 44-718 or 75-6201 et seq., 33 and amendments thereto, or section 464 of title IV, part D, of the federal 34 35 social security act, or any other method of direct payment to the secretary, 36 the clerk of the court or other record keeper where the support order 37 was established, shall enter the amounts collected by the secretary of 38 social and rehabilitation services in the court's payment ledger or other 39 record to insure that the obligor is credited for the amounts collected.

40 Sec. 22. K.S.A. 2006 Supp. 39-756 is hereby amended to read as follows: 39-756. (a) (1) The secretary of social and rehabilitation services 4142shall make support enforcement services required under part D of title 43 IV of the federal social security act (42 U.S.C. § 651 et seq.), or acts

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1 amendatory thereof or supplemental thereto, and federal regulations promulgated pursuant thereto, including but not limited to the location 2 3 of parents, the establishment of paternity and the enforcement of child support obligations, available to persons not subject to the requirements 4 of K.S.A. 39-709 and amendments thereto and not receiving support en- $\mathbf{5}$ 6 forcement services pursuant to subsection (b). Persons who previously 7 received public assistance but who are not receiving support enforcement 8 services pursuant to subsection (b) may apply for or receive support en-9 forcement services pursuant to this subsection.

By applying for or receiving support enforcement services pur-10 (2)suant to subsection (a)(1), the applicant or recipient shall be deemed to 11 12have assigned to the secretary on behalf of the state any accrued, present or future rights to support from any other person such applicant may have 13 14in behalf of any family member, including the applicant, for whom the 15 applicant is applying for or receiving support enforcement services. The 16assignment shall automatically become effective upon the date of appli-17cation for or receipt of support enforcement services, whichever is earlier, 18and shall remain in full force and effect so long as the secretary provides 19support enforcement services on behalf of the applicant, recipient or 20child. By applying for or receiving support enforcement services pursuant 21to subsection (a)(1), the applicant, recipient or obligee is also deemed to 22 have appointed the secretary or the secretary's designee as an attorney in 23 fact to perform the specific act of negotiating and endorsing all drafts, checks, money orders or other negotiable instruments representing sup-24 25port payments received by the secretary in behalf of any person for whom 26the secretary is providing support enforcement services. This limited 27power of attorney shall be effective from the date support rights are as-28signed and shall remain in effect until the assignment is terminated in 29 full.

(3) Nothing in this subsection shall affect or limit any existing assignment or claim for repayment of any unreimbursed portion of assistance
pursuant to K.S.A. 39-709 and amendments thereto or affect or limit any
subsequent assignment of support rights.

34 (b) (1) Upon discontinuance of all public assistance in accordance 35 with a plan under which federal moneys are expended on behalf of the 36 applicant, recipient or child for: (A) Aid to families with dependent chil-37 dren, (B) medical assistance, or (C) the expenses of a child in the secre-38 tary's care or custody pursuant to K.S.A. 38-1501 K.S.A. 2006 Supp. 38-39 2201 et seq., and amendments thereto, or K.S.A. 2006 Supp. 38-2301 et 40 seq., and amendments thereto, the secretary shall continue to provide all appropriate support enforcement services required under title IV-D of 4142the federal social security act for the persons who were receiving assis-43 tance, unless the recipient requests that support enforcement services be 1 discontinued.

2 (2) When support enforcement services are provided pursuant to 3 subsection (b)(1), the assignment of support rights and limited power of 4 attorney pursuant to K.S.A. 39-709 and amendments thereto shall remain 5 in full force and effect. When the secretary is no longer providing support 6 enforcement services related to support obligations accruing after the 7 date assistance was discontinued, the assignment of support rights shall 8 remain in effect to the extent provided in K.S.A. 39-756a.

9 (3) Nothing in this subsection shall affect or limit any existing assign-10 ment or claim for repayment of any unreimbursed portion of assistance 11 pursuant to K.S.A. 39-709 and amendments thereto or affect or limit any 12 subsequent assignment of support rights.

(c) The secretary shall fix by rules and regulations a fee or fees for
services rendered pursuant to this section as required by federal law or
federal regulations, or both.

16Subject to subsection (g) of K.S.A. 39-709 and amendments (d) 17thereto, amounts collected on behalf of persons receiving services pursuant to subsection (a) or (b) shall be paid to them unless the secretary 1819of social and rehabilitation services retains an assignment of support rights pursuant to K.S.A. 39-709 and amendments thereto. Except as otherwise 2021provided in subsection (g) of K.S.A. 39-709 and amendments thereto if 22such an assignment is retained by the secretary, current support payments 23 shall be paid to the obligee and the secretary may retain any support arrearage to which social and rehabilitation services has a claim. Any sup-24 port arrearage collected in excess of the amount assigned to social and 2526rehabilitation services shall be paid to the obligee.

27 (e) In any action brought pursuant to this section or pursuant to sub-28 section (g) of K.S.A. 39-709 and amendments thereto, or any action 29 brought by a governmental agency or contractor, to establish paternity or 30 to establish or enforce a support obligation, the social and rehabilitation 31services' attorney or the attorneys with whom such agency contracts to 32 provide such services shall represent the state department of social and 33 rehabilitation services. Nothing in this section shall be construed to mod-34 ify statutory mandate, authority or confidentiality required by any gov-35 ernmental agency. Any representation by such attorney shall not be con-36 strued to create an attorney-client relationship between the attorney and 37 any party, other than the state department of social and rehabilitation 38 services.

Sec. 23. K.S.A. 2006 Supp. 39-756a is hereby amended to read as
follows: 39-756a. An assignment of support rights pursuant to K.S.A. 39709 and amendments thereto shall remain in full force and effect so long
as the secretary is providing public assistance in accordance with a plan

43 under which federal moneys are expended on behalf of the applicant,

1 recipient or child for: (a) Aid to families with dependent children, (b) 2 medical assistance or (c) the expenses of a child in the secretary's care or 3 custody pursuant to K.S.A. 38-1501 K.S.A. 2006 Supp. 38-2201 et seq., and amendments thereto, or K.S.A. 2006 Supp. 38-2301 et seq., and 4 $\mathbf{5}$ amendments thereto, or so long as the secretary is providing support enforcement services pursuant to K.S.A. 39-756 and amendments 6 7 thereto. Upon discontinuance of all such assistance and support enforce-8 ment services, the assignment shall remain in effect as to unpaid support 9 obligations due and owing at the time of the discontinuance of assistance until the claim of the secretary for repayment of the unreimbursed por-10tion of any assistance is satisfied. If the secretary's claim for reimburse-11 12ment is only for medical assistance, the assignment shall only remain in 13 effect as to unpaid support obligations due and owing at the time of the 14discontinuance of medical assistance that are designated as medical sup-15port. Nothing herein shall affect or limit the rights of the secretary under 16an assignment of rights to payment for medical care from a third party pursuant to subsection (g) of K.S.A. 39-709 and amendments thereto. 1718Sec. 24. K.S.A. 2006 Supp. 39-7,121d is hereby amended to read as

follows: 39-7,121d. (a) The state medicaid plan shall include provisions for a program of differential dispensing fees for pharmacies that provide prescriptions for adult care homes under a unit dose system in accordance with rules and regulations of the state board of pharmacy and that participate in the return of unused medications program under the state medicaid plan.

(b) The state medicaid plan shall include provisions for differential
ingredient cost reimbursement of generic and brand name pharmaceuticals. The Kansas health policy authority shall set the rates for differential
cost reimbursement of generic and brand name pharmaceuticals by rules
and regulations.

(c) On and after May 23, 2007, the state medicaid plan shall require
that every pharmacy claim form under the plan include the prescriber's
unique identification number.

Sec. 25. K.S.A. 2006 Supp. 39-1305 is hereby amended to read as
follows: 39-1305. "Community based group boarding homes for children
and youth" means any shelter facility, juvenile detention facility or youth
residential facility, as defined by K.S.A. 38-1502 and K.S.A. 2006 Supp.
38-2202 and 38-2302, and amendments thereto.

Sec. 26. K.S.A. 2006 Supp. 41-727 is hereby amended to read as
follows: 41-727. (a) Except with regard to serving of alcoholic liquor or
cereal malt beverage as permitted by K.S.A. 41-308a, 41-308b, 41-727a,
41-2610, 41-2652, 41-2704 and 41-2727, and amendments thereto, and

42 subject to any rules and regulations adopted pursuant to such statutes,

43 no person under 21 years of age shall possess, consume, obtain, purchase

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or attempt to obtain or purchase alcoholic liquor or cereal malt beverage
 except as authorized by law.

3 (b) Violation of this section by a person 18 or more years of age but
4 less than 21 years of age is a class C misdemeanor for which the minimum
5 fine is \$200.

6 (c) Any person less than 18 years of age who violates this section is a 7 juvenile offender under the *revised* Kansas juvenile justice code. Upon 8 adjudication thereof and as a condition of disposition, the court shall re-9 quire the offender to pay a fine of not less than \$200 nor more than \$500.

10 (d) In addition to any other penalty provided for a violation of this 11 section: (1) The court may order the offender to do either or both of the 12 following:

(A) Perform 40 hours of public service; or

(B) attend and satisfactorily complete a suitable educational or training program dealing with the effects of alcohol or other chemical substances when ingested by humans; and.

(2) Upon a first conviction of a violation of this section, the court shall
order the division of vehicles to suspend the driving privilege of such
offender for 30 days. Upon receipt of the court order, the division shall
notify the violator and suspend the driving privileges of the violator for
30 days whether or not that person has a driver's license.

(3) Upon a second conviction of a violation of this section, the court
shall order the division of vehicles to suspend the driving privilege of such
offender for 90 days. Upon receipt of the court order, the division shall
notify the violator and suspend the driving privileges of the violator for
90 days whether or not that person has a driver's license.

(4) Upon a third or subsequent conviction of a violation of this section, the court shall order the division of vehicles to suspend the driving
privilege of such offender for one year. Upon receipt of the court order,
the division shall notify the violator and suspend the driving privileges of
the violator for one year whether or not that person has a driver's license.

(e) This section shall not apply to the possession and consumption of
cereal malt beverage by a person under the legal age for consumption of
cereal malt beverage when such possession and consumption is permitted
and supervised, and such beverage is furnished, by the person's parent
or legal guardian.

(f) Any city ordinance or county resolution prohibiting the acts prohibited by this section shall provide a minimum penalty which is not less
than the minimum penalty prescribed by this section.

(g) A law enforcement officer may request a person under 21 years
of age to submit to a preliminary screening test of the person's breath to
determine if alcohol has been consumed by such person if the officer has
reasonable grounds to believe that the person has alcohol in the person's

1 body except that, if the officer has reasonable grounds to believe the person has been operating or attempting to operate a vehicle under the 2 3 influence of alcohol, the provisions of K.S.A. 8-1012, and amendments thereto, shall apply. No waiting period shall apply to the use of a prelim-4 inary breath test under this subsection. If the person submits to the test, $\mathbf{5}$ the results shall be used for the purpose of assisting law enforcement 6 7 officers in determining whether an arrest should be made for violation of 8 this section. A law enforcement officer may arrest a person based in whole 9 or in part upon the results of a preliminary screening test. Such results or a refusal to submit to a preliminary breath test shall be admissible in 10 court in any criminal action, but are not per se proof that the person has 11 12 violated this section. The person may present to the court evidence to 13 establish the positive preliminary screening test was not the result of a violation of this section. 1415(h) This section shall be part of and supplemental to the Kansas liquor 16control act. 17Sec. 27. K.S.A. 2006 Supp. 44-703, as amended by section 1 of 2007 18Senate Bill No. 83, is hereby amended to read as follows: 44-703. As used 19in this act, unless the context clearly requires otherwise: 20(a) (1) "Annual payroll" means the total amount of wages paid or 21payable by an employer during the calendar year. 22 "Average annual payroll" means the average of the annual payrolls (2)23 of any employer for the last three calendar years immediately preceding the computation date as hereinafter defined if the employer has been 24 continuously subject to contributions during those three calendar years 2526 and has paid some wages for employment during each of such years. In 27 determining contribution rates for the calendar year, if an employer has 28 not been continuously subject to contribution for the three calendar years 29 immediately preceding the computation date but has paid wages subject 30 to contributions during only the two calendar years immediately preceding the computation date, such employer's "average annual payroll" shall 3132 be the average of the payrolls for those two calendar years. "Total wages" means the total amount of wages paid or payable 33

by an employer during the calendar year, including that part of remuneration in excess of the limitation prescribed as provided in subsection
(o)(1) of this section.
(b) "Base period" means the first four of the last five completed cal-

endar quarters immediately preceding the first day of an individual's benefit year, except that the base period in respect to combined wage claims
means the base period as defined in the law of the paying state.

41 (1) If an individual lacks sufficient base period wages in order to es-42 tablish a benefit year in the matter set forth above and satisfies the 43 requirements of subsection (g) of K.S.A. 44-705 and subsection (hh) of

1 K.S.A. 44-703, and amendments thereto, the claimant shall have an alternative base period substituted for the current base period so as not to 2 3 prevent establishment of a valid claim. For the purposes of this subsection, "alternative base period" means the last four completed quarters 4 immediately preceding the date the qualifying injury occurred. In the $\mathbf{5}$ event the wages in the alternative base period have been used on a prior 6 7 claim, then they shall be excluded from the new alternative base period. 8 (2) For the purposes of this chapter, the term "base period" includes 9 the alternative base period. (c) (1) "Benefits" means the money payments payable to an individ-10ual, as provided in this act, with respect to such individual's unemploy-11 12ment. 13 (2)"Regular benefits" means benefits payable to an individual under this act or under any other state law, including benefits payable to federal 1415civilian employees and to ex-servicemen pursuant to 5 U.S.C. chapter 85, 16other than extended benefits. "Benefit year" with respect to any individual, means the period 17(d) 18beginning with the first day of the first week for which such individual 19files a valid claim for benefits, and such benefit year shall continue for 20one full year. In the case of a combined wage claim, the benefit year shall 21be the benefit year of the paying state. Following the termination of a 22benefit year, a subsequent benefit year shall commence on the first day 23 of the first week with respect to which an individual next files a claim for benefits. When such filing occurs with respect to a week which overlaps 24 25the preceding benefit year, the subsequent benefit year shall commence 26on the first day immediately following the expiration date of the preceding 27 benefit year. Any claim for benefits made in accordance with subsection 28(a) of K.S.A. 44-709, and amendments thereto, shall be deemed to be a 29 "valid claim" for the purposes of this subsection if the individual has been 30 paid wages for insured work as required under subsection (e) of K.S.A. 31 44-705 and amendments thereto. Whenever a week of unemployment 32 overlaps two benefit years, such week shall, for the purpose of granting 33 waiting-period credit or benefit payment with respect thereto, be deemed 34 to be a week of unemployment within that benefit year in which the 35 greater part of such week occurs. 36

(e) "Commissioner" or "secretary" means the secretary of labor.

37 (f) (1) "Contributions" means the money payments to the state em-38 ployment security fund which are required to be made by employers on 39 account of employment under K.S.A. 44-710, and amendments thereto, 40 and voluntary payments made by employers pursuant to such statute.

"Payments in lieu of contributions" means the money payments 41(2)to the state employment security fund from employers which are required 4243 to make or which elect to make such payments under subsection (e) of 1 K.S.A. 44-710 and amendments thereto.

2 "Employing unit" means any individual or type of organization, (g) including any partnership, association, limited liability company, agency 3 or department of the state of Kansas and political subdivisions thereof, 4 trust, estate, joint-stock company, insurance company or corporation, $\mathbf{5}$ whether domestic or foreign including nonprofit corporations, or the re-6 7 ceiver, trustee in bankruptcy, trustee or successor thereof, or the legal 8 representatives of a deceased person, which has in its employ one or more 9 individuals performing services for it within this state. All individuals performing services within this state for any employing unit which maintains 10 two or more separate establishments within this state shall be deemed to 11 12be employed by a single employing unit for all the purposes of this act. 13 Each individual employed to perform or to assist in performing the work of any agent or employee of an employing unit shall be deemed to be 1415employed by such employing unit for all the purposes of this act, whether such individual was hired or paid directly by such employing unit or by 16such agent or employee, provided the employing unit had actual or con-1718structive knowledge of the employment.

19 (h) "Employer" means:

20(1) (A) Any employing unit for which agricultural labor as defined in subsection (w) of this section is performed and which during any calendar 2122 quarter in either the current or preceding calendar year paid remunera-23 tion in cash of \$20,000 or more to individuals employed in agricultural labor or for some portion of a day in each of 20 different calendar weeks, 24 25whether or not such weeks were consecutive, in either the current or the 26 preceding calendar year, employed in agricultural labor 10 or more in-27 dividuals, regardless of whether they were employed at the same moment 28of time.

(B) For the purpose of this subsection (h)(1), any individual who is a
member of a crew furnished by a crew leader to perform service in agricultural labor for any other person shall be treated as an employee of
such crew leader if:

(i) Such crew leader holds a valid certificate of registration under the
federal migrant and seasonal agricultural workers protection act or substantially all the members of such crew operate or maintain tractors,
mechanized harvesting or cropdusting equipment or any other mechanized equipment, which is provided by such crew leader; and

(ii) such individual is not in the employment of such other personwithin the meaning of subsection (i) of this section.

40 (C) For the purpose of this subsection (h)(1), in the case of any in-41 dividual who is furnished by a crew leader to perform service in agricul-42 tural labor for any other person and who is not treated as an employee 43 of such crew leader: 1 (i) Such other person and not the crew leader shall be treated as the 2 employer of such individual; and

(ii) such other person shall be treated as having paid cash remuneration to such individual in an amount equal to the amount of cash remuneration paid to such individual by the crew leader, either on the crew
leader's own behalf or on behalf of such other person, for the service in
agricultural labor performed for such other person.

8 (D) For the purposes of this subsection (h)(1) "crew leader" means 9 an individual who:

10 (i) Furnishes individuals to perform service in agricultural labor for 11 any other person;

(ii) pays, either on such individual's own behalf or on behalf of such
other person, the individuals so furnished by such individual for the service in agricultural labor performed by them; and

(iii) has not entered into a written agreement with such other person
under which such individual is designated as an employee of such other
person.

18(2) (A) Any employing unit which for calendar year 2007 and each calendar year thereafter: (i) In any calendar quarter in either the current 1920or preceding calendar year paid for service in employment wages of \$1,500 or more, (ii) for some portion of a day in each of 20 different 2122calendar weeks, whether or not such weeks were consecutive, in either 23 the current or preceding calendar year, had in employment at least one individual, whether or not the same individual was in employment in each 24 25such day, or (iii) elects to have an unemployment tax account established 26at the time of initial registration in accordance with subsection (c) of 27 K.S.A. 44-711, and amendments thereto.

(B) Employment of individuals to perform domestic service or agricultural labor and wages paid for such service or labor shall not be considered in determining whether an employing unit meets the criteria of
this subsection (h)(2).

(3) Any employing unit for which service is employment as defined
 in subsection (i)(3)(E) of this section.

(4) (A) Any employing unit, whether or not it is an employing unit
under subsection (g) of this section, which acquires or in any manner
succeeds to (i) substantially all of the employing enterprises, organization,
trade or business, or (ii) substantially all the assets, of another employing
unit which at the time of such acquisition was an employer subject to this
act;

40 (B) any employing unit which is controlled substantially, either di-41 rectly or indirectly by legally enforceable means or otherwise, by the same 42 interest or interests, whether or not such interest or interests are an em-43 ploying unit under subsection (g) of this section, which acquires or in any manner succeeds to a portion of an employer's annual payroll, which is
 less than 100% of such employer's annual payroll, and which intends to

3 continue the acquired portion as a going business.

4 (5) Any employing unit which paid cash remuneration of \$1,000 or 5 more in any calendar quarter in the current or preceding calendar year 6 to individuals employed in domestic service as defined in subsection (aa) 7 of this section.

8 (6) Any employing unit which having become an employer under this 9 subsection (h) has not, under subsection (b) of K.S.A. 44-711, and amend-10 ments thereto, ceased to be an employer subject to this act.

(7) Any employing unit which has elected to become fully subject to
this act in accordance with subsection (c) of K.S.A. 44-711 and amendments thereto.

Any employing unit not an employer by reason of any other par-14(8)15 agraph of this subsection (h), for which within either the current or preceding calendar year services in employment are or were performed with 16respect to which such employing unit is liable for any federal tax against 1718which credit may be taken for contributions required to be paid into a state unemployment compensation fund; or which, as a condition for ap-1920proval of this act for full tax credit against the tax imposed by the federal 21unemployment tax act, is required, pursuant to such act, to be an "em-22 ployer" under this act.

(9) Any employing unit described in section 501(c)(3) of the federal internal revenue code of 1986 which is exempt from income tax under section 501(a) of the code that had four or more individuals in employment for some portion of a day in each of 20 different weeks, whether or not such weeks were consecutive, within either the current or preceding calendar year, regardless of whether they were employed at the same moment of time.

30 (i) "Employment" means:

(1) Subject to the other provisions of this subsection, service, includ ing service in interstate commerce, performed by

33 (A) Any active officer of a corporation; or

(B) any individual who, under the usual common law rules applicable
in determining the employer-employee relationship, has the status of an
employee; or

37 (C) any individual other than an individual who is an employee under
38 subsection (i)(1)(A) or subsection (i)(1)(B) above who performs services
39 for remuneration for any person:

40 (i) As an agent-driver or commission-driver engaged in distributing
41 meat products, vegetable products, fruit products, bakery products, bev42 erages (other than milk), or laundry or dry-cleaning services, for such
43 individual's principal; or

21

1 (ii) as a traveling or city salesman, other than as an agent-driver or 2 commission-driver, engaged upon a full-time basis in the solicitation on 3 behalf of, and the transmission to, a principal (except for side-line sales activities on behalf of some other person) of orders from wholesalers, 4 retailers, contractors, or operators of hotels, restaurants, or other similar $\mathbf{5}$ establishments for merchandise for resale or supplies for use in their 6 7 business operations.

8 For purposes of subsection (i)(1)(D), the term "employment" shall in-9 clude services described in paragraphs (i) and (ii) above only if:

(a) The contract of service contemplates that substantially all of the 10services are to be performed personally by such individual; 11

(b) the individual does not have a substantial investment in facilities 12 13 used in connection with the performance of the services (other than in facilities for transportation); and 14

15 (c) the services are not in the nature of a single transaction that is not 16part of a continuing relationship with the person for whom the services 17are performed.

18(2) The term "employment" shall include an individual's entire service within the United States, even though performed entirely outside this 1920state if.

(A) The service is not localized in any state, and

22 the individual is one of a class of employees who are required to (B) 23 travel outside this state in performance of their duties, and

the individual's base of operations is in this state, or if there is no 24 (\mathbf{C}) base of operations, then the place from which service is directed or con-2526trolled is in this state. 27

(3)The term "employment" shall also include:

Services performed within this state but not covered by the pro-28(A) 29 visions of subsection (i)(1) or subsection (i)(2) shall be deemed to be employment subject to this act if contributions are not required and paid 30 31 with respect to such services under an unemployment compensation law 32 of any other state or of the federal government.

(B) Services performed entirely without this state, with respect to no 33 34 part of which contributions are required and paid under an unemploy-35 ment compensation law of any other state or of the federal government, shall be deemed to be employment subject to this act only if the individual 36 performing such services is a resident of this state and the secretary ap-37 38 proved the election of the employing unit for whom such services are performed that the entire service of such individual shall be deemed to 39 40 be employment subject to this act.

(C) Services covered by an arrangement pursuant to subsection (l) of 41

K.S.A. 44-714, and amendments thereto, between the secretary and the 42

agency charged with the administration of any other state or federal un-43

1 employment compensation law, pursuant to which all services performed 2 by an individual for an employing unit are deemed to be performed en-3 tirely within this state, shall be deemed to be employment if the secretary 4 has approved an election of the employing unit for whom such services 5 are performed, pursuant to which the entire service of such individual 6 during the period covered by such election is deemed to be insured work.

7 (D) Services performed by an individual for wages or under any contract of hire shall be deemed to be employment subject to this act unless 8 9 and until it is shown to the satisfaction of the secretary that: (i) Such individual has been and will continue to be free from control or direction 10 over the performance of such services, both under the individual's con-11 12tract of hire and in fact; and (ii) such service is either outside the usual 13 course of the business for which such service is performed or that such service is performed outside of all the places of business of the enterprise 1415for which such service is performed.

16Service performed by an individual in the employ of this state or (\mathbf{E}) any instrumentality thereof, any political subdivision of this state or any 1718instrumentality thereof, or in the employ of an Indian tribe, as defined pursuant to section 3306(u) of the federal unemployment tax act, any 1920instrumentality of more than one of the foregoing or any instrumentality 21which is jointly owned by this state or a political subdivision thereof or 22Indian tribes and one or more other states or political subdivisions of this 23 or other states, provided that such service is excluded from "employment" as defined in the federal unemployment tax act by reason of section 24 253306(c)(7) of that act and is not excluded from "employment" under 26subsection (i)(4)(A) of this section. For purposes of this section, the ex-27 clusions from employment in subsections (i)(4)(A) and (i)(4)(L) shall also 28be applicable to services performed in the employ of an Indian tribe.

(F) Service performed by an individual in the employ of a religious,
charitable, educational or other organization which is excluded from the
term "employment" as defined in the federal unemployment tax act solely
by reason of section 3306(c)(8) of that act, and is not excluded from
employment under paragraphs (I) through (M) of subsection (i)(4).

(G) The term "employment" shall include the service of an individual
who is a citizen of the United States, performed outside the United States
except in Canada, in the employ of an American employer (other than
service which is deemed "employment" under the provisions of subsection (i)(2) or subsection (i)(3) or the parallel provisions of another state's
law), if:

40 (i) The employer's principal place of business in the United States is41 located in this state; or

42 (ii) the employer has no place of business in the United States, but

43 (A) The employer is an individual who is a resident of this state; or

13

1 (B) the employer is a corporation which is organized under the laws 2 of this state; or

3 (C) the employer is a partnership or a trust and the number of the 4 partners or trustees who are residents of this state is greater than the 5 number who are residents of any other state; or

(H) An "American employer," for purposes of subsection (i)(3)(G),
means a person who is:

(i) An individual who is a resident of the United States; or

14 (ii) a partnership if $\frac{2}{3}$ or more of the partners are residents of the 15 United States; or

(iii) a trust, if all of the trustees are residents of the United States; or
 (iv) a corporation organized under the laws of the United States or
 of any state.

(I) Notwithstanding subsection (i)(2) of this section, all service performed by an officer or member of the crew of an American vessel or American aircraft on or in connection with such vessel or aircraft, if the operating office, from which the operations of such vessel or aircraft operating within, or within and without, the United States are ordinarily and regularly supervised, managed, directed and controlled is within this state.

(J) Notwithstanding any other provisions of this subsection (i), service with respect to which a tax is required to be paid under any federal law imposing a tax against which credit may be taken for contributions required to be paid into a state unemployment compensation fund or which as a condition for full tax credit against the tax imposed by the federal unemployment tax act is required to be covered under this act.

(K) Domestic service in a private home, local college club or local chapter of a college fraternity or sorority performed for a person who paid cash remuneration of \$1,000 or more in any calendar quarter in the current calendar year or the preceding calendar year to individuals employed in such domestic service.

36 (4) The term "employment" shall not include: (A) Service performed
37 in the employ of an employer specified in subsection (h)(3) of this section
38 if such service is performed by an individual in the exercise of duties:

39 (i) As an elected official;

40 (ii) as a member of a legislative body, or a member of the judiciary, 41 of a state, political subdivision or of an Indian tribe;

42 (iii) as a member of the state national guard or air national guard;

43 (iv) as an employee serving on a temporary basis in case of fire, storm,

1 snow, earthquake, flood or similar emergency;

2 (v) in a position which, under or pursuant to the laws of this state or 3 tribal law, is designated as a major nontenured policymaking or advisory 4 position or as a policymaking or advisory position the performance of the 5 duties of which ordinarily does not require more than eight hours per 6 week;

(B) service with respect to which unemployment compensation is
payable under an unemployment compensation system established by an
act of congress;

(C) service performed by an individual in the employ of such individual's son, daughter or spouse, and service performed by a child under
the age of 21 years in the employ of such individual's father or mother;

13 (D) service performed in the employ of the United States government or an instrumentality of the United States exempt under the con-1415stitution of the United States from the contributions imposed by this act, 16except that to the extent that the congress of the United States shall permit states to require any instrumentality of the United States to make 1718payments into an unemployment fund under a state unemployment com-19pensation law, all of the provisions of this act shall be applicable to such 20instrumentalities, and to services performed for such instrumentalities, in 21the same manner, to the same extent and on the same terms as to all 22 other employers, employing units, individuals and services. If this state shall not be certified for any year by the federal security agency under 23 section 3304(c) of the federal internal revenue code of 1986, the payments 24 25required of such instrumentalities with respect to such year shall be re-26funded by the secretary from the fund in the same manner and within 27 the same period as is provided in subsection (f) of K.S.A. 44-717, and 28amendments thereto, with respect to contributions erroneously collected;

(E) service covered by an arrangement between the secretary and the agency charged with the administration of any other state or federal unemployment compensation law pursuant to which all services performed by an individual for an employing unit during the period covered by such employing unit's duly approved election, are deemed to be performed entirely within the jurisdiction of such other state or federal agency;

(F) service performed by an individual under the age of 18 in the
delivery or distribution of newspapers or shopping news, not including
delivery or distribution to any point for subsequent delivery or distribution;

40 (G) service performed by an individual for an employing unit as an
41 insurance agent or as an insurance solicitor, if all such service performed
42 by such individual for such employing unit is performed for remuneration
43 solely by way of commission;

1 (\mathbf{H}) service performed in any calendar quarter in the employ of any 2 organization exempt from income tax under section 501(a) of the federal 3 internal revenue code of 1986 (other than an organization described in section 401(a) or under section 521 of such code) if the remuneration for 4 such service is less than \$50. In construing the application of the term $\mathbf{5}$ "employment," if services performed during ¹/₂ or more of any pay period 6 7 by an individual for the person employing such individual constitute employment, all the services of such individual for such period shall be 8 deemed to be employment; but if the services performed during more 9 than ¹/₂ of any such pay period by an individual for the person employing 10 such individual do not constitute employment, then none of the services 11 12of such individual for such period shall be deemed to be employment. As 13 used in this subsection (i)(4)(H) the term "pay period" means a period (of not more than 31 consecutive days) for which a payment of remuner-1415 ation is ordinarily made to the individual by the person employing such 16individual. This subsection (i)(4)(H) shall not be applicable with respect to services with respect to which unemployment compensation is payable 1718under an unemployment compensation system established by an act of 19congress;

20 (I) services performed in the employ of a church or convention or 21 association of churches, or an organization which is operated primarily 22 for religious purposes and which is operated, supervised, controlled, or 23 principally supported by a church or convention or association of 24 churches;

(J) service performed by a duly ordained, commissioned, or licensed
minister of a church in the exercise of such individual's ministry or by a
member of a religious order in the exercise of duties required by such
order;

(K) service performed in a facility conducted for the purpose of car-rying out a program of:

(i) Rehabilitation for individuals whose earning capacity is impairedby age or physical or mental deficiency or injury, or

(ii) providing remunerative work for individuals who because of their
 impaired physical or mental capacity cannot be readily absorbed in the
 competitive labor market, by an individual receiving such rehabilitation
 or remunerative work;

(L) service performed as part of an employment work-relief or worktraining program assisted or financed in whole or in part by any federal
agency or an agency of a state or political subdivision thereof or of an
Indian tribe, by an individual receiving such work relief or work training;
(M) service performed by an inmate of a custodial or correctional
institution;

43 (N) service performed, in the employ of a school, college, or univer-

1 sity, if such service is performed by a student who is enrolled and is 2 regularly attending classes at such school, college or university;

3 service performed by an individual who is enrolled at a nonprofit (\mathbf{O}) or public educational institution which normally maintains a regular fac-4 ulty and curriculum and normally has a regularly organized body of stu- $\mathbf{5}$ dents in attendance at the place where its educational activities are carried 6 7 on as a student in a full-time program, taken for credit at such institution, 8 which combines academic instruction with work experience, if such serv-9 ice is an integral part of such program, and such institution has so certified to the employer, except that this subsection (i)(4)(O) shall not apply to 10 service performed in a program established for or on behalf of an em-11 12 ployer or group of employers;

(P) service performed in the employ of a hospital licensed, certified
or approved by the secretary of health and environment, if such service
is performed by a patient of the hospital;

16 (Q) services performed as a qualified real estate agent. As used in 17 this subsection (i)(4)(Q) the term "qualified real estate agent" means any 18 individual who is licensed by the Kansas real estate commission as a sa-19 lesperson under the real estate brokers' and salespersons' license act and 20 for whom:

(i) Substantially all of the remuneration, whether or not paid in cash,
for the services performed by such individual as a real estate salesperson
is directly related to sales or other output, including the performance of
services, rather than to the number of hours worked; and

(ii) the services performed by the individual are performed pursuant
to a written contract between such individual and the person for whom
the services are performed and such contract provides that the individual
will not be treated as an employee with respect to such services for state
tax purposes;

(R) services performed for an employer by an extra in connection 30 with any phase of motion picture or television production or television 3132 commercials for less than 14 days during any calendar year. As used in this subsection, the term "extra" means an individual who pantomimes in 33 34 the background, adds atmosphere to the set and performs such actions 35 without speaking and "employer" shall not include any employer which is a governmental entity or any employer described in section 501(c)(3)36 of the federal internal revenue code of 1986 which is exempt from income 37 38 taxation under section 501(a) of the code;

(S) services performed by an oil and gas contract pumper. As used in this subsection (i)(4)(S), "oil and gas contract pumper" means a person performing pumping and other services on one or more oil or gas leases, or on both oil and gas leases, relating to the operation and maintenance of such oil and gas leases, on a contractual basis for the operators of such 1 oil and gas leases and "services" shall not include services performed for

2 a governmental entity or any organization described in section 501(c)(3)3 of the federal internal revenue code of 1986 which is exempt from income 4 taxation under section 501(a) of the code;

5 (T) service not in the course of the employer's trade or business per-6 formed in any calendar quarter by an employee, unless the cash remu-7 neration paid for such service is \$200 or more and such service is per-

8 formed by an individual who is regularly employed by such employer to

9 perform such service. For purposes of this paragraph, an individual shall
10 be deemed to be regularly employed by an employer during a calendar
11 quarter only if:

(i) On each of some 24 days during such quarter such individual performs for such employer for some portion of the day service not in the
course of the employer's trade or business, or

(ii) such individual was regularly employed, as determined under subparagraph (i), by such employer in the performance of such service during
the preceding calendar quarter.

Such excluded service shall not include any services performed for an employer which is a governmental entity or any employer described in section 501(c)(3) of the federal internal revenue code of 1986 which is exempt from income taxation under section 501(a) of the code;

(U) service which is performed by any person who is a member of a
limited liability company and which is performed as a member or manager
of that limited liability company; and

(V) services performed as a qualified direct seller. The term "directseller" means any person if:

27 (i) Such person:

(a) is engaged in the trade or business of selling or soliciting the sale
of consumer products to any buyer on a buy-sell basis or a deposit-commission basis for resale, by the buyer or any other person, in the home
or otherwise rather than in a permanent retail establishment; or

(b) is engaged in the trade or business of selling or soliciting the sale
of consumer products in the home or otherwise than in a permanent retail
establishment;

(ii) substantially all the remuneration whether or not paid in cash for
the performance of the services described in subparagraph (i) is directly
related to sales or other output including the performance of services
rather than to the number of hours worked;

(iii) the services performed by the person are performed pursuant to
a written contract between such person and the person for whom the
services are performed and such contract provides that the person will
not be treated as an employee for federal and state tax purposes;

43 (iv) for purposes of this act, a sale or a sale resulting exclusively from

a solicitation made by telephone, mail, or other telecommunications
 method, or other nonpersonal method does not satisfy the requirements
 of this subsection;

4 (W) service performed as an election official or election worker, if 5 the amount of remuneration received by the individual during the cal-6 endar year for services as an election official or election worker is less 7 than \$1,000; and

8 (X) service performed by agricultural workers who are aliens admit-9 ted to the United States to perform labor pursuant to section 1101 10 (a)(15)(H)(ii)(a) of the immigration and nationality act.; and

(Y) service performed by an owner-operator of a motor vehicle that 11 12is leased or contracted to a licensed motor carrier with the services of a 13 driver and is not treated under the terms of the lease agreement or contract with the licensed motor carrier as an employee for purposes of the 14federal insurance contribution act, 26 U.S.C. § 3101 et seq., the federal 1516social security act, 42 U.S.C. § 301 et seq., the federal unemployment tax act, 26 U.S.C. § 3301 et seq., and the federal statutes prescribing income 1718tax withholding at the source, 26 U.S.C. § 3401 et seq. Employees or 19agents of the owner-operator shall not be considered employees of the 20licensed motor carrier for purposes of employment security taxation or 21compensation. As used in this subsection (Y), the following definitions 22 apply: (i) "Motor vehicle" means any automobile, truck-trailer, semi-23 trailer, tractor, motor bus or any other self-propelled or motor-driven vehicle used upon any of the public highways of Kansas for the purpose 24 of transporting persons or property; (ii) "licensed motor carrier" means 2526any person, firm, corporation or other business entity that holds a certificate of convenience and necessity or a certificate of public service from 27 28the state corporation commission or is required to register motor carrier 29 equipment pursuant to 49 U.S.C. § 14504; and (iii) "owner-operator" 30 means a person, firm, corporation or other business entity that is the 31 owner of a single motor vehicle that is driven exclusively by the owner 32 under a lease agreement or contract with a licensed motor carrier. 33 (j) "Employment office" means any office operated by this state and

maintained by the secretary of labor for the purpose of assisting persons
 to become employed.

(k) "Fund" means the employment security fund established by this
act, to which all contributions and reimbursement payments required and
from which all benefits provided under this act shall be paid and including
all money received from the federal government as reimbursements pursuant to section 204 of the federal-state extended compensation act of
1970, and amendments thereto.

(1) "State" includes, in addition to the states of the United States ofAmerica, any dependency of the United States, the Commonwealth of

1 Puerto Rico, the District of Columbia and the Virgin Islands.

2 (m) "Unemployment." An individual shall be deemed "unemployed" 3 with respect to any week during which such individual performs no services and with respect to which no wages are payable to such individual, 4 or with respect to any week of less than full-time work if the wages payable $\mathbf{5}$ to such individual with respect to such week are less than such individual's 6 7 weekly benefit amount. 8 (n) "Employment security administration fund" means the fund established by this act, from which administrative expenses under this act 9 10 shall be paid. "Wages" means all compensation for services, including commis-11 (o) 12sions, bonuses, back pay and the cash value of all remuneration, including 13 benefits, paid in any medium other than cash. The reasonable cash value of remuneration in any medium other than cash, shall be estimated and 1415determined in accordance with rules and regulations prescribed by the 16secretary. Compensation payable to an individual which has not been actually received by that individual within 21 days after the end of the 1718pay period in which the compensation was earned shall be considered to 19have been paid on the 21st day after the end of that pay period. Effective January 1, 1986, gratuities, including tips received from persons other 2021than the employing unit, shall be considered wages when reported in 22writing to the employer by the employee. Employees must furnish a writ-23 ten statement to the employer, reporting all tips received if they total \$20 or more for a calendar month whether the tips are received directly from 24

25a person other than the employer or are paid over to the employee by the employer. This includes amounts designated as tips by a customer 2627 who uses a credit card to pay the bill. Notwithstanding the other provi-28sions of this subsection (o), wages paid in back pay awards or settlements 29 shall be allocated to the week or weeks and reported in the manner as 30 specified in the award or agreement, or, in the absence of such specificity 31 in the award or agreement, such wages shall be allocated to the week or 32 weeks in which such wages, in the judgment of the secretary, would have been paid. The term "wages" shall not include: 33

34 (1) That part of the remuneration which has been paid in a calendar 35 year to an individual by an employer or such employer's predecessor in 36 excess of \$3,000 for all calendar years prior to 1972, \$4,200 for the cal-37 endar years 1972 to 1977, inclusive, \$6,000 for calendar years 1978 to 38 1982, inclusive, \$7,000 for the calendar year 1983, and \$8,000 with re-39 spect to employment during any calendar year following 1983, except that 40 if the definition of the term "wages" as contained in the federal unemployment tax act is amended to include remuneration in excess of \$8,000 4142paid to an individual by an employer under the federal act during any calendar year, wages shall include remuneration paid in a calendar year 43

to an individual by an employer subject to this act or such employer's predecessor with respect to employment during any calendar year up to an amount equal to the dollar limitation specified in the federal unemployment tax act. For the purposes of this subsection (o)(1), the term "employment" shall include service constituting employment under any employment security law of another state or of the federal government;

7 (2) the amount of any payment (including any amount paid by an employing unit for insurance or annuities, or into a fund, to provide for 8 9 any such payment) made to, or on behalf of, an employee or any of such employee's dependents under a plan or system established by an em-10 ployer which makes provisions for employees generally, for a class or 11 classes of employees or for such employees or a class or classes of em-12ployees and their dependents, on account of (A) sickness or accident 13 disability, except in the case of any payment made to an employee or such 1415 employee's dependents, this subparagraph shall exclude from the term "wages" only payments which are received under a workers compensation 16law. Any third party which makes a payment included as wages by reason 1718of this subparagraph (2)(A) shall be treated as the employer with respect to such wages, or (B) medical and hospitalization expenses in connection 1920with sickness or accident disability, or (C) death;

(3) any payment on account of sickness or accident disability, or medical or hospitalization expenses in connection with sickness or accident
disability, made by an employer to, or on behalf of, an employee after the
expiration of six calendar months following the last calendar month in
which the employee worked for such employer;

26 (4) any payment made to, or on behalf of, an employee or such em-27 ployee's beneficiary:

(A) From or to a trust described in section 401(a) of the federal internal revenue code of 1986 which is exempt from tax under section
501(a) of the federal internal revenue code of 1986 at the time of such
payment unless such payment is made to an employee of the trust as
remuneration for services rendered as such employee and not as a beneficiary of the trust;

(B) under or to an annuity plan which, at the time of such payment,
is a plan described in section 403(a) of the federal internal revenue code
of 1986;

37 (C) under a simplified employee pension as defined in section 38 408(k)(1) of the federal internal revenue code of 1986, other than any 39 contribution described in section 408(k)(6) of the federal internal revenue 40 code of 1986;

(D) under or to an annuity contract described in section 403(b) of
the federal internal revenue code of 1986, other than a payment for the
purchase of such contract which was made by reason of a salary reduction

1 agreement whether evidenced by a written instrument or otherwise;

2 (E) under or to an exempt governmental deferred compensation plan
3 as defined in section 3121(v)(3) of the federal internal revenue code of
4 1986;

5 (F) to supplement pension benefits under a plan or trust described 6 in any of the foregoing provisions of this subparagraph to take into ac-7 count some portion or all of the increase in the cost of living, as deter-8 mined by the secretary of labor, since retirement but only if such sup-9 plemental payments are under a plan which is treated as a welfare plan 10 under section 3(2)(B)(ii) of the federal employee retirement income se-11 curity act of 1974; or

12 (G) under a cafeteria plan within the meaning of section 125 of the 13 federal internal revenue code of 1986;

14 (5) the payment by an employing unit (without deduction from the 15 remuneration of the employee) of the tax imposed upon an employee 16 under section 3101 of the federal internal revenue code of 1986 with 17 respect to remuneration paid to an employee for domestic service in a 18 private home of the employer or for agricultural labor;

(6) remuneration paid in any medium other than cash to an employeefor service not in the course of the employer's trade or business;

(7) remuneration paid to or on behalf of an employee if and to the
extent that at the time of the payment of such remuneration it is reasonable to believe that a corresponding deduction is allowable under section
217 of the federal internal revenue code of 1986 relating to moving expenses;

(8) any payment or series of payments by an employer to an employeeor any of such employee's dependents which is paid:

(A) Upon or after the termination of an employee's employment relationship because of (i) death or (ii) retirement for disability; and

(B) under a plan established by the employer which makes provisions
for employees generally, a class or classes of employees or for such employees or a class or classes of employees and their dependents, other
than any such payment or series of payments which would have been paid
if the employee's employment relationship had not been so terminated;

35 (9) remuneration for agricultural labor paid in any medium other than 36 cash;

(10) any payment made, or benefit furnished, to or for the benefit of
an employee if at the time of such payment or such furnishing it is reasonable to believe that the employee will be able to exclude such payment
or benefit from income under section 129 of the federal internal revenue
code of 1986 which relates to dependent care assistance programs;

42 (11) the value of any meals or lodging furnished by or on behalf of 43 the employer if at the time of such furnishing it is reasonable to believe that the employee will be able to exclude such items from income under
 section 119 of the federal internal revenue code of 1986;

3 (12) any payment made by an employer to a survivor or the estate of4 a former employee after the calendar year in which such employee died;

5 (13) any benefit provided to or on behalf of an employee if at the 6 time such benefit is provided it is reasonable to believe that the employee 7 will be able to exclude such benefit from income under section 74(c), 117 8 or 132 of the federal internal revenue code of 1986;

9 (14) any payment made, or benefit furnished, to or for the benefit of 10 an employee, if at the time of such payment or such furnishing it is rea-11 sonable to believe that the employee will be able to exclude such payment 12 or benefit from income under section 127 of the federal internal revenue 13 code of 1986 relating to educational assistance to the employee; or

14 (15) any payment made to or for the benefit of an employee if at the 15 time of such payment it is reasonable to believe that the employee will 16 be able to exclude such payment from income under section 106(d) of 17 the federal internal revenue code of 1986 relating to health savings ac-18 counts.

19 Nothing in any paragraph of subsection (o), other than paragraph (1), 20shall exclude from the term "wages": (1) Any employer contribution un-21der a qualified cash or deferred arrangement, as defined in section 401(k) 22 of the federal internal revenue code of 1986, to the extent that such 23 contribution is not included in gross income by reason of section 402(a)(8) of the federal internal revenue code of 1986; or (2) any amount treated 24 25as an employer contribution under section 414(h)(2) of the federal inter-26nal revenue code of 1986.

27 Any amount deferred under a nonqualified deferred compensation plan shall be taken into account for purposes of this section as of the later 2829 of when the services are performed or when there is no substantial risk 30 of forfeiture of the rights to such amount. Any amount taken into account 31 as wages by reason of this paragraph, and the income attributable thereto, 32 shall not thereafter be treated as wages for purposes of this section. For purposes of this paragraph, the term "nonqualified deferred compensa-33 34 tion plan" means any plan or other arrangement for deferral of compen-35 sation other than a plan described in subsection (o)(4).

(p) "Week" means such period or periods of seven consecutive cal-endar days, as the secretary may by rules and regulations prescribe.

(q) "Calendar quarter" means the period of three consecutive calendar months ending March 31, June 30, September 30 or December
31, or the equivalent thereof as the secretary may by rules and regulations
prescribe.

42 (r) "Insured work" means employment for employers.

43 (s) "Approved training" means any vocational training course or

1 course in basic education skills approved by the secretary or a person or persons designated by the secretary. 2

3 (t) "American vessel" or "American aircraft" means any vessel or aircraft documented or numbered or otherwise registered under the laws 4 of the United States; and any vessel or aircraft which is neither docu-5mented or numbered or otherwise registered under the laws of the 6 7 United States nor documented under the laws of any foreign country, if its crew performs service solely for one or more citizens or residents of 8 9 the United States or corporations organized under the laws of the United States or of any state. 10

(u) "Institution of higher education," for the purposes of this section, 11 12 means an educational institution which:

13 Admits as regular students only individuals having a certificate of (1)graduation from a high school, or the recognized equivalent of such a 1415certificate;

16(2)is legally authorized in this state to provide a program of education beyond high school; 17

18provides an educational program for which it awards a bachelor's (3)19or higher degree, or provides a program which is acceptable for full credit 20toward such a degree, a program of postgraduate or postdoctoral studies, 21or a program of training to prepare students for gainful employment in a 22 recognized occupation; and

23 (4) is a public or other nonprofit institution.

Notwithstanding any of the foregoing provisions of this subsection (u), 24 all colleges and universities in this state are institutions of higher educa-25tion for purposes of this section, except that no college, university, junior 26 27college or other postsecondary school or institution which is operated by the federal government or any agency thereof shall be an institution of 2829 higher education for purposes of the employment security law.

(v) "Educational institution" means any institution of higher educa-30 tion, as defined in subsection (u) of this section, or any institution, except 3132 private for profit institutions, in which participants, trainees or students are offered an organized course of study or training designed to transfer 33 34 to them knowledge, skills, information, doctrines, attitudes or abilities 35 from, by or under the guidance of an instructor or teacher and which is approved, licensed or issued a permit to operate as a school by the state 36 37 department of education or other government agency that is authorized 38 within the state to approve, license or issue a permit for the operation of 39 a school or to an Indian tribe in the operation of an educational institution. The courses of study or training which an educational institution offers 40 may be academic, technical, trade or preparation for gainful employment 4142in a recognized occupation.

43

(w) (1) "Agricultural labor" means any remunerated service:

1 (A) On a farm, in the employ of any person, in connection with cul-2 tivating the soil, or in connection with raising or harvesting any agricul-3 tural or horticultural commodity, including the raising, shearing, feeding, 4 caring for, training, and management of livestock, bees, poultry, and fur-5 bearing animals and wildlife.

6 (B) In the employ of the owner or tenant or other operator of a farm, 7 in connection with the operating, management, conservation, improve-8 ment, or maintenance of such farm and its tools and equipment, or in 9 salvaging timber or clearing land of brush and other debris left by a hur-10 ricane, if the major part of such service is performed on a farm.

11 (C) In connection with the production or harvesting of any commod-12 ity defined as an agricultural commodity in section (15)(g) of the agri-13 cultural marketing act, as amended (46 Stat. 1500, sec. 3; 12 U.S.C. 1141j) 14 or in connection with the ginning of cotton, or in connection with the 15 operation or maintenance of ditches, canals, reservoirs or waterways, not 16 owned or operated for profit, used exclusively for supplying and storing 17 water for farming purposes.

(D) (i) In the employ of the operator of a farm in handling, planting,
drying, packing, packaging, processing, freezing, grading, storing, or delivering to storage or to market or to a carrier for transportation to market,
in its unmanufactured state, any agricultural or horticultural commodity;
but only if such operator produced more than ½ of the commodity with
respect to which such service is performed;

(ii) in the employ of a group of operators of farms (or a cooperative
organization of which such operators are members) in the performance
of service described in paragraph (i) above of this subsection (w)(1)(D),
but only if such operators produced more than ½ of the commodity with
respect to which such service is performed;

(iii) the provisions of paragraphs (i) and (ii) above of this subsection
(w)(1)(D) shall not be deemed to be applicable with respect to service
performed in connection with commercial canning or commercial freezing or in connection with any agricultural or horticultural commodity after
its delivery to a terminal market for distribution for consumption.

(E) On a farm operated for profit if such service is not in the courseof the employer's trade or business.

(2) "Agricultural labor" does not include service performed prior to
January 1, 1980, by an individual who is an alien admitted to the United
States to perform service in agricultural labor pursuant to sections 214(c)
and 101(a)(15)(H) of the federal immigration and nationality act.

40 (3) As used in this subsection (w), the term "farm" includes stock,
41 dairy, poultry, fruit, fur-bearing animal, and truck farms, plantations,
42 ranches, nurseries, ranges, greenhouses, or other similar structures used
43 primarily for the raising of agricultural or horticultural commodities, and

1 orchards.

2 For the purpose of this section, if an employing unit does not (4)3 maintain sufficient records to separate agricultural labor from other employment, all services performed during any pay period by an individual 4 for the person employing such individual shall be deemed to be agricul- $\mathbf{5}$ tural labor if services performed during 1/2 or more of such pay period 6 7 constitute agricultural labor; but if the services performed during more than ¹/₂ of any such pay period by an individual for the person employing 8 9 such individual do not constitute agricultural labor, then none of the services of such individual for such period shall be deemed to be agricultural 10labor. As used in this subsection (w), the term "pay period" means a 11 12 period of not more than 31 consecutive days for which a payment of 13 remuneration is ordinarily made to the individual by the person employing such individual. 14

(x) "Reimbursing employer" means any employer who makes payments in lieu of contributions to the employment security fund as provided in subsection (e) of K.S.A. 44-710 and amendments thereto.

(y) "Contributing employer" means any employer other than a re-imbursing employer or rated governmental employer.

20 (\mathbf{Z}) "Wage combining plan" means a uniform national arrangement 21approved by the United States secretary of labor in consultation with the 22 state unemployment compensation agencies and in which this state shall participate, whereby wages earned in one or more states are transferred 23 to another state, called the "paying state," and combined with wages in 24 the paying state, if any, for the payment of benefits under the laws of the 2526paying state and as provided by an arrangement so approved by the 27 United States secretary of labor.

(aa) "Domestic service" means any service for a person in the operation and maintenance of a private household, local college club or local
chapter of a college fraternity or sorority, as distinguished from service
as an employee in the pursuit of an employer's trade, occupation, profession, enterprise or vocation.

(bb) "Rated governmental employer" means any governmental entity
which elects to make payments as provided by K.S.A. 44-710d and
amendments thereto.

(cc) "Benefit cost payments" means payments made to the employment security fund by a governmental entity electing to become a rated
governmental employer.

(dd) "Successor employer" means any employer, as described in subsection (h) of this section, which acquires or in any manner succeeds to
(1) substantially all of the employing enterprises, organization, trade or
business of another employer or (2) substantially all the assets of another
employer.

1 (ee) "Predecessor employer" means an employer, as described in 2 subsection (h) of this section, who has previously operated a business or 3 portion of a business with employment to which another employer has 4 succeeded.

5 (ff) "Lessor employing unit" means any independently established 6 business entity which engages in the business of providing leased em-7 ployees to a client lessee.

8 (gg) "Client lessee" means any individual, organization, partnership,
9 corporation or other legal entity leasing employees from a lessor employ10 ing unit.

(hh) "Qualifying injury" means a personal injury by accident arising
out of and in the course of employment within the coverage of the Kansas
workers compensation act, K.S.A. 44-501 et seq., and amendments
thereto.

Sec. 28. K.S.A. 2006 Supp. 45-229 is hereby amended to read as
follows: 45-229. (a) It is the intent of the legislature that exceptions to
disclosure under the open records act shall be created or maintained only
if:

(1) The public record is of a sensitive or personal nature concerningindividuals;

(2) the public record is necessary for the effective and efficient ad-ministration of a governmental program; or

the public record affects confidential information. The mainte-23 (3)nance or creation of an exception to disclosure must be compelled as 24 measured by these criteria. Further, the legislature finds that the public 2526 has a right to have access to public records unless the criteria in this 27section for restricting such access to a public record are met and the criteria are considered during legislative review in connection with the 2829 particular exception to disclosure to be significant enough to override the 30 strong public policy of open government. To strengthen the policy of open 31 government, the legislature shall consider the criteria in this section be-32 fore enacting an exception to disclosure.

(b) Subject to the provisions of subsection (h), all exceptions to dis-33 34 closure in existence on July 1, 2000, shall expire on July 1, 2005, and any 35 new exception to disclosure or substantial amendment of an existing exception shall expire on July 1 of the fifth year after enactment of the new 36 37 exception or substantial amendment, unless the legislature acts to con-38 tinue the exception. A law that enacts a new exception or substantially 39 amends an existing exception shall state that the exception expires at the 40 end of five years and that the exception shall be reviewed by the legislature before the scheduled date. 41

42 (c) For purposes of this section, an exception is substantially amended43 if the amendment expands the scope of the exception to include more

1 records or information. An exception is not substantially amended if the 2 amendment narrows the scope of the exception.

This section is not intended to repeal an exception that has been 3 (d) amended following legislative review before the scheduled repeal of the 4 exception if the exception is not substantially amended as a result of the 56 review.

7 (e) In the year before the expiration of an exception, the revisor of 8 statutes shall certify to the president of the senate and the speaker of the 9 house of representatives, by July 15, the language and statutory citation of each exception which will expire in the following year which meets the 10 criteria of an exception as defined in this section. Any exception that is 11 12not identified and certified to the president of the senate and the speaker of the house of representatives is not subject to legislative review and 13 shall not expire. If the revisor of statutes fails to certify an exception that 1415the revisor subsequently determines should have been certified, the re-16visor shall include the exception in the following year's certification after 17that determination.

18"Exception" means any provision of law which creates an excep-(f)19tion to disclosure or limits disclosure under the open records act pursuant 20to K.S.A. 45-221, and amendments thereto, or pursuant to any other 21provision of law.

22 (g) A provision of law which creates or amends an exception to dis-23 closure under the open records law shall not be subject to review and expiration under this act if such provision: 24

Is required by federal law; 25(1)

26

32

applies solely to the legislature or to the state court system. (2)

27 (h) (1) The legislature shall review the exception before its scheduled 28 expiration and consider as part of the review process the following: 29

What specific records are affected by the exception; (A)

30 whom does the exception uniquely affect, as opposed to the gen-(B) 31eral public;

 (\mathbf{C}) what is the identifiable public purpose or goal of the exception;

33 (\mathbf{D}) whether the information contained in the records may be ob-34 tained readily by alternative means and how it may be obtained;

35 An exception may be created or maintained only if it serves an (2)identifiable public purpose and may be no broader than is necessary to 36 meet the public purpose it serves. An identifiable public purpose is served 37 38 if the legislature finds that the purpose is sufficiently compelling to over-39 ride the strong public policy of open government and cannot be accomplished without the exception and if the exception: 40

(A) Allows the effective and efficient administration of a govern-4142mental program, which administration would be significantly impaired 43 without the exception;

1 (B) protects information of a sensitive personal nature concerning 2 individuals, the release of which information would be defamatory to such 3 individuals or cause unwarranted damage to the good name or reputation 4 of such individuals or would jeopardize the safety of such individuals. 5 Only information that would identify the individuals may be excepted 6 under this paragraph; or

7 (C) protects information of a confidential nature concerning entities, 8 including, but not limited to, a formula, pattern, device, combination of devices, or compilation of information which is used to protect or further 9 a business advantage over those who do not know or use it, the disclosure 10of which information would injure the affected entity in the marketplace. 11 12 (3)Records made before the date of the expiration of an exception 13 shall be subject to disclosure as otherwise provided by law. In deciding whether the records shall be made public, the legislature shall consider 1415whether the damage or loss to persons or entities uniquely affected by 16the exception of the type specified in paragraph (2)(B) or (2)(C) of this subsection (h) would occur if the records were made public. 17

18(i) Exceptions contained in the following statutes as certified by the 19revisor of statutes to the president of the senate and the speaker of the 20house of representatives pursuant to subsection (e) of this section on June 1, 2004, are hereby continued in existence until July 1, 2010, at which 2122time such exceptions shall expire: 1-401, 2-1202, 5-512, 9-1137, 9-1712, 23 9-2217, 10-630, 11-306, 12-189, 12-1,108, 12-1694, 12-1698, 12-2819, 12-24 4516, 16-715, 16a-2-304, 17-1312e, 17-2227, 17-5832, 17-7503, 17-7505, 2517-7511, 17-7514, 17-76,139, 19-4321, 21-2511, 22-3711, 22-4707, 22-264909, 22a-243, 22a-244, 23-605, 23-9,312, 25-4161, 25-4165, 31-405, 34-27251, 38-1508, 38-1520, 38-1565, 38-1609, 38-1610, 38-1618, 38-1664, 39-28709b, 39-719e, 39-934, 39-1434, 39-1704, 40-222, 40-2,156, 40-2c20, 29 40-2c21, 40-2d20, 40-2d21, 40-409, 40-956, 40-1128, 40-2807, 40-3012, 30 40-3304, 40-3308, 40-3403b, 40-3421, 40-3613, 40-3805, 40-4205, 44-31510j, 44-550b, 44-594, 44-635, 44-714, 44-817, 44-1005, 44-1019, 45-221, 32 46-256, 46-259, 46-2201, 47-839, 47-844, 47-849, 47-1709, 48-1614, 49-33 406, 49-427, 55-1,102, 56-1a606, 56-1a607, 56a-1201, 56a-1202, 58-4114, 34 59-2135, 59-2802, 59-2979, 59-29b79, 60-3333, 60-3335, 60-3336, 65-35 102b, 65-118, 65-119, 65-153f, 65-170g, 65-177, 65-1,106, 65-1,113, 65-36 1,116, 65-1,157a, 65-1,163, 65-1,165, 65-1,168, 65-1,169, 65-1,171, 65-37 1,172,65-436,65-445,65-507,65-525,65-531,65-657,65-1135,65-1467,38 65-1627, 65-1831, 65-2422d, 65-2438, 65-2836, 65-2839a, 65-2898a, 65-39 3015, 65-3447, 65-34,108, 65-34,126, 65-4019, 65-4608, 65-4922, 65-40 4925, 65-5602, 65-5603, 65-6002, 65-6003, 65-6004, 65-6010, 65-67a05, 4165-6803, 65-6804, 66-101c, 66-117, 66-151, 66-1, 190, 66-1, 203, 66-1220a, 4266-2010, 72-996, 72-4311, 72-4452, 72-5214, 72-53,106, 72-5427, 72-43 8903, 73-1228, 74-2424, 74-2433f, 74-4905, 74-4909, 74-50, 131, 74-5515,

1 74-7308, 74-7338, 74-7405a, 74-8104, 74-8307, 74-8705, 74-8804, 74-9805, 75-104, 75-712, 75-7b15, 75-1267, 75-2943, 75-4332, 75-4362, 75-2 3 5133, 75-5266, 75-5665, 75-5666, 75-7310, 76-355, 76-359, 76-493, 76-12b11, 76-3305, 79-1119, 79-1437f, 79-15,118, 79-3234, 79-3395, 4 79-3420, 79-3499, 79-34,113, 79-3614, 79-3657, 79-4301 and 79-5206. 56 (j) Exceptions contained in the following statutes as certified by the 7 revisor of statutes to the president of the senate and the speaker of the 8 house of representatives pursuant to subsection (e) of this section on June 9 1, 2005, are hereby continued in existence until July 1, 2011, at which time such exceptions shall expire: 1-501, 9-1303, 12-4516a, 38-1692, 39-10970, 40-4913, 65-525, 65-5117, 65-6016, 65-6017 and 74-7508. 11 12Sec. 29. K.S.A. 2006 Supp. 59-104 is hereby amended to read as 13 follows: 59-104. (a) *Docket fee.* (1) Except as otherwise provided by law, no case shall be filed or docketed in the district court under the provisions 1415of chapter 59 of the Kansas Statutes Annotated or of articles 40 and 52 16 of chapter 65 of the Kansas Statutes Annotated without payment of an 17appropriate docket fee as follows: 18(1) (A) On and after July 1, $\frac{2006}{2007}$ through June 30, 2010: 19Treatment of mentally ill \$27.50 \$50.00 20Treatment of alcoholism or drug abuse..... $27\,50$ 21Determination of descent of property 42.50 22 Termination of life estate..... 41.5023 Termination of joint tenancy 41.5024 Refusal to grant letters of administration 41.50 25Adoption..... 41.5026Filing a will and affidavit under K.S.A. 59-618a..... 41.5027Guardianship 62.5028Conservatorship..... 62.5029 Trusteeship..... 62.5030 Combined guardianship and conservatorship..... 62.50 Certified probate proceedings under K.S.A. 59-213, and amendments 3132 thereto 16.5033 Decrees in probate from another state 101.50 34 Probate of an estate or of a will..... 102.5035 Civil commitment under K.S.A. 59-29a01 et seq..... 26.5036 (2) (B) On and after July 1, 2010: 37 Treatment of mentally ill \$25.50 38 Treatment of alcoholism or drug abuse..... 25.5039 Determination of descent of property 40.50 40Termination of life estate..... 39.5041Termination of joint tenancy 39.50 42 Refusal to grant letters of administration 39.50 43 Adoption..... 39.50

1	Filing a will and affidavit under K.S.A. 59-618a	39.50
2	Guardianship	60.50
3	Conservatorship	60.50
4	Trusteeship	60.50
5	Combined guardianship and conservatorship	60.50
6	Certified probate proceedings under K.S.A. 59-213, and amendments	
$\overline{7}$	thereto	14.50
8	Decrees in probate from another state	99.50
9	Probate of an estate or of a will	100.50
10	Civil commitment under K.S.A. 59-29a01 et seq	24.50

11 The docket fee established in this subsection shall be the only fee (2)12 collected or moneys in the nature of a fee collected for the docket fee. Such fee shall only be established by an act of the legislature and no other 13 authority is established by law or otherwise to collect a fee. 14

15(b) Poverty affidavit in lieu of docket fee and exemptions. The pro-16visions of subsection (b) of K.S.A. 60-2001 and K.S.A. 60-2005, and amendments thereto, shall apply to probate docket fees prescribed by 1718this section.

19(c) Disposition of docket fee. Statutory charges for the law library and 20for the prosecuting attorneys' training fund shall be paid from the docket 21fee. The remainder of the docket fee shall be paid to the state treasurer 22 in accordance with K.S.A. 20-362, and amendments thereto.

23 (d) Additional court costs. Other fees and expenses to be assessed as additional court costs shall be approved by the court, unless specifically 24 fixed by statute. Other fees shall include, but not be limited to, witness 2526 fees, appraiser fees, fees for service of process outside the state, fees for 27 depositions, transcripts and publication of legal notice, executor or ad-28ministrator fees, attorney fees, court costs from other courts and any other 29 fees and expenses required by statute. All additional court costs shall be 30 taxed and billed against the parties or estate as directed by the court. No sheriff in this state shall charge any district court in this state a fee or 3132 mileage for serving any paper or process.

33 Sec. 30. K.S.A. 2006 Supp. 60-460 is hereby amended to read as 34 follows: 60-460. Evidence of a statement which is made other than by a 35 witness while testifying at the hearing, offered to prove the truth of the 36 matter stated, is hearsay evidence and inadmissible except:

37 (a) Previous statements of persons present. A statement previously 38 made by a person who is present at the hearing and available for cross-39 examination with respect to the statement and its subject matter, provided 40 the statement would be admissible if made by declarant while testifying 41as a witness.

42(b) Affidavits. Affidavits, to the extent admissible by the statutes of 43 this state.

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1 (c) Depositions and prior testimony. Subject to the same limitations 2 and objections as though the declarant were testifying in person, (1) tes-3 timony in the form of a deposition taken in compliance with the law of this state for use as testimony in the trial of the action in which offered 4 or (2) if the judge finds that the declarant is unavailable as a witness at $\mathbf{5}$ the hearing, testimony given as a witness in another action or in a prelim-6 7 inary hearing or former trial in the same action, or in a deposition taken in compliance with law for use as testimony in the trial of another action, 8 when (A) the testimony is offered against a party who offered it in the 9 party's own behalf on the former occasion or against the successor in 10 interest of such party or (B) the issue is such that the adverse party on 11 12the former occasion had the right and opportunity for cross-examination 13 with an interest and motive similar to that which the adverse party has in the action in which the testimony is offered, but the provisions of this 1415subsection (c) shall not apply in criminal actions if it denies to the accused the right to meet the witness face to face. 16

(d) Contemporaneous statements and statements admissible on 1718ground of necessity generally. A statement which the judge finds was made (1) while the declarant was perceiving the event or condition which 1920the statement narrates, describes or explains, (2) while the declarant was 21under the stress of a nervous excitement caused by such perception or 22(3) if the declarant is unavailable as a witness, by the declarant at a time 23 when the matter had been recently perceived by the declarant and while the declarant's recollection was clear and was made in good faith prior to 24 25the commencement of the action and with no incentive to falsify or to 26distort.

(e) *Dying declarations.* A statement by a person unavailable as a witness because of the person's death if the judge finds that it was made (1)
voluntarily and in good faith and (2) while the declarant was conscious of
the declarant's impending death and believed that there was no hope of
recovery.

32 (f) Confessions. In a criminal proceeding as against the accused, a previous statement by the accused relative to the offense charged, but 33 34 only if the judge finds that the accused (1) when making the statement 35 was conscious and was capable of understanding what the accused said and did and (2) was not induced to make the statement (A) under com-36 pulsion or by infliction or threats of infliction of suffering upon the ac-37 cused or another, or by prolonged interrogation under such circumstances 38 39 as to render the statement involuntary or (B) by threats or promises con-40 cerning action to be taken by a public official with reference to the crime, likely to cause the accused to make such a statement falsely, and made 41by a person whom the accused reasonably believed to have the power or 4243 authority to execute the same.

1 (g) Admissions by parties. As against a party, a statement by the per-2 son who is the party to the action in the person's individual or a repre-3 sentative capacity and, if the latter, who was acting in such representative 4 capacity in making the statement.

5 (h) Authorized and adoptive admissions. As against a party, a state-6 ment (1) by a person authorized by the party to make a statement or 7 statements for the party concerning the subject of the statement or (2) 8 of which the party with knowledge of the content thereof has, by words 9 or other conduct, manifested the party's adoption or belief in its truth.

Vicarious admissions. As against a party, a statement which would 10(i) be admissible if made by the declarant at the hearing if (1) the statement 11 12concerned a matter within the scope of an agency or employment of the 13 declarant for the party and was made before the termination of such relationship, (2) the party and the declarant were participating in a plan 1415to commit a crime or a civil wrong and the statement was relevant to the plan or its subject matter and was made while the plan was in existence 16and before its complete execution or other termination or (3) one of the 1718issues between the party and the proponent of the evidence of the statement is a legal liability of the declarant, and the statement tends to es-1920tablish that liability.

21(j) Declarations against interest. Subject to the limitations of excep-22 tion (f), a statement which the judge finds was at the time of the assertion so far contrary to the declarant's pecuniary or proprietary interest or so 23 far subjected the declarant to civil or criminal liability or so far rendered 24 25invalid a claim by the declarant against another or created such risk of 26making the declarant an object of hatred, ridicule or social disapproval in 27 the community that a reasonable person in the declarant's position would 28not have made the statement unless the person believed it to be true.

(k) Voter's statements. A statement by a voter concerning the voter's
 qualifications to vote or the fact or content of the voter's vote.

Statements of physical or mental condition of declarant. Unless 31(1)32 the judge finds it was made in bad faith, a statement of the declarant's 33 (1) then existing state of mind, emotion or physical sensation, including 34 statements of intent, plan, motive, design, mental feeling, pain and bodily 35 health, but not including memory or belief to prove the fact remembered or believed, when such a mental or physical condition is in issue or is 36 relevant to prove or explain acts or conduct of the declarant or (2) pre-37 38 vious symptoms, pain or physical sensation, made to a physician consulted 39 for treatment or for diagnosis with a view to treatment, and relevant to 40 an issue of declarant's bodily condition.

(m) Business entries and the like. Writings offered as memoranda or
records of acts, conditions or events to prove the facts stated therein, if
the judge finds that (1) they were made in the regular course of a business

1 at or about the time of the act, condition or event recorded and (2) the 2 sources of information from which made and the method and circum-3 stances of their preparation were such as to indicate their trustworthiness. If the procedure specified by subsection (b) of K.S.A. 60-245a for pro-4 viding business records has been complied with and no party has required 5the personal attendance of a custodian of the records or the production 6 7 of the original records, the affidavit of the custodian shall be prima facie 8 evidence that the records satisfy the requirements of this subsection.

9 (n) Absence of entry in business records. Evidence of the absence of 10 a memorandum or record from the memoranda or records of a business 11 of an asserted act, event or condition, to prove the nonoccurrence of the 12 act or event, or the nonexistence of the condition, if the judge finds that 13 it was the regular course of that business to make such memoranda of all 14 such acts, events or conditions at the time thereof or within a reasonable 15 time thereafter and to preserve them.

(o) Content of official record. Subject to K.S.A. 60-461 and amendments thereto, (1) if meeting the requirements of authentication under
K.S.A. 60-465 and amendments thereto, to prove the content of the record, a writing purporting to be a copy of an official record or of an entry
therein or (2) to prove the absence of a record in a specified office, a
writing made by the official custodian of the official records of the office,
reciting diligent search and failure to find such record.

(p) Certificate of marriage. Subject to K.S.A. 60-461 and amendments thereto, certificates that the maker thereof performed marriage ceremonies, to prove the truth of the recitals thereof, if the judge finds that (1) the maker of the certificates, at the time and place certified as the times and places of the marriages, was authorized by law to perform marriage ceremonies and (2) the certificate was issued at that time or within a reasonable time thereafter.

30 (q) Records of documents affecting an interest in property. Subject 31 to K.S.A. 60-461 and amendments thereto, the official record of a doc-32 ument purporting to establish or affect an interest in property, to prove 33 the content of the original recorded document and its execution and de-34 livery by each person by whom it purports to have been executed, if the 35 judge finds that (1) the record is in fact a record of an office of a state or nation or of any governmental subdivision thereof and (2) an applicable 36 37 statute authorized such a document to be recorded in that office.

(r) Judgment of previous conviction. Evidence of a final judgment
adjudging a person guilty of a felony, to prove any fact essential to sustain
the judgment.

41 (s) Judgment against persons entitled to indemnity. To prove the 42 wrong of the adverse party and the amount of damages sustained by the 43 judgment creditor, evidence of a final judgment if offered by a judgment 1 debtor in an action in which the debtor seeks to recover partial or total

2 indemnity or exoneration for money paid or liability incurred by the 3 debtor because of the judgment, provided the judge finds that the judg-4 ment was rendered for damages sustained by the judgment creditor as a 5 result of the wrong of the adverse party to the present action.

6 (t) Judgment determining public interest in land. To prove any fact 7 which was essential to the judgment, evidence of a final judgment deter-8 mining the interest or lack of interest of the public or of a state or nation 9 or governmental division thereof in land, if offered by a party in an action 10 in which any such fact or such interest or lack of interest is a material 11 matter.

(u) Statement concerning one's own family history. A statement of a matter concerning a declarant's own birth, marriage, divorce, legitimacy, relationship by blood or marriage, race-ancestry or other similar fact of the declarant's family history, even though the declarant had no means of acquiring personal knowledge of the matter declared, if the judge finds that the declarant is unavailable.

18Statement concerning family history of another. A statement con- (\mathbf{v}) 19cerning the birth, marriage, divorce, death, legitimacy, race-ancestry, re-20lationship by blood or marriage or other similar fact of the family history 21of a person other than the declarant if the judge finds that the declarant 22(1) was related to the other by blood or marriage, or was otherwise so 23 intimately associated with the other's family as to be likely to have accurate information concerning the matter declared, and made the statement 24 25as upon information received from the other or from a person related by 26blood or marriage to the other or as upon repute in the other's family 27 and (2) is unavailable as a witness.

(w) Statement concerning family history based on statement of another declarant. A statement of a declarant that a statement admissible
under exceptions (u) or (v) was made by another declarant, offered as
tending to prove the truth of the matter declared by both declarants, if
the judge finds that both declarants are unavailable as witnesses.

(x) Reputation in family concerning family history. Evidence of reputation among members of a family, if the reputation concerns the birth,
marriage, divorce, death, legitimacy, race-ancestry or other fact of the
family history of a member of the family by blood or marriage.

(y) Reputation—boundaries, general history, family history. Evidence of reputation in a community as tending to prove the truth of the matter reputed, if the reputation concerns (1) boundaries of or customs affecting, land in the community and the judge finds that the reputation, if any, arose before controversy, (2) an event of general history of the community or of the state or nation of which the community is a part and the judge finds that the event was of importance to the community or (3)

1 the birth, marriage, divorce, death, legitimacy, relationship by blood or 2 marriage, or race-ancestry of a person resident in the community at the 3 time of the reputation, or some other similar fact of the person's family 4 history or of the person's personal status or condition which the judge 5 finds likely to have been the subject of a reliable reputation in that com-6 munity.

7 (z) *Reputation as to character.* If a trait of a person's character at a 8 specified time is material, evidence of the person's reputation with ref-9 erence thereto at a relevant time in the community in which the person 10 then resided or in a group with which the person then habitually associ-11 ated, to prove the truth of the matter reputed.

(aa) Recitals in documents affecting property. Evidence of a state-1213 ment relevant to a material matter, contained in a deed of conveyance or a will or other document purporting to affect an interest in property, 1415 offered as tending to prove the truth of the matter stated, if the judge finds that (1) the matter stated would be relevant upon an issue as to an 16interest in the property and (2) the dealings with the property since the 1718statement was made have not been inconsistent with the truth of the 19 statement.

20 (bb) *Commercial lists and the like.* Evidence of statements of matters 21 of interest to persons engaged in an occupation contained in a list, reg-22 ister, periodical or other published compilation, to prove the truth of any 23 relevant matter so stated, if the judge finds that the compilation is pub-24 lished for use by persons engaged in that occupation and is generally used 25 and relied upon by them.

(cc) Learned treatises. A published treatise, periodical or pamphlet
on a subject of history, science or art, to prove the truth of a matter stated
therein, if the judge takes judicial notice, or a witness expert in the subject
testifies, that the treatise, periodical or pamphlet is a reliable authority in
the subject.

(dd) Actions involving children. In a criminal proceeding or a proceeding pursuant to the revised Kansas juvenile justice code or in a proceeding to determine if a child is a child in need of care under the *revised*Kansas code for care of children, a statement made by a child, to prove
the crime or that a child is a juvenile offender or a child in need of care,
if:

(1) The child is alleged to be a victim of the crime or offense or achild in need of care; and

(2) the trial judge finds, after a hearing on the matter, that the child
is disqualified or unavailable as a witness, the statement is apparently
reliable and the child was not induced to make the statement falsely by
use of threats or promises.

43 If a statement is admitted pursuant to this subsection in a trial to a

jury, the trial judge shall instruct the jury that it is for the jury to determine the weight and credit to be given the statement and that, in making
the determination, it shall consider the age and maturity of the child, the
nature of the statement, the circumstances under which the statement
was made, any possible threats or promises that might have been made
to the child to obtain the statement and any other relevant factor.

7 (ee) Certified motor vehicle certificate of title history. Subject to 8 K.S.A. 60-461, and amendments thereto, a certified motor vehicle certif-9 icate of title history prepared by the division of vehicles of the Kansas 10 department of revenue.

Sec. 31. K.S.A. 2006 Supp. 60-2001 is hereby amended to read as 11 12follows: 60-2001. (a) Docket fee. Except as otherwise provided by law, no 13 case shall be filed or docketed in the district court, whether original or appealed, without payment of a docket fee in the amount of \$147 on and 1415after July 1, 2006 through June 30, 2010, and \$145 on and after July 1, 2010, to the clerk of the district court. The docket fee established in this 16subsection shall be the only fee collected or moneys in the nature of a fee 17collected for the docket fee. Such fee shall only be established by an act 18of the legislature and no other authority is established by law or otherwise 1920to collect a fee.

21(b) Poverty affidavit in lieu of docket fee. (1) Effect. In any case where 22 a plaintiff by reason of poverty is unable to pay a docket fee, and an 23 affidavit so stating is filed, no fee will be required. An inmate in the custody of the secretary of corrections may file a poverty affidavit only if 24 25the inmate attaches a statement disclosing the average account balance, 26or the total deposits, whichever is less, in the inmate's trust fund for each 27 month in (A) the six-month period preceding the filing of the action; or (B) the current period of incarceration, whichever is shorter. Such state-2829 ment shall be certified by the secretary. On receipt of the affidavit and attached statement, the court shall determine the initial fee to be assessed 30 31 for filing the action and in no event shall the court require an inmate to 32 pay less than \$3. The secretary of corrections is hereby authorized to disburse money from the inmate's account to pay the costs as determined 33 34 by the court. If the inmate has a zero balance in such inmate's account, 35 the secretary shall debit such account in the amount of \$3 per filing fee as established by the court until money is credited to the account to pay 36 37 such docket fee. Any initial filing fees assessed pursuant to this subsection 38 shall not prevent the court, pursuant to subsection (d), from taxing that 39 individual for the remainder of the amount required under subsection (a) 40 or this subsection.

41 (2) *Form of affidavit.* The affidavit provided for in this subsection 42 shall be in the following form and attached to the petition: 1 State of Kansas, _____ County.

2 In the district court of the county: I do solemnly swear that the claim set forth in the 3 petition herein is just, and I do further swear that, by reason of my poverty, I am unable to 4 pay a docket fee.

(c) Disposition of fees. The docket fees and the fees for service of 56 process shall be the only costs assessed in each case for services of the 7 clerk of the district court and the sheriff. For every person to be served 8 by the sheriff, the persons requesting service of process shall provide 9 proper payment to the clerk and the clerk of the district court shall forward the service of process fee to the sheriff in accordance with K.S.A. 10 28-110, and amendments thereto. The service of process fee, if paid by 11 12check or money order, shall be made payable to the sheriff. Such service 13 of process fee shall be submitted by the sheriff at least monthly to the county treasurer for deposit in the county treasury and credited to the 1415county general fund. The docket fee shall be disbursed in accordance 16with K.S.A. 20-362 and amendments thereto.

17(d) Additional court costs. Other fees and expenses to be assessed as 18additional court costs shall be approved by the court, unless specifically 19fixed by statute. Other fees shall include, but not be limited to, witness 20fees, appraiser fees, fees for service of process, fees for depositions, al-21ternative dispute resolution fees, transcripts and publication, attorney 22 fees, court costs from other courts and any other fees and expenses re-23 quired by statute. All additional court costs shall be taxed and billed against the parties as directed by the court. No sheriff in this state shall 24 25charge any mileage for serving any papers or process.

26 Sec. 32. K.S.A. 2006 Supp. 61-2704 is hereby amended to read as 27follows: 61-2704. (a) An action seeking the recovery of a small claim shall 28be considered to have been commenced at the time a person files a writ-29 ten statement of the person's small claim with the clerk of the court if, 30 within 90 days after the small claim is filed, service of process is obtained 31or the first publication is made for service by publication. Otherwise, the 32 action is deemed commenced at the time of service of process or first 33 publication. An entry of appearance shall have the same effect as service. 34 (b) Upon the filing of a plaintiff's small claim, the clerk of the court 35 shall require from the plaintiff a docket fee of \$30 on and after July 1, 36 2006 through June 30, 2010, and \$28 on and after July 1, 2010, if the 37 claim does not exceed \$500; or \$50 on and after July 1, 2006 through 38 June 30, 2010, and \$48 on and after July 1, 2010, if the claim exceeds 39 \$500; unless for good cause shown the judge waives the fee. The docket 40 fee shall be the only costs required in an action seeking recovery of a small claim. No person may file more than 20 small claims under this act 4142in the same court during any calendar year.

43 (c) The docket fee established in this section shall be the only fee

1 collected or moneys in the nature of a fee collected for the docket fee. Such

2 fee shall only be established by an act of the legislature and no other

3 *authority is established by law or otherwise to collect a fee.*

Sec. 33. K.S.A. 2006 Supp. 61-4001 is hereby amended to read as 4 follows: 61-4001. (a) Docket fee. No case shall be filed or docketed pur- $\mathbf{5}$ suant to the code of civil procedure for limited actions without the pay-6 7 ment of a docket fee in the amount of \$28 on and after July 1, 2006 8 through June 30, 2010, and \$26 on and after July 1, 2010, if the amount 9 in controversy or claimed does not exceed \$500; \$48 on and after July 1, 2006 through June 30, 2010, and \$46 on and after July 1, 2010, if the 10 amount in controversy or claimed exceeds \$500 but does not exceed 11 12\$5,000; or \$94 on and after July 1, 2006 through June 30, 2010, and \$92 13 on and after July 1, 2010, if the amount in controversy or claimed exceeds \$5,000. If judgment is rendered for the plaintiff, the court also may enter 1415judgment for the plaintiff for the amount of the docket fee paid by the 16plaintiff.

(b) Poverty affidavit; additional court costs-; exemptions for the state
and municipalities. The provisions of subsections (b), (c) and (d) of K.S.A.
60-2001 and 60-2005 and amendments thereto, shall be applicable to
lawsuits brought under the code of civil procedure for limited actions.

(c) The docket fee established in this section shall be the only fee
collected or moneys in the nature of a fee collected for the docket fee. Such
fee shall only be established by an act of the legislature and no other
authority is established by law or otherwise to collect a fee.

25 Sec. 34. K.S.A. 2006 Supp. 65-1626 is hereby amended to read as 26 follows: 65-1626. For the purposes of this act:

(a) "Administer" means the direct application of a drug, whether by
injection, inhalation, ingestion or any other means, to the body of a patient
or research subject by:

30 (1) A practitioner or pursuant to the lawful direction of a practitioner;

(2) the patient or research subject at the direction and in the presenceof the practitioner; or

(3) a pharmacist as authorized in K.S.A. 65-1635a and amendmentsthereto.

(b) "Agent" means an authorized person who acts on behalf of or at the direction of a manufacturer, distributor or dispenser but shall not include a common carrier, public warehouseman or employee of the carrier or warehouseman when acting in the usual and lawful course of the carrier's or warehouseman's business.

40 (c) "Board" means the state board of pharmacy created by K.S.A. 74-41 1603 and amendments thereto.

(d) "Brand exchange" means the dispensing of a different drug prod-uct of the same dosage form and strength and of the same generic name

1 than the brand name drug product prescribed.

2 (e) "Brand name" means the registered trademark name given to a 3 drug product by its manufacturer, labeler or distributor.

4 (f) "Deliver" or "delivery" means the actual, constructive or at-5 tempted transfer from one person to another of any drug whether or not 6 an agency relationship exists.

7 (g) "Direct supervision" means the process by which the responsible 8 pharmacist shall observe and direct the activities of a pharmacy student 9 or pharmacy technician to a sufficient degree to assure that all such ac-10 tivities are performed accurately, safely and without risk or harm to pa-11 tients, and complete the final check before dispensing.

(h) "Dispense" means to deliver prescription medication to the ultimate user or research subject by or pursuant to the lawful order of a
practitioner or pursuant to the prescription of a mid-level practitioner.

(i) "Dispenser" means a practitioner or pharmacist who dispensesprescription medication.

(j) "Distribute" means to deliver, other than by administering or dis-pensing, any drug.

19 (k) "Distributor" means a person who distributes a drug.

20 (\mathbf{l}) "Drug" means: (1) Articles recognized in the official United States 21pharmacopoeia, or other such official compendiums of the United States, 22or official national formulary, or any supplement of any of them; (2) ar-23 ticles intended for use in the diagnosis, cure, mitigation, treatment or prevention of disease in man or other animals; (3) articles, other than 24 25food, intended to affect the structure or any function of the body of man 26 or other animals; and (4) articles intended for use as a component of any 27 articles specified in clause (1), (2) or (3) of this subsection; but does not 28 include devices or their components, parts or accessories, except that the 29 term "drug" shall not include amygdalin (laetrile) or any livestock remedy, 30 if such livestock remedy had been registered in accordance with the pro-31 visions of article 5 of chapter 47 of the Kansas Statutes Annotated prior 32 to its repeal.

(m) "Electronic transmission" means transmission of information in
electronic form or the transmission of the exact visual image of a document by way of electronic equipment.

(n) "Generic name" means the established chemical name or officialname of a drug or drug product.

(o) (1) "Institutional drug room" means any location where prescription-only drugs are stored and from which prescription-only drugs are
administered or dispensed and which is maintained or operated for the
purpose of providing the drug needs of:

42 (A) Inmates of a jail or correctional institution or facility;

43 (B) residents of a juvenile detention facility, as defined by the *revised*

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1 Kansas code for care of children and the revised Kansas juvenile justice 2 code;

3 (C) students of a public or private university or college, a community
4 college or any other institution of higher learning which is located in
5 Kansas;

(D) employees of a business or other employer; or

(E) persons receiving inpatient hospice services.

(2) "Institutional drug room" does not include:

9 (A) Any registered pharmacy;

10 (B) any office of a practitioner; or

(C) a location where no prescription-only drugs are dispensed and no
 prescription-only drugs other than individual prescriptions are stored or
 administered.

(p) "Medical care facility" shall have the meaning provided in K.S.A.
65-425 and amendments thereto, except that the term shall also include
facilities licensed under the provisions of K.S.A. 75-3307b and amendments thereto except community mental health centers and facilities for
the mentally retarded.

19 (\mathbf{q}) "Manufacture" means the production, preparation, propagation, 20compounding, conversion or processing of a drug either directly or in-21directly by extraction from substances of natural origin, independently by 22means of chemical synthesis or by a combination of extraction and chem-23 ical synthesis and includes any packaging or repackaging of the drug or labeling or relabeling of its container, except that this term shall not in-24 25clude the preparation or compounding of a drug by an individual for the 26 individual's own use or the preparation, compounding, packaging or la-27 beling of a drug by: (1) A practitioner or a practitioner's authorized agent 28 incident to such practitioner's administering or dispensing of a drug in 29 the course of the practitioner's professional practice; (2) a practitioner, 30 by a practitioner's authorized agent or under a practitioner's supervision 31 for the purpose of, or as an incident to, research, teaching or chemical 32 analysis and not for sale; or (3) a pharmacist or the pharmacist's authorized agent acting under the direct supervision of the pharmacist for the 33 34 purpose of, or incident to, the dispensing of a drug by the pharmacist. 35 "Person" means individual, corporation, government, govern-(r) 36 mental subdivision or agency, partnership, association or any other legal

37 entity.

(s) "Pharmacist" means any natural person licensed under this act topractice pharmacy.

40 (t) "Pharmacist in charge" means the pharmacist who is responsible 41 to the board for a registered establishment's compliance with the laws 42 and regulations of this state pertaining to the practice of pharmacy, man-43 ufacturing of drugs and the distribution of drugs. The pharmacist in

1 charge shall supervise such establishment on a full-time or a part-time 2 basis and perform such other duties relating to supervision of a registered 3 establishment as may be prescribed by the board by rules and regulations. Nothing in this definition shall relieve other pharmacists or persons from 4 their responsibility to comply with state and federal laws and regulations. 5"Pharmacy," "drug store" or "apothecary" means premises, lab-6 (u) oratory, area or other place: (1) Where drugs are offered for sale where 7 8 the profession of pharmacy is practiced and where prescriptions are com-9 pounded and dispensed; or (2) which has displayed upon it or within it the words "pharmacist," "pharmaceutical chemist," "pharmacy," "apoth-10 ecary," "drugstore," "druggist," "drugs," "drug sundries" or any of these 11 12words or combinations of these words or words of similar import either in English or any sign containing any of these words; or (3) where the 13 characteristic symbols of pharmacy or the characteristic prescription sign 1415 "Rx" may be exhibited. As used in this subsection, premises refers only 16to the portion of any building or structure leased, used or controlled by the licensee in the conduct of the business registered by the board at the 1718address for which the registration was issued. "Pharmacy student" means an individual, registered with the 19 (\mathbf{v}) 20board of pharmacy, enrolled in an accredited school of pharmacy.

(w) "Pharmacy technician" means an individual who, under the direct
supervision and control of a pharmacist, may perform packaging, manipulative, repetitive or other nondiscretionary tasks related to the processing
of a prescription or medication order and who assists the pharmacist in
the performance of pharmacy related duties, but who does not perform
duties restricted to a pharmacist.

(x) "Practitioner" means a person licensed to practice medicine and
surgery, dentist, podiatrist, veterinarian, optometrist licensed under the
optometry law as a therapeutic licensee or diagnostic and therapeutic
licensee, or scientific investigator or other person authorized by law to
use a prescription-only drug in teaching or chemical analysis or to conduct
research with respect to a prescription-only drug.

(y) "Preceptor" means a licensed pharmacist who possesses at least
two years' experience as a pharmacist and who supervises students obtaining the pharmaceutical experience required by law as a condition to
taking the examination for licensure as a pharmacist.

(z) "Prescription" means, according to the context, either a prescrip-tion order or a prescription medication.

(aa) "Prescription medication" means any drug, including label and
container according to context, which is dispensed pursuant to a prescription order.

42 (bb) "Prescription-only drug" means any drug whether intended for 43 use by man or animal, required by federal or state law (including 21 17

United States Code section 353, as amended) to be dispensed only pur suant to a written or oral prescription or order of a practitioner or is
 restricted to use by practitioners only.

4 (cc) "Prescription order" means: (1) An order to be filled by a phar-5 macist for prescription medication issued and signed by a practitioner or 6 a mid-level practitioner in the authorized course of professional practice; 7 or (2) an order transmitted to a pharmacist through word of mouth, note, 8 telephone or other means of communication directed by such practitioner 9 or mid-level practitioner.

10 (dd) "Probation" means the practice or operation under a temporary 11 license, registration or permit or a conditional license, registration or per-12 mit of a business or profession for which a license, registration or permit 13 is granted by the board under the provisions of the pharmacy act of the 14 state of Kansas requiring certain actions to be accomplished or certain 15 actions not to occur before a regular license, registration or permit is 16 issued.

(ee) "Professional incompetency" means:

(1) One or more instances involving failure to adhere to the applicable standard of pharmaceutical care to a degree which constitutes gross
negligence, as determined by the board;

(2) repeated instances involving failure to adhere to the applicable
standard of pharmaceutical care to a degree which constitutes ordinary
negligence, as determined by the board; or

(3) a pattern of pharmacy practice or other behavior which demon-strates a manifest incapacity or incompetence to practice pharmacy.

(ff) "Retail dealer" means a person selling at retail nonprescription drugs which are prepackaged, fully prepared by the manufacturer or distributor for use by the consumer and labeled in accordance with the requirements of the state and federal food, drug and cosmetic acts. Such nonprescription drugs shall not include: (1) A controlled substance; (2) a prescription-only drug; or (3) a drug intended for human use by hypodermic injection.

33 (gg) "Secretary" means the executive secretary of the board.

34 (hh) "Unprofessional conduct" means:

35 (1) Fraud in securing a registration or permit;

36 (2) intentional adulteration or mislabeling of any drug, medicine,37 chemical or poison;

(3) causing any drug, medicine, chemical or poison to be adulteratedor mislabeled, knowing the same to be adulterated or mislabeled;

40 (4) intentionally falsifying or altering records or prescriptions;

41 (5) unlawful possession of drugs and unlawful diversion of drugs to 42 others;

43 (6) willful betrayal of confidential information under K.S.A. 65-1654

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1 and amendments thereto;

(7) conduct likely to deceive, defraud or harm the public;

3 (8) making a false or misleading statement regarding the licensee's
4 professional practice or the efficacy or value of a drug;

5 (9) commission of any act of sexual abuse, misconduct or exploitation 6 related to the licensee's professional practice; or

7 (10) performing unnecessary tests, examinations or services which 8 have no legitimate pharmaceutical purpose.

"Mid-level practitioner" means an advanced registered nurse 9 (ii) practitioner issued a certificate of qualification pursuant to K.S.A. 65-1131 10and amendments thereto who has authority to prescribe drugs pursuant 11 12to a written protocol with a responsible physician under K.S.A. 65-1130 and amendments thereto or a physician assistant licensed pursuant to the 13 physician assistant licensure act who has authority to prescribe drugs pur-1415suant to a written protocol with a responsible physician under K.S.A. 65-1628a08 and amendments thereto.

(jj) "Vaccination protocol" means a written protocol, agreed to by a
pharmacist and a person licensed to practice medicine and surgery by the
state board of healing arts, which establishes procedures and recordkeeping and reporting requirements for administering a vaccine by the pharmacist for a period of time specified therein, not to exceed two years.

22 "Veterinary medical teaching hospital pharmacy" means any lo-(kk) 23 cation where prescription-only drugs are stored as part of an accredited college of veterinary medicine and from which prescription-only drugs 24 are distributed for use in treatment of or administration to a non-human. 2526Sec. 35. K.S.A. 2006 Supp. 72-6434 is hereby amended to read as 27 follows: 72-6434. (a) In each school year, each district that has adopted a 28local option budget is eligible for entitlement to an amount of supple-29 mental general state aid. Except as provided by K.S.A. 2006 Supp. 72-30 6434b, and amendments thereto, entitlement of a district to supplemental general state aid shall be determined by the state board as provided in 3132 this subsection. The state board shall:

(1) Determine the amount of the assessed valuation per pupil in thepreceding school year of each district in the state;

(2) rank the districts from low to high on the basis of the amounts ofassessed valuation per pupil determined under (1);

(3) identify the amount of the assessed valuation per pupil located at
the 81.2 percentile of the amounts ranked under (2);

(4) divide the assessed valuation per pupil of the district in the pre-ceding school year by the amount identified under (3);

(5) subtract the ratio obtained under (4) from 1.0. If the resulting
ratio equals or exceeds 1.0, the eligibility of the district for entitlement
to supplemental general state aid shall lapse. If the resulting ratio is less

1 than 1.0, the district is entitled to receive supplemental general state aid 2 in an amount which shall be determined by the state board by multiplying 3 the amount of the local option budget of the district by such ratio. The 4 product is the amount of supplemental general state aid the district is 5 entitled to receive for the school year.

6 (b) If the amount of appropriations for supplemental general state 7 aid is less than the amount each district is entitled to receive for the school 8 year, the state board shall prorate the amount appropriated among the 9 districts in proportion to the amount each district is entitled to receive.

The state board shall prescribe the dates upon which the distri-10(c) bution of payments of supplemental general state aid to school districts 11 12shall be due. Payments of supplemental general state aid shall be distributed to districts on the dates prescribed by the state board. The state 13 board shall certify to the director of accounts and reports the amount due 1415each district, and the director of accounts and reports shall draw a warrant 16on the state treasurer payable to the treasurer of the district. Upon receipt of the warrant, the treasurer of the district shall credit the amount thereof 1718to the supplemental general fund of the district to be used for the pur-19poses of such fund.

20(d) If any amount of supplemental general state aid that is due to be 21paid during the month of June of a school year pursuant to the other 22provisions of this section is not paid on or before June 30 of such school 23 year, then such payment shall be paid on or after the ensuing July 1, as soon as moneys are available therefor. Any payment of supplemental gen-24 25eral state aid that is due to be paid during the month of June of a school year and that is paid to school districts on or after the ensuing July 1 shall 2627 be recorded and accounted for by school districts as a receipt for the 28school year ending on the preceding June 30.

(e) (1) Except as provided by paragraph (2), moneys received as supplemental general state aid shall be used to meet the requirements under
the school performance accreditation system adopted by the state board,
to provide programs and services required by law and to improve student
performance.

(2) Amounts of supplemental general state aid attributable to any percentage over 25% of state financial aid determined for the current school year may be transferred to the capital improvements fund of the district and the capital outlay fund of the district if such transfers are specified in the resolution authorizing the adoption of a local option budget in excess of 25%.

40 (f) For the purposes of determining the total amount of state moneys
41 paid to school districts, all moneys appropriated as supplemental general
42 state aid shall be deemed to be state moneys for educational and support
43 services for school districts.

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1 Sec. 36. K.S.A. 2006 Supp. 72-8814 is hereby amended to read as 2 follows: 72-8814. (a) There is hereby established in the state treasury the 3 school district capital outlay state aid fund. Such fund shall consist of all 4 amounts transferred thereto under the provisions of subsection (c).

5 (b) In each school year, each school district which levies a tax pur-6 suant to K.S.A. 72-8801 et seq., and amendments thereto, shall be entitled 7 to receive payment from the school district capital outlay state aid fund 8 in an amount determined by the state board of education as provided in 9 this subsection. The state board of education shall:

(1) Determine the amount of the assessed valuation per pupil (AVPP)
of each school district in the state and round such amount to the nearest
\$1,000. The rounded amount is the AVPP of a school district for the
purposes of this section;

(2) determine the median AVPP of all school districts;

15 prepare a schedule of dollar amounts using the amount of the (3)16median AVPP of all school districts as the point of beginning. The schedule of dollar amounts shall range upward in equal \$1,000 intervals from 1718the point of beginning to and including an amount that is equal to the 19amount of the AVPP of the school district with the highest AVPP of all 20school districts and shall range downward in equal \$1,000 intervals from 21the point of beginning to and including an amount that is equal to the 22amount of the AVPP of the school district with the lowest AVPP of all 23 school districts:

(4) determine a state aid percentage factor for each school district by 24 25assigning a state aid computation percentage to the amount of the median 26AVPP shown on the schedule, decreasing the state aid computation per-27 centage assigned to the amount of the median AVPP by one percentage 28point for each \$1,000 interval above the amount of the median AVPP, 29 and increasing the state aid computation percentage assigned to the amount of the median AVPP by one percentage point for each \$1,000 30 31 interval below the amount of the median AVPP. Except as provided by 32 K.S.A. 2006 Supp. 72-8814b, and amendments thereto, the state aid per-33 centage factor of a school district is the percentage assigned to the sched-34 ule amount that is equal to the amount of the AVPP of the school district, 35 except that the state aid percentage factor of a school district shall not exceed 100%. The state aid computation percentage is 25%; 36

(5) determine the amount levied by each school district pursuant to
K.S.A. 72-8801 et seq., and amendments thereto;

(6) multiply the amount computed under (5), but not to exceed 8
mills, by the applicable state aid percentage factor. The product is the
amount of payment the school district is entitled to receive from the
school district capital outlay state aid fund in the school year.

43 (c) The state board shall certify to the director of accounts and reports

1 the entitlements of school districts determined under the provisions of 2 subsection (b), and an amount equal thereto shall be transferred by the 3 director from the state general fund to the school district capital outlay 4 state aid fund for distribution to school districts. All transfers made in 5 accordance with the provisions of this subsection shall be considered to 6 be demand transfers from the state general fund.

7 (d) Payments from the school district capital outlay state aid fund shall be distributed to school districts at times determined by the state 8 9 board of education. The state board of education shall certify to the director of accounts and reports the amount due each school district enti-10 tled to payment from the fund, and the director of accounts and reports 11 12 shall draw a warrant on the state treasurer payable to the treasurer of the 13 school district. Upon receipt of the warrant, the treasurer of the school district shall credit the amount thereof to the capital outlay fund of the 1415school district to be used for the purposes of such fund.

16 (e) Amounts transferred to the capital outlay fund of a school district 17 as authorized by K.S.A. 72-6433, and amendments thereto, shall not be 18 included in the computation when determining the amount of state aid to 19 which a district is entitled to receive under this section.

Sec. 37. K.S.A. 2006 Supp. 74-2012, as amended by section 14 of
2007 Senate Bill No. 9, is hereby amended to read as follows: 74-2012.
(a) (1) All motor vehicle records shall be subject to the provisions of the
open records act, except as otherwise provided under the provisions of
this section and by K.S.A. 74-2022, and amendments thereto.

(2) For the purpose of this section, "motor vehicle records" means
any record that pertains to a motor vehicle drivers license, motor vehicle
certificate of title, motor vehicle registration or identification card issued
by the division of vehicles.

29 All motor vehicle records which: (1) relate to the physical or men-(b) tal condition of any person; (2), have been expunged; or (3) are photo-30 graphs or digital images maintained in connection with the issuance of 3132 drivers' licenses shall be confidential and shall not be disclosed except in accordance with a proper judicial order or as otherwise more specifically 33 34 provided in this section or by other law. Photographs or digital images 35 maintained by the division of vehicles in connection with the issuance of drivers' licenses may be disclosed to any federal, state or local agency, 36 37 including any court or law enforcement agency, to assist such agency in 38 carrying out the functions required of such governmental agency. In Jan-39 uary of each year the division shall report to the house committee on 40 veterans, military and homeland security regarding the utilization of the provisions of this subsection. Motor vehicle records relating to diversion 41agreements for the purposes of K.S.A. 8-1567, 12-4415 and 22-2908, and 42amendments thereto, shall be confidential and shall not be disclosed ex-43

1 cept in accordance with a proper judicial order or by direct computer 2 access to:

(1) A city, county or district attorney, for the purpose of determining
a person's eligibility for diversion or to determine the proper charge for
a violation of K.S.A. 8-1567, and amendments thereto, or any ordinance
of a city or resolution of a county in this state which prohibits any acts
prohibited by K.S.A. 8-1567, and amendments thereto;

8 (2) a municipal or district court, for the purpose of using the record 9 in connection with any matter before the court;

(3) a law enforcement agency, for the purpose of supplying the record
to a person authorized to obtain it under paragraph (1) or (2) of this
subsection; or

(4) an employer when a person is required to retain a commercialdriver's license due to the nature of such person's employment.

(c) Lists of persons' names and addresses contained in or derived
from motor vehicle records shall not be sold, given or received for the
purposes prohibited by K.S.A. 2006 Supp. 45-230, and amendments
thereto, except that:

(1) The director of vehicles may provide to a requesting party, and a
requesting party may receive, such a list and accompanying information
from motor vehicle records upon written certification that the requesting
party shall use the list solely for the purpose of:

(A) Assisting manufacturers of motor vehicles in compiling statistical
 reports or in notifying owners of vehicles believed to:

25 (i) Have safety-related defects,

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(ii) fail to comply with emission standards; or

(iii) have any defect to be remedied at the expense of the manufac-turer;

(B) assisting an insurer authorized to do business in this state, or theinsurer's authorized agent:

(i) In processing an application for, or renewal or cancellation of, a
 motor vehicle liability insurance policy; or

(ii) in conducting antifraud activities by identifying potential undisclosed drivers of a motor vehicle currently insured by an insurer licensed
to do business in this state by providing only the following information:
drivers license number, license type, date of birth, name, address, issue
date and expiration date;

(C) assisting the selective service system in the maintenance of a list
of persons 18 to 26 years of age in this state as required under the provisions of section 3 of the federal military selective service act;

(D) assisting any federal, state or local agency, including any court or
law enforcement agency, or any private person acting on behalf of such
agencies in carrying out the functions required of such governmental

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1 agency, except that such records shall not be redisclosed;

2 (E) assisting businesses with the verification or reporting of infor-3 mation derived from the title and registration records of the division to 4 prepare and assemble vehicle history reports, except that such vehicle 5 history reports shall not include the names or addresses of any current or 6 previous owners; or

7 (F) assisting businesses in producing motor vehicle title or motor ve-8 hicle registration, or both, statistical reports, so long as personal infor-9 mation is not published, redisclosed or used to contact individuals; or

(G) assisting an employer or an employer's authorized agent in monitoring the driving record of the employees required to drive in the course
of employment to ensure driver behavior, performance or safety.

13 (2) Any law enforcement agency of this state which has access to motor vehicle records may furnish to a requesting party, and a requesting 1415party may receive, such a list and accompanying information from such records upon written certification that the requesting party shall use the 16list solely for the purpose of assisting an insurer authorized to do business 1718in this state, or the insurer's authorized agent, in processing an application for, or renewal or cancellation of, a motor vehicle liability insurance pol-1920icy.

21(d) If a law enforcement agency of this state furnishes information to 22 a requesting party pursuant to paragraph (2) of subsection (c), the law enforcement agency shall charge the fee prescribed by the secretary of 23 revenue pursuant to K.S.A. 74-2022, and amendments thereto, for any 24 copies furnished and may charge an additional fee to be retained by the 2526law enforcement agency to cover its cost of providing such copies. The fee prescribed pursuant to K.S.A. 74-2022, and amendments thereto, 27shall be paid monthly to the secretary of revenue and upon receipt thereof 28 29 shall be deposited in the state treasury to the credit of the electronic databases fee fund, except for the \$1 of the fee for each record required 30 31 to be credited to the highway patrol training center fund under subsection 32 (f).

(e) The secretary of revenue, the secretary's agents or employees, the
director of vehicles or the director's agents or employees shall not be
liable for damages caused by any negligent or wrongful act or omission
of a law enforcement agency in furnishing any information obtained from
motor vehicle records.

(f) A fee in an amount fixed by the secretary of revenue pursuant to K.S.A. 74-2022, and amendments thereto, of not less than \$2 for each full or partial motor vehicle record shall be charged by the division, except that the director may charge a lesser fee pursuant to a contract between the secretary of revenue and any person to whom the director is authorized to furnish information under paragraph (1) of subsection (c), and

1 such fee shall not be less than the cost of production or reproduction of any full or partial motor vehicle record requested. Except for the fees 2 3 charged pursuant to a contract for motor vehicle records authorized by this subsection pertaining to motor vehicle titles or motor vehicle regis-4 trations or pursuant to subsection (c)(1)(B)(ii) or (c)(1)(D), \$1 shall be $\mathbf{5}$ credited to the highway patrol training center fund for each motor vehicle 6 7 record provided by the division of vehicles. (g) The secretary of revenue may adopt such rules and regulations as 8 9 are necessary to implement the provisions of this section. Sec. 38. K.S.A. 2006 Supp. 74-5602, as amended by section 15 of 102007 Senate Bill No. 9, is hereby amended to read as follows: 74-5602. 11 12As used in the Kansas law enforcement training act: 13 (a) "Training center" means the law enforcement training center within the division of continuing education of the university of Kansas, 1415created by K.S.A. 74-5603 and amendments thereto. "Commission" means the Kansas commission on peace officers' 16(b) standards and training, created by K.S.A. 74-5606 and amendments 1718thereto. 19 (c) "Dean" means the dean of continuing education of the university of Kansas. 2021"Director of police training" means the director of police training (d) 22at the law enforcement training center. 23 "Director" means the executive director of the Kansas commis-(e) sion on peace officers' standards and training. 24 25"Law enforcement" means the prevention or detection of crime (f) 26and the enforcement of the criminal or traffic laws of this state or of any 27 municipality thereof. "Police officer" or "law enforcement officer" means a full-time or 28(g) 29 part-time salaried officer or employee of the state, a county or a city, whose duties include the prevention or detection of crime and the en-30 31 forcement of the criminal or traffic laws of this state or of any municipality 32 thereof. Such terms shall include, but not be limited to, the sheriff, undersheriff and full-time or part-time salaried deputies in the sheriff's of-33 34 fice in each county; deputy sheriffs deputized pursuant to K.S.A. 19-2858 35 and amendments thereto; conservation officers of the Kansas department of wildlife and parks; university police officers, as defined in K.S.A. 22-36 37 2401a, and amendments thereto; campus police officers, as defined in 38 K.S.A. 22-2401a, and amendments thereto; law enforcement agents of 39 the director of alcoholic beverage control; law enforcement agents des-40 ignated by the secretary of revenue pursuant to section 2 of 2007 Senate Bill No. 9, and amendments thereto; law enforcement agents of the Kan-41sas lottery; law enforcement agents of the Kansas racing commission; 4243 deputies and assistants of the state fire marshal having law enforcement HB 2598

1 authority; capitol police, existing under the authority of K.S.A. 75-4503 and amendments thereto; and law enforcement officers appointed by the 2 3 adjutant general pursuant to K.S.A. 48-204, and amendments thereto. Such terms shall also include railroad policemen appointed pursuant to 4 K.S.A. 66-524 and amendments thereto; school security officers desig- $\mathbf{5}$ nated as school law enforcement officers pursuant to K.S.A. 72-8222 and 6 7 amendments thereto; and the director of the Kansas commission on peace officers' standards and training and any other employee of such commis-8 9 sion designated by the director pursuant to K.S.A. 74-5603, and amendments thereto, as a law enforcement officer. Such terms shall not include 10any elected official, other than a sheriff, serving in the capacity of a law 11 12 enforcement or police officer solely by virtue of such official's elected 13 position; any attorney-at-law having responsibility for law enforcement and discharging such responsibility solely in the capacity of an attorney; 1415any employee of the commissioner of juvenile justice, the secretary of 16corrections or the secretary of social and rehabilitation services; any deputy conservation officer of the Kansas department of wildlife and parks; 1718or any employee of a city or county who is employed solely to perform 19correctional duties related to jail inmates and the administration and op-20eration of a jail; or any full-time or part-time salaried officer or employee 21whose duties include the issuance of a citation or notice to appear pro-22 vided such officer or employee is not vested by law with the authority to 23 make an arrest for violation of the laws of this state or any municipality thereof, and is not authorized to carry firearms when discharging the 24 25duties of such person's office or employment. Such term shall include 26any officer appointed or elected on a provisional basis.

(h) "Full-time" means employment requiring at least 1,000 hours oflaw enforcement related work per year.

(i) "Part-time" means employment on a regular schedule or employment which requires a minimum number of hours each payroll period,
but in any case requiring less than 1,000 hours of law enforcement related
work per year.

"Misdemeanor crime of domestic violence" means a violation of 33 (j) 34 domestic battery as provided by K.S.A. 2006 Supp. 21-3412a and amend-35 ments thereto, or any other misdemeanor under federal, municipal or state law that has as an element the use or attempted use of physical 36 37 force, or the threatened use of a deadly weapon, committed by a current 38 or former spouse, parent, or guardian of the victim, by a person with 39 whom the victim shares a child in common, by a person who is cohabiting 40 with or has cohabited with the victim as a spouse, parent or guardian, or by a person similarly situated to a spouse, parent or guardian of the victim. 41"Auxiliary personnel" means members of organized nonsalaried 42(k) 43 groups which operate as an adjunct to a police or sheriff's department,

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1 including reserve officers, posses and search and rescue groups.

2 (l) "Active law enforcement certificate" means a certificate which at-3 tests to the qualification of a person to perform the duties of a law en-

4 forcement officer and which has not been suspended or revoked by action5 of the Kansas commission on peace officers' standards and training and

6 has not lapsed by operation of law as provided in K.S.A. 74-5622, and 7 amendments thereto.

8 Sec. 39. K.S.A. 2006 Supp. 74-4902 is hereby amended to read as
9 follows: 74-4902. As used in articles 49 and 49a of chapter 74 and amend-

10 ments thereto, unless otherwise provided or the context otherwise re-11 quires:

(1) "Accumulated contributions" means the sum of all contributions
by a member to the system which are credited to the member's account,
with interest allowed thereon;

(2) "acts" means the provisions of articles 49 and 49a of the KansasStatutes Annotated and amendments thereto;

17 (3) "actuarial equivalent" means an annuity or benefit of equal value 18 to the accumulated contributions, annuity or benefit, when computed 19 upon the basis of the actuarial tables in use by the system. Whenever the 20 amount of any benefit is to be determined on the basis of actuarial as-21 sumptions, the assumptions shall be specified in a way that precludes 22 employer discretion;

(4) "actuarial tables" means the actuarial tables approved and in useby the board at any given time;

25 (5) "actuary" means the actuary or firm of actuaries employed or 26 retained by the board at any given time;

(6) "agent" means the individual designated by each participating employer through whom system transactions and communication are directed;

"beneficiary" means, subject to the provisions of K.S.A. 74-4927, 30 (7)and amendments thereto, any natural person or persons, estate or trust, 3132 or any combination thereof, named by a member to receive any benefits as provided for by this act. Designations of beneficiaries by a member 33 34 who is a member of more than one retirement system made on or after 35 July 1, 1987, shall be the basis of any benefits payable under all systems unless otherwise provided by law. Except as otherwise provided by sub-36 37 section (33) of this section, if there is no named beneficiary living at time 38 of member's death, any benefits provided for by this act shall be paid to: 39 (A) The member's surviving spouse; (B) the member's dependent child 40 or children; (C) the member's dependent parent or parents; (D) the member's nondependent child or children; (E) the member's nondepen-41dent parent or parents; (F) the estate of the deceased member; in the 42

43 order of preference as specified in this subsection;

1 (8) "board of trustees," "board" or "trustees" means the managing 2 body of the system which is known as the Kansas public employees re-3 tirement system board of trustees;

"compensation" means, except as otherwise provided, all salary, 4 (9)wages and other remuneration payable to a member for personal services 5performed for a participating employer, including maintenance or any 6 7 allowance in lieu thereof provided a member as part of compensation, but not including reimbursement for travel or moving expenses or on and 8 9 after July 1, 1994, payment pursuant to an early retirement incentive program made prior to the retirement of the member. Beginning with 10 the employer's fiscal year which begins in calendar year 1991 or for em-11 12ployers other than the state of Kansas, beginning with the fiscal year 13 which begins in calendar year 1992, when the compensation of a member who remains in substantially the same position during any two consecutive 1415 years of participating service used in calculating final average salary is increased by an amount which exceeds 15%, then the amount of such 16increase which exceeds 15% shall not be included in compensation, ex-1718cept that (A) any amount of compensation for accumulated sick leave or vacation or annual leave paid to the member, (B) any increase in com-19 20pensation for any member due to a reclassification or reallocation of such member's position or a reassignment of such member's job classification 2122to a higher range or level and (C) any increase in compensation as pro-23 vided in any contract entered into prior to January 1, 1991, and still in force on the effective date of this act, pursuant to an early retirement 24 incentive program as provided in K.S.A. 72-5395 et seq., and amendments 2526thereto, shall be included in the amount of compensation of such member 27 used in determining such member's final average salary and shall not be subject to the 15% limitation provided in this subsection. Any contribu-2829 tions by such member on the amount of such increase which exceeds 30 15% which is not included in compensation shall be returned to the mem-31 ber. Unless otherwise provided by law, beginning with the employer's fiscal year coinciding with or following July 1, 1985, compensation shall 32 33 include any amounts for tax sheltered annuities or deferred compensation 34 plans. Beginning with the employer's fiscal year which begins in calendar 35 vear 1991, compensation shall include amounts under sections 403b, 457 and 125 of the federal internal revenue code of 1986 and, as the board 36 37 deems appropriate, any other section of the federal internal revenue code 38 of 1986 which defers or excludes amounts from inclusion in income. For 39 purposes of applying limits under the federal internal revenue code "com-40 pensation" shall have the meaning as provided in K.S.A. 74-49,123 and amendments thereto. For purposes of this subsection and application to 41the provisions of subsection (4) of K.S.A. 74-4927, and amendments 42thereto, "compensation" shall not include any payments made by the state 43

1 board of regents pursuant to the provisions of subsection (5) of K.S.A. 74-

2 4927a, and amendments thereto, to a member of the faculty or other

5 (10) "credited service" means the sum of participating service and 6 prior service and in no event shall credited service include any service 7 which is credited under another retirement plan authorized under any 8 law of this state;

9 (11) "dependent" means a parent or child of a member who is de10 pendent upon the member for at least ½ of such parent or child's support;
11 (12) "effective date" means the date upon which the system becomes
12 effective by operation of law;

13 (13)"eligible employer" means the state of Kansas, and any county, city, township, special district or any instrumentality of any one or several 1415 of the aforementioned or any noncommercial public television or radio 16station located in this state which receives state funds allocated by the Kansas public broadcasting commission whose employees are covered by 1718social security. If a class or several classes of employees of any above 19defined employer are not covered by social security, such employer shall 20be deemed an eligible employer only with respect to such class or those 21classes of employees who are covered by social security;

22"employee" means any appointed or elective officer or employee (14)23 of a participating employer whose employment is not seasonal or temporary and whose employment requires at least 1,000 hours of work per 24 year, and any such officer or employee who is concurrently employed 2526performing similar or related tasks by two or more participating employ-27 ers, who each remit employer and employee contributions on behalf of 28 such officer or employee to the system, and whose combined employment 29 is not seasonal or temporary, and whose combined employment requires 30 at least 1,000 hours of work per year, but not including: (A) Any employee 31 who is a contributing member of the United States civil service retirement 32 system; (B) any employee who is a contributing member of the federal employees retirement system; (C) any employee who is a leased employee 33 34 as provided in section 414 of the federal internal revenue code of a par-35 ticipating employer; and (D) any employee or class of employees specifically exempted by law. After June 30, 1975, no person who is otherwise 36 37 eligible for membership in the Kansas public employees retirement sys-38 tem shall be barred from such membership by reason of coverage by, 39 eligibility for or future eligibility for a retirement annuity under the pro-40 visions of K.S.A. 74-4925 and amendments thereto, except that no person shall receive service credit under the Kansas public employees retirement 4142system for any period of service for which benefits accrue or are granted 43 under a retirement annuity plan under the provisions of K.S.A. 74-4925

³ person defined in subsection (1)(a) of K.S.A. 74-4925, and amendments 4 thereto;

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1 and amendments thereto. After June 30, 1982, no person who is otherwise eligible for membership in the Kansas public employees retirement sys-2 3 tem shall be barred from such membership by reason of coverage by, eligibility for or future eligibility for any benefit under another retirement 4 plan authorized under any law of this state, except that no such person $\mathbf{5}$ shall receive service credit under the Kansas public employees retirement 6 7 system for any period of service for which any benefit accrues or is 8 granted under any such retirement plan. Employee shall include persons 9 who are in training at or employed by, or both, a sheltered workshop for the blind operated by the secretary of social and rehabilitation services. 10 The entry date for such persons shall be the beginning of the first pay 11 12period of the fiscal year commencing in calendar year 1986. Such persons 13 shall be granted prior service credit in accordance with K.S.A. 74-4913 and amendments thereto. However, such persons classified as home in-1415dustry employees shall not be covered by the retirement system. Em-16ployees shall include any member of a board of county commissioners of any county and any council member or commissioner of a city whose 1718compensation is equal to or exceeds \$5,000 per year;

(15) "entry date" means the date as of which an eligible employer
joins the system. The first entry date pursuant to this act is January 1,
1962;

(16) "executive director" means the managing officer of the systememployed by the board under this act;

(17) "final average salary" means in the case of a member who retires 24 prior to January 1, 1977, and in the case of a member who retires after 2526January 1, 1977, and who has less than five years of participating service 27 after January 1, 1967, the average highest annual compensation paid to 28 such member for any five years of the last 10 years of participating service 29 immediately preceding retirement or termination of employment, or in 30 the case of a member who retires on or after January 1, 1977, and who 31 has five or more years of participating service after January 1, 1967, the 32 average highest annual compensation paid to such member on or after 33 January 1, 1967, for any five years of participating service preceding re-34 tirement or termination of employment, or, in any case, if participating 35 service is less than five years, then the average annual compensation paid to the member during the full period of participating service, or, in any 36 37 case, if the member has less than one calendar year of participating service 38 such member's final average salary shall be computed by multiplying such 39 member's highest monthly salary received in that year by 12; in the case 40 of a member who became a member under subsection (3) of K.S.A. 74-4925 and amendments thereto, or who became a member with a partic-4142ipating employer as defined in subsection (3) of K.S.A. 74-4931 and 43 amendments thereto and who elects to have compensation paid in other

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1 than 12 equal installments, such compensation shall be annualized as if the member had elected to receive 12 equal installments for any such 2 3 periods preceding retirement; in the case of a member who retires after July 1, 1987, the average highest annual compensation paid to such mem-4 ber for any four years of participating service preceding retirement or 5termination of employment; in the case of a member who retires on or 6 7 after July 1, 1993, whose date of membership in the system is prior to July 1, 1993, and any member who is in such member's membership 8 9 waiting period on July 1, 1993, and whose date of membership in the system is on or after July 1, 1993, the average highest annual compen-10 sation, as defined in subsection (9), paid to such member for any four 11 12years of participating service preceding retirement or termination of em-13 ployment or the average highest annual salary, as defined in subsection (34), paid to such member for any three years of participating service 1415 preceding retirement or termination of employment, whichever is 16greater; and in the case of a member who retires on or after July 1, 1993, and whose date of membership in the system is on or after July 1, 1993, 1718the average highest annual salary, as defined in subsection (34), paid to 19such member for any three years of participating service preceding re-20tirement or termination of employment. Final average salary shall not 21include any purchase of participating service credit by a member as pro-22 vided in subsection (2) of K.S.A. 74-4919h and amendments thereto 23 which is completed within five years of retirement. For any application to purchase or repurchase service credit for a certain period of service as 24 25provided by law received by the system after May 17, 1994, for any mem-26ber who will have contributions deducted from such member's compen-27 sation at a percentage rate equal to two or three times the employee's 28 rate of contribution or will begin paying to the system a lump-sum amount 29 for such member's purchase or repurchase and such deductions or lump-30 sum payment commences after the commencement of the first payroll 31 period in the third quarter, "final average salary" shall not include any 32 amount of compensation or salary which is based on such member's pur-33 chase or repurchase. Any application to purchase or repurchase multiple 34 periods of service shall be treated as multiple applications. For purposes 35 of this subsection, the date that such member is first hired as an employee 36 for members who are employees of employers that elected to participate in the system on or after January 1, 1994, shall be the date that such 37 38 employee's employer elected to participate in the system. In the case of 39 any former member who was eligible for assistance pursuant to K.S.A. 40 74-4925 and amendments thereto prior to July 1, 1998, for the purpose of calculating final average salary of such member, such member's final 41average salary shall be based on such member's salary while a member 42of the system or while eligible for assistance pursuant to K.S.A. 74-4925 43

1 and amendments thereto, whichever is greater;

(18) "fiscal year" means, for the Kansas public employees retirement
system, the period commencing July 1 of any year and ending June 30 of
the next;

5 (19) "Kansas public employees retirement fund" means the fund cre-6 ated by this act for payment of expenses and benefits under the system 7 and referred to as the fund;

8 (20) "leave of absence" means a period of absence from employment
9 without pay, authorized and approved by the employer, and which after
10 the effective date does not exceed one year;

(21) "member" means an eligible employee who is in the system and is making the required employee contributions; any former employee who has made the required contributions to the system and has not received a refund if such member is within five years of termination of employment with a participating employer; or any former employee who has made the required contributions to the system, has not yet received a refund and has been granted a vested benefit;

18(22) "military service" means service in the uniformed forces of the 19United States, for which retirement benefit credit must be given under 20the provisions of USERRA or service in the armed forces of the United 21States or in the commissioned corps of the United States public health 22service, which service is immediately preceded by a period of employ-23 ment as an employee or by the entering into of an employment contract with a participating employer and is followed by return to employment 24 as an employee with the same or another participating employer within 2526 12 months immediately following discharge from such military service, 27 except that if the board determines that such return within 12 months 28was made impossible by reason of a service-connected disability, the pe-29 riod within which the employee must return to employment with a par-30 ticipating employer shall be extended not more than two years from the 31 date of discharge or separation from military service;

(23) "normal retirement date" means the date on or after which a
member may retire with full retirement benefits pursuant to K.S.A. 744914 and amendments thereto;

(24) "participating employer" means an eligible employer who has
 agreed to make contributions to the system on behalf of its employees;

(25) "participating service" means the period of employment afterthe entry date for which credit is granted a member;

(26) "prior service" means the period of employment of a member
prior to the entry date for which credit is granted a member under this
act;

42 (27) "prior service annual salary" means the highest annual salary, 43 not including any amounts received as payment for overtime or as re1 imbursement for travel or moving expense, received for personal services
2 by the member from the current employer in any one of the three cal3 endar years immediately preceding January 1, 1962, or the entry date of
4 the employer, whichever is later, except that if a member entered the
5 employment of the state during the calendar year 1961, the prior service
6 annual salary shall be computed by multiplying such member's highest
7 monthly salary received in that year by 12;

"retirant" means a member who has retired under this system; 8 (28)9 (29)"retirement benefit" means a monthly income or the actuarial equivalent thereof paid in such manner as specified by the member pur-10 suant to this act or as otherwise allowed to be paid at the discretion of 11 12the board, with benefits accruing from the first day of the month coin-13 ciding with or following retirement and ending on the last day of the month in which death occurs. Upon proper identification a surviving 1415spouse may negotiate the warrant issued in the name of the retirant. If 16there is no surviving spouse, the last warrant shall be payable to the des-17ignated beneficiary;

(30) "retirement system" or "system" means the Kansas public em-ployees retirement system as established by this act and as it may beamended;

(31) "social security" means the old age, survivors and disability insurance section of the federal social security act;

23 (32)"trust" means an express trust, created by a trust instrument, including a will, designated by a member to receive payment of the in-24 sured death benefit under K.S.A. 74-4927 and amendments thereto and 2526payment of the member's accumulated contributions under subsection 27 (1) of K.S.A. 74-4916 and amendments thereto. A designation of a trust 28shall be filed with the board. If no will is admitted to probate within six 29 months after the death of the member or no trustee qualifies within such 30 six months or if the designated trust fails, for any reason whatsoever, the 31 insured death benefit under K.S.A. 74-4927 and amendments thereto and 32 the member's accumulated contributions under subsection (1) of K.S.A. 74-4916 and amendments thereto shall be paid in accordance with the 33 34 provisions of subsection (7) of this section as in other cases where there 35 is no named beneficiary living at the time of the member's death and any payments so made shall be a full discharge and release to the system from 36 37 any further claims:

(33) "salary" means all salary and wages payable to a member for personal services performed for a participating employer, including maintenance or any allowance in lieu thereof provided a member as part of salary. Salary shall not include reimbursement for travel or moving extages of the salary of the salary shall not include reimbursement for travel or moving extages of the salary shall not include reimbursement for travel or moving extages of the salary shall not include reimbursement for travel or moving extages of the salary shall not include reimbursement for travel or moving extages of the salary shall not include reimbursement for travel or moving extages of the salary shall not include reimbursement for travel or moving extages of the salary shall not include reimbursement for travel or moving extages of the salary shall not include reimbursement for travel or moving extages of the salary shall not include reimbursement for travel or moving extages of the salary shall not include reimbursement for travel or moving extages of the salary shall not include reimbursement for travel or moving extages of the salary shall not include reimbursement for travel or moving extages of the salary shall not include reimbursement for travel or moving extages of the salary shall not include reimbursement for travel or moving extages of the salary shall not include reimbursement for travel or moving extages of the salary shall not include reimbursement for travel or moving extages of the salary shall not include reimbursement for travel or moving extages of the salary shall not include reimbursement for travel or moving extages of the salary shall not include reimbursement for travel or moving extages of the salary shall not include the salary shal

42 penses, payment for accumulated sick leave or vacation or annual leave,

43 severance pay or any other payments to the member determined by the

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1 board to not be payments for personal services performed for a participating employer constituting salary or on and after July 1, 1994, payment 2 pursuant to an early retirement incentive program made prior to the 3 retirement of the member. When the salary of a member who remains 4 in substantially the same position during any two consecutive years of $\mathbf{5}$ participating service used in calculating final average salary is increased 6 7 by an amount which exceeds 15%, then the amount of such increase which exceeds 15% shall not be included in salary. Any contributions by 8 9 such member on the amount of such increase which exceeds 15% which is not included in compensation shall be returned to the member. Unless 10 otherwise provided by law, salary shall include any amounts for tax shel-11 12tered annuities or deferred compensation plans. Salary shall include amounts under sections 403b, 457 and 125 of the federal internal revenue 13 code of 1986 and, as the board deems appropriate, any other section of 1415 the federal internal revenue code of 1986 which defers or excludes 16amounts from inclusion in income. For purposes of applying limits under the federal internal revenue code "salary" shall have the meaning as pro-1718vided in K.S.A. 74-49,123 and amendments thereto. In any case, if par-19ticipating service is less than three years, then the average annual salary 20paid to the member during the full period of participating service, or, in 21any case, if the member has less than one calendar year of participating 22 service such member's final average salary shall be computed by multiplying such member's highest monthly salary received in that year by 12; 23 24 "federal internal revenue code" means the federal internal rev-(34)enue code of 1954 or 1986, as in effect on July 1, 2002, and as applicable 2526to a governmental plan; and

(35) "USERRA" means the federal uniformed services employment
and reemployment rights act of 1994 as in effect on July 1, 1998.

Sec. 40. K.S.A. 2006 Supp. 74-7336, as amended by section 17 of
2007 Senate Bill No. 8, is hereby amended to read as follows: 74-7336.
(a) Of the remittances of fines, penalties and forfeitures received from
clerks of the district court, at least monthly, the state treasurer shall credit:

33 (1) 11.99% to the crime victims compensation fund;

34 (2) 2.45% to the crime victims assistance fund;

35 (3) 2.01% 3.01% to the community alcoholism and intoxication pro-36 grams fund;

37 (4) 2.01% to the department of corrections alcohol and drug abuse38 treatment fund;

39 (5) 0.17% to the boating fee fund;

40 (6) 0.12% to the children's advocacy center fund;

- 41 (7) 2.50% to the EMS revolving fund;
- 42 (8) 2.50% to the trauma fund;

43 (9) 2.50% to the traffic records enhancement fund; and

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(10) the remainder of the remittances to the state general fund.

- 2 (b) The county treasurer shall deposit grant moneys as provided in 3 subsection (a), from the crime victims assistance fund, to the credit of a 4 special fund created for use by the county or district attorney in estab-5 lishing and maintaining programs to aid witnesses and victims of crime.
- 6 Sec. 41. K.S.A. 2006 Supp. 75-2319 is hereby amended to read as 7 follows: 75-2319. (a) There is hereby established in the state treasury the 8 school district capital improvements fund. The fund shall consist of all 9 amounts transferred thereto under the provisions of subsection (c).
- 10 (b) Subject to the provisions of subsection (f), in each school year, 11 each school district which is obligated to make payments from its capital 12 improvements fund shall be entitled to receive payment from the school 13 district capital improvements fund in an amount determined by the state 14 board of education as provided in this subsection. The state board of 15 education shall:
- (1) Determine the amount of the assessed valuation per pupil (AVPP)
 of each school district in the state and round such amount to the nearest
 \$1,000. The rounded amount is the AVPP of a school district for the
 purposes of this section;
 - (2) determine the median AVPP of all school districts;
- 21prepare a schedule of dollar amounts using the amount of the (3)22median AVPP of all school districts as the point of beginning. The sched-23 ule of dollar amounts shall range upward in equal \$1,000 intervals from the point of beginning to and including an amount that is equal to the 24 amount of the AVPP of the school district with the highest AVPP of all 2526school districts and shall range downward in equal \$1,000 intervals from 27 the point of beginning to and including an amount that is equal to the 28amount of the AVPP of the school district with the lowest AVPP of all 29 school districts;
- 30 (4) determine a state aid percentage factor for each school district by assigning a state aid computation percentage to the amount of the median 3132 AVPP shown on the schedule, decreasing the state aid computation per-33 centage assigned to the amount of the median AVPP by one percentage 34 point for each \$1,000 interval above the amount of the median AVPP, 35 and increasing the state aid computation percentage assigned to the amount of the median AVPP by one percentage point for each \$1,000 36 interval below the amount of the median AVPP. Except as provided by 37 38 K.S.A. 2006 Supp. 75-2319c, and amendments thereto, the state aid per-39 centage factor of a school district is the percentage assigned to the sched-40 ule amount that is equal to the amount of the AVPP of the school district, except that. The state aid percentage factor of a school district shall not 4142exceed 100%. The state aid computation percentage is 5% for contractual
- 43 bond obligations incurred by a school district prior to the effective date

of this act, and 25% for contractual bond obligations incurred by a school
 district on or after the effective date of this act;

(5) determine the amount of payments in the aggregate that a school
district is obligated to make from its bond and interest fund and, of such
amount, compute the amount attributable to contractual bond obligations
incurred by the school district prior to the effective date of this act and
the amount attributable to contractual bond obligations incurred by the
school district on or after the effective date of this act;

9 (6) multiply each of the amounts computed under (5) by the appli-10 cable state aid percentage factor; and

(7) add the products obtained under (6). The amount of the sum is
the amount of payment the school district is entitled to receive from the
school district capital improvements fund in the school year.

The state board of education shall certify to the director of ac-14(c) 15counts and reports the entitlements of school districts determined under 16the provisions of subsection (b), and an amount equal thereto shall be transferred by the director from the state general fund to the school 1718district capital improvements fund for distribution to school districts. All 19transfers made in accordance with the provisions of this subsection shall be considered to be demand transfers from the state general fund, except 2021that all such transfers during the fiscal years ending June 30, 2006 and 22 June 30, 2007, shall be considered to be revenue transfers from the state 23 general fund except that all such transfers during the fiscal year ending June 30, 2007, shall be considered to be revenue transfers from the state 24 25general fund. 26(d) Payments from the school district capital improvements fund shall 27be distributed to school districts at times determined by the state board

28of education to be necessary to assist school districts in making scheduled 29 payments pursuant to contractual bond obligations. The state board of 30 education shall certify to the director of accounts and reports the amount 31 due each school district entitled to payment from the fund, and the di-32 rector of accounts and reports shall draw a warrant on the state treasurer 33 payable to the treasurer of the school district. Upon receipt of the warrant, 34 the treasurer of the school district shall credit the amount thereof to the 35 bond and interest fund of the school district to be used for the purposes 36 of such fund.

(e) The provisions of this section apply only to contractual obligations
incurred by school districts pursuant to general obligation bonds issued
upon approval of a majority of the qualified electors of the school district
voting at an election upon the question of the issuance of such bonds.

(f) Amounts transferred to the capital improvements fund of a school
district as authorized by K.S.A. 72-6433, and amendments thereto, shall
not be included in the computation when determining the amount of

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1 state aid to which a district is entitled to receive under this section.

K.S.A. 2006 Supp. 75-5220 is hereby amended to read as 2 Sec. 42. 3 follows: 75-5220. (a) Except as provided in subsection (d), within three business days of receipt of the notice provided for in K.S.A. 75-5218 and 4 amendments thereto, the secretary of corrections shall notify the sheriff $\mathbf{5}$ having such offender in custody to convey such offender immediately to 6 7 the department of corrections reception and diagnostic unit or if space is not available at such facility, then to some other state correctional insti-8 9 tution until space at the facility is available, except that, in the case of first offenders who are conveyed to a state correctional institution other 10 than the reception and diagnostic unit, such offenders shall be segregated 11 12from the inmates of such correctional institution who are not being held 13 in custody at such institution pending transfer to the reception and diagnostic unit when space is available therein. The expenses of any such 1415conveyance shall be charged against and paid out of the general fund of 16the county whose sheriff conveys the offender to the institution as pro-17vided in this subsection.

18Any female offender sentenced according to the provisions of (b) 19K.S.A. 75-5229 and amendments thereto shall be conveyed by the sheriff 20having such offender in custody directly to a correctional institution des-21ignated by the secretary of corrections, subject to the provisions of K.S.A. 2275-52,134 and amendments thereto. The expenses of such conveyance to 23 the designated institution shall be charged against and paid out of the general fund of the county whose sheriff conveys such female offender 24 25to such institution.

(c) Each offender conveyed to a state correctional institution pursuant to this section shall be accompanied by the record of the offender's
trial and conviction as prepared by the clerk of the district court in accordance with K.S.A. 75-5218 and amendments thereto.

(d) If the offender in the custody of the secretary is a juvenile, as
described in K.S.A. 38-16,111 2006 Supp. 38-2366, and amendments
thereto, such juvenile shall not be transferred to the state reception and
diagnostic center until such time as such juvenile is to be transferred from
a juvenile correctional facility to a department of corrections institution
or facility.

Sec. 43. K.S.A. 2006 Supp. 75-7023 is hereby amended to read as 36 37 follows: 75-7023. (a) The supreme court through administrative orders 38 shall provide for the establishment of a juvenile intake and assessment 39 system and for the establishment and operation of juvenile intake and 40 assessment programs in each judicial district. On and after July 1, 1997, the secretary of social and rehabilitation services may contract with the 4142commissioner of juvenile justice to provide for the juvenile intake and assessment system and programs for children in need of care. Except as 43

1 provided further, on and after July 1, 1997, the commissioner of juvenile justice shall promulgate rules and regulations for the juvenile intake and 2 assessment system and programs concerning juvenile offenders. If the 3 commissioner contracts with the office of judicial administration to ad-4 minister the juvenile intake and assessment system and programs con- $\mathbf{5}$ cerning juvenile offenders, the supreme court administrative orders shall 6 7 be in force until such contract ends and the rules and regulations con-8 cerning juvenile intake and assessment system and programs concerning 9 juvenile offenders have been adopted. No records, reports and information obtained as a part of the 10(b) juvenile intake and assessment process may be admitted into evidence in 11 12any proceeding and may not be used in a child in need of care proceeding except for diagnostic and referral purposes and by the court in considering 13 dispositional alternatives. However, if the records, reports or information 1415 are in regard to abuse or neglect, which is required to be reported under 16K.S.A. 38-1522 2006 Supp. 38-2223, and amendments thereto, such records, reports or information may then be used for any purpose in a child 1718in need of care proceeding pursuant to the *revised* Kansas code for care 19of children. 20(c) Upon a juvenile being taken into custody pursuant to K.S.A. 2006 21Supp. 38-2330, and amendments thereto, a juvenile intake and assess-22ment worker shall complete the intake and assessment process as re-23 quired by supreme court administrative order or district court rule prior to July 1, 1997, or except as provided above rules and regulations estab-24 lished by the commissioner of juvenile justice on and after July 1, 1997. 2526(d) Except as provided in subsection (g) and in addition to any other 27information required by the supreme court administrative order, the sec-28retary, the commissioner or by the district court of such district, the ju-29 venile intake and assessment worker shall collect the following informa-30 tion: A standardized risk assessment tool, such as the problem oriented 31 (1)32 screening instrument for teens; 33 (2)criminal history, including indications of criminal gang involve-34 ment; 35 (3)abuse history; 36 (4)substance abuse history; history of prior community services used or treatments provided; 37 (5)38 (6)educational history; 39 (7)medical history; and 40 (8)family history. After completion of the intake and assessment process for such 41(e)

42 child, the intake and assessment worker may:

43 (1) Release the child to the custody of the child's parent, other legal

1 guardian or another appropriate adult if the intake and assessment worker

2 believes that it would be in the best interest of the child and it would not3 be harmful to the child to do so.

(2) Conditionally release the child to the child's parent, other legal 4 guardian or another appropriate adult if the intake and assessment worker 5believes that if the conditions are met, it would be in the child's best 6 7 interest to release the child to such child's parent, other legal guardian 8 or another appropriate adult; and the intake and assessment worker has 9 reason to believe that it might be harmful to the child to release the child to such child's parents, other legal guardian or another appropriate adult 10without imposing the conditions. The conditions may include, but not be 11

12 limited to:

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13 (A) Participation of the child in counseling;

(B) participation of members of the child's family in counseling;

(C) participation by the child, members of the child's family and otherrelevant persons in mediation;

(D) provision of inpatient treatment for the child;

(E) referral of the child and the child's family to the secretary of social
and rehabilitation services for services and the agreement of the child and
family to accept and participate in the services offered;

(F) referral of the child and the child's family to available community
resources or services and the agreement of the child and family to accept
and participate in the services offered;

(G) requiring the child and members of the child's family to enter
into a behavioral contract which may provide for regular school attendance among other requirements; or

(H) any special conditions necessary to protect the child from futureabuse or neglect.

(3) Deliver the child to a shelter facility or a licensed attendant care
center along with the law enforcement officer's written application. The
shelter facility or licensed attendant care facility shall then have custody
as if the child had been directly delivered to the facility by the law enforcement officer pursuant to K.S.A. 38-1528 2006 Supp. 38-2232, and
amendments thereto.

(4) Refer the child to the county or district attorney for appropriate proceedings to be filed or refer the child and family to the secretary of social and rehabilitation services for investigations in regard to the allegations.

(5) Make recommendations to the county or district attorney con cerning immediate intervention programs which may be beneficial to the
 juvenile.

42 (f) The commissioner may adopt rules and regulations which allow43 local juvenile intake and assessment programs to create a risk assessment

tool, as long as such tool meets the mandatory reporting requirementsestablished by the commissioner.

3 (g) Parents, guardians and juveniles may access the juvenile intake 4 and assessment programs on a voluntary basis. The parent or guardian 5 shall be responsible for the costs of any such program utilized.

6 Sec. 44. K.S.A. 2006 Supp. 75-7025 is hereby amended to read as 7 follows: 75-7025. On and after July 1, 1997:

(a) The commissioner of juvenile justice may establish, maintain and 8 9 improve throughout the state, within the limits of funds appropriated therefor and any grants or funds received from federal agencies and other 10 sources, regional youth care, evaluation and rehabilitation facilities, not 11 12to exceed 10 in number, for the purpose of: (1) Providing local authorities 13 with facilities for the detention and rehabilitation of juvenile offenders, including, but not limited to juvenile offenders who are 16 and 17 years 1415 of age; (2) providing local authorities with facilities for the temporary 16shelter and detention of juveniles pending any examination or study to be made of the juveniles or prior to the disposition of such juveniles 1718pursuant to the *revised* Kansas code for care of children or the revised 19Kansas juvenile justice code; and (3) providing short-term treatment and 20rehabilitation service for juveniles.

(b) Each such facility shall be staffed by a superintendent and such other officers and employees considered necessary by the commissioner for the proper management and operation of the center. The commissioner shall appoint the superintendent of each regional facility and fix the superintendent's compensation with the approval of the governor. Each superintendent shall appoint all other officers and employees for such regional facility, subject to the approval of the commissioner.

(c) The commissioner may adopt rules and regulations relating to the
operation and management of any regional youth care facility established
pursuant to the provisions of K.S.A. 75-7025 through 75-7028, and
amendments thereto.

Sec. 45. K.S.A. 2006 Supp. 75-7413 is hereby amended to read as follows: 75-7413. On and after July 1, 2006, except as otherwise provided by this act, all of the following powers, duties and functions of the division of health policy and finance within the department of administration and the director of health policy and finance are hereby transferred to and imposed upon the Kansas health policy authority established by K.S.A. 2006 Supp. 75-7401, and amendments thereto:

(a) All of the powers, duties and functions under chapter 39 of the
Kansas Statutes Annotated, and amendments thereto, that were transferred on July 1, 2005, to the division of health planning and finance and
the director of health planning and finance and that relate to development, implementation and administration of programs that provide med-

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1 ical assistance, health insurance programs or waivers granted thereunder

2 for persons who are needy or uninsured, or both, and that are financed

3 by federal funds or state funds, or both, including the following:

4 (1) The Kansas program of medical assistance established in accord-5 ance with title XIX of the federal social security act, 42 U.S.C. § 1396 et 6 seq., and amendments thereto; and

7 (2) any program of medical assistance for needy persons financed by 8 state funds only;

9 (b) all of the powers, duties and functions that were transferred on 10 July 1, 2005, to the division of health planning and finance and the director of health planning and finance with respect to the health benefits 11 12program for children established under K.S.A. 38-2001 et seq., and amendments thereto, and developed and submitted in accordance with 13 federal guidelines established under title XXI of the federal social security 1415act, section 4901 of public law 105-33, 42 U.S.C. § 1397aa et seq., and 16amendments thereto;

(c) the working healthy portion of the ticket to work program under
the federal work incentive improvement act and the medicaid infrastructure grants received for the working healthy portion of the ticket to work
program;

(d) the medicaid management information system (MMIS);

(e) the restrictive drug formulary, the drug utilization review program, including oversight of the medicaid drug utilization review board,
and the electronic claims management system as provided in K.S.A. 397,116 through 39-7,121 and K.S.A. 2006 Supp. 39-7,121a through 397,121e, and amendments thereto; and

(f) all of the powers, duties and functions of the *division of health* and policy and finance associated with designation as the single state agency under title XIX of the federal social security act, 42 U.S.C. § 1396 et seq., and amendments thereto. On and after July 1, 2006, the designation of the division of health and finance as the single state agency for medicaid purposes is hereby transferred to the Kansas health policy authority-; and

34 (g) hearings conducted pursuant to the transfer of powers, duties and 35 functions conveyed through this section shall be conducted in accordance

36 with the Kansas administrative procedure act utilizing a presiding officer

from the office of administrative hearings.
Sec. 46. K.S.A. 2006 Supp. 75-7414 is hereby amended to read as

follows: 75-7414. (a) On and after July 1, 2006, the Kansas health policy authority shall be the successor in every way to the powers, duties and functions of the division of health policy and finance and the director of

42 health policy and finance in which the same were vested prior to July 1,

43 2006, and that are transferred pursuant to K.S.A. 2006 Supp. 75-7413,

and amendments thereto. Every act performed in the exercise of such
transferred powers, duties and functions by or under the authority of the
Kansas health policy authority shall be deemed to have the same force
and effect as if performed by the division of health policy and finance
and the director of health policy and finance in which such powers, duties
and functions were vested prior to July 1, 2006.

7 (b) On and after July 1, 2006, whenever the division of health policy and finance within the department of administration or the director of 8 health policy and finance, or words of like effect, are referred to or des-9 ignated by a statute, contract, memorandum of understanding, plan, 10grant, waiver or other document and such reference is in regard to any 11 12of the powers, duties or functions transferred to the Kansas health policy 13 authority pursuant to K.S.A. 2006 Supp. 75-7413, and amendments thereto, such reference or designation shall be deemed to apply to the 1415Kansas health policy authority. The provisions of this subsection shall not 16apply to references to or designations of the division of health policy and finance within the department of administration or the director of health 1718policy and finance, or words of like effect, by the provisions of appropri-19ation acts.

(c) All rules and regulations, orders and directives of the director of
health policy and finance that relate to the functions transferred by K.S.A.
2006 Supp. 75-7413, and amendments thereto, and that are in effect on
July 1, 2006, shall continue to be effective and shall be deemed to be
rules and regulations, orders and directives of the Kansas health policy
authority until revised, amended, revoked or nullified pursuant to law.

(d) Hearings conducted pursuant to the transfer of powers, duties and
functions conveyed through this section shall be conducted in accordance
with the Kansas administrative procedure act utilizing a presiding officer
from the office of administrative hearings.

Sec. 47. On and after July 1, 2008, K.S.A. 2006 Supp. 84-1-201, as amended by section 9 of 2007 Senate Bill No. 183, is hereby amended to read as follows: 84-1-201. (UCC 1-201) General definitions. (a) Unless the context otherwise requires, words or phrases defined in this section, or in the additional definitions contained in other articles of the uniform commercial code that apply to particular articles or parts thereof, have the meanings stated.

(b) Subject to definitions contained in other articles of the uniformcommercial code that apply to particular articles or parts thereof:

(1) "Action", in the sense of a judicial proceeding, includes recoupment, counterclaim, set-off, suit in equity, and any other proceeding in
which rights are determined.

42 (2) "Aggrieved party" means a party entitled to pursue a remedy.

43 (3) "Agreement", as distinguished from "contract", means the bar-

gain of the parties in fact, as found in their language or inferred from
 other circumstances, including course of performance, course of dealing,
 or usage of trade as provided in section 17, and amendments thereto.

4 (4) "Bank" means a person engaged in the business of banking and 5 includes a savings bank, savings and loan association, credit union, and 6 trust company.

(5) "Bearer" means a person in control of a negotiable electronic doc-*ument of title or* a person in possession of a negotiable instrument, *ne- gotiable tangible* document of title, or certificated security that is payable
to bearer or indorsed in blank.

(6) "Bill of lading" means a document of title evidencing the receipt
of goods for shipment issued by a person engaged in the business of *directly or indirectly* transporting or forwarding goods. The term does not *include a warehouse receipt.*

(7) "Branch" includes a separately incorporated foreign branch of abank.

17 (8) "Burden of establishing" a fact means the burden of persuading18 the trier of fact that the existence of the fact is more probable than its19 nonexistence.

20(9) "Buyer in ordinary course of business" means a person that buys 21goods in good faith, without knowledge that the sale violates the rights of 22another person in the goods, and in the ordinary course from a person, 23 other than a pawnbroker, in the business of selling goods of that kind. A person buys goods in the ordinary course if the sale to the person com-24 ports with the usual or customary practices in the kind of business in 2526which the seller is engaged or with the seller's own usual or customary 27 practices. A person that sells oil, gas, or other minerals at the wellhead 28 or minehead is a person in the business of selling goods of that kind. A 29 buyer in ordinary course of business may buy for cash, by exchange of 30 other property, or on secured or unsecured credit, and may acquire goods 31 or documents of title under a preexisting contract for sale. Only a buyer 32 that takes possession of the goods or has a right to recover the goods from the seller under article 2 of chapter 84 of the Kansas Statutes Annotated, 33 34 and amendments thereto, may be a buyer in ordinary course of business. 35 "Buyer in ordinary course of business" does not include a person that acquires goods in a transfer in bulk or as security for or in total or partial 36 37 satisfaction of a money debt. 38 (10)"Conspicuous", with reference to a term, means so written, dis-

(10) Conspicuous, with reference to a term, means so written, dis played, or presented that a reasonable person against which it is to operate
 ought to have noticed it. Whether a term is "conspicuous" or not is a
 decision for the court. Conspicuous terms include the following:

42 (A) A heading in capitals equal to or greater in size than the sur-43 rounding text, or in contrasting type, font, or color to the surrounding 1 text of the same or lesser size; and

2 (B) language in the body of a record or display in larger type than 3 the surrounding text, or in contrasting type, font, or color to the surrounding text of the same size, or set off from surrounding text of the same 4

size by symbols or other marks that call attention to the language. 5

(11) "Consumer" means an individual who enters into a transaction 6 7 primarily for personal, family, or household purposes.

8 (12)"Contract", as distinguished from "agreement", means the total 9 legal obligation that results from the parties' agreement as determined by the uniform commercial code as supplemented by any other applicable 10 laws. 11

12(13)"Creditor" includes a general creditor, a secured creditor, a lien 13 creditor, and any representative of creditors, including an assignee for the benefit of creditors, a trustee in bankruptcy, a receiver in equity, and 1415an executor or administrator of an insolvent debtor's or assignor's estate. 16"Defendant" includes a person in the position of defendant in a (14)

counterclaim, cross-claim, or third-party claim. 17

18"Delivery", with respect to an electronic document of title means (15)19voluntary transfer of control and with respect to an instrument, a tangible 20document of title, or chattel paper, means voluntary transfer of posses-21sion.

22"Document of title" includes bill of lading, dock warrant, dock (16)23 receipt, warehouse receipt or order for the delivery of goods, and also any other document which means a record (i) that in the regular course 24 of business or financing is treated as adequately evidencing that the per-2526son in possession or control of it the record is entitled to receive, control, 27 hold, and dispose of the document record and the goods it the record 28 covers and (ii) that purports to be issued by or addressed to a bailee and 29 to cover goods in the bailee's possession which are either identified or are 30 fungible portions of an identified mass. The term includes a bill of lading, transport document, dock warrant, dock receipt, warehouse receipt and 3132 order for delivery of goods. To be a document of title, a document must purport to be issued by or addressed to a bailce and purport to cover 33 34 goods in the bailee's possession which are either identified or are fungible 35 portions of an identified mass. An electronic document of title means a document of title evidenced by a record consisting of information stored 36 37 in an electronic medium. A tangible document of title means a document 38 of title evidenced by a record consisting of information that is inscribed 39 on a tangible medium. 40

"Fault" means a default, breach, or wrongful act or omission. (17)

"Fungible goods" means: 41(18)

42(A) Goods of which any unit, by nature or usage of trade, is the equiv-43 alent of any other like unit; or

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1 (B) goods that by agreement are treated as equivalent.

2 (19) "Genuine" means free of forgery or counterfeiting.

3 (20) "Good faith," except as otherwise provided in article 5 of chapter

4 84 of the Kansas Statutes Annotated, and amendments thereto, means
5 honesty in fact and the observance of reasonable commercial standards
6 of fair dealing.

(21) "Holder" means:

8 (A) The person in possession of a negotiable instrument that is pay-9 able either to bearer or to an identified person that is the person in 10 possession; or

(B) the person in possession of a *negotiable tangible* document of title
if the goods are deliverable either to bearer or to the order of the person
in possession; *or*

14 (*C*) the person in control of a negotiable electronic document of title.

(22) "Insolvency proceeding" includes an assignment for the benefit
of creditors or other proceeding intended to liquidate or rehabilitate the
estate of the person involved.

(23) "Insolvent" means:

(A) Having generally ceased to pay debts in the ordinary course ofbusiness other than as a result of bona fide dispute;

(B) being unable to pay debts as they become due; or

22 (C) being insolvent within the meaning of federal bankruptcy law.

(24) "Money" means a medium of exchange currently authorized or
adopted by a domestic or foreign government. The term includes a monetary unit of account established by an intergovernmental organization or
by agreement between two or more countries.

27 (25) "Organization" means a person other than an individual.

(26) "Party", as distinguished from "third party", means a person that
has engaged in a transaction or made an agreement subject to the uniform
commercial code.

(27) "Person" means an individual, corporation, business trust, estate,
trust, partnership, limited liability company, association, joint venture,
government, governmental subdivision, agency, or instrumentality, public
corporation, or any other legal or commercial entity.

(28) "Present value" means the amount as of a date certain of one or more sums payable in the future, discounted to the date certain by use of either an interest rate specified by the parties if that rate is not manifestly unreasonable at the time the transaction is entered into or, if an interest rate is not so specified, a commercially reasonable rate that takes into account the facts and circumstances at the time the transaction is

41 entered into.

(29) "Purchase" means taking by sale, lease, discount, negotiation,mortgage, pledge, lien, security interest, issue or reissue, gift, or any other

voluntary transaction creating an interest in property. 1

(30) "Purchaser" means a person that takes by purchase.

3 (31) "Record" means information that is inscribed on a tangible medium or that is stored in an electronic or other medium and is retrievable 4 in perceivable form. 5

(32) "Remedy" means any remedial right to which an aggrieved party 6 7 is entitled with or without resort to a tribunal.

(33)"Representative" means a person empowered to act for another, 8 9 including an agent, an officer of a corporation or association, and a trustee, executor, or administrator of an estate. 10

"Right" includes remedy. (34)11

"Security interest" means an interest in personal property or 12(35)13 fixtures which secures payment or performance of an obligation. "Security interest" includes any interest of a consignor and a buyer of accounts, 1415 chattel paper, a payment intangible, or a promissory note in a transaction that is subject to article 9 of chapter 84 of the Kansas Statutes Annotated, 16and amendments thereto. "Security interest" does not include the special 1718property interest of a buyer of goods on identification of those goods to a contract for sale under K.S.A. 84-2-401 and amendments thereto, but 19 20a buyer may also acquire a "security interest" by complying with article 219 of chapter 84 of the Kansas Statutes Annotated, and amendments thereto. Except as otherwise provided in K.S.A. 84-2-505, and amend-2223 ments thereto, the right of a seller or lessor of goods under article 2 or 2a of chapter 84 of the Kansas Statutes Annotated, and amendments 24 25thereto, to retain or acquire possession of the goods is not a "security 26 interest", but a seller or lessor may also acquire a "security interest" by 27 complying with article 9 of chapter 84 of the Kansas Statutes Annotated, and amendments thereto. The retention or reservation of title by a seller 2829 of goods notwithstanding shipment or delivery to the buyer under K.S.A. 84-2-401, and amendments thereto, is limited in effect to a reservation 30 31 of a "security interest." Whether a transaction in the form of a lease 32 creates a "security interest" is determined pursuant to section 11, and 33 amendments thereto. 34

(36)"Send" in connection with a writing, record, or notice means:

35 (\mathbf{A}) To deposit in the mail or deliver for transmission by any other usual means of communication with postage or cost of transmission pro-36 vided for and properly addressed and, in the case of an instrument, to an 37 38 address specified thereon or otherwise agreed, or if there be none to any 39 address reasonable under the circumstances; or

40 (B) in any other way to cause to be received any record or notice within the time it would have arrived if properly sent. 41

42 "Signed" includes using any symbol executed or adopted with (37)present intention to adopt or accept a writing. 43

"State" means a state of the United States, the District of Co-1 (38)2 lumbia, Puerto Rico, the United States Virgin Islands, or any territory or insular possession subject to the jurisdiction of the United States. 3 "Surety" includes a guarantor or other secondary obligor. (39)4 (40)"Term" means a portion of an agreement that relates to a par-56 ticular matter. (41) "Unauthorized signature" means a signature made without ac-7 tual, implied, or apparent authority. The term includes a forgery. 8 (42) "Warehouse receipt" means a receipt document of title issued 9 by a person engaged in the business of storing goods for hire. 10 "Writing" includes printing, typewriting, or any other intentional (43)11 reduction to tangible form. "Written" has a corresponding meaning. 1213 Sec. 48. On and after July 1, 2008, K.S.A. 2006 Supp. 84-2-103, as amended by section 33 of 2007 Senate Bill No. 183, is hereby amended 1415 to read as follows: 84-2-103. (1) In this article unless the context otherwise requires: 1617(a) "Buyer" means a person who buys or contracts to buy goods. 18(b) Reserved. 19 (c) "Receipt" of goods means taking physical possession of them. "Seller" means a person who sells or contracts to sell goods. 20(d) 21 (2)Other definitions applying to this article or to specified parts thereof, and the sections in which they appear are: 22"Acceptance." K.S.A. 84-2-606, and amendments thereto. 23 24 "Banker's credit." K.S.A. 84-2-325, and amendments thereto. "Between merchants." K.S.A. 84-2-104, and amendments thereto. 2526"Cancellation." K.S.A. 84-2-106(4), and amendments thereto. 27 "Commercial unit." K.S.A. 84-2-105, and amendments thereto. "Confirmed credit." K.S.A. 84-2-325, and amendments thereto. 28"Conforming to contract." K.S.A. 84-2-106, and amendments thereto. 29 "Contract for sale." K.S.A. 84-2-106, and amendments thereto. 30 "Cover." K.S.A. 84-2-712, and amendments thereto. 31 "Entrusting." K.S.A. 84-2-403, and amendments thereto. 32 "Financing agency." K.S.A. 84-2-104, and amendments thereto. 33 "Future goods." K.S.A. 84-2-105, and amendments thereto. 34 "Goods." K.S.A. 84-2-105, and amendments thereto. 35 "Identification." K.S.A. 84-2-501, and amendments thereto. 36 "Installment contract." K.S.A. 84-2-612, and amendments thereto. 37 "Letter of credit." K.S.A. 84-2-325, and amendments thereto. 38 "Lot." K.S.A. 84-2-105, and amendments thereto. 39 40 "Merchant." K.S.A. 84-2-104, and amendments thereto. "Overseas." K.S.A. 84-2-323, and amendments thereto. 41"Person in position of seller." K.S.A. 84-2-707, and amendments 42 43 thereto.

1 "Present sale." K.S.A. 84-2-106, and amendments thereto.

2 "Sale." K.S.A. 84-2-106, and amendments thereto.

3 "Sale on approval." K.S.A. 84-2-326, and amendments thereto.

4 "Sale or return." K.S.A. 84-2-326, and amendments thereto.

5 "Termination." K.S.A. 84-2-106, and amendments thereto.

6 (3) "Control" as provided in section 6 of 2007 Senate Bill No. 308,

7 and amendments thereto, and the following definitions in other articles8 apply to this article:

9 "Check." K.S.A. 84-3-104, and amendments thereto.

10 "Consignee." K.S.A. 84-7-102, and amendments thereto.

11 "Consignor." K.S.A. 84-7-102, and amendments thereto.

12 "Consumer goods." K.S.A. 2006 Supp. 84-9-102, and amendments 13 thereto.

14 "Dishonor." K.S.A. 84-3-502, and amendments thereto.

15 "Draft." K.S.A. 84-3-104, and amendments thereto.

16 (4) In addition article 1 contains general definitions and principles of 17 construction and interpretation applicable throughout this article.

Sec. 49. On and after July 1, 2008, K.S.A. 2006 Supp. 84-2a-103, as
amended by section 35 of 2007 Senate Bill No. 183, is hereby amended
to read as follows: 84-2a-103. (1) In this article unless the context otherwise requires:

(a) "Buyer in ordinary course of business" means a person who in 22good faith and without knowledge that the sale to such person is in vio-23 lation of the ownership rights or security interest or leasehold interest of 24 25a third party in the goods buys in ordinary course from a person in the 26business of selling goods of that kind but does not include a pawnbroker. 27 "Buying" may be for cash or by exchange of other property or on secured 28or unsecured credit and includes receiving acquiring goods or documents 29 of title under a preexisting contract for sale but does not include a transfer 30 in bulk or as security for or in total or partial satisfaction of a money debt. 31 "Cancellation" occurs when either party puts an end to the lease (b)

32 contract for default by the other party.

(c) "Commercial unit" means such a unit of goods as by commercial usage is a single whole for purposes of lease and division of which materially impairs its character or value on the market or in use. A commercial unit may be a single article, as a machine, or a set of articles, as a suite of furniture or a line of machinery, or a quantity, as a gross or carload, or any other unit treated in use or in the relevant market as a single whole.

(d) "Conforming" goods or performance under a lease contract
means goods or performance that are in accordance with the obligations
under the lease contract.

43 (e) "Consumer lease" means a lease that a lessor regularly engaged

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1 in the business of leasing or selling makes to a lessee who is an individual

and who takes under the lease primarily for a personal, family, or house-hold purpose, if the total payments to be made under the lease contract,

4 excluding payments for options to renew or buy, do not exceed \$25,000.

(f) "Fault" means wrongful act, omission, breach or default.

(g) "Finance lease" means a lease with respect to which:

(i) The lessor does not select, manufacture or supply the goods;

8 (ii) the lessor acquires the goods or the right to possession and use 9 of the goods in connection with the lease; and

(iii) one of the following occurs:

(A) The lessee receives a copy of the contract by which the lessor
acquired the goods or the right to possession and use of the goods before
signing the lease contract;

(B) the lessee's approval of the contract by which the lessor acquired
the goods or the right to possession and use of the goods is a condition
to effectiveness of the lease contract;

17 (C) the lessee, before signing the lease contract, receives an accurate 18 and complete statement designating the promises and warranties, and any 19 disclaimers of warranties, limitations or modifications of remedies, or liq-20 uidated damages, including those of a third party, such as the manufac-21 turer of the goods, provided to the lessor by the person supplying the 22 goods in connection with or as part of the contract by which the lessor 23 acquired the goods or the right to possession and use of the goods; or

(D) if the lease is not a consumer lease, the lessor, before the lessee 24 25signs the lease contract, informs the lessee in writing (a) of the identity 26of the person supplying the goods to the lessor, unless the lessee has 27 selected that person and directed the lessor to acquire the goods or the 28right to possession and use of the goods from that person, (b) that the 29 lessee is entitled under this article to the promises and warranties, including those of any third party, provided to the lessor by the person 30 31 supplying the goods in connection with or as part of the contract by which 32 the lessor acquired the goods or the right to possession and use of the goods, and (c) that the lessee may communicate with the person supplying 33 34 the goods to the lessor and receive an accurate and complete statement 35 of those promises and warranties, including any disclaimers and limitations of them or of remedies. 36

(h) "Goods" means all things that are movable at the time of identification to the lease contract, or are fixtures (K.S.A. 84-2a-309, and
amendments thereto), but the term does not include money, documents,
instruments, accounts, chattel paper, general intangibles, or minerals or
the like, including oil and gas, before extraction. The term also includes
the unborn young of animals.

43 (i) "Installment lease contract" means a lease contract that authorizes

1 or requires the delivery of goods in separate lots to be separately accepted,

2 even though the lease contract contains a clause "each delivery is a sep-3 arate lease" or its equivalent.

4 (j) "Lease" means a transfer of the right to possession and use of 5 goods for a term in return for consideration, but a sale, including a sale 6 on approval or a sale or return, or retention or creation of a security 7 interest is not a lease. Unless the context clearly indicates otherwise, the 8 term includes a sublease.

9 (k) "Lease agreement" means the bargain, with respect to the lease, 10 of the lessor and the lessee in fact as found in their language or by im-11 plication from other circumstances including course of dealing or usage 12 of trade or course of performance as provided in this article. Unless the 13 context clearly indicates otherwise, the term includes a sublease agree-14 ment.

(l) "Lease contract" means the total legal obligation that results from
the lease agreement as affected by this article and any other applicable
rules of law. Unless the context clearly indicates otherwise, the term includes a sublease contract.

(m) "Leasehold interest" means the interest of the lessor or the lesseeunder a lease contract.

(n) "Lessee" means a person who acquires the right to possession
and use of goods under a lease. Unless the context clearly indicates otherwise, the term includes a sublessee.

"Lessee in ordinary course of business" means a person who in 24 $(\mathbf{0})$ good faith and without knowledge that the lease is in violation of the 2526ownership rights or security interest or leasehold interest of a third party 27 in the goods leases in ordinary course from a person in the business of selling or leasing goods of that kind but does not include a pawnbroker. 28 29 "Leasing" may be for cash or by exchange of other property or on secured or unsecured credit and includes receiving acquiring goods or documents 30 31 of title under a preexisting lease contract but does not include a transfer 32 in bulk or as security for or in total or partial satisfaction of a money debt.

(p) "Lessor" means a person who transfers the right to possession
and use of goods under a lease. Unless the context clearly indicates otherwise, the term includes a sublessor.

36 (q) "Lessor's residual interest" means the lessor's interest in the 37 goods after expiration, termination or cancellation of the lease contract.

(r) "Lien" means a charge against or interest in goods to secure payment of a debt or performance of an obligation, but the term does not
include a security interest.

(s) "Lot" means a parcel or a single article that is the subject matter
of a separate lease or delivery, whether or not it is sufficient to perform
the lease contract.

1 (t) "Merchant lessee" means a lessee that is a merchant with respect 2 to goods of the kind subject to the lease. 3 (u) "Present value" means the amount as of a date certain of one or more sums payable in the future, discounted to the date certain. The 4 discount is determined by the interest rate specified by the parties if the $\mathbf{5}$ rate was not manifestly unreasonable at the time the transaction was en-6 7 tered into; otherwise, the discount is determined by a commercially reasonable rate that takes into account the facts and circumstances of each 8 case at the time the transaction was entered into. 9 "Purchase" includes taking by sale, lease, mortgage, security in-10 (\mathbf{v}) terest, pledge, gift, or any other voluntary transaction creating an interest 11 12in goods. 13 (w) "Sublease" means a lease of goods the right to possession and use of which was acquired by the lessor as a lessee under an existing lease. 1415 "Supplier" means a person from whom a lessor buys or leases (x) goods to be leased under a finance lease. 16"Supply contract" means a contract under which a lessor buys or 17 (\mathbf{v}) 18leases goods to be leased. 19 "Termination" occurs when either party pursuant to a power cre- (\mathbf{z}) 20ated by agreement or law puts an end to the lease contract otherwise than 21for default. 22(2) Other definitions applying to this article and the sections in which 23 they appear are: "Accessions," K.S.A. 84-2a-310(1), and amendments thereto; 24 "Construction mortgage," K.S.A. 84-2a-309(1)(d), and amendments 2526thereto: 27 "Encumbrance," K.S.A. 84-2a-309(1)(e), and amendments thereto; "Fixtures," K.S.A. 84-2a-309(1)(a), and amendments thereto; 2829 "Fixture filing," K.S.A. 84-2a-309(1)(b), and amendments thereto; and "Purchase money lease," K.S.A. 84-2a-309(1)(c), and amendments 30 31 thereto. 32 (3)The following definitions in other articles apply to this article: "Account," K.S.A. 2006 Supp. 84-9-102, and amendments thereto; 33 34 "Between merchants," K.S.A. 84-2-104(3), and amendments thereto; 35 "Buyer," K.S.A. 84-2-103(1)(a), and amendments thereto; "Chattel paper," K.S.A. 2006 Supp. 84-9-102(a)(11), and amendments 36 37 thereto: 38 "Consumer goods," K.S.A. 2006 Supp. 84-9-102(a)(23), and amend-39 ments thereto; 40 "Document," K.S.A. 2006 Supp. 84-9-102(a)(30), and amendments 41thereto; 42"Entrusting," K.S.A. 84-2-403(3), and amendments thereto; "General intangible," K.S.A. 2006 Supp. 84-9-102(a)(42), and amend-43

1 ments thereto;

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2 "Instrument," K.S.A. 2006 Supp. 84-9-102(a)(47), and amendments 3 thereto;

"Merchant," K.S.A. 84-2-104(1), and amendments thereto;

5 "Mortgage," K.S.A. 2006 Supp. 84-9-102(a)(55), and amendments 6 thereto;

7 "Pursuant to commitment," K.S.A. 2006 Supp. 84-9-102(a)(68), and 8 amendments thereto;

9 "Receipt," K.S.A. 84-2-103(1)(c), and amendments thereto;

10 "Sale," K.S.A. 84-2-106(1), and amendments thereto;

11 "Sale on approval," K.S.A. 84-2-326, and amendments thereto;

12 "Sale or return," K.S.A. 84-2-326, and amendments thereto; and

13 "Seller," K.S.A. 84-2-103(1)(d), and amendments thereto.

14 (4) In addition, article 1 of chapter 84 of the Kansas Statutes Anno-15 tated, and amendments thereto, contains general definitions and princi-

ples of construction and interpretation applicable throughout this article.
Sec. 50. On and after July 1, 2008, K.S.A. 84-4-104, as amended by
section 42 of 2007 Senate Bill No. 183, is hereby amended to read as
follows: 84-4-104. (a) In this article, unless the context otherwise requires:

(1) "Account" means any deposit or credit account with a bank, including a demand, time, savings, passbook, share draft, or like account,
other than an account evidenced by a certificate of deposit;

23 (2) "Afternoon" means the period of a day between noon and mid-24 night;

(3) "Banking day" means the part of a day on which a bank is opento the public for carrying on substantially all of its banking functions;

(4) "Clearing house" means an association of banks or other payorsregularly clearing items;

(5) "Customer" means a person having an account with a bank or for
whom a bank has agreed to collect items, including a bank that maintains
an account at another bank;

(6) "Documentary draft" means a draft to be presented for acceptance or payment if specified documents, certificated securities K.S.A.
84-8-102, and amendments thereto, or instructions for uncertificated securities (K.S.A. 84-8-308 and amendments thereto), or other certificates, statements, or the like are to be received by the drawee or other payor before acceptance or payment of the draft;

(7) "Draft" means a draft as defined in K.S.A. 84-3-104 and amend ments thereto, or an item, other than an instrument, that is an order.

40 (8) "Drawee" means a person ordered in a draft to make payment;

41 (9) "Item" means an instrument or a promise in order to pay money

handled by a bank for collection or payment. The term does not includea payment order governed by article 4a, and amendments thereto, or a

credit or debit card slip: 1

1	credit or debit card slip;		
2	(10) "Midnight deadline" with respect to a bank is midnight on its		
3	next banking day following the banking day on which it receives the rel-		
4	evant item or notice or from which the time for taking action commences		
5	to run, whichever is later;		
6	(11) "Settle" means to pay in cash, by clearing-house settlement, in		
7	a charge or credit or by remittance, or otherwise as agreed. A settlement		
8	may be either provisional or final;		
9	(12) "Suspends payments" with respect to a bank means that it has		
10	been closed by order of the supervisory authorities, that a public officer		
11	has been appointed to take it over or that it ceases or refuses to make		
12	payments in the ordinary course of business.		
13	(b) Other definitions applying to this article and the sections in which		
14	they appear are:		
15	"Agreement for		
16	electronic presentment."	84-4-110, and amendments thereto.	
17	"Bank."	84-4-105, and amendments thereto.	
18	"Collecting bank."	84-4-105, and amendments thereto.	
19	"Depository bank."	84-4-105, and amendments thereto.	
20	"Intermediary bank."	84-4-105, and amendments thereto.	
21	"Payor bank."	84-4-105, and amendments thereto.	
22	"Presenting bank."	84-4-105, and amendments thereto.	
23	"Presentment notice."	84-4-110, and amendments thereto.	
24		n section 6 of 2007 Senate Bill No. 308,	
25		ne following definitions in other articles	
26	apply to this article:		
27	"Acceptance."	84-3-410, and amendments thereto.	
28	"Alteration."	84-3-407, and amendments thereto.	
29	"Cashier's check."	84-3-104, and amendments thereto.	
30	"Certificate of deposit."	84-3-104, and amendments thereto.	
31	"Certified check."	84-3-409, and amendments thereto.	
32	"Check."	84-3-104, and amendments thereto.	
33	"Draft."	84-3-104, and amendments thereto.	
34	"Holder in due course."	84-3-302, and amendments thereto.	
35	"Instrument."	84-3-104, and amendments thereto.	
36	"Notice of dishonor."	84-3-503, and amendments thereto.	
37	"Order."	84-3-103, and amendments thereto.	
38	"Ordinary care."	84-3-103, and amendments thereto.	
39	"Person entitled to en-		
40	force."	84-3-301, and amendments thereto.	
41	"Presentment."	84-3-504, and amendments thereto.	
42	"Promise."	84-3-103, and amendments thereto.	
43	"Prove."	84-3-103, and amendments thereto.	

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1 "Teller's check." 84-3-104, and amendments thereto. 2 "Unauthorized signature." 84-3-403, and amendments thereto. 3 In addition, article 1 of chapter 84 of the Kansas Statutes Anno-(d) tated, and amendments thereto, contains general definitions and princi-4 ples of construction and interpretation applicable throughout this article. 5Sec. 51. On and after July 1, 2008, K.S.A. 2006 Supp. 84-9-102, as 6 7 amended by section 48 of 2007 Senate Bill No. 183, is hereby amended 8 to read as follows: 84-9-102. (a) Article 9 definitions. In this article: 9 "Accession" means goods that are physically united with other (1)goods in such a manner that the identity of the original goods is not lost. 10"Account," except as used in "account for," means a right to pay-11 (2)12ment of a monetary obligation, whether or not earned by performance, 13 (A) for property that has been or is to be sold, leased, licensed, assigned, or otherwise disposed of, (B) for services rendered or to be rendered, (C) 1415for a policy of insurance issued or to be issued, (D) for a secondary ob-16ligation incurred or to be incurred, (E) for energy provided or to be provided, (F) for the use or hire of a vessel under a charter or other 1718contract, (G) arising out of the use of a credit or charge card or infor-19mation contained on or for use with the card, or (H) as winnings in a 20lottery or other game of chance operated or sponsored by a state, gov-21ernmental unit of a state, or person licensed or authorized to operate the 22game by a state or governmental unit of a state. The term includes health-23 care-insurance receivables. The term does not include: (A) rights to payment evidenced by chattel paper or an instrument, (B) commercial tort 24 claims, (C) deposit accounts, (D) investment property, (E) letter-of-credit 2526rights or letters of credit, or (F) rights to payment for money or funds 27 advanced or sold, other than rights arising out of the use of a credit or 28charge card or information contained on or for use with the card.

(3) "Account debtor" means a person obligated on an account, chattel
paper, or general intangible. The term does not include persons obligated
to pay a negotiable instrument, even if the instrument constitutes part of
chattel paper.

(4) "Accounting," except as used in "accounting for," means a record:
(A) Authenticated by a secured party;

(B) indicating the aggregate unpaid secured obligations as of a date
 not more than 35 days earlier or 35 days later than the date of the record;
 and

38 (C) identifying the components of the obligations in reasonable de-39 tail.

40 (5) "Agricultural lien" means an interest, other than a security inter-41 est, in farm products: (A) Which secures payment or performance of an 42 obligation for:

43 (i) Goods or services furnished in connection with a debtor's farming

1 operation; or

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2 (ii) rent on real property leased by a debtor in connection with its 3 farming operation;

(B) which is created by statute in favor of a person that:

5 (i) In the ordinary course of its business furnished goods or services 6 to a debtor in connection with a debtor's farming operation; or

(ii) leased real property to a debtor in connection with the debtor'sfarming operation; and

9 (C) whose effectiveness does not depend on the person's possession 10 of the personal property. Agricultural lien shall not include statutory liens.

(6) "As-extracted collateral" means: (A) Oil, gas, or other mineralsthat are subject to a security interest that:

(i) Is created by a debtor having an interest in the minerals beforeextraction; and

(ii) attaches to the minerals as extracted; or

(B) accounts arising out of the sale at the wellhead or minehead of
oil, gas, or other minerals in which the debtor had an interest before
extraction.

19 (7) "Authenticate" means:

20 (A) To sign; or

(B) to execute or otherwise adopt a symbol, or encrypt or similarly
process a record in whole or in part, with the present intent of the authenticating person to identify the person and adopt or accept a record.

(8) "Bank" means an organization that is engaged in the business of
banking. The term includes savings banks, savings and loan associations,
credit unions, and trust companies.

(9) "Cash proceeds" means proceeds that are money, checks, depositaccounts, or the like.

(10) "Certificate of title" means a certificate of title with respect to which a statute provides for the security interest in question to be indicated on the certificate as a condition or result of the security interest's obtaining priority over the rights of a lien creditor with respect to the collateral.

"Chattel paper" means a record or records that evidence both a 34 (11)35 monetary obligation and a security interest in specific goods, a security interest in specific goods and software used in the goods, a security in-36 37 terest in specific goods and license of software used in the goods, a lease 38 of specific goods, or a lease of specific goods and license of software used 39 in the goods. In this subsection, "monetary obligation" means a monetary obligation secured by the goods or owed under a lease of the goods and 40 includes a monetary obligation with respect to software used in the goods. 41The term does not include (i) charters or other contracts involving the 42

43 use or hire of a vessel or (ii) records that evidence a right to payment

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1 arising out of the use of a credit or charge card or information contained

2 on or for use with the card. If a transaction is evidenced by records that 3 include an instrument or series of instruments, the group of records taken

4 together constitutes chattel paper.

5 (12) "Collateral" means the property subject to a security interest or 6 agricultural lien. The term includes:

(A) Proceeds to which a security interest attaches;

8 (B) accounts, chattel paper, payment intangibles, and promissory 9 notes that have been sold; and

(C) goods that are the subject of a consignment.

11 (13) "Commercial tort claim" means a claim arising in tort with re-12 spect to which:

13 (A) The claimant is an organization; or

14 (B) the claimant is an individual and the claim:

15 (i) arose in the course of the claimant's business or profession; and

(ii) does not include damages arising out of personal injury to or thedeath of an individual.

(14) "Commodity account" means an account maintained by a com-modity intermediary in which a commodity contract is carried for a com-modity customer.

(15) "Commodity contract" means a commodity futures contract, an
option on a commodity futures contract, a commodity option, or another
contract if the contract or option is:

(A) Traded on or subject to the rules of a board of trade that has
been designated as a contract market for such a contract pursuant to
federal commodities laws; or

(B) traded on a foreign commodity board of trade, exchange, or market, and is carried on the books of a commodity intermediary for a commodity customer.

30 (16) "Commodity customer" means a person for which a commodity31 intermediary carries a commodity contract on its books.

(17) "Commodity intermediary" means a person that:

(A) Is registered as a futures commission merchant under federal
 commodities law; or

(B) in the ordinary course of its business provides clearance or settlement services for a board of trade that has been designated as a contract
market pursuant to federal commodities law.

38 (18) "Communicate" means:

39 (A) To send a written or other tangible record;

40 (B) to transmit a record by any means agreed upon by the persons 41 sending and receiving the record; or

42 (C) in the case of transmission of a record to or by a filing office, to 43 transmit a record by any means prescribed by filing-office rule.

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1 (19) "Consignee" means a merchant to which goods are delivered in 2 a consignment.

3 (20) "Consignment" means a transaction, regardless of its form, in
4 which a person delivers goods to a merchant for the purpose of sale and:
5 (A) The merchant:

6 (i) Deals in goods of that kind under a name other than the name of 7 the person making delivery;

(ii) is not an auctioneer; and

9 (iii) is not generally known by its creditors to be substantially engaged 10 in selling the goods of others;

(B) with respect to each delivery, the aggregate value of the goods is\$1,000 or more at the time of delivery;

13 (C) the goods are not consumer goods immediately before delivery;14 and

(D) the transaction does not create a security interest that secures anobligation.

17 (21) "Consignor" means a person that delivers goods to a consignee 18 in a consignment.

19 (22) "Consumer debtor" means a debtor in a consumer transaction.

20 (23) "Consumer goods" means goods that are used or bought for use 21 primarily for personal, family, or household purposes.

(24) "Consumer-goods transaction" means a consumer transaction inwhich:

(A) An individual incurs an obligation primarily for personal, family,or household purposes; and

(B) a security interest in consumer goods secures the obligation.

(25) "Consumer obligor" means an obligor who is an individual and
who incurred the obligation as part of a transaction entered into primarily
for personal, family, or household purposes.

(26) "Consumer transaction" means a transaction in which (i) an individual incurs an obligation primarily for personal, family, or household
purposes, (ii) a security interest secures the obligation, and (iii) the collateral is held or acquired primarily for personal, family, or household
purposes. The term includes consumer-goods transactions.

35 (27) "Continuation statement" means an amendment of a financing36 statement which:

(A) Identifies, by its file number, the initial financing statement towhich it relates; and

(B) indicates that it is a continuation statement for, or that it is filedto continue the effectiveness of, the identified financing statement.

41 (28) "Debtor" means:

42 (A) A person having an interest, other than a security interest or other 43 lien, in the collateral, whether or not the person is an obligor;

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1 (B) a seller of accounts, chattel paper, payment intangibles, or prom-2 issory notes; or

3 (C) a consignee.

4 (29) "Deposit account" means a demand, time, savings, passbook, or 5 similar account maintained with a bank. The term does not include in-6 vestment property or accounts evidenced by an instrument.

7 (30) "Document" means a document of title or a receipt of the type 8 described in subsection (2) (b) of K.S.A. 84-7-201 and amendments 9 thereto.

(31) "Electronic chattel paper" means chattel paper evidenced by a
record or records consisting of information stored in an electronic medium.

(32) "Encumbrance" means a right, other than an ownership interest,
in real property. The term includes mortgages and other liens on real
property.

16 (33) "Equipment" means goods other than inventory, farm products,17 or consumer goods.

(34) "Farm products" means goods, other than standing timber, with
respect to which the debtor is engaged in a farming operation and which
are: (A) Crops grown, growing, or to be grown, including:

(i) Crops produced on trees, vines, and bushes; and

(ii) aquatic goods produced in aquacultural operations;

23 (B) livestock, born or unborn, including aquatic goods produced in 24 aquacultural operations;

(C) supplies used or produced in a farming operation; or

(D) products of crops or livestock in their unmanufactured states.

(35) "Farming operation" means raising, cultivating, propagating, fat tening, grazing, or any other farming, livestock, or aquacultural operation.

(36) "File number" means the number assigned to an initial financing
statement pursuant to subsection (a) of K.S.A. 2006 Supp. 84-9-519 and
amendments thereto.

(37) "Filing office" means an office designated in K.S.A. 2006 Supp.
84-9-501 and amendments thereto as the place to file a financing statement.

(38) "Filing-office rule" means a rule adopted pursuant to K.S.A.
2006 Supp. 84-9-526 and amendments thereto.

(39) "Financing statement" means a record or records composed of
an initial financing statement and any filed record relating to the initial
financing statement.

(40) "Fixture filing" means the filing of a financing statement covering goods that are or are to become fixtures and satisfying subsections
(a) and (b) of K.S.A. 2006 Supp. 84-9-502 and amendments thereto. The
term includes the filing of a financing statement covering goods of a

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transmitting utility which are or are to become fixtures.

(41) "Fixtures" means goods that have become so related to partic-2 3 ular real property that an interest in them arises under real property law. "General intangible" means any personal property, including (42)4 things in action, other than accounts, chattel paper, commercial tort $\mathbf{5}$ claims, deposit accounts, documents, goods, instruments, investment 6 7 property, letter-of-credit rights, letters of credit, money, and oil, gas, or other minerals before extraction. The term includes payment intangibles 8 9 and software.

10 (43) Reserved.

11 (44)"Goods" means all things that are movable when a security interest attaches. The term includes (A) fixtures, (B) standing timber that 1213 is to be cut and removed under a conveyance or contract for sale, (C) the unborn young of animals, (D) crops grown, growing, or to be grown, even 1415 if the crops are produced on trees, vines, or bushes, and (E) manufactured homes. The term also includes a computer program embedded in goods 16and any supporting information provided in connection with a transaction 17relating to the program if (A) the program is associated with the goods in 18such a manner that it customarily is considered part of the goods, or (B) 1920by becoming the owner of the goods, a person acquires a right to use the 21program in connection with the goods. The term does not include a com-22puter program embedded in goods that consist solely of the medium in 23 which the program is embedded. The term also does not include accounts, chattel paper, commercial tort claims, deposit accounts, docu-24 25ments, general intangibles, instruments, investment property, letter-of-26credit rights, letters of credit, money, or oil, gas, or other minerals before 27 extraction.

(45) "Governmental unit" means a subdivision, agency, department, county, parish, municipality, or other unit of the government of the United States, a state, or a foreign country. The term includes an organization having a separate corporate existence if the organization is eligible to issue debt on which interest is exempt from income taxation under the laws of the United States.

(46) "Health-care-insurance receivable" means an interest in or claim
under a policy of insurance which is a right to payment of a monetary
obligation for health-care goods or services provided.

(47) "Instrument" means a negotiable instrument, a writing that would otherwise qualify as a certificate of deposit (defined in subsection (j) of K.S.A. 84-3-104, and amendments thereto) but for the fact that the writing contains a limitation on transfer, or any other writing that evidences a right to the payment of a monetary obligation, is not itself a security agreement or lease, and is of a type that in ordinary course of business is transferred by delivery with any necessary indorsement or

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1 assignment. The term does not include (i) investment property, (ii) letters

2 of credit, or (iii) writings that evidence a right to payment arising out of
3 the use of a credit or charge card or information contained on or for use
4 with the card.

(48) "Inventory" means goods, other than farm products, which:

(A) Are leased by a person as lessor;

7 (B) are held by a person for sale or lease or to be furnished under a 8 contract of service;

(C) are furnished by a person under a contract of service; or

10 (D) consist of raw materials, work in process, or materials used or 11 consumed in a business.

(49) "Investment property" means a security, whether certificated or
uncertificated, security entitlement, securities account, commodity contract, or commodity account.

(50) "Jurisdiction of organization," with respect to a registered or-ganization, means the jurisdiction under whose law the organization isorganized.

(51) "Letter-of-credit right" means a right to payment or performance under a letter of credit, whether or not the beneficiary has demanded or is at the time entitled to demand payment or performance.
The term does not include the right of a beneficiary to demand payment
or performance under a letter of credit.

23 (52) "Lien creditor" means:

24 (A) A creditor that has acquired a lien on the property involved by 25 attachment, levy, or the like;

26 (B) an assignee for benefit of creditors from the time of assignment;

(C) a trustee in bankruptcy from the date of the filing of the petition;or

(D) a receiver in equity from the time of appointment.

"Manufactured home" means a structure, transportable in one 30 (53)31 or more sections, which, in the traveling mode, is eight body feet or more 32 in width or 40 body feet or more in length, or, when erected on site, is 320 or more square feet, and which is built on a permanent chassis and 33 34 designed to be used as a dwelling with or without a permanent foundation 35 when connected to the required utilities, and includes the plumbing, heating, air conditioning, and electrical systems contained therein. The 36 37 term includes any structure that meets all of the requirements of this 38 paragraph except the size requirements and with respect to which the 39 manufacturer voluntarily files a certification required by the United States 40 secretary of housing and urban development and complies with the standards established under Title 42 of the United States code. 41

42 (54) "Manufactured-home transaction" means a secured transaction:

43 (A) That creates a purchase-money security interest in a manufac-

1 tured home, other than a manufactured home held as inventory; or

2 (B) in which a manufactured home, other than a manufactured home 3 held as inventory, is the primary collateral.

"Mortgage" means a consensual interest in real property, in-4 (55)cluding fixtures, which secures payment or performance of an obligation. 5

"New debtor" means a person that becomes bound as a debtor 6 (56)7 under subsection (d) of K.S.A. 2006 Supp. 84-9-203 and amendments 8 thereto by a security agreement previously entered into by another per-9 son.

"New value" means (A) money, (B) money's worth in property, 10(57)services, or new credit, or (C) release by a transferee of an interest in 11 12property previously transferred to the transferee. The term does not in-13 clude an obligation substituted for another obligation.

"Noncash proceeds" means proceeds other than cash proceeds. 14(58)15 "Obligor" means a person that, with respect to an obligation (59)16secured by a security interest in or an agricultural lien on the collateral, (A) owes payment or other performance of the obligation, (B) has pro-1718vided property other than the collateral to secure payment or other per-19formance of the obligation, or (C) is otherwise accountable in whole or 20in part for payment or other performance of the obligation. The term 21does not include issuers or nominated persons under a letter of credit.

22 (60) "Original debtor" except as used in K.S.A. 2006 Supp. 84-9-23 310(c), and amendments thereto means a person that, as debtor, entered into a security agreement to which a new debtor has become bound under 24 25subsection (d) of K.S.A. 2006 Supp. 84-9-203 and amendments thereto. 26"Payment intangible" means a general intangible under which (61)

27 the account debtor's principal obligation is a monetary obligation. 28

"Person related to," with respect to an individual, means: (62)

(A) The spouse of the individual;

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(B) a brother, brother-in-law, sister, or sister-in-law of the individual;

31 an ancestor or lineal descendant of the individual or the individ- (\mathbf{C}) 32 ual's spouse; or

33 (D) any other relative, by blood or marriage, of the individual or the 34 individual's spouse who shares the same home with the individual.

35 "Person related to," with respect to an organization, means: (63)

(A) A person directly or indirectly controlling, controlled by, or under 36 37 common control with the organization;

38 an officer or director of, or a person performing similar functions (B) 39 with respect to, the organization;

40 (C) an officer or director of, or a person performing similar functions with respect to, a person described in subparagraph (A); 41

42(D) the spouse of an individual described in subparagraph (A), (B), 43 or (C); or

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 $\begin{array}{ll} (E) & \text{an individual who is related by blood or marriage to an individual} \\ 2 & \text{described in subparagraph (A), (B), (C), or (D) and shares the same home} \\ 3 & \text{with the individual.} \end{array}$

4 (64) "Proceeds" except as used in K.S.A. 2006 Supp. 84-9-609(b), and 5 amendments thereto means the following property:

6 (A) Whatever is acquired upon the sale, lease, license, exchange, or 7 other disposition of collateral;

(B) whatever is collected on, or distributed on account of, collateral;

(C) rights arising out of collateral;

10 (D) to the extent of the value of collateral, claims arising out of the 11 loss, nonconformity, or interference with the use of, defects or infringe-12 ment of rights in, or damage to, the collateral; or

(E) to the extent of the value of collateral and to the extent payable
to the debtor or the secured party, insurance payable by reason of the
loss or nonconformity of, defects or infringement of rights in, or damage
to, the collateral.

(65) "Promissory note" means an instrument that evidences a promise to pay a monetary obligation, does not evidence an order to pay, and
does not contain an acknowledgment by a bank that the bank has received
for deposit a sum of money or funds.

(66) "Proposal" means a record authenticated by a secured party
which includes the terms on which the secured party is willing to accept
collateral in full or partial satisfaction of the obligation it secures pursuant
to K.S.A. 2006 Supp. 84-9-620, 84-9-621 and 84-9-622 and amendments
thereto.

(67) "Pursuant to commitment," with respect to an advance made or
other value given by a secured party, means pursuant to the secured
party's obligation, whether or not a subsequent event of default or other
event not within the secured party's control has relieved or may relieve
the secured party from its obligation.

(68) "Record," except as used in "for record," "of record," "record
or legal title," and "record owner," means information that is inscribed
on a tangible medium or which is stored in an electronic or other medium
and is retrievable in perceivable form.

(69) "Registered organization" means an organization organized
solely under the law of a single state or the United States and as to which
the state or the United States must maintain a public record showing the
organization to have been organized.

39 (70) "Secondary obligor" means an obligor to the extent that:

40 (A) The obligor's obligation is secondary; or

(B) the obligor has a right of recourse with respect to an obligation
secured by collateral against the debtor, another obligor, or property of
either.

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1 (71) "Secured party" means:

2 (A) A person in whose favor a security interest is created or provided 3 for under a security agreement, whether or not any obligation to be se-4 cured is outstanding;

(B) a person that holds an agricultural lien;

(C) a consignor;

7 (D) a person to which accounts, chattel paper, payment intangibles,8 or promissory notes have been sold;

9 (E) a trustee, indenture trustee, agent, collateral agent, or other rep-10 resentative in whose favor a security interest or agricultural lien is created 11 or provided for; or

12 (F) a person that holds a security interest arising under K.S.A. 84-2-13 401, 84-2-505, subsection (3) of 84-2-711, subsection (5) of 84-2a-508,

14 84-4-210 and 84-5-118 and amendments thereto.

15 (72) "Security agreement" means an agreement that creates or pro-16 vides for a security interest.

(73) "Send," in connection with a record or notification, means:

(A) To deposit in the mail, deliver for transmission, or transmit by
any other usual means of communication, with postage or cost of transmission provided for, addressed to any address reasonable under the circumstances; or

(B) to cause the record or notification to be received within the timethat it would have been received if properly sent under subparagraph (A).

(74) "Software" means a computer program and any supporting information provided in connection with a transaction relating to the program. The term does not include a computer program that is included in
the definition of goods.

(75) "State" means a state of the United States, the District of Columbia, Puerto Rico, the United States Virgin Islands, or any territory or
insular possession subject to the jurisdiction of the United States.

31 (76) "Statutory lien" means liens created by K.S.A. 2-1319, 2-2608,
32 2-3007, 34-239, 47-836, 58-201, 58-203, 58-204, 58-207, 58-218, 58-220,

2-5007, 54-253, 41-505, 50-201, 50-200, 50-204, 50-204, 50-204, 50-210, 50-220,
 33 58-221, 58-241, 58-242, 58-2524, 58-2525, 58-2526, 58-2527, and 58 34 2528 and 84-7-209, and section 15 of 2007 Senate Bill No. 308, and

35 amendments thereto.

(77) "Supporting obligation" means a letter-of-credit right or secondary obligation that supports the payment or performance of an account,
chattel paper, a document, a general intangible, an instrument, or investment property.

40 (78) "Tangible chattel paper" means chattel paper evidenced by a 41 record or records consisting of information that is inscribed on a tangible 42 medium.

43 (79) "Termination statement" means an amendment of a financing

1 statement which:

2 (A) Identifies, by its file number, the initial financing statement to 3 which it relates; and

4 (B) indicates either that it is a termination statement or that the iden-5 tified financing statement is no longer effective.

6 (80) "Transmitting utility" means a person primarily engaged in the 7 business of:

(A) Operating a railroad, subway, street railway, or trolley bus;

9 (B) transmitting communications electrically, electromagnetically, or 10 by light;

11 (C) transmitting goods by pipeline or sewer; or

(D) transmitting or producing and transmitting electricity, steam, gas,or water.

(b) **Definitions in other articles.** The following definitions in otherarticles apply to this article

16	"Applicant"	K.S.A. 84-5-102, and amendments thereto
17	"Beneficiary"	K.S.A. 84-5-102, and amendments thereto
18	"Broker"	K.S.A. 84-8-102, and amendments thereto
19	"Certificated security"	K.S.A. 84-8-102, and amendments thereto
20	"Check"	K.S.A. 84-3-104, and amendments thereto
21	"Clearing corporation"	K.S.A. 84-8-102, and amendments thereto
22	"Contract for sale"	K.S.A. 84-2-106, and amendments thereto
23	"Customer"	K.S.A. 84-4-104, and amendments thereto
24	"Entitlement holder"	K.S.A. 84-8-102, and amendments thereto
25	"Financial asset"	K.S.A. 84-8-102, and amendments thereto
26	"Holder in due course"	K.S.A. 84-3-302, and amendments thereto
27	"Issuer" (with respect to a	K.S.A. 84-5-102, and amendments thereto
28	letter of credit or	
29	letter-of-credit right)	
30	"Issuer" (with respect to a	K.S.A. 84-8-102, and amendments thereto
31	security)	
32	"Issuer" (with respect to	
33	documents of title)	K.S.A. 2006 Supp. 84-7-102, and
34		amendments thereto
35	"Lease"	K.S.A. 84-2a-103, and amendments thereto
36	"Lease agreement"	K.S.A. 84-2a-103, and amendments thereto
37	"Lease contract"	K.S.A. 84-2a-103, and amendments thereto
38	"Leasehold interest"	K.S.A. 84-2a-103, and amendments thereto
39	"Lessee"	K.S.A. 84-2a-103, and amendments thereto
40	"Lessee in ordinary	K.S.A. 84-2a-103, and amendments thereto
41	course of business"	
42	"Lessor"	K.S.A. 84-2a-103, and amendments thereto

1	"Lessor's	K.S.A. 84-2a-103, and amendments thereto
2	residual interest"	
3	"Letter of credit"	K.S.A. 84-5-102, and amendments thereto
4	"Merchant"	K.S.A. 84-2-104, and amendments thereto
5	"Negotiable instrument"	K.S.A. 84-3-104, and amendments thereto
6	"Nominated person"	K.S.A. 84-5-102, and amendments thereto
$\overline{7}$	"Note"	K.S.A. 84-3-104, and amendments thereto
8	"Proceeds of a letter	K.S.A. 84-5-114, and amendments thereto
9	of credit"	
10	"Prove"	K.S.A. 84-3-103, and amendments thereto
11	"Sale"	K.S.A. 84-2-106, and amendments thereto
12	"Securities account"	K.S.A. 84-8-501, and amendments thereto
13	"Securities intermediary"	K.S.A. 84-8-102, and amendments thereto
14	"Security"	K.S.A. 84-8-102, and amendments thereto
15	"Security certificate"	K.S.A. 84-8-102, and amendments thereto
16	"Security entitlement"	K.S.A. 84-8-102, and amendments thereto
17	"Uncertificated security"	K.S.A. 84-8-102, and amendments thereto
18	(c) Article 1 of chapte	r 84 of the Kansas Statutes Annotated,
19	and amendments thereto,	, definitions and principles. Article 1 of
20	chapter 84 of the Kansas Sta	tutes Annotated, and amendments thereto,
21	contains general definitions and principles of construction and interpre-	
22	tation applicable throughout this article.	
23	Sec. 52. K.S.A. 2006 Supp. 12-187, as amended by section 6 of 2007	
24	Senate Bill No. 115, is hereby amended to read as follows: 12-187. (a)	
25	NT 1 11 1 1 1	, , , , , , , , , , , , , , , , , , , ,

25No city shall impose a retailers' sales tax under the provisions of this act 26 without the governing body of such city having first submitted such prop-27osition to and having received the approval of a majority of the electors 28 of the city voting thereon at an election called and held therefor. The 29 governing body of any city may submit the question of imposing a retail-30 ers' sales tax and the governing body shall be required to submit the 31 question upon submission of a petition signed by electors of such city 32 equal in number to not less than 10% of the electors of such city.

33 (b) (1) The board of county commissioners of any county may submit 34 the question of imposing a countywide retailers' sales tax to the electors 35 at an election called and held thereon, and any such board shall be re-36 quired to submit the question upon submission of a petition signed by 37 electors of such county equal in number to not less than 10% of the 38 electors of such county who voted at the last preceding general election 39 for the office of secretary of state, or upon receiving resolutions request-40 ing such an election passed by not less than ²/₃ of the membership of the governing body of each of one or more cities within such county which 4142contains a population of not less than 25% of the entire population of the 43 county, or upon receiving resolutions requesting such an election passed HB 2598

by ²/₃ of the membership of the governing body of each of one or more
 taxing subdivisions within such county which levy not less than 25% of
 the property taxes levied by all taxing subdivisions within the county.

(2) The board of county commissioners of Anderson, Atchison, Bar-4 ton, Butler, Chase, Cowley, Cherokee, Crawford, Ford, Franklin, Jeffer- $\mathbf{5}$ son, Linn, Lyon, Marion, Miami, Montgomery, Neosho, Osage, Ottawa, 6 7 Reno, Riley, Saline, Seward, Sumner, Wabaunsee, Wilson and Wyandotte counties may submit the question of imposing a countywide retailers' sales 8 9 tax and pledging the revenue received therefrom for the purpose of financing the construction or remodeling of a courthouse, jail, law enforce-10 ment center facility or other county administrative facility, to the electors 11 12 at an election called and held thereon. The tax imposed pursuant to this 13 paragraph shall expire when sales tax sufficient to pay all of the costs incurred in the financing of such facility has been collected by retailers 1415as determined by the secretary of revenue. Nothing in this paragraph 16shall be construed to allow the rate of tax imposed by Butler, Chase, Cowley, Lyon, Montgomery, Neosho, Riley, Sumner or Wilson county 1718pursuant to this paragraph to exceed or be imposed at any rate other than the rates prescribed in K.S.A. 12-189, and amendments thereto. 19

20(3) (A) Except as otherwise provided in this paragraph, the result of 21the election held on November 8, 1988, on the question submitted by 22 the board of county commissioners of Jackson county for the purpose of 23 increasing its countywide retailers' sales tax by 1% is hereby declared valid, and the revenue received therefrom by the county shall be ex-24 pended solely for the purpose of financing the Banner Creek reservoir 2526project. The tax imposed pursuant to this paragraph shall take effect on 27 the effective date of this act and shall expire not later than five years after 28such date.

29 (B) The result of the election held on November 8, 1994, on the 30 question submitted by the board of county commissioners of Ottawa 31 county for the purpose of increasing its countywide retailers' sales tax by 32 1% is hereby declared valid, and the revenue received therefrom by the county shall be expended solely for the purpose of financing the erection, 33 34 construction and furnishing of a law enforcement center and jail facility. 35 (C) Except as otherwise provided in this paragraph, the result of the election held on November 2, 2004, on the question submitted by the 36 37 board of county commissioners of Sedgwick county for the purpose of 38 increasing its countywide retailers' sales tax by 1% is hereby declared 39 valid, and the revenue received therefrom by the county shall be used 40 only to pay the costs of: (i) Acquisition of a site and constructing and equipping thereon a new regional events center, associated parking and 41infrastructure improvements and related appurtenances thereto, to be 42located in the downtown area of the city of Wichita, Kansas, (the "down-43

town arena"); (ii) design for the Kansas coliseum complex and construction of improvements to the pavilions; and (iii) establishing an operating and maintenance reserve for the downtown arena and the Kansas coliseum complex. The tax imposed pursuant to this paragraph shall commence on July 1, 2005, and shall terminate not later than 30 months after the commencement thereof.

7 (4)The board of county commissioners of Finney and Ford counties may submit the question of imposing a countywide retailers' sales tax at 8 9 the rate of .25% and pledging the revenue received therefrom for the purpose of financing all or any portion of the cost to be paid by Finney 10 or Ford county for construction of highway projects identified as system 11 12enhancements under the provisions of paragraph (5) of subsection (b) of 13 K.S.A. 68-2314, and amendments thereto, to the electors at an election called and held thereon. Such election shall be called and held in the 1415 manner provided by the general bond law. The tax imposed pursuant to 16this paragraph shall expire upon the payment of all costs authorized pursuant to this paragraph in the financing of such highway projects. Nothing 1718in this paragraph shall be construed to allow the rate of tax imposed by 19Finney or Ford county pursuant to this paragraph to exceed the maximum 20rate prescribed in K.S.A. 12-189, and amendments thereto. If any funds 21remain upon the payment of all costs authorized pursuant to this para-22 graph in the financing of such highway projects in Finney county, the 23 state treasurer shall remit such funds to the treasurer of Finney county and upon receipt of such moneys shall be deposited to the credit of the 24 25county road and bridge fund. If any funds remain upon the payment of 26all costs authorized pursuant to this paragraph in the financing of such 27 highway projects in Ford county, the state treasurer shall remit such funds 28to the treasurer of Ford county and upon receipt of such moneys shall 29 be deposited to the credit of the county road and bridge fund.

30 (5) The board of county commissioners of any county may submit the question of imposing a retailers' sales tax at the rate of .25%, .5%, .75% 3132 or 1% and pledging the revenue received therefrom for the purpose of financing the provision of health care services, as enumerated in the ques-33 34 tion, to the electors at an election called and held thereon. Whenever any 35 county imposes a tax pursuant to this paragraph, any tax imposed pursuant to paragraph (2) of subsection (a) by any city located in such county shall 36 37 expire upon the effective date of the imposition of the countywide tax, 38 and thereafter the state treasurer shall remit to each such city that portion 39 of the countywide tax revenue collected by retailers within such city as 40 certified by the director of taxation. The tax imposed pursuant to this paragraph shall be deemed to be in addition to the rate limitations pre-41scribed in K.S.A. 12-189, and amendments thereto. As used in this par-42agraph, health care services shall include but not be limited to the follow-43

ing: Local health departments, city or county hospitals, city or county
 nursing homes, preventive health care services including immunizations,
 prenatal care and the postponement of entry into nursing homes by home
 care services, mental health services, indigent health care, physician or
 health care worker recruitment, health education, emergency medical
 services, rural health clinics, integration of health care services, home
 health services and rural health networks.

(6) The board of county commissioners of Allen county may submit 8 9 the question of imposing a countywide retailers' sales tax at the rate of .5% and pledging the revenue received therefrom for the purpose of 10 financing the costs of operation and construction of a solid waste disposal 11 12area or the modification of an existing landfill to comply with federal 13 regulations to the electors at an election called and held thereon. The tax imposed pursuant to this paragraph shall expire upon the payment of all 1415costs incurred in the financing of the project undertaken. Nothing in this paragraph shall be construed to allow the rate of tax imposed by Allen 16county pursuant to this paragraph to exceed or be imposed at any rate 1718other than the rates prescribed in K.S.A. 12-189 and amendments 19thereto.

20(7)The board of county commissioners of Clay, Dickinson and Miami 21county may submit the question of imposing a countywide retailers' sales 22 tax at the rate of .50% in the case of Clay and Dickinson county and at a 23 rate of up to 1% in the case of Miami county, and pledging the revenue received therefrom for the purpose of financing the costs of roadway 24 construction and improvement to the electors at an election called and 2526held thereon. Except as otherwise provided, the tax imposed pursuant to 27 this paragraph shall expire after five years from the date such tax is first collected. The result of the election held on November 2, 2004, on the 2829 question submitted by the board of county commissioners of Miami county for the purpose of extending for an additional five-year period the 30 31 countywide retailers' sales tax imposed pursuant to this subsection in Mi-32 ami county is hereby declared valid. The countywide retailers' sales tax imposed pursuant to this subsection in Clay and Miami county may be 33 34 extended or reenacted for additional five-year periods upon the board of 35 county commissioners of Clay and Miami county submitting such question to the electors at an election called and held thereon for each addi-36 37 tional five-year period as provided by law.

(8) The board of county commissioners of Sherman county may submit the question of imposing a countywide retailers' sales tax at the rate of 1% and pledging the revenue received therefrom for the purpose of financing the costs of street and roadway improvements to the electors at an election called and held thereon. The tax imposed pursuant to this paragraph shall expire upon payment of all costs authorized pursuant to 1 this paragraph in the financing of such project.

(9) The board of county commissioners of Cowley, Crawford, Russell 2 3 and Woodson county may submit the question of imposing a countywide retailers' sales tax at the rate of .5% in the case of Crawford, Russell and 4 Woodson county and at a rate of up to .25%, in the case of Cowley county $\mathbf{5}$ and pledging the revenue received therefrom for the purpose of financing 6 7 economic development initiatives or public infrastructure projects. The 8 tax imposed pursuant to this paragraph shall expire after five years from 9 the date such tax is first collected. (10) The board of county commissioners of Franklin county may sub-10mit the question of imposing a countywide retailers' sales tax at the rate 11 12of .25% and pledging the revenue received therefrom for the purpose of financing recreational facilities. The tax imposed pursuant to this para-13

14 graph shall expire upon payment of all costs authorized in financing such15 facilities.

(11) The board of county commissioners of Douglas county may submit the question of imposing a countywide retailers' sales tax at the rate
of .25% and pledging the revenue received therefrom for the purposes
of preservation, access and management of open space, and for industrial
and business park related economic development.

21 (12) The board of county commissioners of Shawnee county may sub-22 mit the question of imposing a countywide retailers' sales tax at the rate 23 of .25% and pledging the revenue received therefrom to the city of Topeka for the purpose of financing the costs of rebuilding the Topeka 24 boulevard bridge and other public infrastructure improvements associ-2526 ated with such project to the electors at an election called and held 27 thereon. The tax imposed pursuant to this paragraph shall expire upon 28payment of all costs authorized in financing such project.

29 (13) The board of county commissioners of Jackson county may sub-30 mit the question of imposing a countywide retailers' sales tax at a rate of .4% and pledging the revenue received therefrom as follows: 50% of such 3132 revenues for the purpose of financing for economic development initiatives; and 50% of such revenues for the purpose of financing public in-33 34 frastructure projects to the electors at an election called and held thereon. 35 The tax imposed pursuant to this paragraph shall expire after seven years from the date such tax is first collected. 36

(14) The board of county commissioners of Neosho county may submit the question of imposing a countywide retailers' sales tax at the rate of .5% and pledging the revenue received therefrom for the purpose of financing the costs of roadway construction and improvement to the electors at an election called and held thereon. The tax imposed pursuant to this paragraph shall expire upon payment of all costs authorized pursuant to this paragraph in the financing of such project. 1 (15) The board of county commissioners of Saline county may submit 2 the question of imposing a countywide retailers' sales tax at the rate of 3 up to .5% and pledging the revenue received therefrom for the purpose 4 of financing the costs of construction and operation of an expo center to 5 the electors at an election called and held thereon. The tax imposed pur-6 suant to this paragraph shall expire after five years from the date such tax 7 is first collected.

8 (16) The board of county commissioners of Harvey county may sub-9 mit the question of imposing a countywide retailers' sales tax at the rate 10 of 1.0% and pledging the revenue received therefrom for the purpose of 11 financing the costs of property tax relief, economic development initia-12 tives and public infrastructure improvements to the electors at an election 13 called and held thereon.

14 (17) The board of county commissioners of Atchison county may submit the question of imposing a countywide retailers' sales tax at the rate of .25% and pledging the revenue received therefrom for the purpose of financing the costs of construction and maintenance of sports and recreational facilities to the electors at an election called and held thereon. The tax imposed pursuant to this paragraph shall expire upon payment of all costs authorized in financing such facilities.

(18) The board of county commissioners of Wabaunsee county may submit the question of imposing a countywide retailers' sales tax at the rate of .5% and pledging the revenue received therefrom for the purpose of financing the costs of bridge and roadway construction and improvement to the electors at an election called and held thereon. The tax imposed pursuant to this paragraph shall expire after 15 years from the date such tax is first collected.

(19) The board of county commissioners of Jefferson county may sub-2829 mit the question of imposing a countywide retailers' sales tax at the rate of 1% and pledging the revenue received therefrom for the purpose of 30 financing the costs of roadway construction and improvement to the elec-3132 tors at an election called and held thereon. The tax imposed pursuant to this paragraph shall expire after six years from the date such tax is first 33 34 collected. The countywide retailers' sales tax imposed pursuant to this 35 paragraph may be extended or reenacted for additional six-year periods upon the board of county commissioners of Jefferson county submitting 36 such question to the electors at an election called and held thereon for 37 38 each additional six-year period as provided by law.

(20) The board of county commissioners of Riley county may submit the question of imposing a countywide retailers' sales tax at the rate of up to 1% and pledging the revenue received therefrom for the purpose of financing the costs of bridge and roadway construction and improvement to the electors at an election called and held thereon. The tax im1 posed pursuant to this paragraph shall expire after five years from the 2 date such tax is first collected.

3 (21) The board of county commissioners of Johnson county may submit the question of imposing a countywide retailers' sales tax at the rate 4 of .25% and pledging the revenue received therefrom for the purpose of 5financing the construction and operation costs of public safety projects, 6 7 including, but not limited to, a jail, detention center, sheriff's resource center, crime lab or other county administrative or operational facility 8 9 dedicated to public safety, to the electors at an election called and held thereon. The tax imposed pursuant to this paragraph shall expire after 10 10 years from the date such tax is first collected. The countywide retailers' 11 12sales tax imposed pursuant to this subsection may be extended or reen-13 acted for additional periods not exceeding 10 years upon the board of county commissioners of Johnson county submitting such question to the 1415electors at an election called and held thereon for each additional ten-16year period as provided by law.

(c) The boards of county commissioners of any two or more contig-1718uous counties, upon adoption of a joint resolution by such boards, may submit the question of imposing a retailers' sales tax within such counties 1920to the electors of such counties at an election called and held thereon and such boards of any two or more contiguous counties shall be required 2122 to submit such question upon submission of a petition in each of such 23 counties, signed by a number of electors of each of such counties where submitted equal in number to not less than 10% of the electors of each 24 of such counties who voted at the last preceding general election for the 2526office of secretary of state, or upon receiving resolutions requesting such 27 an election passed by not less than ²/₃ of the membership of the governing 28 body of each of one or more cities within each of such counties which 29 contains a population of not less than 25% of the entire population of 30 each of such counties, or upon receiving resolutions requesting such an 31 election passed by $\frac{2}{3}$ of the membership of the governing body of each 32 of one or more taxing subdivisions within each of such counties which levy not less than 25% of the property taxes levied by all taxing subdivi-33 34 sions within each of such counties.

(d) Any city retailers' sales tax being levied by a city prior to July 1, 2006, shall continue in effect until repealed in the manner provided herein for the adoption and approval of such tax or until repealed by the adoption of an ordinance for such repeal. Any countywide retailers' sales tax in the amount of .5% or 1% in effect on July 1, 1990, shall continue in effect until repealed in the manner provided herein for the adoption and approval of such tax.

42 (e) Any city or county proposing to adopt a retailers' sales tax shall 43 give notice of its intention to submit such proposition for approval by the HB 2598

1 electors in the manner required by K.S.A. 10-120, and amendments thereto. The notices shall state the time of the election and the rate and 2 3 effective date of the proposed tax. If a majority of the electors voting thereon at such election fail to approve the proposition, such proposition 4 may be resubmitted under the conditions and in the manner provided in $\mathbf{5}$ this act for submission of the proposition. If a majority of the electors 6 7 voting thereon at such election shall approve the levying of such tax, the 8 governing body of any such city or county shall provide by ordinance or 9 resolution, as the case may be, for the levy of the tax. Any repeal of such tax or any reduction or increase in the rate thereof, within the limits 10prescribed by K.S.A. 12-189, and amendments thereto, shall be accom-11 12 plished in the manner provided herein for the adoption and approval of 13 such tax except that the repeal of any such city retailers' sales tax may be accomplished by the adoption of an ordinance so providing. 14

(f) The sufficiency of the number of signers of any petition filed under this section shall be determined by the county election officer. Every
election held under this act shall be conducted by the county election
officer.

(g) The governing body of the city or county proposing to levy any
retailers' sales tax shall specify the purpose or purposes for which the
revenue would be used, and a statement generally describing such purpose or purposes shall be included as a part of the ballot proposition.

23 Sec. 53. K.S.A. 2006 Supp. 12-189, as amended by section 7 of 2007 Senate Bill No. 115, is hereby amended to read as follows: 12-189. The 24 rate of any city retailers' sales tax shall be fixed in increments of .05% and 2526in an amount not to exceed 2% for general purposes and not to exceed 27 1% for special purposes which shall be determined by the governing body 28of the city. For any retailers' sales tax imposed by a city for special pur-29 poses, such city shall specify the purposes for which such tax is imposed. 30 All such special purpose retailers' sales taxes imposed by a city shall expire 31 after 10 years from the date such tax is first collected. The rate of any 32 countywide retailers' sales tax shall be fixed in an amount of either .25%, .5%, .75% or 1% which amount shall be determined by the board of 33 34 county commissioners, except that:

35 (a) The board of county commissioners of Wabaunsee county, for the 36 purposes of paragraph (2) of subsection (b) of K.S.A. 12-187, and amend-37 ments thereto, may fix such rate at 1.25%; the board of county commis-38 sioners of Osage or Reno county, for the purposes of paragraph (2) of 39 subsection (b) of K.S.A. 12-187, and amendments thereto, may fix such 40 rate at 1.25% or 1.5%; the board of county commissioners of Cherokee, Crawford, Ford, Saline, Seward or Wyandotte county, for the purposes 4142of paragraph (2) of subsection (b) of K.S.A. 12-187, and amendments 43 thereto, may fix such rate at 1.5%, the board of county commissioners of HB 2598

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K.S.A. 12-187, and amendments thereto, may fix such rate at 1.5% or 2 1.75%; the board of county commissioners of Anderson, Barton, Jefferson 3 4 or Ottawa county, for the purposes of paragraph (2) of subsection (b) of $\mathbf{5}$ K.S.A. 12-187, and amendments thereto, may fix such rate at 2%; the 6 board of county commissioners of Marion county, for the purposes of 7 paragraph (2) of subsection (b) of K.S.A. 12-187, and amendments 8 thereto, may fix such rate at 2.5%; and the board of county commissioners 9 of Franklin, Linn and Miami counties, for the purposes of paragraph (2) 10 of subsection (b) of K.S.A. 12-187, and amendments thereto, may fix such rate at a percentage which is equal to the sum of the rate allowed to be 11 12imposed by the respective board of county commissioners on July 1, 2007, 13 plus up to 1.0%; 14(b) the board of county commissioners of Jackson county, for the 15purposes of paragraph (3) of subsection (b) of K.S.A. 12-187, and amend-16ments thereto, may fix such rate at 2%; 17(c) the boards of county commissioners of Finney and Ford counties, 18for the purposes of paragraph (4) of subsection (b) of K.S.A. 12-187, and 19amendments thereto, may fix such rate at .25%; 20(d) the board of county commissioners of any county for the purposes 21of paragraph (5) of subsection (b) of K.S.A. 12-187, and amendments 22 thereto, may fix such rate at a percentage which is equal to the sum of 23 the rate allowed to be imposed by a board of county commissioners on the effective date of this act plus .25%, .5%, .75% or 1%, as the case 24 25requires;

(e) the board of county commissioners of Dickinson county, for the
purposes of paragraph (7) of subsection (b) of K.S.A. 12-187, and amendments thereto, may fix such rate at 1.5%, and the board of county commissioners of Miami county, for the purposes of paragraph (7) of subsection (b) of K.S.A. 12-187, and amendments thereto, may fix such rate at
1.25%, 1.5%, 1.75% or 2%;

(f) the board of county commissioners of Sherman county, for the
purposes of paragraph (8) of subsection (b) of K.S.A. 12-187, and amendments thereto, may fix such rate at 2.25%;

(g) the board of county commissioners of Crawford or Russell county
for the purposes of paragraph (9) of subsection (b) of K.S.A. 12-187, and
amendments thereto, may fix such rate at 1.5%;

(h) the board of county commissioners of Franklin county, for the
purposes of paragraph (10) of subsection (b) of K.S.A. 12-187, and
amendments thereto, may fix such rate at 1.75%;

41 (i) the board of county commissioners of Douglas county, for the 42 purposes of paragraph (11) of subsection (b) of K.S.A. 12-187, and 43 amendments thereto, may fix such rate at 1.25%;

Atchison county, for the purposes of paragraph (2) of subsection (b) of

(j) the board of county commissioners of Jackson county, for the pur poses of subsection (b)(13) of K.S.A. 12-187 and amendments thereto,
 may fix such rate at 1.4%;

4 (k) the board of county commissioners of Sedgwick county, for the 5 purposes of paragraph (3)(C) of subsection (b) of K.S.A. 12-187, and 6 amendments thereto, may fix such rate at 2%;

(l) the board of county commissioners of Neosho county, for the purposes of paragraph (14) of subsection (b) of K.S.A. 12-187, and amendments thereto, may fix such rate at 1.0% or 1.5%;

10 (m) the board of county commissioners of Saline county, for the pur-11 poses of subsection (15) of subsection (b) of K.S.A. 12-187, and amend-12 ments thereto, may fix such rate at up to 1.5%;

(n) the board of county commissioners of Harvey county, for the purposes of paragraph (16) of subsection (b) of K.S.A. 12-187, and amendments thereto, may fix such rate at 2.0%;

16 (o) the board of county commissioners of Atchison county, for the 17 purpose of paragraph (17) of subsection (b) of K.S.A. 12-187, and amend-18 ments thereto, may fix such rate at a percentage which is equal to the 19 sum of the rate allowed to be imposed by the board of county commis-20 sioners of Atchison county on the effective date of this act plus .25%;

(p) the board of county commissioners of Wabaunsee county, for the
purpose of paragraph (18) of subsection (b) of K.S.A. 12-187, and amendments thereto, may fix such rate at a percentage which is equal to the
sum of the rate allowed to be imposed by the board of county commissioners of Wabaunsee county on July 1, 2007, plus .5%;

(q) the board of county commissioners of Jefferson county, for the
purpose of paragraph (19) of subsection (b) of K.S.A. 12-187, and amendments thereto, may fix such rate at 2.0%; and

(r) the board of county commissioners of Riley county, for the purpose of paragraph (20) of subsection (b) of K.S.A. 12-187, and amendments thereto, may fix such rate at a percentage which is equal to the sum of the rate allowed to be imposed by the board of county commissioners of Riley county on July 1, 2007, plus up to 1%; and

(s) the board of county commissioners of Johnson county for the purposes of paragraph (18) of subsection (b) of K.S.A. 12-187, and amendments thereto, may fix such rate at a percentage which is equal to the sum
of the rate allowed to be imposed by the board of county commissioners
of Johnson county on July 1, 2007, plus .25%.

Any county or city levying a retailers' sales tax is hereby prohibited from administering or collecting such tax locally, but shall utilize the services of the state department of revenue to administer, enforce and collect such tax. Except as otherwise specifically provided in K.S.A. 12-189a, and amendments thereto, such tax shall be identical in its application, and HB 2598

1 exemptions therefrom, to the Kansas retailers' sales tax act and all laws and administrative rules and regulations of the state department of rev-2 3 enue relating to the Kansas retailers' sales tax shall apply to such local sales tax insofar as such laws and rules and regulations may be made 4 applicable. The state director of taxation is hereby authorized to admin- $\mathbf{5}$ ister, enforce and collect such local sales taxes and to adopt such rules 6 7 and regulations as may be necessary for the efficient and effective ad-8 ministration and enforcement thereof.

9 Upon receipt of a certified copy of an ordinance or resolution authorizing the levy of a local retailers' sales tax, the director of taxation shall 10 cause such taxes to be collected within or without the boundaries of such 11 12taxing subdivision at the same time and in the same manner provided for 13 the collection of the state retailers' sales tax. Such copy shall be submitted to the director of taxation within 30 days after adoption of any such or-1415 dinance or resolution. All moneys collected by the director of taxation 16under the provisions of this section shall be credited to a county and city retailers' sales tax fund which fund is hereby established in the state treas-1718ury. Any refund due on any county or city retailers' sales tax collected pursuant to this act shall be paid out of the sales tax refund fund and 1920reimbursed by the director of taxation from collections of local retailers' sales tax revenue. Except for local retailers' sales tax revenue required to 2122 be deposited in the redevelopment bond fund established under K.S.A. 74-8927, and amendments thereto, all local retailers' sales tax revenue 23 collected within any county or city pursuant to this act shall be appor-24 25tioned and remitted at least quarterly by the state treasurer, on instruction 26from the director of taxation, to the treasurer of such county or city.

Revenue that is received from the imposition of a local retailers' sales
tax which exceeds the amount of revenue required to pay the costs of a
special project for which such revenue was pledged shall be credited to
the city or county general fund, as the case requires.

31 The director of taxation shall provide, upon request by a city or county 32 clerk or treasurer or finance officer of any city or county levying a local 33 retailers' sales tax, monthly reports identifying each retailer doing busi-34 ness in such city or county or making taxable sales sourced to such city 35 or county, setting forth the tax liability and the amount of such tax remitted by each retailer during the preceding month and identifying each 36 business location maintained by the retailer and such retailer's sales or 37 38 use tax registration or account number. Such report shall be made avail-39 able to the clerk or treasurer or finance officer of such city or county 40 within a reasonable time after it has been requested from the director of taxation. The director of taxation shall be allowed to assess a reasonable 4142fee for the issuance of such report. Information received by any city or county pursuant to this section shall be confidential, and it shall be un-43

lawful for any officer or employee of such city or county to divulge any
 such information in any manner. Any violation of this paragraph by a city
 or county officer or employee is a class A misdemeanor, and such officer
 or employee shall be dismissed from office. Reports of violations of this
 paragraph shall be investigated by the attorney general. The district at torney or county attorney and the attorney general shall have authority
 to prosecute violations of this paragraph.

Sec. 54. K.S.A. 2006 Supp. 12-192, as amended by section 8 of 2007 8 9 Senate Bill No. 115, is hereby amended to read as follows: 12-192. (a) Except as otherwise provided by subsection (b), (d) or (h), all revenue 10 received by the director of taxation from a countywide retailers' sales tax 11 12shall be apportioned among the county and each city located in such 13 county in the following manner: (1) One-half of all revenue received by the director of taxation shall be apportioned among the county and each 1415 city located in such county in the proportion that the total tangible prop-16erty tax levies made in such county in the preceding year for all funds of each such governmental unit bear to the total of all such levies made in 1718the preceding year, and (2) $\frac{1}{2}$ of all revenue received by the director of 19taxation from such countywide retailers' sales tax shall be apportioned 20among the county and each city located in such county, first to the county 21that portion of the revenue equal to the proportion that the population 22 of the county residing in the unincorporated area of the county bears to 23 the total population of the county, and second to the cities in the proportion that the population of each city bears to the total population of 24 25the county, except that no persons residing within the Fort Riley military 26reservation shall be included in the determination of the population of 27 any city located within Riley county. All revenue apportioned to a county 28shall be paid to its county treasurer and shall be credited to the general 29 fund of the county. 30

(b) (1) As an alternative and In lieu of the apportionment formula provided in subsection (a), all revenue received by the director of taxation 3132 from a countywide retailers' sales tax imposed within Johnson county at the rate of .75% or, 1% or 1.25% after the effective date of this act may 33 34 July 1, 2007, shall be apportioned among the county and each city located 35 in such county in the following manner: (A) The revenue received from the first .5% rate of tax shall be apportioned in the manner prescribed by 36 37 subsection (a) and (B) the revenue received from the rate of tax exceeding 38 .5% shall be apportioned as follows: (i) One-fourth shall be apportioned 39 among the county and each city located in such county in the proportion 40 that the total tangible property tax levies made in such county in the preceding year for all funds of each such governmental unit bear to the 4142total of all such levies made in the preceding year and (ii) one-fourth shall 43 be apportioned among the county and each city located in such county, 1 first to the county that portion of the revenue equal to the proportion 2 that the population of the county residing in the unincorporated area of 3 the county bears to the total population of the county, and second to the 4 cities in the proportion that the population of each city bears to the total 5 population of the county and (iii) one-half shall be retained by the county 6 for its sole use and benefit.

7 (2) In lieu of the apportionment formula provided in subsection (a), all money received by the director of taxation from a countywide sales tax 8 9 imposed within Montgomery county pursuant to the election held on November 8, 1994, shall be remitted to and shall be retained by the 10 county and expended only for the purpose for which the revenue received 11 12from the tax was pledged. All revenue apportioned and paid from the 13 imposition of such tax to the treasurer of any city prior to the effective date of this act shall be remitted to the county treasurer and expended 1415 only for the purpose for which the revenue received from the tax was 16pledged.

(3) In lieu of the apportionment formula provided in subsection (a),
on and after the effective date of this act, all moneys received by the
director of taxation from a countywide retailers' sales tax imposed within
Phillips county pursuant to the election held on September 20, 2005, shall
be remitted to and shall be retained by the county and expended only for
the purpose for which the revenue received from the tax was pledged.

23 (c) (1) Except as otherwise provided by paragraph (2) of this subsection, for purposes of subsections (a) and (b), the term "total tangible 24 property tax levies" means the aggregate dollar amount of tax revenue 2526derived from ad valorem tax levies applicable to all tangible property 27located within each such city or county. The ad valorem property tax levy of any county or city district entity or subdivision shall be included within 2829 this term if the levy of any such district entity or subdivision is applicable 30 to all tangible property located within each such city or county.

31 For the purposes of subsections (a) and (b), any ad valorem prop-(2)32 erty tax levied on property located in a city in Johnson county for the purpose of providing fire protection service in such city shall be included 33 34 within the term "total tangible property tax levies" for such city regardless 35 of its applicability to all tangible property located within each such city. If the tax is levied by a district which extends across city boundaries, for 36 37 purposes of this computation, the amount of such levy shall be apportioned among each city in which such district extends in the proportion 38 39 that such tax levied within each city bears to the total tax levied by the 40 district.

41 (d) (1) All revenue received from a countywide retailers' sales tax 42 imposed pursuant to paragraphs (2), (3)(C), (6), (7), (8), (9), (12), (14), 43 (15), (16), (17), (18), (19) or (20) of subsection (b) of K.S.A. 12-187, and amendments thereto, shall be remitted to and shall be retained by the
 county and expended only for the purpose for which the revenue received
 from the tax was pledged.

4 (2) Except as otherwise provided in paragraph (5) of subsection (b) 5 of K.S.A. 12-187, and amendments thereto, all revenues received from a 6 countywide retailers' sales tax imposed pursuant to paragraph (5) of sub-7 section (b) of K.S.A. 12-187, and amendments thereto, shall be remitted 8 to and shall be retained by the county and expended only for the purpose 9 for which the revenue received from the tax was pledged.

(e) All revenue apportioned to the several cities of the county shall 10be paid to the respective treasurers thereof and deposited in the general 11 12fund of the city. Whenever the territory of any city is located in two or more counties and any one or more of such counties do not levy a coun-13 tywide retailers' sales tax, or whenever such counties do not levy coun-1415tywide retailers' sales taxes at a uniform rate, the revenue received by 16such city from the proceeds of the countywide retailers' sales tax, as an alternative to depositing the same in the general fund, may be used for 1718the purpose of reducing the tax levies of such city upon the taxable tangible property located within the county levying such countywide retail-1920ers' sales tax.

(f) Prior to March 1 of each year, the secretary of revenue shall advise
each county treasurer of the revenue collected in such county from the
state retailers' sales tax for the preceding calendar year.

(g) Prior to December 31 of each year, the clerk of every county imposing a countywide retailers' sales tax shall provide such information deemed necessary by the secretary of revenue to apportion and remit revenue to the counties and cities pursuant to this section.

The provisions of subsections (a) and (b) for the apportionment 28(h) 29 of countywide retailers' sales tax shall not apply to any revenues received pursuant to a county or countywide retailers' sales tax levied or collected 30 under K.S.A. 74-8929, and amendments thereto. All such revenue col-3132 lected under K.S.A. 74-8929, and amendments thereto, shall be deposited into the redevelopment bond fund established by K.S.A. 74-8927, and 33 34 amendments thereto, for the period of time set forth in K.S.A. 74-8927, 35 and amendments thereto.

Sec. 55. K.S.A. 2006 Supp. 19-101a, as amended by section 57 of
2007 Senate Bill No. 66, is hereby amended to read as follows: 19-101a.
(a) The board of county commissioners may transact all county business
and perform all powers of local legislation and administration it deems
appropriate, subject only to the following limitations, restrictions or prohibitions:

42 (1) Counties shall be subject to all acts of the legislature which apply43 uniformly to all counties.

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(2) Counties may not affect the courts located therein.

2 (3) Counties shall be subject to acts of the legislature prescribing 3 limits of indebtedness.

4 (4) In the exercise of powers of local legislation and administration 5 authorized under provisions of this section, the home rule power con-6 ferred on cities to determine their local affairs and government shall not 7 be superseded or impaired without the consent of the governing body of 8 each city within a county which may be affected.

9 (5) Counties may not legislate on social welfare administered under 10 state law enacted pursuant to or in conformity with public law No. 271— 11 74th congress, or amendments thereof.

(6) Counties shall be subject to all acts of the legislature concerning
elections, election commissioners and officers and their duties as such
officers and the election of county officers.

(7) Counties shall be subject to the limitations and prohibitions im posed under K.S.A. 12-187 to 12-195, inclusive, and amendments thereto,
 prescribing limitations upon the levy of retailers' sales taxes by counties.

(8) Counties may not exempt from or effect changes in statutes made
nonuniform in application solely by reason of authorizing exceptions for
counties having adopted a charter for county government.

(9) No county may levy ad valorem taxes under the authority of this
section upon real property located within any redevelopment project area
established under the authority of K.S.A. 12-1772, and amendments
thereto, unless the resolution authorizing the same specifically authorized
a portion of the proceeds of such levy to be used to pay the principal of
and interest upon bonds issued by a city under the authority of K.S.A.
12-1774, and amendments thereto.

(10) Counties shall have no power under this section to exempt from any statute authorizing or requiring the levy of taxes and providing substitute and additional provisions on the same subject, unless the resolution authorizing the same specifically provides for a portion of the proceeds of such levy to be used to pay a portion of the principal and interest on bonds issued by cities under the authority of K.S.A. 12-1774, and amendments thereto.

(11) Counties may not exempt from or effect changes in the provisions of K.S.A. 19-4601 through 19-4625, and amendments thereto.

(12) Except as otherwise specifically authorized by K.S.A. 12-1,101
through 12-1,109, and amendments thereto, counties may not levy and
collect taxes on incomes from whatever source derived.

40 (13) Counties may not exempt from or effect changes in K.S.A. 19-41 430, and amendments thereto.

42 (14) Counties may not exempt from or effect changes in K.S.A. 19-43 302, 19-502b, 19-503, 19-805 or 19-1202, and amendments thereto.

1 (15) Counties may not exempt from or effect changes in K.S.A. 19-2 15,139, 19-15,140 and 19-15,141, and amendments thereto.

3 (16) Counties may not exempt from or effect changes in the provi4 sions of K.S.A. 12-1223, 12-1225, 12-1225a, 12-1225b, 12-1225c and 125 1226, and amendments thereto, or the provisions of K.S.A. 12-1260
6 through 12-1270 and 12-1276, and amendments thereto.

7 (17) Counties may not exempt from or effect changes in the provi-8 sions of K.S.A. 19-211, and amendments thereto.

9 (18) Counties may not exempt from or effect changes in the provi-10 sions of K.S.A. 19-4001 through 19-4015, and amendments thereto.

(19) Counties may not regulate the production or drilling of any oil 11 12or gas well in any manner which would result in the duplication of reg-13 ulation by the state corporation commission and the Kansas department of health and environment pursuant to chapter 55 and chapter 65 of the 1415 Kansas Statutes Annotated, and amendments thereto, and any rules and regulations adopted pursuant thereto. Counties may not require any li-16cense or permit for the drilling or production of oil and gas wells. Counties 1718may not impose any fee or charge for the drilling or production of any 19oil or gas well.

(20) Counties may not exempt from or effect changes in K.S.A. 79-41a04, and amendments thereto.

(21) Counties may not exempt from or effect changes in K.S.A. 79-1611, and amendments thereto.

(22) Counties may not exempt from or effect changes in K.S.A. 79-1494, and amendments thereto.

(23) Counties may not exempt from or effect changes in subsection(b) of K.S.A. 19-202, and amendments thereto.

(24) Counties may not exempt from or effect changes in subsection(b) of K.S.A. 19-204, and amendments thereto.

(25) Counties may not levy or impose an excise, severance or any
other tax in the nature of an excise tax upon the physical severance and
production of any mineral or other material from the earth or water.

33 (26) Counties may not exempt from or effect changes in K.S.A. 79-34 2017 or 79-2101, and amendments thereto.

(27) Counties may not exempt from or effect changes in K.S.A. 23302, 2-3305, 2-3307, 2-3318, 17-5904, 17-5908, 47-1219, 65-171d, 651,178 through 65-1,199, and amendments thereto.

(28) Counties may not exempt from or effect changes in K.S.A. 2006
Supp. 80-121, and amendments thereto.

40 (29) Counties may not exempt from or effect changes in K.S.A. 19-41 228, and amendments thereto.

(30) Counties may not exempt from or effect changes in the wirelessenhanced 911 act, in the VoIP enhanced 911 act or in the provisions of

1 K.S.A. 12-5301 through 12-5308, and amendments thereto.

2 (31) Counties may not exempt from or effect changes in K.S.A. 20063 Supp. 26-601, and amendments thereto.

4 (32) (A) Counties may not exempt from or effect changes in the Kan-5 sas liquor control act except as provided by paragraph (B).

6 (B) Counties may adopt resolutions which are not in conflict with the 7 Kansas liquor control act.

8 (33) (A) Counties may not exempt from or effect changes in the Kan-9 sas cereal malt beverage act except as provided by paragraph (B).

(B) Counties may adopt resolutions which are not in conflict with theKansas cereal malt beverage act.

12 (34) Counties may neither exempt from nor effect changes to the em-13 inent domain procedure act.

14 (35) Counties may not exempt from or effect changes in the Kansas15 lottery act.

(35) (36) Counties may not exempt from or effect changes in the
 Kansas expanded lottery act.

(37) Any county granted authority pursuant to the provisions of sections 1 through 5 of 2007 Senate Bill No. 115, and amendments thereto,
shall be subject to the limitations and prohibitions imposed under sections
1 through 5 of 2007 Senate Bill No. 115, and amendments thereto.

(38) Except as otherwise specifically authorized by sections 1 through
5 of 2007 Senate Bill No. 115, and amendments thereto, counties may not
exercise any authority granted pursuant to sections 1 through 5 of 2007
Senate Bill No. 115, and amendments thereto, including the imposition
or levy of any retailers' sales tax.

27 (b) Counties shall apply the powers of local legislation granted in subsection (a) by resolution of the board of county commissioners. If no 28 29 statutory authority exists for such local legislation other than that set forth 30 in subsection (a) and the local legislation proposed under the authority of such subsection is not contrary to any act of the legislature, such local 3132 legislation shall become effective upon passage of a resolution of the board and publication in the official county newspaper. If the legislation 33 34 proposed by the board under authority of subsection (a) is contrary to an 35 act of the legislature which is applicable to the particular county but not uniformly applicable to all counties, such legislation shall become effec-36 37 tive by passage of a charter resolution in the manner provided in K.S.A. 38 19-101b, and amendments thereto.

(c) Any resolution adopted by a county which conflicts with the re-strictions in subsection (a) is null and void.

41 Sec. 56. K.S.A. 2006 Supp. 79-32,117, as amended by section 21 of 42 2007 House Bill No. 2038, is hereby amended to read as follows: 79-43 32,117. (a) The Kansas adjusted gross income of an individual means such 3

1 individual's federal adjusted gross income for the taxable year, with the 2 modifications specified in this section.

(b) There shall be added to federal adjusted gross income:

Interest income less any related expenses directly incurred in the (i) 4 purchase of state or political subdivision obligations, to the extent that $\mathbf{5}$ the same is not included in federal adjusted gross income, on obligations 6 7 of any state or political subdivision thereof, but to the extent that interest 8 income on obligations of this state or a political subdivision thereof issued prior to January 1, 1988, is specifically exempt from income tax under the 9 laws of this state authorizing the issuance of such obligations, it shall be 10excluded from computation of Kansas adjusted gross income whether or 11 12not included in federal adjusted gross income. Interest income on obli-13 gations of this state or a political subdivision thereof issued after December 31, 1987, shall be excluded from computation of Kansas adjusted 1415gross income whether or not included in federal adjusted gross income. 16Taxes on or measured by income or fees or payments in lieu of (ii)income taxes imposed by this state or any other taxing jurisdiction to the 1718extent deductible in determining federal adjusted gross income and not 19credited against federal income tax. This paragraph shall not apply to taxes

imposed under the provisions of K.S.A. 79-1107 or 79-1108, and amendments thereto, for privilege tax year 1995, and all such years thereafter.
(iii) The federal net operating loss deduction.

23 Federal income tax refunds received by the taxpayer if the de-(iv) duction of the taxes being refunded resulted in a tax benefit for Kansas 24 income tax purposes during a prior taxable year. Such refunds shall be 2526included in income in the year actually received regardless of the method of accounting used by the taxpayer. For purposes hereof, a tax benefit 27 28shall be deemed to have resulted if the amount of the tax had been de-29 ducted in determining income subject to a Kansas income tax for a prior 30 year regardless of the rate of taxation applied in such prior year to the Kansas taxable income, but only that portion of the refund shall be in-3132 cluded as bears the same proportion to the total refund received as the 33 federal taxes deducted in the year to which such refund is attributable 34 bears to the total federal income taxes paid for such year. For purposes 35 of the foregoing sentence, federal taxes shall be considered to have been deducted only to the extent such deduction does not reduce Kansas tax-36 37 able income below zero.

(v) The amount of any depreciation deduction or business expense deduction claimed on the taxpayer's federal income tax return for any capital expenditure in making any building or facility accessible to the handicapped, for which expenditure the taxpayer claimed the credit allowed by K.S.A. 79-32,177, and amendments thereto.

43 (vi) Any amount of designated employee contributions picked up by

1 an employer pursuant to K.S.A. 12-5005, 20-2603, 74-4919 and 74-4965, and amendments to such sections. 2

(vii) The amount of any charitable contribution made to the extent 3 the same is claimed as the basis for the credit allowed pursuant to K.S.A. 4 79-32,196, and amendments thereto. 5

(viii) The amount of any costs incurred for improvements to a swine 6 7 facility, claimed for deduction in determining federal adjusted gross in-8 come, to the extent the same is claimed as the basis for any credit allowed 9 pursuant to K.S.A. 2006 Supp. 79-32,204 and amendments thereto.

The amount of any ad valorem taxes and assessments paid and 10(ix) the amount of any costs incurred for habitat management or construction 11 12and maintenance of improvements on real property, claimed for deduction in determining federal adjusted gross income, to the extent the same 13 is claimed as the basis for any credit allowed pursuant to K.S.A. 79-32,203 1415and amendments thereto.

16Amounts received as nonqualified withdrawals, as defined by (x) K.S.A. 2006 Supp. 75-643, and amendments thereto, if, at the time of 17contribution to a family postsecondary education savings account, such 18amounts were subtracted from the federal adjusted gross income pur-1920suant to paragraph (xv) of subsection (c) of K.S.A. 79-32,117, and amendments thereto, or if such amounts are not already included in the federal 2122 adjusted gross income.

23 (xi) The amount of any contribution made to the same extent the same is claimed as the basis for the credit allowed pursuant to K.S.A. 24 2006 Supp. 74-50,154, and amendments thereto. 25

26(xii) For taxable years commencing after December 31, 2004, 27 amounts received as withdrawals not in accordance with the provisions 28of K.S.A. 2006 Supp. 74-50,204, and amendments thereto, if, at the time 29 of contribution to an individual development account, such amounts were 30 subtracted from the federal adjusted gross income pursuant to paragraph (xiii) of subsection (c), or if such amounts are not already included in the 3132 federal adjusted gross income.

The amount of any expenditures claimed for deduction in de-33 (xiii) 34 termining federal adjusted gross income, to the extent the same is claimed 35 as the basis for any credit allowed pursuant to K.S.A. 2006 Supp. 79-32,217 through 79-32,220 or 79-32,222, and amendments thereto. 36

37 (xiv) The amount of any amortization deduction claimed in determining federal adjusted gross income to the extent the same is claimed 38 39 for deduction pursuant to K.S.A. 2006 Supp. 79-32,221, and amendments 40 thereto.

(xv) The amount of any expenditures claimed for deduction in deter-4142mining federal adjusted gross income, to the extent the same is claimed 43

as the basis for any credit allowed pursuant to K.S.A. 2006 Supp. 79-

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1 32,223 through 79-32,226, 79-32,228 through 79-32,231, 79-32,233

through 79-32,236, 79-32,238 through 79-32,241, sections 10 through 13
of 2007 House Bill No. 2038 or sections 32 through 35 of 2007 House Bill

4 *No.* 2038, and amendments thereto.

5 (xvi) The amount of any amortization deduction claimed in deter-6 mining federal adjusted gross income to the extent the same is claimed 7 for deduction pursuant to K.S.A. 2006 Supp. 79-32,227, 79-32,232, 79-

8 32,237, section 14, 18 or 36 *of 2007 House Bill No. 2038*, and amendments 9 thereto.

(xvii) The amount of any amortization deduction claimed in determining federal adjusted gross income to the extent the same is claimed for
deduction pursuant to section 7 of 2007 House Bill No. 2419, and amendments thereto.

(c) There shall be subtracted from federal adjusted gross income:

(i) Interest or dividend income on obligations or securities of any
authority, commission or instrumentality of the United States and its possessions less any related expenses directly incurred in the purchase of
such obligations or securities, to the extent included in federal adjusted
gross income but exempt from state income taxes under the laws of the
United States.

(ii) Any amounts received which are included in federal adjusted
gross income but which are specifically exempt from Kansas income taxation under the laws of the state of Kansas.

(iii) The portion of any gain or loss from the sale or other disposition 24 25of property having a higher adjusted basis for Kansas income tax purposes 26than for federal income tax purposes on the date such property was sold 27or disposed of in a transaction in which gain or loss was recognized for 28purposes of federal income tax that does not exceed such difference in 29 basis, but if a gain is considered a long-term capital gain for federal in-30 come tax purposes, the modification shall be limited to that portion of 31 such gain which is included in federal adjusted gross income.

(iv) The amount necessary to prevent the taxation under this act of any annuity or other amount of income or gain which was properly included in income or gain and was taxed under the laws of this state for a taxable year prior to the effective date of this act, as amended, to the taxpayer, or to a decedent by reason of whose death the taxpayer acquired the right to receive the income or gain, or to a trust or estate from which the taxpayer received the income or gain.

(v) The amount of any refund or credit for overpayment of taxes on
or measured by income or fees or payments in lieu of income taxes imposed by this state, or any taxing jurisdiction, to the extent included in
gross income for federal income tax purposes.

43 (vi) Accumulation distributions received by a taxpayer as a beneficiary

1 of a trust to the extent that the same are included in federal adjusted 2 gross income.

3 (vii) Amounts received as annuities under the federal civil service retirement system from the civil service retirement and disability fund 4 and other amounts received as retirement benefits in whatever form $\mathbf{5}$ which were earned for being employed by the federal government or for 6 7 service in the armed forces of the United States.

8 (viii) Amounts received by retired railroad employees as a supple-9 mental annuity under the provisions of 45 U.S.C. 228b (a) and 228c (a)(1) et seq. 10

Amounts received by retired employees of a city and by retired 11 (ix) 12employees of any board of such city as retirement allowances pursuant to 13 K.S.A. 13-14,106, and amendments thereto, or pursuant to any charter ordinance exempting a city from the provisions of K.S.A. 13-14,106, and 1415amendments thereto.

16(x) For taxable years beginning after December 31, 1976, the amount of the federal tentative jobs tax credit disallowance under the provisions 17of 26 U.S.C. 280 C. For taxable years ending after December 31, 1978, 1819the amount of the targeted jobs tax credit and work incentive credit dis-20allowances under 26 U.S.C. 280 C.

21For taxable years beginning after December 31, 1986, dividend (xi) 22 income on stock issued by Kansas Venture Capital, Inc.

23 For taxable years beginning after December 31, 1989, amounts (xii) received by retired employees of a board of public utilities as pension and 24 retirement benefits pursuant to K.S.A. 13-1246, 13-1246a and 13-1249 2526 and amendments thereto.

27For taxable years beginning after December 31, 2004, amounts (xiii) 28contributed to and the amount of income earned on contributions de-29 posited to an individual development account under K.S.A. 2006 Supp. 30 74-50,201, et seq., and amendments thereto.

(xiv) For all taxable years commencing after December 31, 1996, that 3132 portion of any income of a bank organized under the laws of this state or any other state, a national banking association organized under the laws 33 34 of the United States, an association organized under the savings and loan 35 code of this state or any other state, or a federal savings association organized under the laws of the United States, for which an election as an 36 37 S corporation under subchapter S of the federal internal revenue code is 38 in effect, which accrues to the taxpayer who is a stockholder of such 39 corporation and which is not distributed to the stockholders as dividends 40 of the corporation.

(xv) For all taxable years beginning after December 31, 1999, 4142amounts not exceeding \$3,000 or \$6,000 for a married couple filing a joint 43

return, for each designated beneficiary which are contributed to a family

postsecondary education savings account established under the Kansas 1 postsecondary education savings program for the purpose of paying the 2 3 qualified higher education expenses of a designated beneficiary at an institution of postsecondary education. For all taxable years beginning after 4 December 31, 2006, amounts not exceeding \$3,000, or \$6,000 for a mar- $\mathbf{5}$ ried couple filing a joint return, for each designated beneficiary which are 6 contributed to a family postsecondary education savings account estab-7 lished under the Kansas postsecondary education savings program or a 8 9 qualified tuition program established and maintained by another state or agency or instrumentality thereof pursuant to section 529 of the internal 10 revenue code of 1986, as amended, for the purpose of paying the qualified 11 12higher education expenses of a designated beneficiary at an institution of 13 postsecondary education. The terms and phrases used in this paragraph shall have the meaning respectively ascribed thereto by the provisions of 1415 K.S.A. 2006 Supp. 75-643, and amendments thereto, and the provisions 16of such section are hereby incorporated by reference for all purposes 17thereof.

18(xvi) For the tax year beginning after December 31, 2004, an amount 19not exceeding \$500; for the tax year beginning after December 31, 2005, 20an amount not exceeding \$600; for the tax year beginning after December 2131, 2006, an amount not exceeding \$700; for the tax year beginning after 22 December 31, 2007, an amount not exceeding \$800; for the tax year 23 beginning December 31, 2008, an amount not exceeding \$900; and for all taxable years commencing after December 31, 2009, an amount not 24 25exceeding \$1,000 of the premium costs for qualified long-term care in-26surance contracts, as defined by subsection (b) of section 7702B of public 27 law 104-191.

28(xvii) For all taxable years beginning after December 31, 2004, 29 amounts received by taxpayers who are or were members of the armed forces of the United States, including service in the Kansas army and air 30 31 national guard, as a recruitment, sign up or retention bonus received by 32 such taxpayer as an incentive to join, enlist or remain in the armed services 33 of the United States, including service in the Kansas army and air national 34 guard, and amounts received for repayment of educational or student 35 loans incurred by or obligated to such taxpayer and received by such taxpayer as a result of such taxpayer's service in the armed forces of the 36 37 United States, including service in the Kansas army and air national guard. 38 (xviii) For all taxable years beginning after December 31, 2004, 39 amounts received by taxpayers who are eligible members of the Kansas 40 army and air national guard as a reimbursement pursuant to K.S.A. 48-281, and amendments thereto, and amounts received for death benefits 4142pursuant to K.S.A. 48-282, and amendments thereto, or pursuant to sec-43 tion 1 or section 2 of chapter 207 of the 2005 session laws of Kansas, and

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amendments thereto, to the extent that such death benefits are included
 in federal adjusted gross income of the taxpayer.

3 (xix)For the taxable year beginning after December 31, 2006, amounts received as benefits under the federal social security act which 4 are included in federal adjusted gross income of a taxpayer with federal 5adjusted gross income of \$50,000 or less, whether such taxpayer's filing 6 7 status is single, head of household, married filing separate or married filing jointly; and for all taxable years beginning after December 31, 2007, 8 9 amounts received as benefits under the federal social security act which are included in federal adjusted gross income of a taxpayer with federal 10 adjusted gross income of \$75,000 or less, whether such taxpayer's filing 11 12status is single, head of household, married filing separate or married 13 filing jointly. (d) There shall be added to or subtracted from federal adjusted gross 1415income the taxpayer's share, as beneficiary of an estate or trust, of the Kansas fiduciary adjustment determined under K.S.A. 79-32,135, and 1617amendments thereto. 18The amount of modifications required to be made under this sec-(e) 19tion by a partner which relates to items of income, gain, loss, deduction 20or credit of a partnership shall be determined under K.S.A. 79-32,131, 21and amendments thereto, to the extent that such items affect federal 22 adjusted gross income of the partner. 23 Sec. 57. K.S.A. 2006 Supp. 79-32,120, as amended by section 22 of 2007 House Bill No. 2038, is hereby amended to read as follows: 79-24 2532,120. (a) If federal taxable income of an individual is determined by 26itemizing deductions from such individual's federal adjusted gross in-27 come, such individual may elect to deduct the Kansas itemized deduction 28in lieu of the Kansas standard deduction. The Kansas itemized deduction 29 of an individual means the total amount of deductions from federal ad-30 justed gross income, other than federal deductions for personal exemptions, as provided in the federal internal revenue code with the modifi-3132 cations specified in this section.

33 (b) The total amount of deductions from federal adjusted gross in-34 come shall be reduced by the total amount of income taxes imposed by 35 or paid to this state or any other taxing jurisdiction to the extent that the same are deducted in determining the federal itemized deductions and 36 37 by the amount of all depreciation deductions claimed for any real or 38 tangible personal property upon which the deduction allowed by K.S.A. 39 2006 Supp. 79-32,221, 79-32,227, 79-32,232, 79-32,237, section 7 of 2007 40 House Bill No. 2419, section 14, 18 or 36 of 2007 House Bill No. 2038, and amendments thereto, is or has been claimed. 41

42 Sec. 58. K.S.A. 2006 Supp. 79-32,138, as amended by section 23 of 43 2007 House Bill No. 2038, is hereby amended to read as follows: 7932,138. (a) Kansas taxable income of a corporation taxable under this act
 shall be the corporation's federal taxable income for the taxable year with
 the modifications specified in this section.

4 (b) There shall be added to federal taxable income: (i) The same 5 modifications as are set forth in subsection (b) of K.S.A. 79-32,117, and 6 amendments thereto, with respect to resident individuals.

(ii) The amount of all depreciation deductions claimed for any property upon which the deduction allowed by K.S.A. 2006 Supp. 79-32,221,
79-32,227, 79-32,232, 79-32,237, section 7 of 2007 House Bill No. 2419,
section 14, 18 or 36 of 2007 House Bill No. 2038, and amendments
thereto, is claimed.

(iii) The amount of any charitable contribution deduction claimed forany contribution or gift to or for the use of any racially segregated edu-cational institution.

(c) There shall be subtracted from federal taxable income: (i) The
same modifications as are set forth in subsection (c) of K.S.A. 79-32,117,
and amendments thereto, with respect to resident individuals.

18The federal income tax liability for any taxable year commencing (ii) 19prior to December 31, 1971, for which a Kansas return was filed after 20reduction for all credits thereon, except credits for payments on estimates 21of federal income tax, credits for gasoline and lubricating oil tax, and for 22 foreign tax credits if, on the Kansas income tax return for such prior year, 23 the federal income tax deduction was computed on the basis of the federal income tax paid in such prior year, rather than as accrued. Notwithstand-24 ing the foregoing, the deduction for federal income tax liability for any 25year shall not exceed that portion of the total federal income tax liability 2627 for such year which bears the same ratio to the total federal income tax 28liability for such year as the Kansas taxable income, as computed before 29 any deductions for federal income taxes and after application of subsec-30 tions (d) and (e) of this section as existing for such year, bears to the 31 federal taxable income for the same year.

(iii) An amount for the amortization deduction allowed pursuant to
K.S.A. 2006 Supp. 79-32,221, 79-32,227, 79-32,232, 79-32,237, section 7
of 2007 House Bill No. 2419, section 14, 18 or 36 of 2007 House Bill No.
2038, and amendments thereto.

(iv) For all taxable years commencing after December 31, 1987, the
amount included in federal taxable income pursuant to the provisions of
section 78 of the internal revenue code.

(v) For all taxable years commencing after December 31, 1987, 80%
of dividends from corporations incorporated outside of the United States
or the District of Columbia which are included in federal taxable income.

(d) If any corporation derives all of its income from sources withinKansas in any taxable year commencing after December 31, 1979, its

1 Kansas taxable income shall be the sum resulting after application of 2 subsections (a) through (c) hereof. Otherwise, such corporation's Kansas taxable income in any such taxable year, after excluding any refunds of 3 federal income tax and before the deduction of federal income taxes pro-4 vided by subsection (c)(ii) shall be allocated as provided in K.S.A. 79-3271 $\mathbf{5}$ to K.S.A. 79-3293, inclusive, and amendments thereto, plus any refund 6 7 of federal income tax as determined under paragraph (iv) of subsection 8 (b) of K.S.A. 79-32,117, and amendments thereto, and minus the deduc-9 tion for federal income taxes as provided by subsection (c)(ii) shall be such corporation's Kansas taxable income. 10(e) A corporation may make an election with respect to its first taxable 11 12year commencing after December 31, 1982, whereby no addition modi-13 fications as provided for in subsection (b)(ii) of K.S.A. 79-32,138 and subtraction modifications as provided for in subsection (c)(iii) of K.S.A. 1415 79-32,138, as those subsections existed prior to their amendment by this 16act, shall be required to be made for such taxable year. Sec. 59. K.S.A. 2006 Supp. 79-3603, as amended by section 4 of 2007 1718House Bill No. 2171, is hereby amended to read as follows: 79-3603. For 19the privilege of engaging in the business of selling tangible personal prop-20erty at retail in this state or rendering or furnishing any of the services 21taxable under this act, there is hereby levied and there shall be collected 22 and paid a tax at the rate of 5.3%. Within a redevelopment district estab-23 lished pursuant to K.S.A. 74-8921, and amendments thereto, there is hereby levied and there shall be collected and paid an additional tax at 24 25the rate of 2% until the earlier of the date the bonds issued to finance or

refinance the redevelopment project have been paid in full or the final
scheduled maturity of the first series of bonds issued to finance any part
of the project upon:

(a) The gross receipts received from the sale of tangible personalproperty at retail within this state;

the gross receipts from intrastate, interstate or international tel-31(b) 32 ecommunications services and any ancillary services sourced to this state 33 in accordance with K.S.A. 2006 Supp. 79-3673, and amendments thereto, 34 except that telecommunications service does not include: (1) Any inter-35 state or international 800 or 900 service; (2) any interstate or international 36 private communications service as defined in K.S.A. 2006 Supp. 79-3673, 37 and amendments thereto; (3) any value-added nonvoice data service; (4)any telecommunication service to a provider of telecommunication serv-38 39 ices which will be used to render telecommunications services, including 40 carrier access services; or (5) any service or transaction defined in this section among entities classified as members of an affiliated group as 4142provided by section 1504 of the federal internal revenue code of 1986, as

43 in effect on January 1, 2001;

1 (c) the gross receipts from the sale or furnishing of gas, water, elec-2 tricity and heat, which sale is not otherwise exempt from taxation under 3 the provisions of this act, and whether furnished by municipally or privately owned utilities, except that, on and after January 1, 2006, for sales 4 of gas, electricity and heat delivered through mains, lines or pipes to $\mathbf{5}$ residential premises for noncommercial use by the occupant of such 6 7 premises, and for agricultural use and also, for such use, all sales of propane gas, the state rate shall be 0%; and for all sales of propane gas, LP 8 9 gas, coal, wood and other fuel sources for the production of heat or lighting for noncommercial use of an occupant of residential premises, the 10 state rate shall be 0%, but such tax shall not be levied and collected upon 11 12the gross receipts from: (1) The sale of a rural water district benefit unit; 13 (2) a water system impact fee, system enhancement fee or similar fee collected by a water supplier as a condition for establishing service; or (3)1415connection or reconnection fees collected by a water supplier;

(d) the gross receipts from the sale of meals or drinks furnished at
any private club, drinking establishment, catered event, restaurant, eating
house, dining car, hotel, drugstore or other place where meals or drinks
are regularly sold to the public;

20 (e) the gross receipts from the sale of admissions to any place pro-21 viding amusement, entertainment or recreation services including admis-22 sions to state, county, district and local fairs, but such tax shall not be 23 levied and collected upon the gross receipts received from sales of ad-24 missions to any cultural and historical event which occurs triennially;

(f) the gross receipts from the operation of any coin-operated device dispensing or providing tangible personal property, amusement or other services except laundry services, whether automatic or manually operated;

(g) the gross receipts from the service of renting of rooms by hotels, as defined by K.S.A. 36-501 and amendments thereto, or by accommodation brokers, as defined by K.S.A. 12-1692, and amendments thereto but such tax shall not be levied and collected upon the gross receipts received from sales of such service to the federal government and any agency, officer or employee thereof in association with the performance of official government duties;

35 the gross receipts from the service of renting or leasing of tangible (h) 36 personal property except such tax shall not apply to the renting or leasing of machinery, equipment or other personal property owned by a city and 37 38 purchased from the proceeds of industrial revenue bonds issued prior to 39 July 1, 1973, in accordance with the provisions of K.S.A. 12-1740 through 40 12-1749, and amendments thereto, and any city or lessee renting or leasing such machinery, equipment or other personal property purchased 41with the proceeds of such bonds who shall have paid a tax under the 4243 provisions of this section upon sales made prior to July 1, 1973, shall be 1 entitled to a refund from the sales tax refund fund of all taxes paid 2 thereon;

3 (i) the gross receipts from the rendering of dry cleaning, pressing,
4 dyeing and laundry services except laundry services rendered through a
5 coin-operated device whether automatic or manually operated;

6 (j) the gross receipts from the rendering of the services of washing 7 and washing and wasing of vehicles;

8 (k) the gross receipts from cable, community antennae and other sub-9 scriber radio and television services;

(l) (1) except as otherwise provided by paragraph (2), the gross receipts received from the sales of tangible personal property to all contractors, subcontractors or repairmen for use by them in erecting structures, or building on, or otherwise improving, altering, or repairing real
or personal property.

(2) Any such contractor, subcontractor or repairman who maintains
an inventory of such property both for sale at retail and for use by them
for the purposes described by paragraph (1) shall be deemed a retailer
with respect to purchases for and sales from such inventory, except that
the gross receipts received from any such sale, other than a sale at retail,
shall be equal to the total purchase price paid for such property and the
tax imposed thereon shall be paid by the deemed retailer;

22 (m) the gross receipts received from fees and charges by public and 23 private clubs, drinking establishments, organizations and businesses for participation in sports, games and other recreational activities, but such 24 25tax shall not be levied and collected upon the gross receipts received from: 26(1) Fees and charges by any political subdivision, by any organization 27 exempt from property taxation pursuant to paragraph Ninth of K.S.A. 79-28201, and amendments thereto, or by any youth recreation organization 29 exclusively providing services to persons 18 years of age or younger which 30 is exempt from federal income taxation pursuant to section 501(c)(3) of 31 the federal internal revenue code of 1986, for participation in sports, 32 games and other recreational activities; and (2) entry fees and charges for 33 participation in a special event or tournament sanctioned by a national 34 sporting association to which spectators are charged an admission which 35 is taxable pursuant to subsection (e);

36 (n) the gross receipts received from dues charged by public and pri-37 vate clubs, drinking establishments, organizations and businesses, pay-38 ment of which entitles a member to the use of facilities for recreation or 39 entertainment, but such tax shall not be levied and collected upon the 40 gross receipts received from: (1) Dues charged by any organization exempt from property taxation pursuant to paragraphs Eighth and Ninth of 4142K.S.A. 79-201, and amendments thereto; and (2) sales of memberships 43 in a nonprofit organization which is exempt from federal income taxation

1 pursuant to section 501 (c)(3) of the federal internal revenue code of 2 1986, and whose purpose is to support the operation of a nonprofit zoo; 3 $(\mathbf{0})$ the gross receipts received from the isolated or occasional sale of motor vehicles or trailers but not including: (1) The transfer of motor 4 vehicles or trailers by a person to a corporation or limited liability com- $\mathbf{5}$ pany solely in exchange for stock securities or membership interest in 6 7 such corporation or limited liability company; or (2) the transfer of motor vehicles or trailers by one corporation or limited liability company to 8 another when all of the assets of such corporation or limited liability 9 company are transferred to such other corporation or limited liability 10 company; or (3) the sale of motor vehicles or trailers which are subject 11 12to taxation pursuant to the provisions of K.S.A. 79-5101 et seq., and 13 amendments thereto, by an immediate family member to another immediate family member. For the purposes of clause (3), immediate family 1415member means lineal ascendants or descendants, and their spouses. Any 16amount of sales tax paid pursuant to the Kansas retailers sales tax act on the isolated or occasional sale of motor vehicles or trailers on and after 1718July 1, 2004, which the base for computing the tax was the value pursuant to subsections (a), (b)(1) and (b)(2) of K.S.A. 79-5105, and amendments 1920thereto, when such amount was higher than the amount of sales tax which 21would have been paid under the law as it existed on June 30, 2004, shall 22 be refunded to the taxpayer pursuant to the procedure prescribed by this 23 section. Such refund shall be in an amount equal to the difference between the amount of sales tax paid by the taxpayer and the amount of 24 25sales tax which would have been paid by the taxpayer under the law as it 26existed on June 30, 2004. Each claim for a sales tax refund shall be verified 27 and submitted not later than six months from the effective date of this 28act to the director of taxation upon forms furnished by the director and 29 shall be accompanied by any additional documentation required by the director. The director shall review each claim and shall refund that 30 31 amount of tax paid as provided by this act. All such refunds shall be paid 32 from the sales tax refund fund, upon warrants of the director of accounts 33 and reports pursuant to vouchers approved by the director of taxation or 34 the director's designee. No refund for an amount less than \$10 shall be 35 paid pursuant to this act. In determining the base for computing the tax on such isolated or occasional sale, the fair market value of any motor 36 37 vehicle or trailer traded in by the purchaser to the seller may be deducted 38 from the selling price; (p) the gross receipts received for the service of installing or applying

(p) the gross receipts received for the service of installing or applying tangible personal property which when installed or applied is not being held for sale in the regular course of business, and whether or not such tangible personal property when installed or applied remains tangible personal property or becomes a part of real estate, except that no tax shall

1 be imposed upon the service of installing or applying tangible personal 2 property in connection with the original construction of a building or 3 facility, the original construction, reconstruction, restoration, remodeling, renovation, repair or replacement of a residence or the construction, re-4 construction, restoration, replacement or repair of a bridge or highway. 5For the purposes of this subsection: 6 7 (1)"Original construction" shall mean the first or initial construction of a new building or facility. The term "original construction" shall include 8 the addition of an entire room or floor to any existing building or facility, 9

9 the addition of an entire room or floor to any existing building or facility, 10 the completion of any unfinished portion of any existing building or facility and the restoration, reconstruction or replacement of a building or, 12 facility or utility structure damaged or destroyed by fire, flood, tornado, 13 lightning, explosion, windstorm, ice loading and attendant winds, terror-14 ism or earthquake, but such term, except with regard to a residence, shall 15 not include replacement, remodeling, restoration, renovation or recon-16 struction under any other circumstances;

(2) "building" shall mean only those enclosures within which individuals customarily are employed, or which are customarily used to house
machinery, equipment or other property, and including the land improvements immediately surrounding such building;

(3) "facility" shall mean a mill, plant, refinery, oil or gas well, water
well, feedlot or any conveyance, transmission or distribution line of any
cooperative, nonprofit, membership corporation organized under or subject to the provisions of K.S.A. 17-4601 et seq., and amendments thereto,
or of any municipal or quasi-municipal corporation, including the land
improvements immediately surrounding such facility; and

(4) "residence" shall mean only those enclosures within which indi-viduals customarily live;

(5) "utility structure" shall mean transmission and distribution lines
 owned by an independent transmission company or cooperative, the Kan sas electric transmission authority or natural gas or electric public utility;
 and

(6) "windstorm" shall mean straight line winds of at least 80 miles
per hour as determined by a recognized meteorological reporting agency
or organization;

36 (q) the gross receipts received for the service of repairing, servicing, 37 altering or maintaining tangible personal property which when such serv-38 ices are rendered is not being held for sale in the regular course of busi-39 ness, and whether or not any tangible personal property is transferred in 40 connection therewith. The tax imposed by this subsection shall be applicable to the services of repairing, servicing, altering or maintaining an 41item of tangible personal property which has been and is fastened to, 4243 connected with or built into real property;

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1 (r) the gross receipts from fees or charges made under service or 2 maintenance agreement contracts for services, charges for the providing 3 of which are taxable under the provisions of subsection (p) or (q);

4 (s) on and after January 1, 2005, the gross receipts received from the 5 sale of prewritten computer software and the sale of the services of mod-6 ifying, altering, updating or maintaining prewritten computer software, 7 whether the prewritten computer software is installed or delivered elec-8 tronically by tangible storage media physically transferred to the pur-9 chaser or by load and leave;

(t) the gross receipts received for telephone answering services;

(u) the gross receipts received from the sale of prepaid calling service
and prepaid wireless calling service as defined in K.S.A. 2006 Supp. 793673, and amendments thereto; and

14(v) the gross receipts received from the sales of bingo cards, bingo 15faces and instant bingo tickets by licensees under K.S.A. 79-4701, et seq., 16and amendments thereto, shall be taxed at a rate of: (1) 4.9% on July 1, 172000, and before July 1, 2001; and (2) 2.5% on July 1, 2001, and before July 1, 2002. From and after July 1, 2002, all sales of bingo cards, bingo 1819faces and instant bingo tickets by licensees under K.S.A. 79-4701 et seq., 20and amendments thereto, shall be exempt from taxes imposed pursuant 21to this section.

22 Sec. 60. Sections 11 and 13 of 2007 Substitute for Senate Bill No. 23 354 and K.S.A. 8-234a, as amended by section 3 of 2007 Senate Bill No. 24 9, 8-234a, as amended by section 2 of 2007 Substitute for House Bill No. 252042, 38-16,130 and 59-104, as amended by section 18 of chapter 210 of 26the 2006 Session Laws of Kansas, and K.S.A. 2005 Supp. 12-1773, as 27amended by section 3 of chapter 192 of the 2006 Session Laws of Kansas, 28and K.S.A. 2006 Supp. 8-243, as amended by section 5 of 2007 Senate 29 Bill No. 9, 8-243, as amended by section 25 of House Bill No. 2010, 8-30 247, as amended by section 3 of 2007 Substitute for House Bill No. 2042, 8-247, as amended by section 26 of 2007 House Bill No. 2010, 8-247, as 3132 amended by section 7 of 2007 Senate Bill No. 9, 8-1325, as amended by 33 section 11 of 2007 Senate Bill No. 9, 8-1325, as amended by section 27 34 of 2007 House Bill No. 2010, 8-2117, 8-2117a, 12-187, as amended by 35 section 6 of 2007 Senate Bill No. 115, 12-187, as amended by section 1 36 of 2007 Senate Bill No. 112, 12-189, as amended by section 7 of 2007 37 Senate Bill No. 115, 12-189, as amended by section 2 of 2007 Senate Bill 38 No. 112, 12-192, as amended by section 8 of 2007 Senate Bill No. 115, 39 12-192, as amended by section 3 of 2007 Senate Bill No. 112, 12-1773, 19-101a, as amended by section 57 of 2007 Senate Bill No. 66, 19-101a, 4041as amended by section 9 of 2007 Senate Bill No. 115, 19-101d, as 42amended by section 4 of 2007 House Bill No. 2058, 19-101d, as amended 43 by section 1 of 2007 House Bill No. 2161, 20-302b, 20-302e, 21-3413,

1 21-3413a, 21-3612, 21-3612a 21-4714, 21-4714a 22-2401a, as amended by section 1 of 2007 Senate Bill No. 13, 22-2401a, as amended by section 2 3 3 of 2007 House Bill No. 2068, 28-170, 28-170a, 28-170c, 28-170d, 28-170e, 28-172a, 28-172b, 28-172e, 28-172f, 38-140, 38-140a, 39-709, 39-4 5709d, 39-754, 39-754a, 39-756, 39-756a, 39-756b, 39-756c, 39-7,121d, 39-7,121f, 39-1305, 39-1305a, 41-727, 41-727a, 44-703, as amended by 6 7 section 1 of 2007 Senate Bill No. 83, 44-703, as amended by section 1 of 8 2007 Senate Bill No. 235, 45-229, 45-229a, 59-104, 59-104a, 60-460, 60-9 460a, 60-2001, 60-2001a, 60-4104a, 61-2704, 61-2704a, 61-4001, 61-4001a, 65-1626, 65-1626c, 72-6434, 72-6434a, 72-8814, 72-8814a, 74-102012, as amended by section 14 of 2007 Senate Bill No. 9, 74-2012, as 11 12amended by section 1 of 2007 House Bill No. 2374, 74-4902, 74-4902a, 13 74-5602, as amended by section 15 of 2007 Senate Bill No. 9, 74-5602, 14as amended by section 2 of 2007 House Bill No. 2068, 74-7336, as 15amended by section 17 of 2007 Senate Bill No. 8, 74-7336, as amended 16 by section 16 of 2007 Substitute for Senate Bill No. 354, 75-2319, 75-172319a, 75-2319b, 75-5220, 75-5220a, 75-7023, 75-7023a, 75-7025, 75-7025a, 75-7413, 75-7413a, 75-7414, 75-7414a, 79-32,117, as amended by 1819section 3 of 2007 House Bill No. 2031, 79-32,117, as amended by section 2021 of 2007 House Bill No. 2038, 79-32,120, as amended by section 9 of 212007 House Bill No. 2419, 79-32,120, as amended by section 22 of 2007 22 House Bill No. 2038, 79-32,138, as amended by section 10 of 2007 House 23 Bill No. 2419, 79-32,138, as amended by section 23 of 2007 House Bill 24 No. 2038, 79-3603, as amended by section 4 of 2007 House Bill No. 2171, 25and 79-3603, as amended by section 1 of 2007 House Bill No. 2240, are 26 hereby repealed. 27Sec. 61. On and after July 1, 2008, K.S.A. 84-4-104, as amended by 28section 42 of 2007 Senate Bill No. 183 and 84-4-104, as amended by 29 section 62 of 2007 Senate Bill No. 308 and K.S.A. 2006 Supp. 16-1616, 30 as amended by section 27 of 2007 Senate Bill No. 183, 16-1616, as 31amended by section 44 of 2007 Senate Bill No. 308, 84-1-201, as amended 32 by section 9 of 2007 Senate Bill No. 183, 84-1-201, as amended by section 33 47 of 2007 Senate Bill No. 308, 84-2-103, as amended by section 33 of 34 2007 Senate Bill No. 183, 84-2-103, as amended by section 48 of 2007 35 Senate Bill No. 308, 84-2a-103, as amended by section 35 of Senate Bill 36 No. 183, 84-2a-103, as amended by section 59 of 2007 Senate Bill No. 37 308, 84-9-102, as amended by section 48 of 2007 Senate Bill No. 183 and 38 84-9-102, as amended by section 65 of 2007 Senate Bill No. 308, are

39 hereby repealed.

40 Sec. 62. This act shall take effect and be in force from and after its 41 publication in the statute book.