

**UPDATED**  
**SESSION OF 2013**

**SUPPLEMENTAL NOTE ON SENATE BILL NO. 234**

As Recommended by Senate Committee on  
Assessment and Taxation

**Brief\***

SB 234 would clarify the “integrated plant” sales tax exemption to stipulate that it would include all equipment used in certain surface mining activities beginning from the time reclamation plans are filed to the acceptance of completed final site reclamations.

**Background**

Proponents, including the Kansas Aggregate Producers’ Association, said it was their belief that the integrated plant exemption enacted in 2000 was intended to include surface mining.

The latest fiscal information from the Department of Revenue indicated the bill would be expected to reduce receipts to the State General Fund (SGF) and State Highway Fund (SHF) as follows:

(in millions)

	<u>SGF</u>	<u>SHF</u>	<u>Total</u>
FY 2014	\$ (0.979)	\$ (0.221)	\$ (1.200)
FY 2015	(1.016)	(0.229)	(1.245)
FY 2016	(1.054)	(0.238)	(1.292)
FY 2017	(1.093)	(0.247)	(1.340)
FY 2018	(1.134)	(0.256)	(1.390)
<b>5-yr Total</b>	<b>\$ (5.276)</b>	<b>\$ (1.191)</b>	<b>\$ (6.467)</b>

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\*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>