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# DEPARTMENT OFFICIALS

## JANUARY 2017

Samuel M. Williams  
Secretary of Revenue

### SECRETARIAT STAFF

#### **Resource Management**

Kris Holm, Director

#### **Legal Services**

David Clauser, General Counsel

##### **Tax Policy**

#### **Office of Research Analysis**

Kathleen Smith, Director

#### **Information Services**

Jon Payne, Chief Information Officer

#### **Audit Services**

Mike Boekhaus, Audit Administrator

#### **Chief of Staff**

Matt Billingsley

#### **Public Information Officer**

Jeannine Koranda

### DIVISIONS AND SUPPORTING BUREAUS

#### **Division of Alcoholic Beverage Control**

Debra Beavers, Director

Bart Branyon, Chief Enforcement Officer

#### **Division of Tax Operations**

David Clauser, Director

##### **Channel Management**

Troy Ledbetter, Chief Channel Management Officer

##### **Customer Relations**

Andy Alkire, Chief Customer Relations Officer

##### **Compliance Enforcement**

Dedra Platt, Chief Compliance Enforcement Officer

##### **Electronic Services**

Andy Coultis, Chief Electronics Officer

#### **Division of Property Valuation**

David Harper, Director

Roger Hamm, Deputy Director

#### **Division of Vehicles**

Lisa Kaspar, Director

##### **Vehicle Services Managers**

Mark Schemm, Titles and Registration

Deann Williams, Commercial Motor Vehicle

LeeAnn Phelps, Dealers Licensing and e-lien

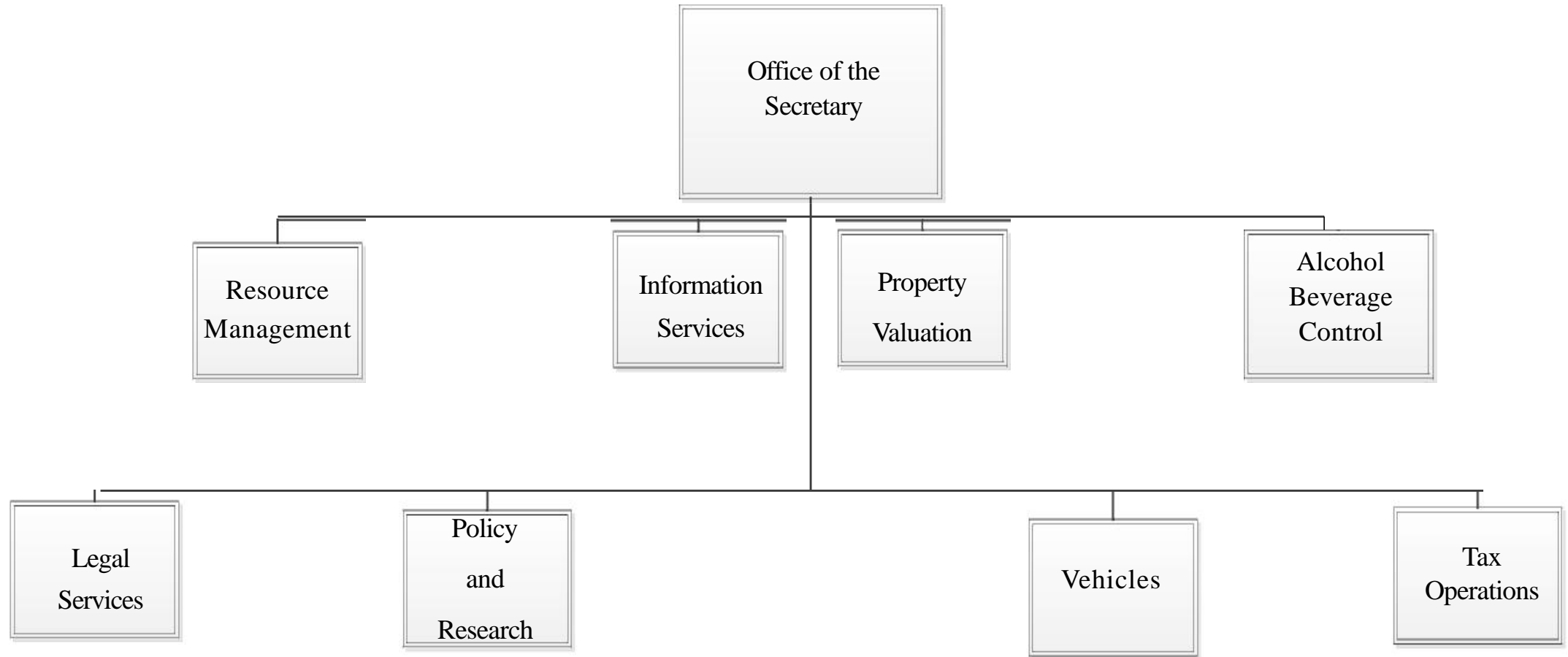
##### **Driver Services Managers**

Breana Berroth, Driver Licensing

Kent Selk, Driver Licensing and CDL

Jodie Soldan, Driver Solutions

### Kansas Department of Revenue Organization Chart Fiscal Year 2017



**Selected Kansas Department of Revenue Telephone and FAX Numbers**

Alcoholic Beverage Control	(785) 296- 7015	Information - Department of Revenue	(785) 296- 3909
Collections	(785) 296- 6121	Bingo Tax	(785) 296- 6127
Human Resources	(785) 296- 3077	Cigarette and Tobacco Products	(785) 368- 8222
Property Valuation Division	(785) 296- 2365	Commercial Motor Veh Office (CMVO)	(785) 296- 6541
Secretary of Revenue's Office	(785) 296- 3041	Commercial Vehicle Central Permit	(785) 368- 6501
Taxation	(785) 368- 8222	Corporate Income Tax	(785) 368- 8222
Vehicles	(785) 296- 3601	Dealer Licensing	(785) 296- 8385
		Driver License Examination	(785) 296- 3963
Taxpayer Advocate	(785) 296- 2473	Driver License Examination, Burlingame	(785) 266- 7380
		Driver Medical/Vision	(785) 368- 8971
		Driver Solutions	(785) 296- 3671
For registration to remit taxes:		Drycleaning Envir Surcharge & Solvent Fee	(785) 368- 8222
Sales, Use, Excise, Withholding	(785) 368- 8222	Electronic Filing	(785) 296- 6993
		Environmental Assurance Fee	(785) 368- 8222
Billing and tax inquiries:		Estate Tax	(785) 368- 8222
Taxpayer Assistance Center for Topeka	(785) 368- 8222	Fiduciary	(785) 368- 8222
Refund Information Line	1(800) 894- 0318	Food Sales Tax Refund Unit	(785) 368- 8222
		Homestead Tax Refund Unit	(785) 368- 8222
For audit inquiries:		Individual Income Estimated Tax	(785) 368- 8222
Audit Services Bureau	(785) 296- 7719	Individual Income Tax	(785) 368- 8222
		Intangibles Tax	(785) 368- 8222
For legal inquiries:		Liquor Enforcement Tax	(785) 368- 8222
Legal Services Bureau	(785) 296- 2381	Liquor Drink Tax	(785) 368- 8222
		Mineral Taxes	(785) 368- 8222
For revenue collection statistical inquiries:		Motor Fuel Taxes	(785) 368- 8222
Office of Policy and Research	(785) 296- 3081	Sales and Use Tax	(785) 368- 8222
		Sand Royalty	(785) 368- 8222
		Tax Appeals Section	(785) 296- 8460
		Tire Excise Tax	(785) 368- 8222
		Transient Guest Tax	(785) 368- 8222
		Vehicle Rental Excise Tax	(785) 368- 8222
Department Regional Offices Telephone Numbers:		Vehicle Titles and Registration	(785) 296- 3621
Kansas City Metro Assistance Center	(913) 631- 0296	Water Protection Fee	(785) 368- 8222
Wichita Audit Office	(316) 337- 6163	Withholding Tax	(785) 368- 8222
Wichita Collections Office	(316) 337- 6153		
Wichita Assistance Center	(316) 337- 6140		

**FAX Numbers:**

Alcoholic Beverage Control	(785) 296- 7185	Driver License: Topeka, Burlingame	(785) 296- 8277
Audit Services	(785) 296- 0531	Driver License: Wichita, Twin Lakes	(316) 821- 9921
Commercial Motor Veh Office (CMVO)	(785) 296- 6548	Driver Medical Review	(785) 296- 5857
Commercial Vehicle Central Permit	(785) 296- 6558	Human Resources	(785) 296- 1107
Customer Relations-Business Segment	(785) 296- 2073	Kansas City Metropolitan Assistance Center	(913) 631- 6215
Customer Relations-Cigarette/Liquor	(785) 291- 3968	Mineral Tax/Motor Fuel Tax	(785) 296- 4993
Customer Relations-Corporate	(785) 296- 2644	Policy and Research	(785) 296- 7928
Customer Relations-IFTA/Motor Fuel Ref	(785) 296- 2703	Property Valuation Division	(785) 296- 2320
Customer Relations-Misc Tax	(785) 291- 3968	Secretary of Revenue & Secretariat	(785) 368- 8392
Customer Relations-Motor Fuel	(785) 296- 4993	Taxation, Director's Office	(785) 296- 8974
Customer Relations-Wage Earner	(785) 296- 8989	Taxpayer Assistance	(785) 291- 3614
Driver Solutions	(785) 296- 6851	Titles and Registration	(785) 296- 3852
Driver License: Mission	(785) 432- 0199	Wichita Audit Office	(316) 337- 6162
Driver License: Topeka, Docking	(785) 296- 0691	Wichita Collections Office	(316) 337- 6162

## Comparison of Kansas and Selected States, Various Tax Rates - January 1, 2016

	<b>Beer Per Gallon</b>	<b>Wine Per Gallon</b>	<b>Cigarette Per Pack</b>	<b>Motor Fuel (Gasoline) Per Gallon</b>
Colorado	\$0.08	\$0.28	\$0.84	\$0.22
Iowa	\$0.19	\$1.75	\$1.36	\$0.3180
<b>Kansas</b>	<b>\$0.18</b>	<b>\$0.30</b>	<b>\$1.29</b>	<b>\$0.2503</b>
Missouri	\$0.06	\$0.42	\$0.17	\$0.173
Nebraska	\$0.31	\$0.95	\$0.64	\$0.2770
Oklahoma	\$0.40	\$0.72	\$1.03	\$0.17

*Note: In Missouri, cities and counties may impose an additional tax on a pack of cigarettes.*

Source: Federation of Tax Administrators January 2016

## Comparison of Kansas and Selected States, Personal Income

### Per Capita Personal Income

	<u>2010</u>	<u>2011</u>	<u>2012</u>	<u>2013</u>	<u>2014</u>	2013-14 <u>% change</u>	Descending	
							<u>2013</u>	<u>2014</u>
Colorado	\$41,689	\$44,183	\$46,315	\$46,897	\$48,730	3.9%	2	1
Iowa	\$39,033	\$42,656	\$44,014	\$44,763	\$45,115	0.8%	3	4
Kansas	\$38,811	\$42,098	\$43,380	\$44,417	\$45,546	2.5%	4	3
Missouri	\$36,606	\$38,016	\$39,933	\$40,663	\$41,613	2.3%	6	6
Nebraska	\$39,926	\$43,721	\$45,914	\$47,157	\$47,073	-0.2%	1	2
Oklahoma	\$35,912	\$38,980	\$41,399	\$41,861	\$43,138	3.1%	5	5
United States	\$40,144	\$42,332	\$44,200	\$44,765	\$46,129	3.0%		

### Per Capita Disposable Personal Income

	<u>2010</u>	<u>2011</u>	<u>2012</u>	<u>2013</u>	<u>2014</u>	2013-14 <u>% change</u>	Descending	
							<u>2013</u>	<u>2014</u>
Colorado	\$37,538	\$39,272	\$41,075	\$41,137	\$42,684	3.8%	2	1
Iowa	\$35,802	\$38,795	\$39,766	\$40,076	\$40,252	0.4%	3	4
Kansas	\$35,274	\$37,956	\$39,004	\$39,660	\$40,613	2.4%	4	3
Missouri	\$33,480	\$34,380	\$36,060	\$36,452	\$37,267	2.2%	6	6
Nebraska	\$36,493	\$39,719	\$41,454	\$42,244	\$42,019	-0.5%	1	2
Oklahoma	\$33,103	\$35,480	\$37,621	\$37,736	\$38,863	3.0%	5	5
United States	\$36,296	\$37,842	\$39,414	\$39,513	\$40,670	2.9%		

### Disposable Personal Income as Percent of Personal Income

	<u>2010</u>	<u>2011</u>	<u>2012</u>	<u>2013</u>	<u>2014</u>
Colorado	90.0%	88.9%	88.7%	87.7%	87.6%
Iowa	91.7%	90.9%	90.3%	89.5%	89.2%
Kansas	90.9%	90.2%	89.9%	89.3%	89.2%
Missouri	91.5%	90.4%	90.3%	89.6%	89.6%
Nebraska	91.4%	90.8%	90.3%	89.6%	89.3%
Oklahoma	92.2%	91.0%	90.9%	90.1%	90.1%
United States	90.4%	89.4%	89.2%	88.3%	88.2%

Source: U. S. Dept of Commerce, Bureau of Economic Analysis, "Survey of Current Business"

## Comparison of Kansas and Selected States, Individual Income Tax

Individual Income Taxes: Basic Rates, Exemptions and Standard Deductions, Tax Year 2014

	Tax Rates Range	Number of Brackets	Taxable Income Brackets		Personal Exemptions			Standard Deductions	
			Lowest	Highest	Single	Married	Dependents	S	M/J
Colorado	4.63%	1	-----Flat Rate-----		\$3,950	\$7,900	\$3,950	na	na
Iowa	0.36%-8.98%	9	\$1,515	\$68,175	\$40 <sup>a</sup>	\$80 <sup>a</sup>	\$40 <sup>a</sup>	\$1,900 <sup>d</sup>	\$4,670 <sup>d</sup>
<b>Kansas</b>	<b>2.7%-4.8%</b>	<b>2</b>	\$15,000 <sup>b</sup>		\$2,250	\$4,500	\$2,250	\$3,000	\$7,500
Missouri	1.5%-6.0%	10	\$1,000	\$9,001	\$2,100	\$4,200	\$1,200	\$6,200	\$12,400
Nebraska	2.46%-6.84%	4	\$3,000 <sup>b</sup>	\$29,000 <sup>b</sup>	\$128 <sup>a</sup>	\$256 <sup>a</sup>	\$128 <sup>a</sup>	\$6,200	\$12,400
Oklahoma	0.5%-5.25%	7	\$1,000 <sup>c</sup>	\$8,701 <sup>c</sup>	\$1,000	\$2,000	\$1,000	\$5,950 <sup>e</sup>	\$11,900 <sup>e</sup>

a - The personal exemption takes the form of a tax credit instead of a deduction.

b - For joint returns, taxes are twice the tax on half the couple's income.

c - The income brackets reported for Oklahoma are for single persons. For married persons filing jointly, the same tax rates apply to income brackets ranging from \$2,000 to \$15,000.

d - Some or all of federal income tax paid is allowed to be deducted from state taxable income.

e - Deduction or exemption tied to federal tax system. Federal deductions and exemptions are indexed for inflation.

Source: *State Individual Income Taxes*, Federation of State Tax Administrators and *State Individual Income Tax Rates*, Tax Foundation

## Comparison of Kansas and Selected States, Corporate Tax Comparison

Comparison of corporate tax bases, minimum tax, and computation of taxable net income, tax laws effective July 1, 2015.

Item	Colorado	Iowa	Kansas	Missouri	Nebraska	Oklahoma
Tax Base business income	UDITPA definitions	See Iowa Code §422.32(1)(b)	Income from transactions and activities in the regular course of trade or business	Abides by MTC and MO regulations	No definition	NA
Tax Base nonbusiness income	UDITPA definitions	See Iowa Code §422.32(1)(i)	Any income other than business income.	Any income other than business income.	No definition	NA
Is there a minimum tax?	No	Yes	No	No	No	No
State computation of taxable net income	Starts with taxable income after special deductions.	The federal net operating loss deduction on line 29(a) is not deductible on the Iowa return.	Starts with taxable income after special deductions.	Starts with taxable income after special deductions.	Starts with taxable income after deductions.	Starts with taxable income before special deductions.
Tax Rate	4.63%	\$0-25,000: 6% \$25,001-100,000: 8% \$100,001-250,000: 10% \$250,001 or more: 12%	Normal tax at 4%; 3% surcharge on income > \$50,000	6.25%	\$0-\$100,000 5.58% \$100,001 or more: 7.81%	6%

NA - Not Applicable

Source: 2016 Multistate Corporate Tax Guide, Volume I



## Comparison of Kansas and Selected States, Sales Tax Comparison

Comparison of state sales tax rates, filing period, reproduction of returns, option of local sales taxes, localities assessing tax, tax laws effective July 1, 2015.

Item	Colorado	Iowa	Kansas	Missouri	Nebraska	Oklahoma
Tax Rate-General Sales and Use Tax	2.9%	6%	6.50%	4.225%	5.5%	4.5%
State has approved local sales tax	Yes	Yes	Yes	Yes	Yes	Yes
State has approved local use tax	Yes	No	Yes	Yes	Yes	Yes
Filing Period	<p><u>Monthly</u>:Tax Liability&gt;=\$300/mo</p> <p><u>Quarterly</u>:Tax Liability&lt;\$300/mo</p> <p><u>Annually</u>:Tax Liability&lt;\$15/mo</p>	<p><u>Monthly</u>:Tax due&gt;\$500/mo</p> <p><u>Quarterly</u>:Tax due=\$120 and \$6,000/yr</p> <p><u>Annually</u>:Tax Liability&lt;\$120/yr</p>	<p><u>Monthly</u>:Tax Liability \$3,200.01 to \$32,000/year (more than \$32,000/yr prepaid monthly)</p> <p><u>Quarterly</u>:Tax Liability \$80.01 - \$3,200 of tax/year</p> <p><u>Annually</u>:Tax Liability \$80 or less/yr</p>	<p><u>Monthly</u>:Tax Liability&gt;=\$500 sales tax/mo</p> <p><u>Quarterly</u>:Tax Liability &lt;\$500 sales tax/mo</p> <p><u>Annually</u>:Tax Liability&lt;\$45 sales tax/qr</p>	<p><u>Monthly</u>:Tax Liability&gt;\$3,000/yr</p> <p><u>Quarterly</u>:Tax Liability=\$900-\$3,000/yr</p> <p><u>Annually</u>:&lt;\$900 sales/yr</p>	<p><u>Monthly</u>:Tax Liability \$25,000 avg sales tax for month remitted for prior fiscal year</p> <p><u>Semi-monthly</u>: &gt;\$25,000 in sales tax liability</p> <p><u>Twice a year</u>: \$50/mo in tax liability</p>
Does state accept reproductions of the returns?	Yes	Yes	Yes	Yes	Yes	Yes
Percent or range of rates for local sales tax	see <a href="http://www.colorado.gov/cms/forms/dor-tax/dt1002pdf">http://www.colorado.gov/cms/forms/dor-tax/dt1002pdf</a>	1% (sls only)	0.05% - 3.0%	There are over 60 different local tax authorizing statutes.	.5% - 2.0%	2% - 5%
Localities assessing tax	city, county, and special districts	city, county (sls only)	city, county, community improvement and transportation development districts	city, county, special districts	city, county	city, county, transportation and hospital authorities

Source: 2016 Multistate Corporate Tax Guide, Volume II

**Selected Kansas Tax Rates with Statutory Citation**

K.S.A.:

<b>Bingo Tax</b>						
Bingo faces	\$0.002					
Retail price - Instant	1.00%					eff 7/1/15: 75-5176
<b>Car Line Tax/gross earnings</b>		2.5%				79-907
<b>Cigarette Tax</b>	FY 15: Package of 20 - \$0.79; Package of 25 - \$0.99		FY 16: Package of 20 - \$1.29; Package of 25 - \$1.61			79-3310
	FY 17: \$0.20 per milliliter of consumable material for electronic cigarettes (eff 1/1/2017)					79-3399
<b>Corporation Tax</b>	total taxable income @	4.00%	plus	3.00% surtax on taxable income over \$50,000	7.00%	79-32,110
				(TY 11 and thereafter)		
<b>Drycleaning</b>						
Environmental Surcharge/gross receipts		2.5%				65-34,141
Solvent Fee (chlorinated)/gallon		\$5.50				65-34,150
Solvent Fee (non-chlorinated)/gallon		\$0.55				65-34-151
<b>Drug Stamp Tax</b>						79-5202
<b>Marijuana:</b>			<b>Controlled Substance:</b>			
Processed -	\$3.50 per gram or portion of gram		Cont. Substance/gram or portion of gram-	\$200/gram or portion of gram		
Wet Plant -	\$0.40 per gram or portion of gram		Cont. Substance/50 dose unit or portion of unit-	\$2,000/50 dose unit or portion of unit		
Dry Plant -	\$0.90 per gram or portion of gram					
<b>Environ. Fee/gallon petroleum product</b>	\$0.01		each of two funds has maximum and minimum limits			65-34,117
<b>Individual Income Tax</b>	<b>TY 13</b>		<b>TY 14</b>		<b>TY 15</b>	79-32,110
Tax Rates, Resident, married, joint			Tax Rates, Resident, married, joint		Tax Rates, Resident, married, joint	
taxable income not over \$30,000 @ 3.0%			taxable income not over \$30,000 @ 2.7%		taxable income not over \$30,000 @ 2.7%	
taxable income over \$30,000 @ \$900 + 4.9% over \$30,000			taxable income over \$30,000 @ \$810 + 4.8% over \$30,000		taxable income over \$30,000 @ \$810 + 4.6% over \$30,000	
Tax Rates, Resident, others			Tax Rates, Resident, others		Tax Rates, Resident, others	
taxable income not over \$15,000 @ 3.0%			taxable income not over \$15,000 @ 2.7%		taxable income not over \$15,000 @ 2.7%	
taxable income over \$15,000 @ \$450 + 4.9% over \$15,000			taxable income over \$15,000 @ \$405 + 4.8% over \$15,000		taxable income over \$15,000 @ \$405 + 4.6% over \$15,000	
<b>Liquor Gallonage Tax</b>						
Strong Beer and CMB/gallon	\$0.18					41-501
Alcohol & Sprints/gallon	\$2.50					41-501
Light Wine/gallon	\$0.30					41-501
Fortified Wine/gallon	\$0.75					41-501
<b>Liquor Excise Tax (Drinking Establishments)</b>	10.00%		Gross receipts			79-41a02
<b>Liquor Enforcement (Liquor Stores)</b>	8.00%		Gross receipts			79-4101
<b>Mineral Tax</b>						79-4217, 4219
Oil/gross taxable value	8.00%	with	3.67%	property tax credit		
Gas/gross taxable value	8.00%	with	3.67%	property tax credit		
Coal/ton	\$1.00					
<b>Motor Fuel Tax/per Gallon</b>						
Regular Motor Fuel/gallon				\$0.24		79-34,141
Gasohol/gallon				\$0.24		79-34,141
Diesel/gallon				\$0.26		79-34,141
LP-Gas/gallon				\$0.23		79-34,141
E-85/gallon				\$0.17		79-34,141
Compress Nat Gas/126.67 CF or 5.66 pounds=GGE (gasoline gallon equivalent)				\$0.24		79-34,141
Liquefied Nat Gas/6.06 pounds=DGE (diesel gallon equivalent)				\$0.26		79-34,141
Trip Permits/each				\$13.00/24 hr; \$25.00/72 hr (eff 7/1/2006)		79-34,118
<b>Oil Inspection Fee/barrel (50 gallons)</b>	\$0.015/barrel					55-426
<b>Prepaid Wireless 911 Fee</b>	1.06% per retail transaction					75-5133
<b>Privilege Tax</b>						
Banks	total net income @	2.25%	plus	2.125% surtax on taxable income over \$25,000	4.375%	79-1107
Trusts and S&Ls	total net income @	2.25%	plus	2.25% surtax on taxable income over \$25,000	4.50%	79-1108
<b>Property Tax (State levy) Assessed Valuation</b>						
State School District Finance Levy			1.5 mills			76-6b01
			20 mills			76-6b02
<b>Sales and Use Tax</b>						
State Retailers Sales Tax	6.15%	eff July 1 2013	6.5%	eff July 1, 2015		79-3603
State Compensating Use Taxes	6.15%	eff July 1 2013	6.5%	eff July 1, 2015		79-3703
Local Retailers Sales Tax	up to 1% general & 1% special for counties; up to 2% general & 1% special for cities					12-189
Local Use Sales Tax	up to 1% general & 1% special for counties; up to 2% general & 1% special for cities					12-191
<b>Sand Royalty/per ton</b>	\$0.15/ton					70a-102
<b>Tire Tax/per tire (New Tires)</b>	\$0.25					65-3424
<b>Tobacco Tax (wholesale price)</b>	10.00%					79-3371
<b>Vehicle Rental Excise Tax/gross receipts</b>	3.5%		for rentals not exceeding 28 days			79-5117
<b>Water Protection Fee/1,000 gallons</b>	\$0.032					82a-954
	(\$0.03 is collected for the Kansas Water Office and \$.002 is collected for H&E, K.A.R. 28-15-12.)					
<b>Clean Drinking Water Fee/1,000 gallons</b>	\$0.030					82a-2101

**FY 2016 After-Refund Distribution of Selected State Taxes and Fees Collected by Kansas Department of Revenue**

Tax or Fee	Fund Amount	Fund	Transfer	Fund	Transfer Dates	K.S.A.: (a)
<b>Bingo Enforcement Tax</b>	*	State Charitable Gaming Reg Fund	*	*	*	75-5182
(Call and Instant Bingo)		( <i>eff. July 1, 2015</i> )	*	*	*	75-5182
<b>Raffle License Fee</b>	*	State Charitable Gaming Reg Fund	*	*	*	75-5175, 5182
<b>Cigarette &amp; Tobacco Taxes</b>	*	State General Fund	*	*	*	79-3387
<b>Commercial Vehicle Fee</b>	*	State General Fund	*	*	*	8-143m
(Property Tax)	*	then	100%	Special City/County Highway Fund	15th of Jan, July	79-3425i
<b>Corporate Income</b>	*	State General Fund	*	*	*	79-32,105
<b>Drug Stamp Tax</b>	*	State General Fund	*	*	*	79-5211
*	*	then, of assessments and penalties	75%	County and/or City Law Enforcement Fund	April, July, Oct, Jan	79-5211
<b>Drycleaning Envir Surcharge</b>	*	Drycleaning Facility Release Trust Fund	*	*	*	65-34,141
<b>Drycleaning Solvent Fees</b>	*	Drycleaning Facility Release Trust Fund	*	*	*	65-34,141
<b>Environmental Assurance Fee</b>	*	Above and Below Ground Petroleum Storage Tank Release Trust Funds	*	*	*	65-34,114
<b>Individual Income</b>	*	State General Fund	*	*	*	79-32,105
*	*	then Eff July 1, 2012, 2% of withholding goes to the Job Creation Program Fund	*	*	*	74-50,107
<b>Liquor Gallonage Tax (d)</b>	10%	of alcohol & spirits to Community Alcoholism and Intoxication Programs Fund (KSA 41-1126)			*	41-501
*	balance	State General Fund	*	*	*	41-501
<b>Liquor Enforcement Tax</b>		State General Fund	*	*	*	79-4108
<b>Liquor Excise Tax</b>	25%	State General Fund, then	*	*	*	79-41a03
*	70%	Local Alcoholic Liquor Fund	*	to city/county where collected	15th of Mar, June, Sept, Dec	79-41a04
*	5%	Community Alcoholism and Intoxication Programs Fund (KSA 41-1126)	*	*	15th of Mar, June, Sept, Dec	79-41a03
<b>Minerals (Severance) Tax</b>	93%	State General Fund (less amount to the Oil and Gas Valuation Depletion Trust Fund, 12.41%-distribution made in October)			*	79-4227
*	7%	Co Min Prod Tax Fund	*	*	1st of Dec, March, June, Sept	79-4227
<b>Oil Inspection Fee</b>	2/3	State General Fund	*	*	*	55-427
*	1/3	Petroleum Inspection Fee Fund until \$100,000 in SGF then all to Petroleum Inspection Fee Fund			*	55-427(d)(1)
<b>Motor Fuel Taxes</b>	\$875 thousand/qrtr	Ks Qualified Alcohol Producers' Incentive Fund		*	1st of Oct, Jan, April, July	79-34,161
*	\$50 thousand/qrtr	Ks Qualified Biodiesel Fuel Producer Incentive Fund		*	*	79-34,156
*	\$625 thousand/qrtr	County Equalization & Adjustment Fund		*	15th of Jan, April, July, Oct	79-3425c
*	*	33.63% Special City/County Highway Fund		*	*	79-34,142
*	*	66.37% State Highway Fund		*	*	79-34,142
<b>Motor Vehicle Property Tax</b>		County Treasurers	*	*	*	79-5109
*		then, of State's 1.5 mills	2/3	Educational Building Fund	Oct 31, Jan 20, Mar 5, May 20,	79-5109
*		*	1/3	Institutional Building Fund	July 20 and Sep 5	79-5109
<b>Motor Veh Rental Excise Tax</b>	*	Rental Motor Vehicle Excise Tax Fund		*	*	79-5117
*	*	then	100%	treasurer of county where collected	30th of June, Nov	79-5117
<b>Prepaid Wireless 911 Fee</b>	*	Local Collection Point Admin	*	*	*	12-5374
<b>Privilege Tax</b>	*	State General Fund	*	*	*	79-1112
<b>Property Tax (Statewide)</b>	1 mill	Educational Building Fund	*	*	*	76-6b01, 76-6b02
Assessed Value)	.5 mill	Institutional Building Fund	*	*	*	76-6b04
<b>Private Car Line Tax</b>		Car Company Tax Fund	*	*	*	79-917
		then		State General Fund	four months after deposit to CCTF	79-917
<b>Sand Royalty</b>		Sand Royalty Fund, then	75%	to State Water Plan Fund, after expenses	15th of each month	70a-105
*		State Water Plan Fund	25%	to counties and drainage districts, after expenses	*	82a-309
*		*		2/3 of 50% is to drainage district on the river	yearly	82a-309
*		*		1/3 of 50% to other drainage districts in county	yearly	82a-309

**FY 2016 After-Refund Distribution of Selected State Taxes and Fees Collected by Kansas Department of Revenue**

<b>Tax or Fee</b>		<b>Fund</b>	<b>Transfer</b>	<b>Fund</b>	<b>Transfer Dates</b>	<b>K.S.A.: (a)</b>
<b>Sales and Use (State)</b>		*	FY15: 82.927% FY16: .83774%	State General Fund	*	79-3620, 3710
*		*	FY15: 17.073% FY16: .16226%	State Highway Fund	*	79-3620, 3710
<b>Tires Excise Tax (New Tires)</b>		Waste Tire Management Fund	*	*	*	65-3424
*		*	*	*	*	65-3424
<b>Transient Guest</b>	98%	Co/Ci Transient Guest Tax Fund	*	Counties/Cities Imposing Tax	at least quarterly	12-1694
*	2%	State General Fund	*	*	*	12-1694
*		*	*	*	*	12-1694
<b>Water Protection Fee</b>		State Water Plan Fund	*	*	*	82a-951, KAR 28-15-12
<b>Clean Water Drinking Fee</b>	95.3%	State Water Plan Fund	*	*	*	82a-2101
	4.7%	State Highway Fund	*	*	*	82a-2101
<b>Vehicle Title and Registration Fees</b>		County Treasurers	*	*	*	8-145, 8-145d
		then remainder to State Highway Fund <sup>(b)</sup>			*	8-145, 8-145d
<b>Vehicle Dealers</b>	50%	Dealers and Mfgr Fee Fund	*	*	*	8-2425
<b>Full-Privilege Plates</b>	50%	County Treasurer Veh Lic Fee Fund	*	*	*	8-2524
<b>Veh Dealers Regular Plates</b>		State Highway Fund	*	*	*	8-2418
<b>Driver License Fees (c)</b>	37.5% class C &	*	*	*	*	8-267
*	20% classes A, B, M	*	*	*	*	8-267
*	& 20% CDL State Safety Fund	*	*	*	*	8-267
*	20% class M Motorcycle Safety Fund	*	*	*	*	8-267
*	\$2 each CDL Truck Driver Training Fund	*	*	*	*	8-267
*	balance State Highway Fund	*	*	*	*	8-267
<b>DUI Reinstatement Fee</b>	26%	Alcohol Intoxication Program	12%	Forensic Lab/Mat Fee Fund	33% Judicial Branch Nonjudicial Salary Adj	8-241
*	12%	Juvenile Alternatives to Detention Fund	17%	Driving Under Influence Fund	*	8-241
<b>Failure to Comply</b>	50%	Vehicle Operating Fund	*	*	*	8-2110
<b>Reinstatement Fee</b>	37.5%	Alcohol Intoxication Program	*	*	*	8-2110
<b>(collected by court)</b>	12.5%	Juvenile Alternatives to Detention Fund	*	*	*	8-2110
<b>DUI License Modification Fee</b>	\$100,000	Vehicle Operating Fund	*	*	*	8-1015
*		then remainder to Community Corr Superv Fund		*	*	8-1015

Notes:

- (a) Kansas Statutes Annotated. Abbreviations: Sess = Session Laws of Kansas; Ch = Chapter; § = Section; ¶ = Paragraph.
- (b) County retains: 75¢ for each registration; \$2 for each title; \$5.00 registration service fee; and up to \$15,000/year for extra compensation. KSA 8-145  
 \$5 fee for registration of antique vehicles is retained. K.S.A. 8-167(b). \$3.50 per title credited to Kansas Highway Patrol Motor Vehicle Fund and \$3.00 per title credited to VIPS/CAMA Technology Hardware Fund KSA 8-145d(1);  
 financial institutions seeking certificates of title on motor vehicles based upon repossession pay an additional \$3.00 fee. All of this fee is deposited into the Repossessed Certificates of Title Fee Fund K.S.A. 8-145d(2);  
 \$3.50 per reassignment form fee credited to Kansas Highway patrol Motor Vehicle Fund and \$3.00 per title credited to VIPS/CAMA Technology Hardware Fund K.S.A. 8-145d(3); after January 1, 2013,  
 the \$4 vehicles modernization surcharge credited to State Highway Fund. KSA 145-d(4); \$2.00 surcharge for each registered vehicle credited to Kansas Highway Patrol staffing and training fund K.S.A. 8-145d(5);  
 \$1.25 surcharge for each registered vehicle credited to law enforcement training center fund K.S.A. 8-145d(6)
- (c) 20% of CDL Classes A, B and C (after a \$2 credit to Truck Driver Training Fund) goes to the State Safety Fund. KSA 8-267
- (d) the 10% is from alcohol and spirits collections only. KSA 41-501

# County Comparison of Various State Tax Collections and Per Capita Tax Collections

The most current available tax year and fiscal year data is used for each tax type and is reflective of the tables within this report.

County	Individual Income		Sales	Sales	Vehicle	Vehicle	Real/Personal	Real/Personal
	Individual Income	Tax Liability	Tax	Tax	Property	Property	Property	Property
	Tax Liability	(Per cap)	Tax	(Per cap)	(Per cap)	(Per cap)	(Per cap)	(Per cap)
	TY 14	TY 14	FY 16	FY 16	TY 15	TY 15	TY 15	TY 15
Allen	\$5,815,141	\$450	\$9,877,693	\$777	\$2,018,899	\$159	\$21,509,158	\$1,691
Anderson	\$3,613,421	\$458	\$4,322,252	\$554	\$1,139,120	\$146	\$13,303,733	\$1,704
Atchison	\$6,723,125	\$407	\$10,039,122	\$612	\$1,929,903	\$118	\$21,779,109	\$1,328
Barber	\$2,789,136	\$570	\$4,582,974	\$950	\$699,728	\$145	\$16,765,496	\$3,476
Barton	\$16,540,714	\$604	\$28,615,957	\$1,056	\$4,481,205	\$165	\$42,126,335	\$1,554
Bourbon	\$5,102,582	\$345	\$9,300,446	\$632	\$1,854,651	\$126	\$16,887,774	\$1,148
Brown	\$4,220,268	\$430	\$7,174,091	\$734	\$1,007,351	\$103	\$17,934,964	\$1,835
Butler	\$58,626,194	\$885	\$45,460,032	\$681	\$9,987,659	\$150	\$97,489,919	\$1,461
Chase	\$1,171,101	\$435	\$1,316,927	\$492	\$370,823	\$138	\$6,077,790	\$2,269
Chautauqua	\$1,502,425	\$432	\$1,397,850	\$411	\$571,806	\$168	\$5,530,166	\$1,626
Cherokee	\$5,083,791	\$245	\$7,652,854	\$373	\$1,946,590	\$95	\$18,606,534	\$906
Cheyenne	\$1,295,707	\$481	\$1,578,602	\$589	\$593,846	\$222	\$7,300,663	\$2,725
Clark	\$1,077,926	\$503	\$1,218,928	\$582	\$452,782	\$216	\$8,234,497	\$3,929
Clay	\$4,108,588	\$494	\$5,381,469	\$645	\$1,285,947	\$154	\$14,645,948	\$1,755
Cloud	\$3,736,884	\$398	\$8,492,348	\$921	\$1,436,610	\$156	\$16,432,132	\$1,782
Coffey	\$6,313,878	\$749	\$6,154,339	\$734	\$857,520	\$102	\$44,696,884	\$5,331
Comanche	\$801,939	\$410	\$1,414,777	\$768	\$284,464	\$154	\$5,979,280	\$3,244
Cowley	\$16,030,543	\$446	\$23,266,170	\$650	\$4,812,847	\$134	\$40,580,777	\$1,134
Crawford	\$16,794,848	\$427	\$29,110,319	\$742	\$4,006,167	\$102	\$33,045,883	\$843
Decatur	\$1,207,937	\$415	\$1,444,332	\$493	\$508,200	\$173	\$6,726,227	\$2,294
Dickinson	\$9,472,948	\$488	\$11,841,599	\$613	\$2,343,884	\$121	\$27,809,269	\$1,441
Doniphan	\$2,259,897	\$287	\$3,016,889	\$387	\$844,810	\$108	\$14,378,973	\$1,844
Douglas	\$73,559,584	\$631	\$103,126,800	\$874	\$11,827,438	\$100	\$157,932,515	\$1,338
Edwards	\$1,669,625	\$551	\$1,653,481	\$557	\$620,178	\$209	\$8,227,421	\$2,772
Elk	\$1,071,498	\$398	\$1,185,924	\$455	\$456,218	\$175	\$4,555,489	\$1,749
Ellis	\$19,547,137	\$674	\$38,668,815	\$1,332	\$3,032,710	\$104	\$40,007,261	\$1,378
Ellsworth	\$3,269,078	\$511	\$3,905,011	\$616	\$766,089	\$121	\$12,618,651	\$1,989
Finney	\$19,199,921	\$516	\$46,782,689	\$1,260	\$4,359,867	\$117	\$62,129,983	\$1,674
Ford	\$15,000,369	\$431	\$32,396,900	\$938	\$4,706,735	\$136	\$50,201,807	\$1,454
Franklin	\$13,929,987	\$544	\$17,728,822	\$692	\$3,359,713	\$131	\$33,133,663	\$1,294
Geary	\$8,621,241	\$235	\$26,146,016	\$706	\$2,762,870	\$75	\$36,212,861	\$978
Gove	\$1,130,434	\$415	\$2,741,686	\$1,039	\$487,413	\$185	\$8,294,686	\$3,142
Graham	\$1,299,781	\$507	\$2,103,510	\$812	\$388,433	\$150	\$8,393,193	\$3,239
Grant	\$4,335,262	\$555	\$5,079,167	\$657	\$837,333	\$108	\$21,241,026	\$2,747
Gray	\$3,601,663	\$592	\$3,429,884	\$559	\$1,033,338	\$168	\$11,519,388	\$1,878
Greeley	\$808,720	\$622	\$838,829	\$631	\$377,397	\$284	\$5,801,656	\$4,362
Greenwood	\$2,663,054	\$421	\$2,896,956	\$464	\$1,031,314	\$165	\$10,305,205	\$1,650
Hamilton	\$1,406,412	\$540	\$1,657,462	\$670	\$536,276	\$217	\$8,254,011	\$3,336
Harper	\$2,982,288	\$513	\$4,868,018	\$837	\$954,244	\$164	\$18,625,767	\$3,202
Harvey	\$23,044,970	\$662	\$24,349,941	\$694	\$4,132,500	\$118	\$39,805,605	\$1,135
Haskell	\$2,397,943	\$584	\$3,029,564	\$745	\$468,126	\$115	\$14,299,623	\$3,519
Hodgeman	\$1,062,234	\$554	\$799,468	\$422	\$377,015	\$199	\$7,077,512	\$3,739
Jackson	\$7,488,802	\$553	\$6,487,801	\$486	\$1,626,543	\$122	\$15,425,971	\$1,157
Jefferson	\$12,373,781	\$656	\$6,050,438	\$320	\$2,604,996	\$138	\$22,666,057	\$1,197
Jewell	\$1,092,518	\$359	\$1,167,974	\$393	\$655,629	\$221	\$8,313,192	\$2,799
Johnson	\$659,759,388	\$1,149	\$707,027,265	\$1,219	\$90,104,125	\$155	\$1,049,111,918	\$1,808
Kearny	\$2,296,618	\$587	\$1,871,136	\$473	\$584,633	\$148	\$16,519,472	\$4,176
Kingman	\$4,010,015	\$521	\$4,396,116	\$572	\$1,258,425	\$164	\$16,462,911	\$2,142
Kiowa	\$1,302,254	\$518	\$1,533,816	\$598	\$403,841	\$158	\$11,102,795	\$4,330
Labette	\$8,620,194	\$411	\$13,192,335	\$634	\$3,051,096	\$147	\$24,160,792	\$1,161
Lane	\$1,051,129	\$623	\$1,068,957	\$640	\$340,914	\$204	\$7,762,104	\$4,648
Leavenworth	\$37,796,845	\$480	\$40,374,481	\$509	\$9,215,703	\$116	\$77,229,031	\$974
Lincoln	\$1,406,697	\$444	\$1,174,991	\$378	\$508,966	\$164	\$9,080,459	\$2,924
Linn	\$4,552,700	\$479	\$4,771,924	\$500	\$1,200,156	\$126	\$26,991,389	\$2,830
Logan	\$1,571,844	\$563	\$2,653,221	\$939	\$464,735	\$165	\$8,525,274	\$3,018
Lyon	\$15,170,374	\$457	\$28,517,222	\$855	\$3,604,476	\$108	\$42,711,013	\$1,281
Marion	\$5,747,331	\$471	\$5,676,438	\$469	\$1,642,559	\$136	\$19,086,490	\$1,577

# County Comparison of Various State Tax Collections and Per Capita Tax Collections

The most current available tax year and fiscal year data is used for each tax type and is reflective of the tables within this report.

County	Individual Income		Sales	Sales	Vehicle	Vehicle	Real/Personal	Real/Personal
	Individual Income	Tax Liability	Tax	Tax	Property	Property	Property	Property
	Tax Liability	(Per cap)	Tax	(Per cap)	(Per cap)	(Per cap)	(Per cap)	(Per cap)
	TY 14	TY 14	FY 16	FY 16	TY 15	TY 15	TY 15	TY 15
Marshall	\$5,944,705	\$594	\$8,590,193	\$865	\$1,498,248	\$151	\$19,198,556	\$1,932
McPherson	\$19,416,989	\$664	\$26,993,006	\$933	\$3,589,651	\$124	\$47,134,477	\$1,629
Meade	\$2,172,867	\$499	\$2,343,218	\$541	\$650,521	\$150	\$12,851,650	\$2,968
Miami	\$21,119,425	\$643	\$20,252,522	\$622	\$4,567,699	\$140	\$46,132,779	\$1,417
Mitchell	\$3,654,536	\$582	\$6,091,364	\$970	\$1,363,554	\$217	\$12,842,221	\$2,044
Montgomery	\$17,961,611	\$527	\$25,286,462	\$759	\$3,779,193	\$113	\$47,677,654	\$1,431
Morris	\$2,702,667	\$474	\$3,221,895	\$571	\$785,555	\$139	\$10,568,500	\$1,872
Morton	\$1,582,675	\$509	\$1,756,018	\$584	\$400,695	\$133	\$13,845,705	\$4,604
Nemaha	\$7,143,552	\$704	\$7,358,321	\$719	\$1,332,806	\$130	\$16,850,445	\$1,648
Neosho	\$7,136,739	\$435	\$12,008,321	\$735	\$2,553,598	\$156	\$22,862,360	\$1,399
Ness	\$1,704,661	\$549	\$3,039,542	\$1,011	\$532,993	\$177	\$10,649,407	\$3,544
Norton	\$2,416,726	\$435	\$3,663,173	\$660	\$863,127	\$156	\$9,237,550	\$1,664
Osage	\$8,529,239	\$535	\$5,509,445	\$348	\$2,221,802	\$140	\$20,095,964	\$1,268
Osborne	\$1,723,956	\$459	\$2,490,116	\$676	\$655,492	\$178	\$7,878,165	\$2,139
Ottawa	\$3,278,450	\$541	\$2,044,648	\$342	\$988,163	\$165	\$11,794,517	\$1,974
Pawnee	\$2,886,582	\$417	\$3,685,192	\$539	\$1,017,350	\$149	\$12,545,386	\$1,835
Phillips	\$2,834,915	\$512	\$3,569,626	\$658	\$922,159	\$170	\$8,832,878	\$1,627
Pottawatomie	\$13,914,909	\$608	\$31,011,009	\$1,331	\$2,029,262	\$87	\$47,747,613	\$2,049
Pratt	\$5,756,593	\$584	\$11,065,123	\$1,142	\$1,640,931	\$169	\$25,280,368	\$2,609
Rawlins	\$1,177,038	\$456	\$1,490,454	\$595	\$581,482	\$232	\$6,162,393	\$2,459
Reno	\$34,419,253	\$540	\$57,365,527	\$900	\$9,002,304	\$141	\$91,163,264	\$1,431
Republic	\$2,074,623	\$432	\$3,079,588	\$652	\$948,515	\$201	\$11,497,618	\$2,433
Rice	\$8,881,351	\$887	\$5,488,266	\$550	\$1,377,440	\$138	\$19,029,852	\$1,907
Riley	\$33,082,800	\$440	\$55,210,504	\$734	\$5,645,894	\$75	\$82,064,909	\$1,091
Rooks	\$2,951,290	\$573	\$3,662,541	\$708	\$740,264	\$143	\$11,621,558	\$2,246
Rush	\$1,608,572	\$503	\$1,353,360	\$432	\$528,188	\$169	\$7,887,057	\$2,520
Russell	\$4,169,792	\$599	\$4,799,674	\$682	\$1,209,631	\$172	\$14,950,030	\$2,124
Saline	\$32,453,987	\$582	\$68,718,922	\$1,234	\$6,476,139	\$116	\$68,708,981	\$1,234
Scott	\$3,196,274	\$629	\$4,668,825	\$941	\$1,001,174	\$202	\$13,314,835	\$2,682
Sedgwick	\$361,868,392	\$711	\$548,223,915	\$1,072	\$58,518,853	\$114	\$541,538,424	\$1,059
Seward	\$9,770,486	\$416	\$23,697,967	\$1,024	\$2,583,375	\$112	\$36,704,712	\$1,585
Shawnee	\$116,206,423	\$651	\$176,076,110	\$985	\$23,810,482	\$133	\$238,048,140	\$1,332
Sheridan	\$1,443,338	\$568	\$1,956,111	\$779	\$649,480	\$259	\$7,495,342	\$2,984
Sherman	\$2,483,969	\$407	\$6,866,173	\$1,148	\$911,292	\$152	\$10,758,956	\$1,798
Smith	\$1,514,231	\$402	\$2,227,210	\$601	\$851,321	\$230	\$9,587,221	\$2,588
Stafford	\$2,339,275	\$544	\$2,321,730	\$548	\$658,839	\$156	\$11,812,057	\$2,788
Stanton	\$1,239,189	\$587	\$1,400,740	\$676	\$547,784	\$264	\$11,078,887	\$5,347
Stevens	\$3,787,451	\$653	\$4,301,632	\$741	\$758,933	\$131	\$20,842,470	\$3,590
Sumner	\$12,300,545	\$523	\$12,818,836	\$545	\$3,026,870	\$129	\$36,997,275	\$1,572
Thomas	\$4,184,248	\$530	\$11,213,661	\$1,419	\$1,508,918	\$191	\$18,337,731	\$2,320
Trego	\$1,683,799	\$580	\$2,473,232	\$845	\$519,433	\$177	\$8,937,969	\$3,054
Wabaunsee	\$4,089,080	\$582	\$2,650,057	\$381	\$981,014	\$141	\$11,777,182	\$1,694
Wallace	\$745,720	\$495	\$1,218,606	\$803	\$319,411	\$210	\$6,843,297	\$4,508
Washington	\$2,755,784	\$492	\$2,832,672	\$506	\$966,485	\$173	\$13,352,833	\$2,385
Wichita	\$3,525,681	\$1,620	\$1,376,780	\$638	\$503,031	\$233	\$6,678,031	\$3,096
Wilson	\$3,841,059	\$425	\$4,601,314	\$520	\$1,048,087	\$118	\$12,757,688	\$1,441
Woodson	\$2,066,419	\$655	\$1,383,832	\$444	\$563,079	\$181	\$5,989,301	\$1,923
Wyandotte	<u>\$49,444,205</u>	\$306	<u>\$146,222,161</u>	\$895	<u>\$20,184,175</u>	\$124	<u>\$207,449,808</u>	\$1,270
Total	\$2,085,819,045	\$718	\$2,711,692,622	\$931	\$381,031,506	\$131	\$4,359,041,715	\$1,497

## **Selected 2016 Enacted Kansas Legislation**

### **Cigarette Tax**

Senate Bill 149 delays the taxation of e-cigarettes adopted by the 2015 Legislature from July 1, 2016 to January 1, 2017.

### **Income Tax**

Senate Bill 149 creates a new individual income tax checkoff program authorizing taxpayers to donate to local school districts of their choice. Moneys donated would be required to be treated as donations to school districts in accordance with K.S.A. 72-8210 and be reported as gifts for purposes of the Kansas Uniform Financial and Reporting Act.

The bill also changes the sunset for the Angel Investor Tax Credit program, which offers qualified investors transferable state income tax credits of 50 percent. The program is extended from tax year 2017 up to and including tax year 2021.

### **Liquor Tax**

Senate Bill 326 increases the amount of beer that can be manufactured with a microbrewery license, allowing production between 100 and 60,000 barrels of domestic beer in a calendar year for each microbrewery license issued in the state. The bill also allows a microbrewery to manufacture and distribute not more than 100,000 gallons of hard cider. It amends the definition of “wine” to include hard cider and any other product commonly known as a subset of wine. The bill requires at least 30% of the products utilized in the manufacture of hard cider to be Kansas grown unless authorized by the Director of Alcoholic Beverage Control. Additionally, the bill amends the Liquor Control Act to remove the one-year residency requirement for microbrewery, microdistillery, and farm winery licensees.

### **Property Tax**

House Bill 2088 accelerates by one year (from January 1, 2018 to January 1, 2017) the effective date of a tax lid for cities and counties, originally approved in 2015 legislation. Under the tax lid provisions, increases in property tax dollars levied beyond the rate of inflation generally require voter approval, except that certain types of property tax increases are exempt from the computation involved in determining whether mandatory elections are necessary. New clarifying language stipulates that the inflation measure utilized will be a five-year rolling average, and under no circumstances could a figure be utilized of less than zero.

Senate Bill 280 makes a number of changes in law generally relating to property taxation. In addition to other changes, the bill clarifies the law governing the issuance and review of Board of Tax Appeals (BOTA) decisions. An aggrieved party is authorized to file a petition for reconsideration after a full and complete opinion had been rendered. Another provision raises the interest rate for delinquent real property taxes by five percent. The bill defines “bed and breakfast” property defined as residential and eligible for the 11.5 percent assessment rate is expanded to include property with 5 or fewer bedrooms available for overnight guests who stay for not more than 28 consecutive days. It also

## **Selected 2016 Enacted Kansas Legislation**

provides for a property tax exemption for tax years 2016 to 2020 for property owned and primarily operated as an airport by a healthcare foundation also exempt for federal income tax purposes. Another provision states that if the director of property valuation has developed and adopted methodologies to value specific types of property, the county appraiser shall be required to follow such methodologies. The bill allows for a mixed-use classification of residential and land devoted to agricultural use for a single parcel.

### **Sales Tax**

Senate Bill 149 provides a temporary sales tax exemption for the Gove County Healthcare Endowment Foundation, Inc. for the purpose of constructing and equipping an airport in Quinter, Kansas. The exemption sunsets on July 1, 2019.

An additional temporary sales tax exemption exempts all sales of tangible personal property and services purchased during calendar year 2016 necessary to construct, reconstruct, repair, or replace any fence damaged or destroyed by fire occurring during calendar year 2016.

The bill increases the cap on the amount of community improvement district sales taxes that the Department of Revenue may retain to help defray administrative costs. It is increased from \$60,000 to \$200,000.

Another provision requires placement on the individual income tax form for a line for payment of use tax on out-of-state and internet purchases where the tax was not previously paid (something the Department of Revenue already has been doing administratively for over a decade).

House Bill 2632 revises provisions of the Sales Tax and Revenue (STAR) Financing Act pertaining to the annexation of area into a STAR Bond district, pledges for future financial support from the state, an “eligible area,” and annual reporting to legislative committees. STAR Bond districts created and approved by the Secretary of Commerce by January 1, 2017, or later shall exclude tax increment financing derived from any sales tax revenues from retail automobile dealers. When a district adds area, the base tax year for the newly annexed area will be the 12-month period immediately prior to the month in which the new area is added to the STAR Bond district. “Eligible area” is redefined to include buildings that are 65 years old or older and contiguous lots which are vacant or condemned. The bill also allows for a portion of state sales and use tax revenues to be pledged to a STAR Bond district; under previous law, the pledge had to be all state sales and use tax revenues.

### **Motor Vehicle Legislation**

Senate Bill 373 authorizes the Kansas Turnpike Association (KTA) to instruct the Division of Vehicles of the Kansas Department of Revenue to require payment of any tolls due and owing to the county treasurer at the time of registration or renewal of registration, or otherwise to refuse to register or renew the registration of the vehicle until the amounts are paid to the satisfaction of the Director or the Director’s designee, if the outstanding amount of tolls due and owing by the registered owner exceeds \$100.



## **Selected 2016 Enacted Kansas Legislation**

House Bill 2289 amends the law concerning a driver's license suspension due to test refusal or test failure. Specifically, the bill requires a law enforcement officer's certification and notice of suspension to inform the person that constitutional issues cannot be decided at the administrative hearing, but may be preserved and raised in a petition for review of the hearing.

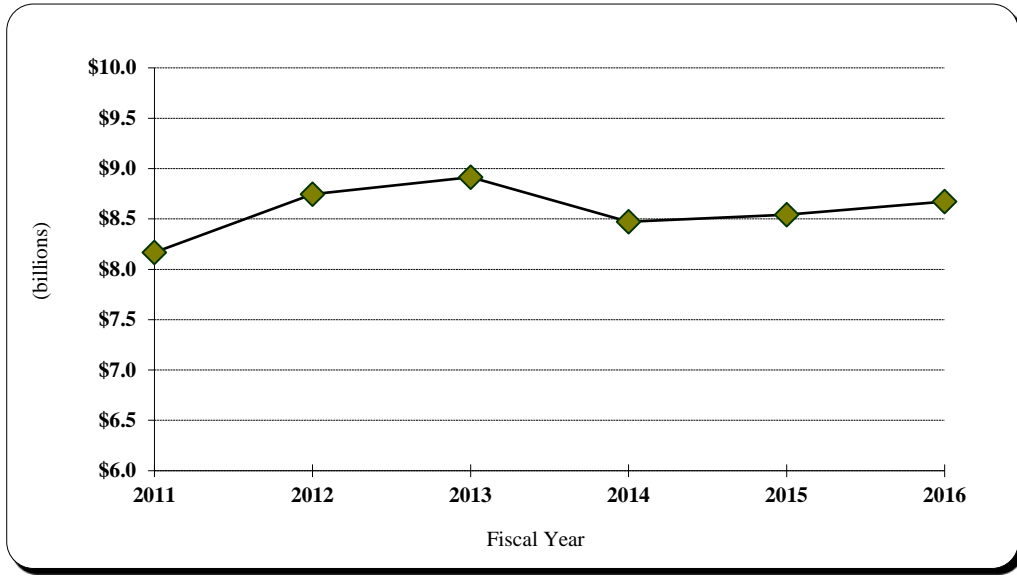
House Bill 2473 authorizes an Alzheimer's disease awareness license plate, authorizes those with additional types of distinctive military license plates to purchase decals indicating the owner has received certain military honors, removes a requirement certain notices be filed with the county clerk, and specifies certain requirements for city ordinances and county resolutions regarding towing apply only to ordinances or resolutions regarding towing from private property.

House Bill 2522 authorizes a laser-engraved photograph to be placed on a Kansas driver's license, instruction permit, or nondriver identification card. Additionally, it restricts a class M license of an applicant who passes a driving examination administered by the Division of Vehicles on a three-wheeled motorcycle, which is not an autocycle, the operation of a registered three-wheeled motorcycle. An applicant for a class M license who passes a driving examination on a two-wheeled motorcycle, may operate any registered two-wheeled or three-wheeled motorcycle. The bill authorizes electronic online renewal of a driver's license if permitted by the Director of Vehicles or the Director's designee and also adds a \$40 nonrefundable fee to accompany an application for a license to operate a motorized bicycle from a person who has had driving privileges suspended.

House Bill 2563 amends the definition of "nonhighway vehicle" to include any travel trailer that cannot be registered because it is not manufactured for the purpose of using the travel trailer on state highways and is not provided with the equipment for use on highways. The bill also amends the definition of "salvage vehicle" to include a travel trailer that cannot be registered because it has been wrecked or damaged to the extent it cannot meet safety requirements for operation on the highways.

## Total Department of Revenue Collections before Refunds

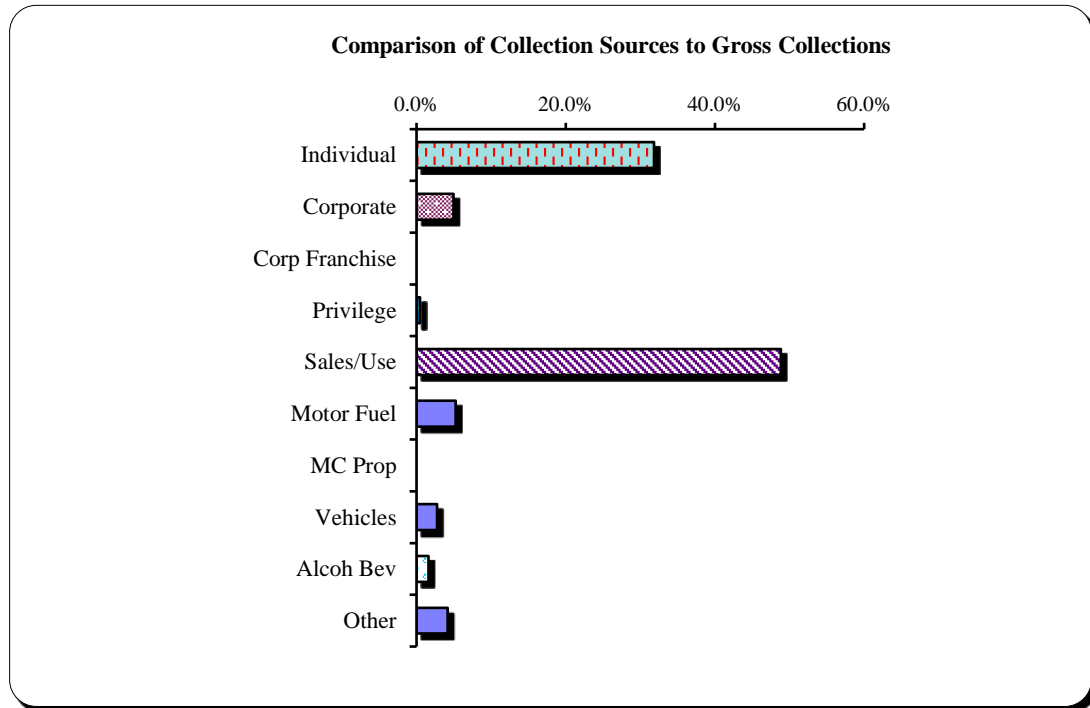
Total Department of Revenue Collections (before refunds) increased by 1.5% compared to the prior fiscal year.



<u>Fiscal Year</u>	<u>Total Collections</u>	<u>Percent Change</u>
2011	\$8,167,864,688	9.2%
2012	\$8,747,136,568	7.1%
2013	\$8,914,449,498	1.9%
2014	\$8,471,295,164	-5.0%
2015	\$8,542,289,348	0.8%
2016	\$8,673,261,394	1.5%

## Gross Total Collections and by Source

Collections by Department of Revenue

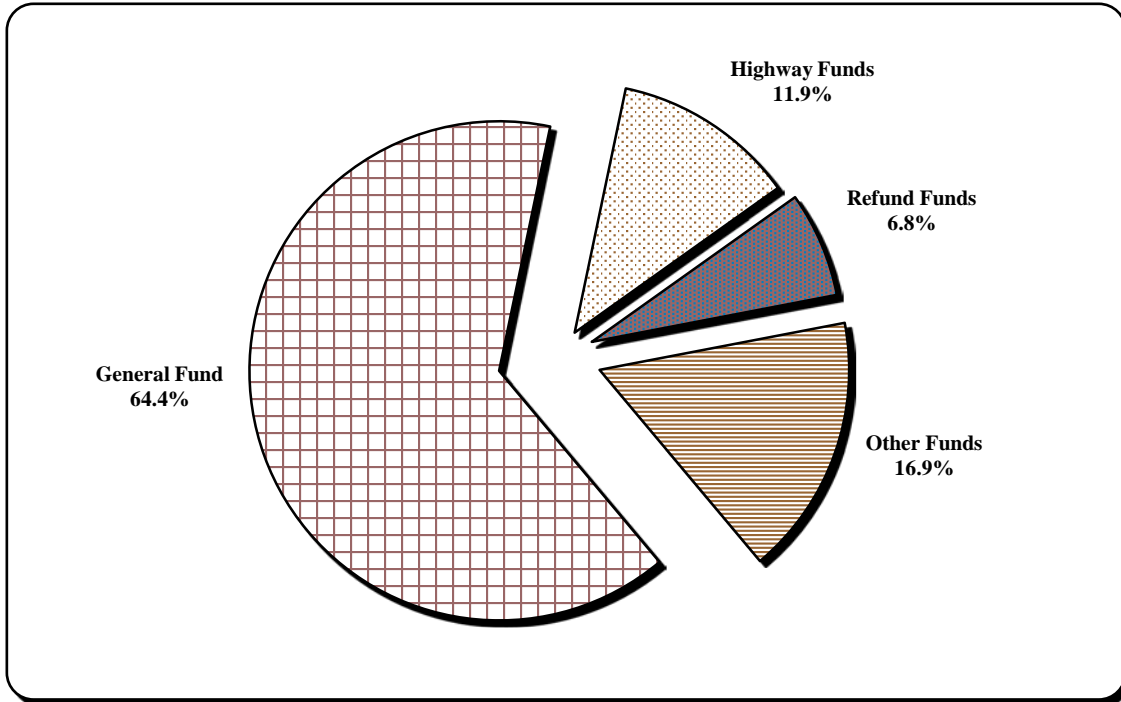


<u>Source</u>	<u>Fiscal Year 2015</u>	<u>Fiscal Year 2016</u>	<u>Percent Change</u>	<u>Percent of FY2016 Total</u>
Individual Income Taxes	\$2,790,713,922	\$2,760,839,835	-1.1%	31.8%
Corporate Income Taxes	\$461,315,382	\$429,415,849	-6.9%	5.0%
Corporate Franchise Tax*	\$727,700	\$390,249	NA	NA
Privilege Taxes	\$43,217,307	\$40,870,194	-5.4%	0.5%
State and Local Sales and Use Taxes	\$4,043,251,703	\$4,235,289,271	4.7%	48.8%
Motor Fuel Taxes	\$443,326,042	\$454,541,649	2.5%	5.2%
Property Taxes: Commercial Vehicle Fee*	\$11,164,604	\$11,375,889	NA	NA
Division of Vehicles	\$239,340,747	\$239,658,688	0.1%	2.8%
Alcoholic Beverage Control	\$136,898,761	\$138,988,327	1.5%	1.6%
Other Taxes and Fees	<u>\$372,333,180</u>	<u>\$361,891,443</u>	-2.8%	4.2%
<b>Total</b>	<b>\$8,542,289,348</b>	<b>\$8,673,261,394</b>	<b>1.5%</b>	<b>100.0%</b>

\*Corporate Franchise Tax repealed effective Tax Year 2011; Motor Carrier Property Tax repealed and replaced with Commercial Vehicle Fee effective January 1, 2014.

Other taxes and fees include: bingo; drycleaning; transient guest; cigarette; tobacco; controlled substances; estate; oil, gas, oil assess conservation fee and gas assessment conservation fee, gas oil and sand royalties; car line; bonds; licenses; and fees.

## Total Department of Revenue Collections by Distribution to Fund



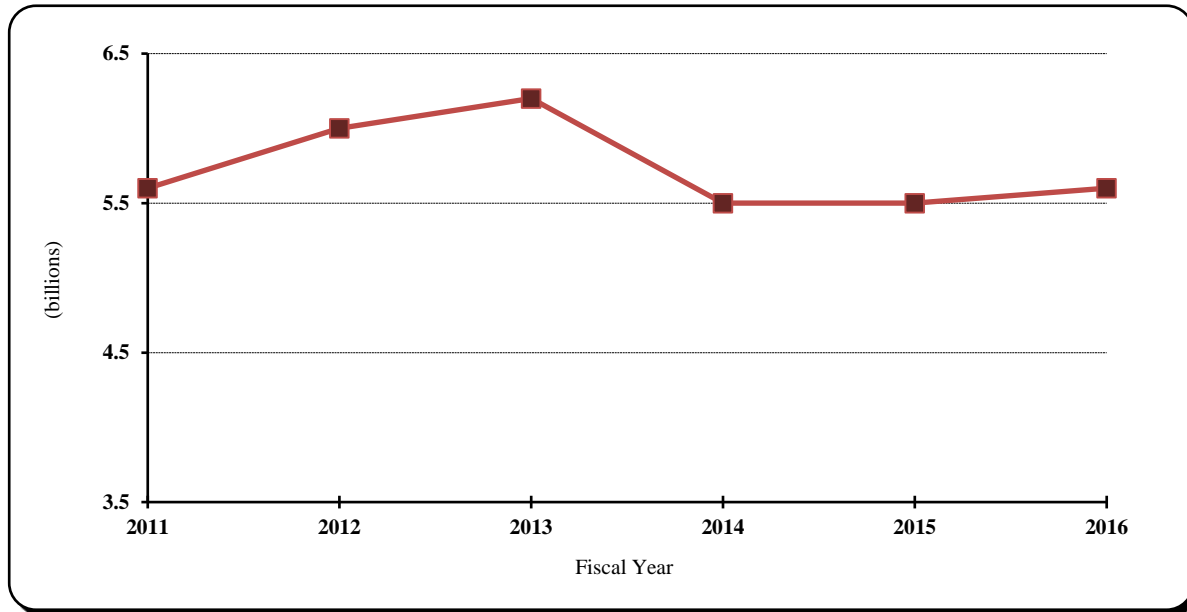
<u>Fund</u>	<u>Fiscal Year</u> <u>2015</u>	<u>Fiscal Year</u> <u>2016</u>	<u>Percent</u> <u>Change</u>	<u>Fiscal Year</u> <u>2016</u> <u>Percent</u> <u>Total</u>
State General Fund	\$5,526,841,954	\$5,585,492,934	1.1%	64.4%
All Highway Funds	\$1,019,927,759	\$1,029,140,603	0.9%	11.9%
All Refund Funds	\$560,042,832	\$592,192,557	5.7%	6.8%
Other Funds	<u>\$1,435,476,803</u>	<u>\$1,466,435,300</u>	2.2%	<u>16.9%</u>
Total	\$8,542,289,348	\$8,673,261,394	1.5%	100.0%

Other Funds include: local transient guest; various vehicle and driver license funds; county mineral production funds; various local alcohol funds; sand royalty fund; etc.

## State General Fund Total Collections and by Source (Net of Refunds)

Collections by Department of Revenue

Fiscal Year 2016 State General Fund Collections increased by 1.1% compared to the prior fiscal year.



### General Fund Collections by Source

<u>Source</u>	<u>Fiscal Year</u> <u>2015</u>	<u>Fiscal Year</u> <u>2016</u>	<u>Percent</u> <u>Change</u>
Commercial Vehicle Fees *	\$11,144,646	\$11,375,889	NA
Individual Income Tax	\$2,277,540,835	\$2,248,935,698	-1.3%
Corporate Income	\$417,399,546	\$354,725,599	-15.0%
Corporate Franchise Tax**	\$650,237	\$371,340	NA
Privilege	\$40,545,772	\$37,151,150	-8.4%
Estate Tax***	\$0	\$10,136	NA
Sales Tax	\$2,132,776,805	\$2,273,941,413	6.6%
Use Tax	\$352,175,950	\$384,992,097	9.3%
Alcoholic Beverage Taxes, Fees, Fines	\$103,112,945	\$103,259,066	0.1%
Cigarette/Tobacco Tax	\$96,302,538	\$146,552,278	52.2%
Mineral Tax	\$93,213,026	\$22,395,001	-76.0%
Other ****	<u>\$1,979,654</u>	<u>\$1,783,267</u>	-9.9%
<b>Total</b>	<b>\$5,526,841,954</b>	<b>\$5,585,492,934</b>	<b>1.1%</b>

\*Includes motor carrier property tax and commercial vehicle fees - the motor carrier prop tax was repealed in 2014.

\*\* Corporate Franchise Tax was repealed effective Tax Year 2011.

\*\*\*There is no estate tax for estates of decedents dying after December 31, 2009.

\*\*\*\* Other includes: bingo; controlled substances; gas, oil and mineral royalties; car line; bonds; licenses; and fees.