

SESSION OF 2005

SUPPLEMENTAL NOTE ON HOUSE BILL NO. 2164

As Amended by House Committee on
Economic Development

Brief*

HB 2164 would extend the sales tax enterprise zone exemption from July 1, 2004 to July 1, 2010.

Background

Proponents for the bill included representatives of the Kansas Department of Commerce and The Kansas Chamber. In addition, the Greater Morris County Development Corporation and the Woodson County Chamber of Commerce presented written testimony in favor of the bill. The House Committee amended the bill by extending the time period from July 1, 2007 to July 1, 2010.

The fiscal note estimates that passage of this bill would decrease state revenues by \$100,000 in FY 2006. Of that total, the State General Fund is estimated to decrease by \$95,283, while the State Highway Fund is estimated to decrease by \$4,717. The Kansas Department of Revenue states that passage would require revisions to the Kansas Sales and Compensating Use Tax publication and a notice of the changes to retailers at an estimated cost of \$17,575. However, these costs would be absorbed by the Department.

*Supplemental notes are prepared by the Legislative Research Department and do not express legislative intent. The supplemental note and fiscal note for this bill may be accessed on the Internet at <http://www.kslegislature.org>