

February 8, 2017

The Honorable Caryn Tyson, Chairperson
Senate Committee on Assessment and Taxation
Statehouse, Room 123-E
Topeka, Kansas 66612

Dear Senator Tyson:

SUBJECT: Fiscal Note for SB 146 by Senate Committee on Assessment and Taxation

In accordance with KSA 75-3715a, the following fiscal note concerning SB 146 is respectfully submitted to your committee.

Under current law, all taxable tangible property of a school district is taxed at a rate of 20 mills and is used partially to fund General State Aid payments in the school finance formula. In addition, the first \$20,000 of residential property is exempt from this tax. The 20-mill levy is currently authorized for the 2015-2016 and 2016-2017 school years and the \$20,000 exemption is currently authorized for tax years 2015 and 2016. SB 146 would extend the authorization for the 20-mill property tax through the 2018-2019 school year and the \$20,000 exemption through tax year 2018.

The fiscal effect associated with SB 146 has been reflected in *The FY 2018 Governor's Budget Report*. Expenditures for General State Aid from the 20-mill property tax, including the \$20,000 exemption, are estimated to be \$635.5 million in FY 2018 and \$662.9 million in FY 2019.

Sincerely,



Shawn Sullivan,
Director of the Budget

cc: Jack Smith, Department of Revenue
Dale Dennis, Education