

SESSION OF 2006

**SUPPLEMENTAL NOTE ON SUBSTITUTE
FOR HOUSE BILL NO. 2080**

As Recommended by House Committee
on Taxation

Brief*

Sub. for HB 2080 would provide, effective July 1, sales tax exemptions for purchases of tangible personal property and sales of tangible personal property by or on behalf of:

- Community Housing of Wyandotte County, Inc., for the purpose of rebuilding urban core neighborhoods through the construction of new homes, acquiring and renovating existing homes and other related activities, and promoting economic development in such neighborhoods;
- The Cross-Lines Cooperative Council for the purpose of providing social services to low income individuals and families;
- The Lyme Association of Greater Kansas City, Inc., for the purpose of providing support to persons with lyme disease and public education relating to the prevention, treatment and cure of lyme disease;
- The Kansas Specialty Dog Service, Inc., for the purpose of promoting the independence and inclusion of people with disabilities as fully participating and contributing members of their communities and society through the training and providing of guide and service dogs to people with disabilities, and providing disability education and awareness to the general public;
- The Dreams Work, Inc., for the purpose of providing young adult day services to individuals with developmental disabilities and assisting families in avoiding institutional or nursing home care for a developmentally disabled member of their family; and

*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>

- The Marillac Center, Inc., for the purpose of providing psycho-social-biological and special education services to children, and all sales of any such property by or on behalf of such organization for such purpose.

The bill also would exempt all purchases of tangible personal property and services by the West Sedgwick County-Sunrise Rotary Club and Sunrise Charitable Fund for the purpose of constructing a boundless playground which is an integrated, barrier free and developmentally advantageous play environment for children of all abilities and disabilities.

Finally, the bill would, under certain circumstances, exempt sales of tangible personal property by or on behalf of public libraries serving the general public and supported in whole or in part with tax money or not-for-profit organizations whose purpose is to raise funds for or provide services or other benefits to such libraries. This exemption would be applicable for only those libraries certified to be in compliance with the Children's Internet Protection Act (CIPA). That proposed legislation would require public libraries to use Internet filtering technology for computers used by minors, unless parents or guardians have provided written consent for Internet access absent the use of such filtering technology.

Background

The original bill dealt with the exemption for the Lyme Association. The Committee recommended that a substitute bill be created and that all other provisions hereinbefore described be included.

The Department of Revenue estimates that state sales tax receipts for FY 2007 would be reduced by \$0.177 million under the provisions of the substitute bill. Of this amount, SGF receipts would be expected to decline by \$0.164 million, while SHF receipts would decline by \$0.013 million.