

STATE OF KANSAS



DEPARTMENT OF REVENUE ANNUAL STATISTICAL REPORT

**FISCAL YEAR ENDING
JUNE 30, 2007**

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DEPARTMENT OFFICIALS

JANUARY 2008

Joan Wagnon
Secretary of Revenue

SECRETARIAT STAFF

Resource Management
Jim Conant, Director

Legal Services
Jim Bartle, General Counsel

Office of Policy and Research
Richard Cram, Director

Information Services
Tim Blevins, Chief Information Officer

Internal Audit
Nick Kramer, Manager

Audit Services
Mike Boekhaus, Audit Administrator

DIVISIONS AND SUPPORTING BUREAUS

Division of Alcoholic Beverage Control
Tom Groneman, Director
Mike Padilla, Chief Enforcement Officer

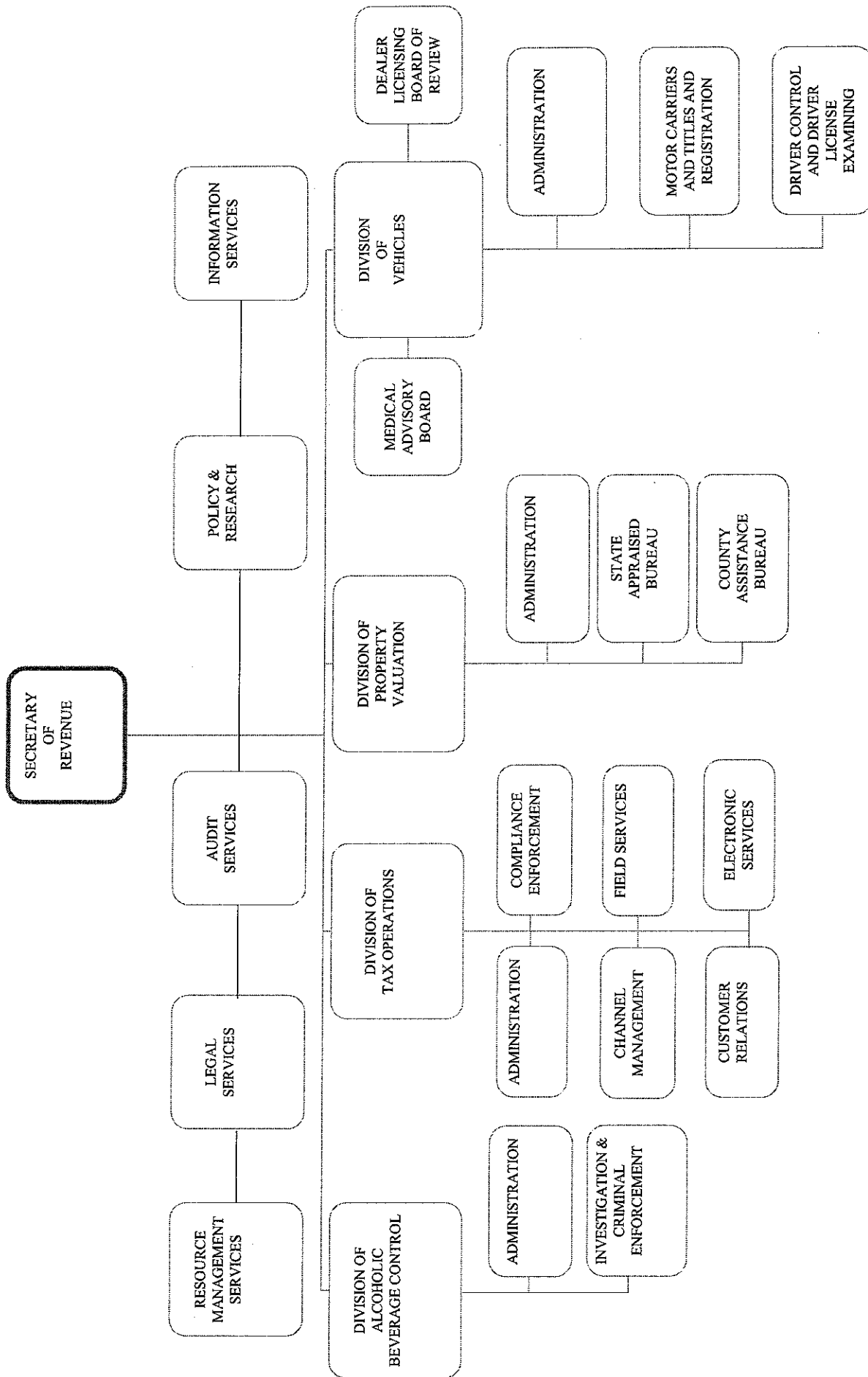
Division of Tax Operations
Steve Stotts, Director
Channel Management
Ken Rakestraw, Chief Channel Management Officer
Customer Relations
Rick Clelland, Chief Customer Relations Officer
Compliance Enforcement
Jeff Scott, Chief Compliance Enforcement Officer
Electronic Services
Gary Centlivre, Chief Electronics Officer

Division of Property Valuation
Mark Beck, Director
Tony Folsom, Deputy Director
State Appraised
County Assistance

Division of Vehicles
Carmen Alldritt, Director
Driver Control
Marcy Ralston, Chief of Driver Control
Driver Licensing
Terry Mitchell, Chief of Driver Licensing
Motor Carrier Services
Deann Williams, Chief of Motor Carrier Services
Titles and Registration
Michael McLinn, Chief of Titles and Registrations

ORGANIZATION CHART
KANSAS DEPARTMENT OF REVENUE

January 1, 2008



Selected Kansas Department of Revenue Telephone and FAX Numbers

| | | | | |
|--|------------|------|---|-----------------|
| | | | For assistance: | |
| Personnel | (785) 296- | 3077 | Information - Department of Revenue | (785) 296- 3909 |
| TTY (Hearing Impaired) | (785) 296- | 3077 | Bingo Tax | (785) 296- 6127 |
| Alcoholic Beverage Control | (785) 296- | 7015 | Cigarette and Tobacco Products | (785) 368- 8222 |
| TTY (Hearing Impaired) | (785) 296- | 3946 | Corporate Income Tax | (785) 368- 8222 |
| Collections | (785) 296- | 6121 | Dealer Licensing | (785) 296- 3626 |
| TTY (Hearing Impaired) | (785) 296- | 6117 | Driver Control | (785) 296- 3671 |
| Property Valuation Division | (785) 296- | 2365 | Driver License Examination | (785) 296- 3963 |
| Secretary of Revenue's Office | (785) 296- | 3041 | Driver License Examination, Burlingame | (785) 266- 7380 |
| Taxation | (785) 368- | 8222 | Drycleaning Envir Surcharge & Solvent Fee | (785) 368- 8222 |
| TTY (Hearing Impaired) | (785) 296- | 6461 | Electronic Filing | (785) 296- 4066 |
| Vehicles | (785) 296- | 3601 | Environmental Assurance Fee | (785) 368- 8222 |
| TTY (Hearing Impaired) | (785) 296- | 3613 | Fiduciary | (785) 368- 8222 |
| | | | Food Sales Tax Refund Unit | (785) 368- 8222 |
| Taxpayer Advocates | (785) 296- | 2473 | Homestead Tax Refund Unit | (785) 368- 8222 |
| | (785) 296- | 8458 | Individual Income Estimated Tax | (785) 368- 8222 |
| | | | Individual Income Tax | (785) 368- 8222 |
| For registration to remit taxes: | | | Inheritance Tax | (785) 368- 8222 |
| Sales, Use, Excise, Withholding | (785) 368- | 8222 | Intangibles Tax | (785) 368- 8222 |
| | | | Liquor Enforcement Tax | (785) 368- 8222 |
| Billing and tax inquiries: | | | Liquor Drink Tax | (785) 368- 8222 |
| Taxpayer Assistance Center for Topeka | (785) 368- | 8222 | Mineral Taxes | (785) 368- 8222 |
| Refund Information Line | 1(800)894- | 0318 | Motor Carrier Central Permit | (785) 271- 3145 |
| | | | Motor Carrier Services | (785) 271- 3145 |
| For audit inquiries: | | | Motor Fuel Taxes | (785) 368- 8222 |
| Audit Services Bureau | (785) 296- | 7719 | Sales and Use Tax | (785) 368- 8222 |
| | | | Sand Royalty | (785) 296- 3500 |
| For legal inquiries: | | | Tax Appeals Section | (785) 296- 8460 |
| Legal Services Bureau | (785) 296- | 2381 | Tire Excise Tax | (785) 368- 8222 |
| | | | Transient Guest Tax | (785) 368- 8222 |
| For revenue collection statistical inquiries: | | | Vehicle Rental Excise Tax | (785) 368- 8222 |
| Office of Policy and Research | (785) 296- | 3082 | Vehicle Titles and Registration | (785) 296- 3621 |
| | | | Water Protection Fee | (785) 368- 8222 |
| Department Regional Offices Telephone Numbers: | | | Withholding Tax | (785) 368- 8222 |
| Kansas City Metro Assistance Center | (913) 631- | 0296 | | |
| Wichita Audit Office | (316) 337- | 6163 | | |
| Wichita Collections Office | (316) 337- | 6153 | | |
| Wichita Assistance Center | (316) 337- | 6140 | | |

| | | | | |
|--|------------|------|--|-----------------|
| FAX Numbers: | | | | |
| Alcoholic Beverage Control | (785) 296- | 7185 | Driver License: Wichita, Meridian | (316) 942- 5281 |
| Audit Services | (785) 296- | 0531 | Kansas City Metropolitan Assistance Center | (913) 631- 6215 |
| Customer Relations-Business Segment | (785) 296- | 2073 | Motor Carrier Services | (785) 271- 3283 |
| Customer Relations-Cigarette/Liquor | (785) 291- | 3968 | Motor Carrier Services Central Permit | (785) 271- 3124 |
| Customer Relations-IFTA/Motor Fuel Ref | (785) 296- | 2703 | Personnel Services | (785) 296- 1107 |
| Customer Relations-Motor Fuel | (785) 296- | 4993 | Property Valuation Division | (785) 296- 2320 |
| Customer Relations-Wage Earner | (785) 296- | 8989 | Secretary of Revenue & Secretariat | (785) 368- 8392 |
| Driver Control | (785) 296- | 6851 | Taxation, Director's Office | (785) 296- 8974 |
| Driver License: Kansas City Regional | (913) 287- | 9323 | Taxpayer Assistance | (785) 291- 3614 |
| Driver License: Topeka, Docking | (785) 296- | 0691 | Titles and Registration | (785) 296- 3852 |
| Driver License: Topeka, Burlingame | (785) 266- | 7382 | Wichita Audit Office | (316) 337- 6162 |
| Driver License: Wichita, Parklane | (316) 682- | 8125 | Wichita Collections Office | (316) 337- 6162 |

Comparison of Kansas and Selected States, Various Tax Rates - January 1, 2007

| | Beer Per Gallon Alcoholic Content of 4.5%¹ | Light Wine Per Gallon Alcoholic content of 12% | Cigarette Per Pack of 20 | Motor Fuel Per Gallon |
|---------------|--|---|-------------------------------------|----------------------------------|
| Colorado | \$0.08 | \$0.32 | \$0.84 | \$0.22 |
| Iowa | \$0.19 | \$1.75 | \$0.36 | \$0.21 |
| Kansas | \$0.18 | \$0.30 | \$0.79 | \$0.24 |
| Missouri | \$0.06 | \$0.30 | \$0.17 | \$0.17 |
| Nebraska | \$0.31 | \$0.95 | \$0.64 | \$0.27 |
| Oklahoma | \$0.40 | \$0.72 | \$1.03 | \$0.16 |

Source: Federation of Tax Administrators, www.taxadmin.org/fta/rate

Comparison of Kansas and Selected States, Personal Income

Per Capita Personal Income

| | <u>2002*</u> | <u>2003*</u> | <u>2004*</u> | <u>2005*</u> | <u>2006*</u> | 2005-06 <u>% change</u> | Descending | |
|---------------|--------------|--------------|--------------|--------------|--------------|----------------------------|----------------------------|----------------------------|
| | | | | | | | <u>Rank</u> <u>2005</u> | <u>Rank</u> <u>2006</u> |
| Colorado | \$34,014 | \$34,059 | \$35,621 | \$37,702 | \$39,587 | 5.0% | 1 | 1 |
| Iowa | \$28,071 | \$28,524 | \$30,645 | \$31,473 | \$33,017 | 4.9% | 4 | 4 |
| Kansas | \$28,955 | \$29,745 | \$30,902 | \$32,666 | \$34,744 | 6.4% | 3 | 2 |
| Missouri | \$28,362 | \$29,082 | \$30,240 | \$31,380 | \$32,793 | 4.5% | 5 | 5 |
| Nebraska | \$29,177 | \$30,737 | \$31,761 | \$32,833 | \$34,383 | 4.7% | 2 | 3 |
| Oklahoma | \$25,850 | \$26,424 | \$28,408 | \$30,054 | \$32,398 | 7.8% | 6 | 6 |
| United States | \$30,795 | \$31,466 | \$33,072 | \$34,685 | \$36,629 | 5.6% | | |

Per Capita Disposable Personal Income

| | <u>2002*</u> | <u>2003*</u> | <u>2004*</u> | <u>2005*</u> | <u>2006*</u> | 2005-06 <u>% change</u> | Descending | |
|---------------|--------------|--------------|--------------|--------------|--------------|----------------------------|----------------------------|----------------------------|
| | | | | | | | <u>Rank</u> <u>2005</u> | <u>Rank</u> <u>2006</u> |
| Colorado | \$29,939 | \$30,331 | \$31,805 | \$33,302 | \$34,711 | 4.2% | 1 | 1 |
| Iowa | \$25,265 | \$25,866 | \$27,904 | \$28,417 | \$29,647 | 4.3% | 5 | 5 |
| Kansas | \$25,803 | \$26,803 | \$27,927 | \$29,247 | \$30,856 | 5.5% | 3 | 2 |
| Missouri | \$25,277 | \$26,159 | \$27,322 | \$28,090 | \$29,181 | 3.9% | 4 | 3 |
| Nebraska | \$26,127 | \$27,866 | \$28,795 | \$29,510 | \$30,703 | 4.0% | 2 | 4 |
| Oklahoma | \$23,244 | \$23,950 | \$25,846 | \$27,024 | \$29,003 | 7.3% | 6 | 6 |
| United States | \$27,148 | \$28,028 | \$29,513 | \$30,612 | \$32,111 | 3.7% | | |

Disposable Personal Income as Percent of Personal Income

| | <u>2002*</u> | <u>2003*</u> | <u>2004*</u> | <u>2005*</u> | <u>2006*</u> |
|---------------|--------------|--------------|--------------|--------------|--------------|
| Colorado | 88.0% | 89.1% | 89.3% | 88.3% | 87.7% |
| Iowa | 90.0% | 90.7% | 91.1% | 90.3% | 89.8% |
| Kansas | 89.1% | 90.1% | 90.4% | 89.5% | 88.8% |
| Missouri | 89.1% | 89.9% | 90.4% | 89.5% | 89.0% |
| Nebraska | 89.5% | 90.7% | 90.7% | 89.9% | 89.3% |
| Oklahoma | 89.9% | 90.6% | 91.0% | 89.9% | 89.5% |
| United States | 88.2% | 89.1% | 89.2% | 88.3% | 87.7% |

* revised

Source: U. S. Dept of Commerce, Bureau of Economic Analysis, "Survey of Current Business," September 2007, <http://www.bea.gov/bea/regional/spi/drill.cfm>

Comparison of Kansas and Selected States, Individual Income Tax

Individual Income Taxes: Basic Rates, Exemptions and Standard Deductions January 2007

| | | Tax Rates <u>Range</u> | Taxable Income Brackets | | Personal Exemptions | | | Standard Deductions | |
|------------------|--------------|--|-------------------------|-----------------|---------------------|--------------------------|-------------------|---------------------|--------------------------|
| | | | <u>Up To</u> | <u>Over</u> | <u>Single</u> | <u>Married Joint</u> | <u>Dependents</u> | <u>Single</u> | <u>Married Joint</u> |
| Colorado | | 4.63% of federal taxable income with certain modifications | | | - | - | - | - | - |
| Iowa | | 0.36%-8.98% | \$1,343 | \$60,436 | \$40 | \$80 | \$40 | \$1,650 | \$4,060 |
| Kansas | S,M/S | 3.5%-6.45% | \$15,000 | \$30,000 | \$2,250 | \$4,500 | \$2,250 | \$3,000 | \$6,000 |
| | M/J | 3.5%-6.45% | \$30,000 | \$60,000 | | | | | |
| Missouri | | 1.5%-6.0% | \$1,000 | \$9,000 | \$2,100 | \$4,200 | \$1,200 | \$5,150 | \$10,300 |
| Nebraska | M/S | 2.56%-6.84% | \$2,000 | \$25,001 | \$106 | \$212 | \$106 | \$5,130 | \$8,580 |
| | S | 2.56%-6.84% | \$2,400 | \$27,001 | | | | | |
| | M/J | 2.56%-6.84% | \$4,800 | \$54,001 | | | | | |
| | HH | 2.56%-6.84% | \$4,500 | \$40,001 | | | | | |
| Oklahoma | S,M/S | 0.5%-6.65% | \$1,000 | \$10,000 | \$1,000 | \$2,000 | \$1,000 | \$2,000 | \$3,000 |
| (w/o Fed Deduct) | SS,HH,M/J | 0.5%-6.65% | \$2,000 | \$21,000 | | | | | |
| (w/Fed Deduct) | S,M/S | 0.5%-10.0% | \$1,000 | \$16,000 | \$1,000 | \$2,000 | \$1,000 | | |
| | SS,HH,M/J | 0.5%-10.0% | \$2,000 | \$24,000 | | | | | |

Source: FTA, www.taxadmin.org/fta/rate/ind_inc.html

State Individual Income Tax Rates, <http://www.taxfoundation.org/taxdata/show/228.html>

Nebraska Department of Revenue, www.revenue.state.ne.us/research/4-607/table1.pdf

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, 2006.

| Item | Colorado | Iowa | Kansas | Missouri | Nebraska | Oklahoma |
|---|--|--|--|--|---|---|
| Tax Base-business income | Income from the regular course of business that constitutes an integral part of the taxpayer's regular business. | Income earned as part of a unitary business | Income from transactions and activities in the regular course of trade or business | Income from the regular course of business that constitutes an integral part of the taxpayer's regular business. | All income is presumed to be business income. | NA |
| Tax Base-nonbusiness income | Dividends, interest, rents, royalties, and certain capital gains. | Income not earned as part of a unitary business. | Any income other than business income. | Dividends, interest, rents, royalties, and certain capital gains. | None | 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% | 4% ≤\$50,000 7.35% > \$50,000 | 6.25% | \$0-50,000: 5.58% \$50,001 or more: 7.81% | 6% |

NA - Not Applicable

Source: 2007 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, 2006.

| Item | Colorado | Iowa | Kansas | Missouri | Nebraska | Oklahoma |
|---|---|---|--|--|--|---|
| Tax Rate-General Sales and Use Tax | 2.9% | 5% | 5.3% | 4.225% | 5.0% | 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 | <u>Monthly:</u> Tax Liability>=\$300/mo <u>Quarterly:</u> Tax Liability<\$300/mo <u>Annually:</u> Tax Liability<\$15/mo | <u>Monthly:</u> Tax due>\$500/mo <u>Quarterly:</u> Tax due=\$120 and \$6,000/yr <u>Annually:</u> Tax Liability<\$120/yr | <u>Monthly:</u> Tax Liability>\$3,200/yr <u>Quarterly:</u> Tax Liability<\$3,200/yr <u>Annually:</u> Tax Liability<\$80/yr | <u>Monthly:</u> Tax Liability>=\$5,917 sales/mo <u>Quarterly:</u> Tax Liability<=\$11,811 sales/qtr <u>Annually:</u> Tax Liability<=\$1,065 in sales/qtr | <u>Monthly:</u> Tax Liability>\$3,000/yr <u>Quarterly:</u> Tax Liability=\$900-\$3,000/yr <u>Annually:</u> <\$900 sales/yr | <u>Monthly:</u> Tax Liability \$25,000 avg sales tax for month remitted for prior fiscal year <u>Semi-monthly:</u> >\$25,000 in sales tax liability <u>Twice a year:</u> \$50/mo in tax liability |
| Does state accept reproductions of the returns? | Yes | Yes | No | Yes | Yes | Yes |
| Percent or range of rates for local sales tax | Up to 5.3% | 1% - 2% (sls only) | 0.1% - 3.0% | 0.5% - 6% | .5% - 1.5% | 2% - 5% |
| Localities assessing tax | city, county, and special districts | city, county (sls only) | city, county, special districts | city, county, special districts | city, county | city, county, transportation and hospital authorities |

*NA Information not available

Source: 2007 Multistate Corporate Tax Guide, Volume II

Selected Kansas Tax Rates with Statutory Citation

K.S.A.:

| | | | | | | |
|--|--|---|--|---|-------------------------|---------------|
| Bingo Tax | | | | | | 79-4704 |
| Bingo faces | \$0.002 | | | | | |
| Retail price - Instant | 1.00% | | | | | |
| Car Line Tax/gross earnings | | 2.5% | | | | 79-907 |
| Cigarette Tax | Package of 20 | \$0.79 | Package of 25 | \$0.99 | | 79-3310 |
| Corporation Tax | total taxable income @ | 4.00% | plus | 3.35% surtax on taxable income over \$50,000 | 7.350% | 79-32,110(c) |
| Corporate Franchise Tax | 0.125% of total net worth (for entities with \$100,000 or more of net worth in the state). TY07 .125%; TY08 .09375%; TY09 .0625%; TY10 .03125% for entities \$1,000,000 or more | | | | | 79-5401 |
| Drycleaning | | | | | | |
| 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 |
| Drug Stamp Tax | | | | | | 79-5202 |
| Marijuana: | | | Controlled Substance: | | | |
| 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 | | | | | |
| Environ. Fee/gallon petroleum product | \$0.01 | | each of two funds has maximum and minimum limits | | | 65-34,117 |
| Estate Tax | | | | | | |
| TY 06 Equal to maximum federal credit allowable for state death taxes paid under 1997 IRC. "Pick-up Tax" | | | | | | 79-15,102 |
| TY 07 and TY 08 | | TY07 | | TY08 | | 79-15,126 |
| Not over \$1,000,000 | | Zero | | Zero | | |
| Over \$1,000,000 but not over \$2,000,000 | | 3% of excess over \$1,000,000 | | 1% of excess over \$1,000,000 | | |
| Over \$2,000,000 but not over \$5,000,000 | | \$30,000 + 6% of excess over \$2,000,000 | | \$10,000 + 2% of excess over \$2,000,000 | | |
| Over \$5,000,000 but not over \$10,000,000 | | \$210,000 + 8% of excess over \$5,000,000 | | \$70,000 + 5% of excess over \$5,000,000 | | |
| Over \$10,000,000 | | \$610,000 + 10% of excess over \$10,000,000 | | \$320,000 + 7% of excess over \$10,000,000 | | |
| Individual Income Tax | | | | | | 79-32,110 |
| Tax Rates, Resident, married, joint | | | | | | |
| taxable income not over | \$30,000 | @ | 3.50% | | | |
| taxable income not over | \$60,000 | @ | \$1,050 plus | 6.25% | over \$30,000 | |
| taxable income over | \$60,000 | @ | \$2,925 plus | 6.45% | over \$60,000 | |
| Tax Rates, Resident, others | | | | | | |
| taxable income not over | \$15,000 | @ | 3.50% | | | |
| taxable income not over | \$30,000 | @ | \$525 plus | 6.25% | of excess over \$15,000 | |
| taxable income over | \$30,000 | @ | \$1,462.50 plus | 6.45% | of excess over \$30,000 | |
| Liquor Gallonage Tax | | | | | | |
| Strong Beer and CMB/gallon | | \$0.18 | | | | 41-501(b) |
| Alcohol & Sprints/gallon | | \$2.50 | | | | 41-501(b) |
| Light Wine/gallon | | \$0.30 | | | | 41-501(b) |
| Fortified Wine/gallon | | \$0.75 | | | | 41-501(b) |
| Liquor Excise Tax (Drinking Establishments) | 10.00% | | Gross receipts | | | 79-41a02 |
| Liquor Enforcement (Liquor Stores) | 8.00% | | Gross receipts | | | 79-4101 |
| Mineral Tax | | | | | | 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 | | | | | |
| Motor Fuel Tax/per Gallon | | | | | | |
| 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/120 CF = gallon | \$0.23 | | | | | KAR. 92-14-9 |
| Trip Permits/each | \$13.00/24 hr; \$25.00/72 hr (eff 7/1/2006) | | | | | 79-34,118 |
| Oil Inspection Fee/barrel (50 gallons) | \$0.015/barrel | | | | | 55-426 |
| Privilege Tax | | | | | | |
| 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 |
| Property Tax (State levy) Assessed Valuation | | | 1.5 mills | | | 76-6b01 |
| State School District Finance Levy | | | 20 mills | | | 76-6b02 |
| Sales and Use Tax | | | | | | |
| State Retailers Sales Tax | | 5.3% | | | | 79-3603 |
| State Compensating Use Taxes | | 5.3% | | | | 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 |
| Sand Royalty/per ton | \$0.15/ton | | | | | 70a-102 |
| Tire Tax/per tire (New Tires) | \$0.25 | | | | | 65-3424d |
| Tobacco Tax (wholesale price) | 10.00% | | | | | 79-3371 |
| Vehicle Rental Excise Tax/gross receipts | 3.5% | | for rentals not exceeding 28 days | | | 79-5117 |
| Water Protection Fee/1,000 gallons | \$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.) | | | | | | |
| Clean Drinking Water Fee/1,000 gallons | \$0.030 | | | | | 82a-2101 |

FY 2007 After-Refund Distribution of Selected State Taxes and Fees Collected by Kansas Department of Revenue

| | Amounts (if not 100%) | Fund | Transfer | Fund | Transfer Dates | K.S.A.: (a) |
|--|-------------------------------------|--|----------|--|--|------------------|
| Bingo Enforcement Tax | 2/3 | State General Fund | | | | 79-4710 |
| (Call and Instant Bingo) | 1/3 | State Bingo Regulation Fund | | | | 79-4710 |
| Cigarette & Tobacco Taxes | | State General Fund | | | | 79-3387 |
| Corporate Income | | State General Fund | | | | 79-32,105 |
| Corporate Franchise Tax | | State General Fund | | | | 79-5401 |
| Drug Stamp Tax | | State General Fund | | | | 79-5211 |
| | | then, of assessments and penalties | 75% | County and/or City Law Enforcement Fund | April, July, Oct, Jan | 79-5211 |
| Drycleaning Environmental Surcharge | | Drycleaning Facility Release Trust Fund | | | | 65-34,141 |
| Drycleaning Solvent Fees | | Drycleaning Facility Release Trust Fund | | | | |
| Environmental Assurance Fee | | Above and Below Ground Petroleum Storage Tank Release Trust Funds | | | | 65-34,114 |
| Estate Tax | | State General Fund | | | | 79-15,100 |
| Individual Income | | State General Fund | | | | 79-32,105 |
| | | | | | then and 2% (of withholding) to IMPACT Fund. | 74-50,107 |
| Liquor Gallonage Tax (d) | 10% of alcohol & spirits to balance | Community Alcoholism and Intoxication Programs Fund (KSA 41-1126) | | | | 41-501 |
| | | State General Fund | | | | 41-501 |
| Liquor Enforcement Tax | | State General Fund | | | | 79-4108 |
| Liquor Excise Tax | 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 |
| Minerals (Severance) Tax | 93% | State General Fund | | | | 79-4227 |
| | 7% | County Mineral Production Tax Fund | | | 1st of Dec, March, June, Sept | 79-4227 |
| Oil Inspection Fee | 2/3 | State General Fund | | | | 55-427 |
| | 1/3 | Petroleum Inspection Fee Fund until \$250,000 in SGF then all to Petroleum Inspection Fee Fund | | | | 55-427(d)(1) |
| Motor Fuel Taxes | \$875 thousand/qrtr | Kansas Qualified Alcohol Producers' Incentive Fund | | | 1st of Oct, Jan, April, July | 79-34,161 |
| | 33.63% | Special City/County Highway Fund | | | | 79-34,142 |
| | | | after | \$625 thou/qrt County Equalization & Adjustment Fund | 15th of Jan, April, July, Oct | 79-3425c |
| | 66.37% | State Highway Fund | | | | 79-34,142 |
| | \$875 thousand/qrtr | Kansas Qualified Biodiesel Fuel Producer Incentive Fund | | | 1st of Oct, Jan, April, July | 79-34,156 |
| | | from State Economic Development Initiatives Fund | | | | |
| Motor Vehicle Rental Excise Tax | | Rental Motor Vehicle Excise Tax Fund | | | | 79-5117 |
| | | | then | 100% treasurer of county where collected | 30th of June, Nov | 79-5117 |
| Privilege Tax | | State General Fund | | | | 79-1112 |
| Property Tax (Statewide Assessed Value) | 1 mill | Educational Building Fund | | | | 76-6b01, 76-6b02 |
| | .5 mill | Institutional Building Fund | | | | 76-6b04 |
| Property Tax - Motor Carrier | | State General Fund | | | | 79-6a04, 6a10 |
| | | | then | 100% Special City/County Highway Fund | 15th of Jan, July | 79-3425e, 3425i |
| Property Tax - Motor Vehicle | | 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 |
| Private Car Line Tax | | Car Company Tax Fund | | | | 79-917 |
| | | | then | State General Fund | four months after deposit to CCTF | 79-917 |
| Sand Royalty | | 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 2007 After-Refund Distribution of Selected State Taxes and Fees Collected by Kansas Department of Revenue

| | Amounts (if not 100%) | Transfer | Fund | Transfer Dates | K.S.A.: (a) |
|---|--|--|------------------------------|--------------------|-------------------------------|
| Sales and Use (State) | FY 07: 92.8% State General Fund 7.2% State Highway Fund | FY 08: 87.7% State General Fund 12.3% State Highway Fund | | | 79-3620, 3710 |
| Tires Excise Tax (New Tires) | Waste Tire Management Fund | | | | 65-3424 |
| Transient Guest | 98% County/City Transient Guest Tax Fund 2% State General Fund | | Counties/Cities Imposing Tax | at least quarterly | 12-1694 12-1694 12-1694 |
| Water Protection Fee | State Water Plan Fund | | | | 82a-951, KAR 28-15-12 |
| Clean Water Drinking Fee | 95.3% State General Fund 4.7% State Highway Fund | Beg FY 08 4.7% continues to go to State Highway Fund and remainder goes to State Water Plan Fund | | | 82a-2101 |
| Vehicle Title and Registration Fees (b) | County Treasurers then remainder to State Highway Fund & \$3.50 (\$3.50 eff.7/1/02) per title to Kansas Highway Patrol Mtr Veh Fund | | | | 8-145, 8-145d 8-145 |
| Vehicle Dealers | 50% Dealers and Mfgr Fee Fund | | | | 8-2425 |
| Full Privilege Plates | 50% County Treasurer Veh Lic Fee Fund | | | | |
| Veh Dealers Regular Plates | State Highway Fund | | | | 8-2418 |
| Driver License Fees (c) | 37.5% class C & 20% classes A, B, M & 20% CDL State Safety Fund 20% class M Motorcycle Safety Fund \$2 each CDL Truck Driver Training Fund balance State Highway Fund | | | | 8-267 |
| DUI Reinstatement Fee | 75% Alcohol Intoxication Program 25% Juvenile Detention Facility | | | | 8-241 |
| Failure to Comply Reinstatement Fee (collected by court) | 50% Vehicle Operating Fund 37.5% Alcohol Intoxication Program 12.5% Juvenile Detention Facility | | | | 8-2110 |

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; \$3.00 registration service fee & in 1993 ID Card service fee; and up to \$9,800/year for extra compensation. \$5 fee for registration of antique vehicles is retained (K.S.A. 8-157(b)). \$1.15 (\$1.00 eff.7/1/99) of each title application goes to the VIPS/CAMA Technology Hardware Fund. 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.
- (c) 20% of CDL Classes A, B and C (after a \$2 credit to Truck Driver Training Fund) goes to the State Safety Fund.
- (d) the 10% is from alcohol and spirits collections only.

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 | Individual Income | Sales | Sales | Vehicle | Vehicle | Real/Personal | Real/Personal |
|-------------|-------------------|-------------------|---------------|--------------|--------------|--------------|---------------|---------------|
| | Tax Liability | Tax Liability | Tax | Tax | Property | Property | Property | Property |
| | <u>TY 05</u> | <u>TY 05</u> | <u>FY 07</u> | <u>FY 07</u> | <u>TY 06</u> | <u>TY 06</u> | <u>TY 06</u> | <u>TY 06</u> |
| Allen | \$6,026,881 | \$437 | \$6,907,545 | \$505 | \$1,626,629 | \$119 | \$11,390,777 | \$833 |
| Anderson | \$3,972,394 | \$486 | \$3,030,842 | \$376 | \$897,947 | \$112 | \$9,085,775 | \$1,129 |
| Atchison | \$7,720,542 | \$459 | \$7,678,936 | \$459 | \$1,735,442 | \$104 | \$15,309,337 | \$914 |
| Barber | \$2,830,938 | \$571 | \$3,504,088 | \$704 | \$654,499 | \$132 | \$10,895,353 | \$2,190 |
| Barton | \$16,163,841 | \$575 | \$21,329,178 | \$775 | \$4,023,714 | \$146 | \$31,076,959 | \$1,130 |
| Bourbon | \$6,221,525 | \$415 | \$6,581,513 | \$440 | \$1,649,939 | \$110 | \$12,491,989 | \$836 |
| Brown | \$4,704,317 | \$459 | \$4,858,351 | \$475 | \$995,424 | \$97 | \$10,203,433 | \$997 |
| Butler | \$55,019,834 | \$882 | \$28,902,711 | \$458 | \$8,227,509 | \$130 | \$65,068,063 | \$1,030 |
| Chase | \$1,366,144 | \$443 | \$793,167 | \$258 | \$304,745 | \$99 | \$5,133,833 | \$1,672 |
| Chautauqua | \$1,672,825 | \$407 | \$982,555 | \$249 | \$474,658 | \$120 | \$3,857,518 | \$976 |
| Cherokee | \$6,081,030 | \$282 | \$5,397,445 | \$252 | \$1,678,134 | \$78 | \$14,615,708 | \$681 |
| Cheyenne | \$1,130,643 | \$384 | \$1,003,690 | \$345 | \$272,255 | \$94 | \$4,232,827 | \$1,454 |
| Clark | \$1,287,781 | \$564 | \$1,093,015 | \$495 | \$408,433 | \$185 | \$6,951,374 | \$3,151 |
| Clay | \$4,265,516 | \$494 | \$3,744,802 | \$434 | \$1,077,183 | \$125 | \$9,037,940 | \$1,048 |
| Cloud | \$4,104,528 | \$421 | \$5,831,524 | \$608 | \$1,200,682 | \$125 | \$10,853,623 | \$1,131 |
| Coffey | \$5,487,058 | \$632 | \$3,747,266 | \$431 | \$589,341 | \$68 | \$32,970,790 | \$3,789 |
| Comanche | \$1,089,304 | \$563 | \$1,086,220 | \$577 | \$255,644 | \$136 | \$6,158,794 | \$3,269 |
| Cowley | \$19,466,936 | \$552 | \$17,010,117 | \$487 | \$4,058,036 | \$116 | \$31,820,525 | \$911 |
| Crawford | \$17,872,993 | \$468 | \$20,090,060 | \$528 | \$3,601,735 | \$95 | \$27,693,373 | \$728 |
| Decatur | \$1,369,232 | \$429 | \$1,071,754 | \$344 | \$376,402 | \$121 | \$4,424,927 | \$1,418 |
| Dickinson | \$10,820,967 | \$563 | \$9,385,965 | \$486 | \$2,107,294 | \$109 | \$16,551,062 | \$857 |
| Doniphan | \$2,678,799 | \$343 | \$2,046,850 | \$260 | \$687,655 | \$87 | \$7,294,428 | \$927 |
| Douglas | \$78,756,242 | \$765 | \$66,984,615 | \$597 | \$8,469,450 | \$76 | \$125,092,263 | \$1,116 |
| Edwards | \$1,675,579 | \$509 | \$959,793 | \$306 | \$423,086 | \$135 | \$5,935,099 | \$1,891 |
| Elk | \$1,053,029 | \$342 | \$942,669 | \$306 | \$367,789 | \$120 | \$3,636,027 | \$1,182 |
| Ellis | \$18,646,820 | \$697 | \$27,660,262 | \$1,027 | \$2,936,007 | \$109 | \$32,312,322 | \$1,200 |
| Ellsworth | \$3,125,228 | \$493 | \$2,204,800 | \$348 | \$855,078 | \$135 | \$8,367,562 | \$1,321 |
| Finney | \$22,177,726 | \$569 | \$27,969,582 | \$715 | \$3,268,156 | \$84 | \$53,677,192 | \$1,373 |
| Ford | \$15,909,128 | \$471 | \$22,001,029 | \$651 | \$3,750,851 | \$111 | \$35,775,211 | \$1,059 |
| Franklin | \$15,274,442 | \$582 | \$12,660,089 | \$478 | \$2,988,000 | \$113 | \$24,783,133 | \$935 |
| Geary | \$9,565,209 | \$389 | \$18,759,710 | \$776 | \$2,448,054 | \$101 | \$22,415,116 | \$927 |
| Gove | \$1,625,417 | \$588 | \$1,683,542 | \$619 | \$367,553 | \$135 | \$5,047,614 | \$1,855 |
| Graham | \$1,302,842 | \$479 | \$1,835,439 | \$686 | \$383,383 | \$143 | \$6,986,517 | \$2,610 |
| Grant | \$4,849,830 | \$644 | \$5,453,434 | \$722 | \$583,351 | \$77 | \$28,842,452 | \$3,819 |
| Gray | \$4,094,239 | \$699 | \$2,025,341 | \$346 | \$836,867 | \$143 | \$8,361,438 | \$1,429 |
| Greeley | \$1,005,903 | \$746 | \$530,899 | \$399 | \$231,175 | \$174 | \$5,226,017 | \$3,926 |
| Greenwood | \$3,311,585 | \$451 | \$2,275,705 | \$322 | \$886,616 | \$125 | \$8,582,815 | \$1,214 |
| Hamilton | \$1,627,124 | \$625 | \$1,181,871 | \$456 | \$330,862 | \$128 | \$9,270,094 | \$3,574 |
| Harper | \$3,355,154 | \$552 | \$3,057,744 | \$514 | \$940,000 | \$158 | \$10,216,188 | \$1,716 |
| Harvey | \$22,833,860 | \$675 | \$17,729,526 | \$527 | \$3,406,412 | \$101 | \$26,789,442 | \$796 |
| Haskell | \$2,692,645 | \$636 | \$2,339,822 | \$561 | \$370,841 | \$89 | \$18,499,001 | \$4,435 |
| Hodgeman | \$872,185 | \$413 | \$543,883 | \$263 | \$352,357 | \$170 | \$5,414,342 | \$2,614 |
| Jackson | \$7,220,473 | \$533 | \$5,068,897 | \$375 | \$1,375,825 | \$102 | \$10,570,504 | \$783 |
| Jefferson | \$12,494,840 | \$654 | \$4,126,958 | \$219 | \$2,155,656 | \$114 | \$17,900,165 | \$950 |
| Jewell | \$1,164,001 | \$347 | \$829,858 | \$250 | \$442,802 | \$133 | \$5,311,254 | \$1,598 |
| Johnson | \$676,725,292 | \$1,336 | \$474,670,022 | \$919 | \$68,870,763 | \$133 | \$856,574,033 | \$1,658 |
| Kearny | \$2,542,073 | \$563 | \$1,184,592 | \$265 | \$318,314 | \$71 | \$24,465,185 | \$5,474 |
| Kingman | \$4,953,962 | \$607 | \$3,466,119 | \$435 | \$995,787 | \$125 | \$13,747,152 | \$1,724 |
| Kiowa | \$1,768,976 | \$593 | \$1,593,527 | \$537 | \$399,983 | \$135 | \$7,967,314 | \$2,684 |
| Labette | \$9,664,032 | \$436 | \$9,828,216 | \$443 | \$2,568,591 | \$116 | \$19,138,716 | \$862 |
| Lane | \$1,160,912 | \$613 | \$803,891 | \$447 | \$303,491 | \$169 | \$5,094,490 | \$2,835 |
| Leavenworth | \$37,764,773 | \$517 | \$26,639,255 | \$362 | \$7,555,963 | \$103 | \$59,724,021 | \$811 |
| Lincoln | \$1,360,793 | \$399 | \$921,826 | \$271 | \$441,456 | \$130 | \$5,409,089 | \$1,593 |
| Linn | \$4,902,180 | \$494 | \$2,642,084 | \$265 | \$896,960 | \$90 | \$16,439,400 | \$1,650 |
| Logan | \$1,626,748 | \$582 | \$1,489,158 | \$557 | \$373,165 | \$140 | \$5,260,946 | \$1,967 |
| Lyon | \$17,956,554 | \$504 | \$20,496,231 | \$579 | \$3,612,593 | \$102 | \$30,555,458 | \$864 |
| Marion | \$6,533,463 | \$504 | \$3,865,311 | \$303 | \$1,265,906 | \$99 | \$13,654,545 | \$1,070 |
| Marshall | \$5,866,059 | \$564 | \$5,736,548 | \$554 | \$1,256,549 | \$121 | \$11,761,300 | \$1,136 |
| McPherson | \$26,984,153 | \$914 | \$18,523,586 | \$630 | \$3,261,110 | \$111 | \$35,562,840 | \$1,210 |
| Meade | \$2,330,204 | \$504 | \$1,556,447 | \$341 | \$512,763 | \$112.4 | \$11,331,675 | \$2,484 |

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 | Individual Income | Sales | Sales | Vehicle | Vehicle | Real/Personal | Real/Personal |
|--------------|---------------------|-------------------|---------------------|--------------|---------------------|--------------|----------------------|---------------|
| | Tax Liability | Tax Liability | Tax | Tax | Property | Property | Property | Property |
| | <u>TY 05</u> | <u>TY 05</u> | <u>FY 07</u> | <u>FY 07</u> | <u>TY 06</u> | <u>TY 06</u> | <u>TY 06</u> | <u>TY 06</u> |
| Miami | \$21,917,887 | \$719 | \$13,894,121 | \$450 | \$3,788,296 | \$122.6 | \$37,812,988 | \$1,224 |
| Mitchell | \$4,005,888 | \$624 | \$3,769,111 | \$598 | \$940,539 | \$149.3 | \$8,398,513 | \$1,333 |
| Montgomery | \$17,648,548 | \$511 | \$22,133,040 | \$638 | \$4,169,078 | \$120.2 | \$31,012,538 | \$894 |
| Morris | \$2,827,120 | \$467 | \$2,390,462 | \$395 | \$604,767 | \$100.0 | \$6,546,970 | \$1,083 |
| Morton | \$2,147,618 | \$672 | \$1,690,085 | \$539 | \$295,597 | \$94.2 | \$16,785,281 | \$5,349 |
| Nemaha | \$5,617,369 | \$538 | \$4,298,865 | \$414 | \$1,169,455 | \$112.7 | \$9,475,679 | \$913 |
| Neosho | \$8,071,129 | \$488 | \$10,906,786 | \$669 | \$2,194,029 | \$134.6 | \$15,683,176 | \$962 |
| Ness | \$1,964,850 | \$653 | \$2,659,595 | \$903 | \$472,944 | \$160.5 | \$8,055,249 | \$2,734 |
| Norton | \$2,666,313 | \$471 | \$2,515,801 | \$451 | \$572,624 | \$102.5 | \$5,207,724 | \$933 |
| Osage | \$8,993,585 | \$524 | \$4,477,997 | \$264 | \$1,677,719 | \$98.9 | \$14,901,754 | \$879 |
| Osborne | \$1,768,099 | \$437 | \$1,674,754 | \$421 | \$573,459 | \$144.2 | \$5,685,505 | \$1,429 |
| Ottawa | \$3,391,235 | \$554 | \$1,533,445 | \$249 | \$750,478 | \$122 | \$7,743,505 | \$1,255 |
| Pawnee | \$3,265,889 | \$485 | \$2,673,164 | \$410 | \$892,130 | \$137 | \$8,597,862 | \$1,320 |
| Phillips | \$2,548,314 | \$463 | \$2,714,650 | \$499 | \$727,199 | \$134 | \$7,214,554 | \$1,325 |
| Pottawatomie | \$12,736,589 | \$666 | \$19,984,889 | \$1,040 | \$1,529,976 | \$80 | \$30,301,009 | \$1,577 |
| Pratt | \$6,172,657 | \$650 | \$8,196,250 | \$869 | \$1,510,407 | \$160 | \$18,373,071 | \$1,947 |
| Rawlins | \$1,393,440 | \$521 | \$886,269 | \$335 | \$375,535 | \$142 | \$4,493,695 | \$1,700 |
| Reno | \$39,581,756 | \$623 | \$42,978,193 | \$675 | \$7,585,481 | \$119 | \$67,843,249 | \$1,065 |
| Republic | \$2,036,765 | \$394 | \$1,806,896 | \$359 | \$711,740 | \$141 | \$7,081,080 | \$1,407 |
| Rice | \$5,198,607 | \$497 | \$3,705,067 | \$360 | \$1,214,780 | \$118 | \$14,330,798 | \$1,392 |
| Riley | \$32,077,455 | \$511 | \$36,520,988 | \$584 | \$4,360,613 | \$70 | \$44,829,145 | \$717 |
| Rooks | \$2,722,315 | \$509 | \$3,032,413 | \$573 | \$770,886 | \$146 | \$10,018,569 | \$1,894 |
| Rush | \$1,621,528 | \$476 | \$932,340 | \$281 | \$458,790 | \$138 | \$5,523,736 | \$1,665 |
| Russell | \$3,779,480 | \$552 | \$4,063,087 | \$603 | \$1,310,143 | \$194 | \$13,399,441 | \$1,988 |
| Saline | \$37,844,995 | \$702 | \$48,421,370 | \$894 | \$5,617,570 | \$104 | \$53,832,788 | \$994 |
| Scott | \$3,231,683 | \$703 | \$2,587,800 | \$557 | \$730,220 | \$157 | \$9,375,383 | \$2,019 |
| Sedgwick | \$437,320,204 | \$938 | \$374,215,605 | \$795 | \$47,831,964 | \$102 | \$445,975,394 | \$947 |
| Seward | \$10,729,342 | \$461 | \$18,903,320 | \$808 | \$2,005,923 | \$86 | \$33,293,896 | \$1,423 |
| Shawnee | \$138,295,964 | \$802 | \$129,455,218 | \$750 | \$20,974,037 | \$121 | \$199,426,922 | \$1,155 |
| Sheridan | \$1,511,923 | \$584 | \$1,372,024 | \$528 | \$390,457 | \$150 | \$4,170,934 | \$1,604 |
| Sherman | \$3,106,543 | \$505 | \$4,625,904 | \$773 | \$749,011 | \$125 | \$7,383,438 | \$1,234 |
| Smith | \$1,832,257 | \$445 | \$1,518,936 | \$377 | \$610,692 | \$152 | \$6,068,464 | \$1,508 |
| Stafford | \$2,116,572 | \$472 | \$1,660,627 | \$374 | \$617,022 | \$139 | \$9,619,414 | \$2,169 |
| Stanton | \$1,837,285 | \$818 | \$949,238 | \$425 | \$249,342 | \$112 | \$11,441,081 | \$5,126 |
| Stevens | \$3,888,447 | \$718 | \$3,027,288 | \$573 | \$404,569 | \$77 | \$27,925,044 | \$5,282 |
| Sumner | \$13,952,113 | \$563 | \$7,829,515 | \$320 | \$3,261,600 | \$133 | \$25,985,627 | \$1,063 |
| Thomas | \$4,258,068 | \$557 | \$7,078,222 | \$948 | \$1,064,302 | \$143 | \$11,208,308 | \$1,501 |
| Trego | \$1,428,511 | \$468 | \$1,833,222 | \$613 | \$449,804 | \$150 | \$5,751,886 | \$1,922 |
| Wabaunsee | \$4,153,310 | \$600 | \$1,410,122 | \$205 | \$816,733 | \$118 | \$8,278,567 | \$1,201 |
| Wallace | \$758,734 | \$482 | \$604,598 | \$388 | \$205,343 | \$132 | \$3,507,107 | \$2,252 |
| Washington | \$2,849,351 | \$474 | \$1,799,287 | \$303 | \$776,347 | \$131 | \$8,430,892 | \$1,418 |
| Wichita | \$1,717,011 | \$744 | \$909,521 | \$398 | \$361,280 | \$158 | \$5,028,622 | \$2,198 |
| Wilson | \$4,994,191 | \$508 | \$3,950,818 | \$400 | \$1,003,216 | \$101 | \$9,398,257 | \$950 |
| Woodson | \$1,399,634 | \$392 | \$965,044 | \$275 | \$435,197 | \$124 | \$4,236,761 | \$1,208 |
| Wyandotte | <u>\$68,642,463</u> | \$441 | <u>\$98,766,155</u> | \$635 | <u>\$17,308,592</u> | \$111 | <u>\$185,904,513</u> | \$1,195 |
| Total | \$2,212,472,455 | \$806 | \$1,869,641,979 | \$676 | \$312,226,750 | \$113 | \$3,418,374,723 | \$1,237 |

Notes: Individual income tax liability total includes Kansas residents with no county indicator.

Selected 2007 Enacted Kansas Legislation

Administrative:

Senate Bill 351 Requires that all agencies, boards, and commissions to utilize the Office of Administrative Hearings (OAH) for hearings held in accordance with the Kansas Administrative Procedure Act (KAPA) on and after July 1, 2009.

Corporation Income Tax:

Senate Bill 240 Establishes a single-factor corporation income tax apportionment formula option for manufacturers constructing a new facility in Kansas that costs at least \$100 million; employing at least 100 new employees at such facility by December 31, 2009; and paying higher than average wages.

Corporate Franchise Tax:

House Bill 2264 Phases out the corporation franchise tax over five years. The tax would be repealed altogether effective in tax year 2011.

Homestead:

Senate Bill 164 Creates the Qualified Industrial Manufacturer Act. Under the provisions of the Act a qualified industrial manufacturer will receive up to \$2.0 million in Kansas income tax withholding paid by the manufacturer to its employees. The maximum period is ten years.

House Bill 2476 Makes a number of changes in the Homestead Property Tax Refund Act, effective for Tax Year 2007, the cumulative impact of which will result in a significant expansion of the program. The maximum refund available under the program is increased from the current \$600 to \$700.

Income Tax:

House Bill 2004 Extends the Regional Foundation Contribution Credit Act; establishes the Kansas Film Production Tax Credit Act; and amends the Kansas Angel Investor Tax Credit Act.

House Bill 2031 Makes a number of changes in the individual income tax, effective beginning in tax year 2007. The bill expands the state earned income tax credit (EITC); provides a subtraction modification for certain Social Security benefits; clarifies withholding requirements for certain partnerships; and authorizes the Secretary of Revenue to waive an electronic-filing requirement for withholding tax information.

House Bill 2038 Combines House Bills 2038, 2405 and 2476. The bill provides a property tax exemption for certain nuclear generation facilities, and exempts such facilities from various siting requirement; several income tax incentives for qualified investments in fuel storage and blending equipment used for biofuels; and various tax incentives for renewable electric cogeneration facilities and certain waste heat utilization systems.

House Bill 2237 Creates the State Educational Institution Long-Term Infrastructure Maintenance Program. The bill authorizes new tax credits effective for tax years 2008-2012.

House Bill 2405 Expands an existing income tax credit program for certain expenditures associated with qualified historic structures; enacts an alternative tax credit program for certain contributions to state-owned historic sites or not-for-profit organizations owning and operating such sites; and other grant-related authorizations.

Selected 2007 Enacted Kansas Legislation

House Bill 2419 Creates the Carbon Dioxide Reduction Act to provide tax incentives for the sequestration of carbon dioxide through underground storage. The Act also provides for Kansas Corporation Commission (KCC) regulation of underground carbon dioxide facilities.

House Bill 2457 The Omnibus KPERS Bill. The bill ensures partial lump sum distributions, and any investment earnings on those distributions, if rollovers from KPERS are placed in other tax sheltered investments, shall retain their state tax exempt status after being placed in qualified retirement accounts.

Liquor Tax:

Senate Bill 30 Allows a licensed farm winery or a person who holds an interest in a licensed farm winery to hold a class B club license, a drinking establishment license, and a caterer's license.

Motor fuel tax:

House Bill 2013 Amends a section of law dealing with the requirements for motor vehicle fuels and special fuel manufacturer's licenses to clarify that no motor vehicle fuels or special fuel manufacturer's license is required for any consumer who is blending motor vehicle fuel or special fuel purchased for the consumer's own use, and not for resale, from a distributor or retailer who is the holder of a valid, unsuspended and unrevoked motor vehicle fuels or special fuels distributor's or retailer's license.

House Bill 2145 Amends existing law and enacts new law addressing inspection of petroleum meters on vehicle tanks, wind generation projects at two community colleges, parallel generation of electricity from renewable resources, incentives for retailers of alternative motor fuels and biodiesel, and training for operators of underground storage tanks.

Property Tax:

House Bill 2038 See under Income Tax.

House Bill 2039 Amends the definition of renewable energy in several statutes by deleting the word "thermal" from the definition of renewable resources or technologies.

House Bill 2044 Makes a number of changes relating generally to property taxation. Several amendments were made to the distribution formula relating to "slider" replacement revenues for local units of government designed to help mitigate the commercial and industrial machinery and equipment property tax exemption enacted in 2006. Additionally, the bill also authorizes interlocal agreements between county commissioners, relaxes a county appraiser notification requirement for sale of boats; provides a property tax exemption for certain storage structures; and renews for tax year 2007 and 2008 the mandatory school district general fund property tax levy at its current level of 20 mills and extends the \$20,000 residential exemption from that levy.

Sales Tax:

House Bill 2005 Amends the Center for Entrepreneurship Act by making technical corrections to the statute. The bill places the statutes for sales tax and revenue (STAR) bonds and tax increment financing (TIF) in separate statutes in law.

Selected 2007 Enacted Kansas Legislation

House Bill 2171 Makes a number of changes in sales tax refund procedures; modifies various statutory definitions and implements other changes necessary to maintain compliance with the multi-state Streamlined Sales and Use Tax Agreement; authorizes the suspension of sales tax registration certificates for certain taxpayers in default; and provides a number of new sales tax exemptions.

House Bill 2240 Extends in two ways the existing sales tax exemption for repair services to certain facilities damaged by natural or man-disasters.

House Bill 2540 Provides a sales tax exemption relative to certain purchases incurred in the restoration or reconstruction of business facilities located in Kiowa County that were damaged by severe weather. The bill also enacts a new business restoration assistance grant program for counties with at least 25 percent of their tax base destroyed as a result of a natural disaster on May 4, 2007.

Tire Tax:

Senate Bill 146 Provides for the payment of interest from the State General Fund to the Waste Tire Management Fund.

Motor Vehicle Legislation:

Senate Bill 8 Makes it a primary offense for persons 14 to 17 years of age to ride in a car without wearing a safety belt with a fine of \$60 plus court costs.

Senate Bill 9 Codifies practices of the Division of Vehicles that protect against fraud in the issuance of drivers' licenses.

Senate Bill 35 Amends the law regarding driving under the influence of alcohol or drugs. In addition, clarifies when a violation for speeding will not be reported by the Division of Motor Vehicles and when it is not a moving traffic violation.

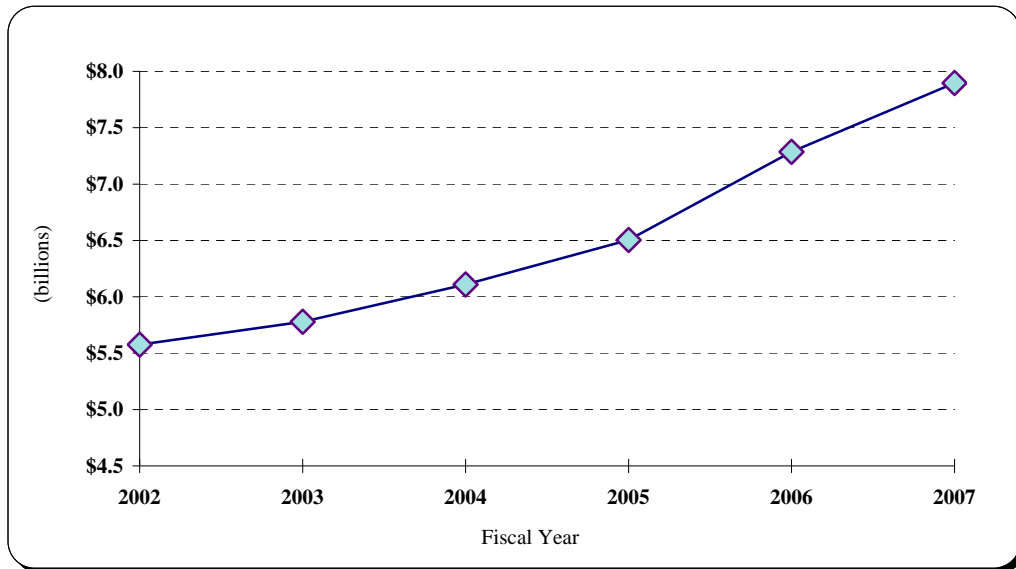
Senate Concurrent Resolution 1603 Creates a task force to study the design and implementation of an electronic motor vehicle financial security verification system.

House Bill 2042 Permits licensees whose driver's license expires on their twenty-first birthday, to have 45 days from the date of expiration of the license to renew their license and contains other provisions related to the driver's license.

House Bill 2374 Allows the Director of Vehicles of the Kansas Department of Revenue to provide an employer with an employee's motor vehicle driving record, if the employee is required to drive in the course of his or her job.

Total Department of Revenue Collections before Refunds

Total Department of Revenue Collections (before refunds) increased by 8.4% compared to the prior fiscal year.

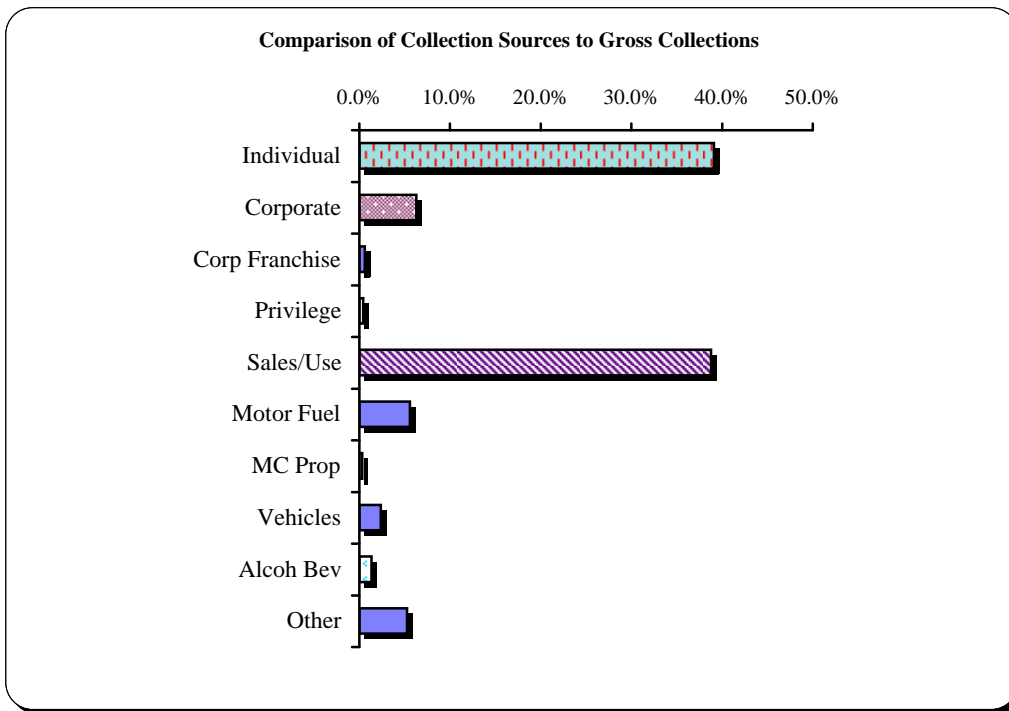


| <u>Fiscal Year</u> | <u>Total Collections</u> | <u>Percent Change</u> |
|--------------------|--------------------------|-----------------------|
| 2002 | \$5,576,277,974 | -2.3% |
| 2003 | \$5,779,179,466 | 3.6% |
| 2004 | \$6,109,082,577 | 5.7% |
| 2005 | \$6,504,703,310 | 6.5% |
| 2006 | \$7,286,635,054 | 12.0% |
| 2007 | \$7,896,677,546 | 8.4% |

Note: FY 2002 revised

Gross Total Collections and by Source

Collections by Department of Revenue

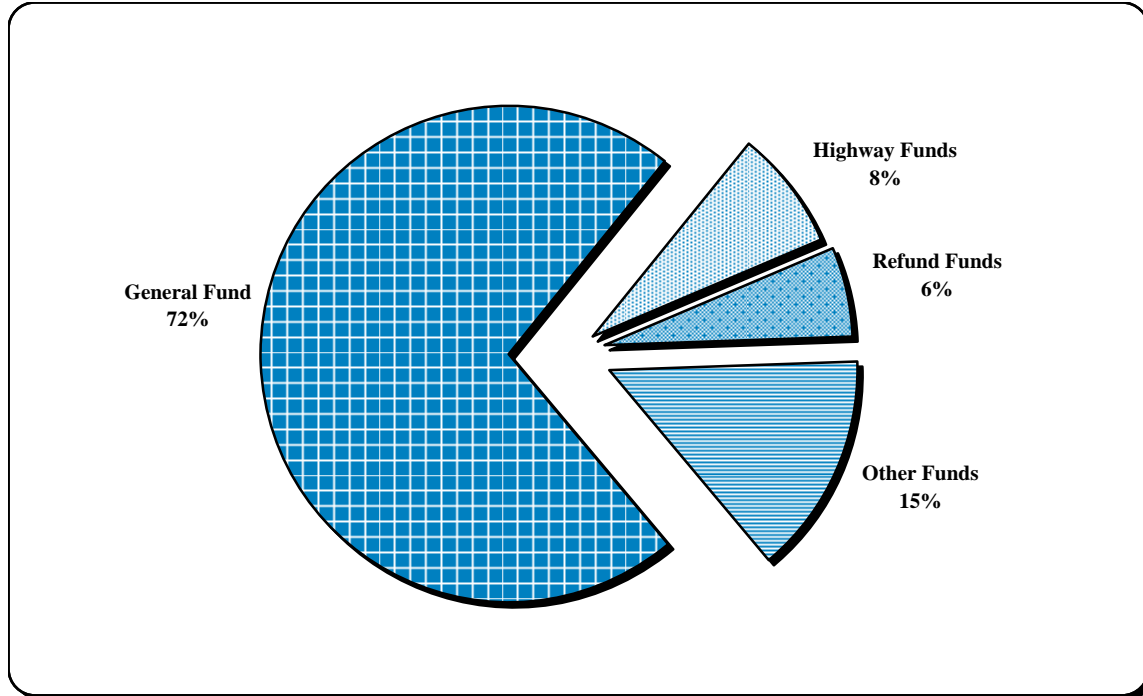


| <u>Source</u> | <u>Fiscal Year</u> <u>2006</u> | <u>Fiscal Year</u> <u>2007</u> | <u>Percent</u> <u>Change</u> | <u>Percent of</u> <u>FY2007 Total</u> |
|-------------------------------------|-----------------------------------|-----------------------------------|---------------------------------|--|
| Individual Income Taxes | \$2,731,777,011 | \$3,086,798,890 | 13.0% | 39.1% |
| Corporate Income Taxes | \$404,301,501 | \$496,301,433 | 22.8% | 6.3% |
| Corporate Franchise Tax* | \$44,019,084 | \$46,897,247 | n/a | 0.6% |
| Privilege Taxes | \$33,554,586 | \$32,590,262 | -2.9% | 0.4% |
| State and Local Sales and Use Taxes | \$2,923,199,624 | \$3,061,767,992 | 4.7% | 38.8% |
| Motor Fuel Taxes | \$434,105,057 | \$439,898,005 | 1.3% | 5.6% |
| Property Taxes: Motor Carrier | \$22,086,232 | \$26,152,609 | 18.4% | 0.3% |
| Division of Vehicles | \$180,219,740 | \$185,844,369 | 3.1% | 2.4% |
| Alcoholic Beverage Control | \$99,578,601 | \$105,380,319 | 5.8% | 1.3% |
| Other Taxes and Fees | <u>\$413,793,618</u> | <u>\$415,046,420</u> | 0.3% | 5.3% |
| Total | \$7,286,635,054 | \$7,896,677,546 | 8.4% | 100.0% |

*Department of Revenue took administration of Corporate Franchise Tax January 1, 2005.

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



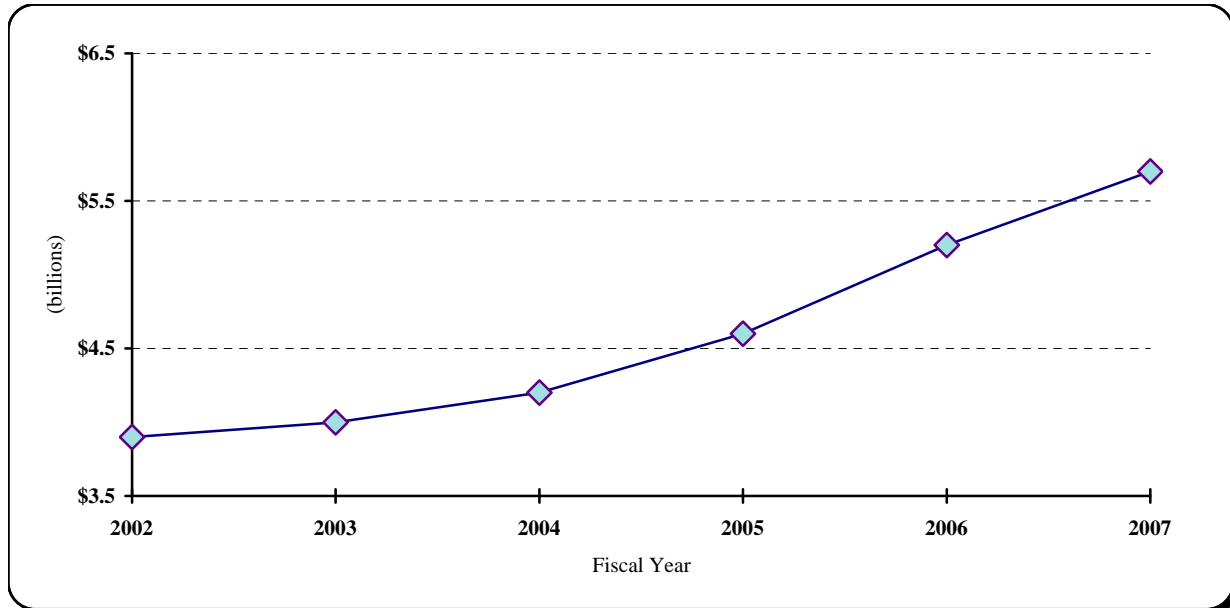
| <u>Fund</u> | <u>Fiscal Year 2006</u> | <u>Fiscal Year 2007</u> | <u>Percent Change</u> | <u>Fiscal Year 2007 Percent Total</u> |
|--------------------|-------------------------|-------------------------|-----------------------|---------------------------------------|
| State General Fund | \$5,208,190,254 | \$5,679,536,893 | 9.1% | 71.9% |
| All Highway Funds | \$545,831,057 | \$615,041,079 | 12.7% | 7.8% |
| All Refund Funds | \$438,207,277 | \$453,308,746 | 3.4% | 5.7% |
| Other Funds | <u>\$1,094,406,466</u> | <u>\$1,148,790,828</u> | 5.0% | <u>14.5%</u> |
| Total | \$7,286,635,054 | \$7,896,677,546 | 8.4% | 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 2007 State General Fund Collections increased by 9.1% compared to the prior fiscal year.



General Fund Collections by Source

| <u>Source</u> | <u>Fiscal Year</u> <u>2006</u> | <u>Fiscal Year</u> <u>2007</u> | <u>Percent</u> <u>Change</u> |
|---------------------------------------|-----------------------------------|-----------------------------------|---------------------------------|
| Motor Carrier Property Tax * | \$22,056,405 | \$25,811,513 | 17.0% |
| Individual Income Tax | \$2,371,252,554 | \$2,709,339,951 | 14.3% |
| Corporate Income | \$350,200,874 | \$442,448,739 | 26.3% |
| Corporate Franchise Tax** | \$40,809,192 | \$43,271,655 | 6.0% |
| Privilege | \$31,058,062 | \$31,125,811 | 0.2% |
| Estate Tax | \$51,805,793 | \$55,619,854 | 7.4% |
| Sales Tax | \$1,736,047,957 | \$1,766,767,978 | 1.8% |
| Use Tax | \$269,250,187 | \$284,981,260 | 5.8% |
| Alcoholic Beverage Taxes, Fees, Fines | \$73,516,253 | \$77,576,588 | 5.5% |
| Cigarette/Tobacco Tax | \$122,991,399 | \$120,587,108 | -2.0% |
| Mineral Tax | \$133,432,524 | \$116,024,682 | -13.0% |
| Other *** | <u>\$5,769,054</u> | <u>\$5,981,754</u> | 3.7% |
| Total | \$5,208,190,254 | \$5,679,536,893 | 9.1% |

* Like amount is transferred to Special County/City Highway Fund.

**Department of Revenue took administration of Corporate Franchise Tax January 1, 2005.

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