

SESSION OF 2014

SUPPLEMENTAL NOTE ON HOUSE BILL NO. 2745

As Recommended by House Committee on
Taxation

Brief*

HB 2745 would clarify procedures for the collection of taxes on sold or transferred personal property. The bill would clarify that the lien for unpaid taxes arising upon the sale or transfer of personal property only attaches to the property and is not a personal debt of the purchaser and that the lien is only for the amount equal to the tax assessment for the year in which the sale or transfer is made and for no previous years.

The bill also would clarify that any unpaid taxes on the personal property for any years prior to the sale or transfer would remain as personal debts of the seller and such taxes must be levied against the seller for the purposes of vehicle registration or through other existing statutory collection methods.

Background

The bill was introduced by the House Committee on Taxation. At the House Committee hearing on the bill, proponents included Representative Powell and a representative from the Kansas Manufactured Housing Association. Written testimony in support of the bill was provided by a private citizen. There was no opponent or neutral testimony.

The fiscal note prepared by the Division of the Budget indicates the bill has the potential to increase

*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>

property tax collections, but an estimate of the amount of additional collections was not available.