

## Table of Contents

### Introduction

Department Officials-----	1
Organizational Chart-----	2
Telephone and FAX Numbers -----	3
Comparison of Kansas and Selected States -----	4
Tax Rates-----	9
Distribution of Taxes and Fees -----	10
By County, Income, Sales, Vehicle Property and Real Property Taxes and Per Capita--	12
Legislative Summary -----	14
Total Revenue Collections-----	17
State General Fund Collections-----	20

### Division of Tax Operations

Individual Income Tax-----	21
Corporate Income and Privilege Tax -----	27
Kansas Department of Revenue Tax Credits -----	30
Estate (Inheritance) Tax-----	34
Sales and Use Tax -----	35
Motor Fuel Tax -----	49
Mineral Tax-----	52
Cigarette, Tobacco, and Bingo Taxes -----	58
Food Sales -----	61
Homestead Refunds-----	62
Audit Assessments -----	65
Audit Collections-----	66
Recovery of Accounts Receivable by Area-----	67
Recovery of Accounts Receivable by Tax Type-----	68
Compliance Enforcement Program Return on Investment-----	69

### Division of Property Valuation

Statewide Assessed Values and Taxes -----	70
Real and Personal Property Taxes Levied-----	73
Average Countywide Levies per \$1,000 Assessed Valuation -----	75
Preliminary Property Taxes Levied by County-----	77
Motor Vehicle Property Tax by County -----	78

### Division of Vehicles

Vehicle and Driver License Fees-----	80
Total Vehicle Revenue Collections-----	81
Motor Vehicle Registrations -----	83
Driver Licensing-----	87

### Division of Alcoholic Beverage Control

Gallonage Tax-----	89
Liquor Excise Tax -----	90
Liquor Enforcement Tax -----	91
Total Taxes and Fees and Number of Licenses -----	92
Liquor-by-the-Drink -----	93

# DEPARTMENT OFFICIALS

## JANUARY 2015

Nick Jordan  
Secretary of Revenue

### SECRETARIAT STAFF

#### **Resource Management**

Jim Conant, Director

#### **Legal Services**

David Clauser, General Counsel

#### **Office of Policy and Research**

Richard Cram, Director

#### **Information Services**

Kevin Cronister, Chief Information Officer

#### **Internal Audit**

Vacant, Manager

#### **Audit Services**

Mike Boekhaus, Audit Administrator

#### **Chief of Staff**

George Gross

#### **Public Information Officer**

Jeannine Koranda

### DIVISIONS AND SUPPORTING BUREAUS

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

Dean Reynoldson, Director

Bart Branyon, Chief Enforcement Officer

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

Steve Stotts, Director

##### **Channel Management**

Troy Ledbetter, Chief Channel Management Officer

##### **Customer Relations**

Andy Alkire, Chief Customer Relations Officer

##### **Compliance Enforcement**

Jeff Scott, 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**

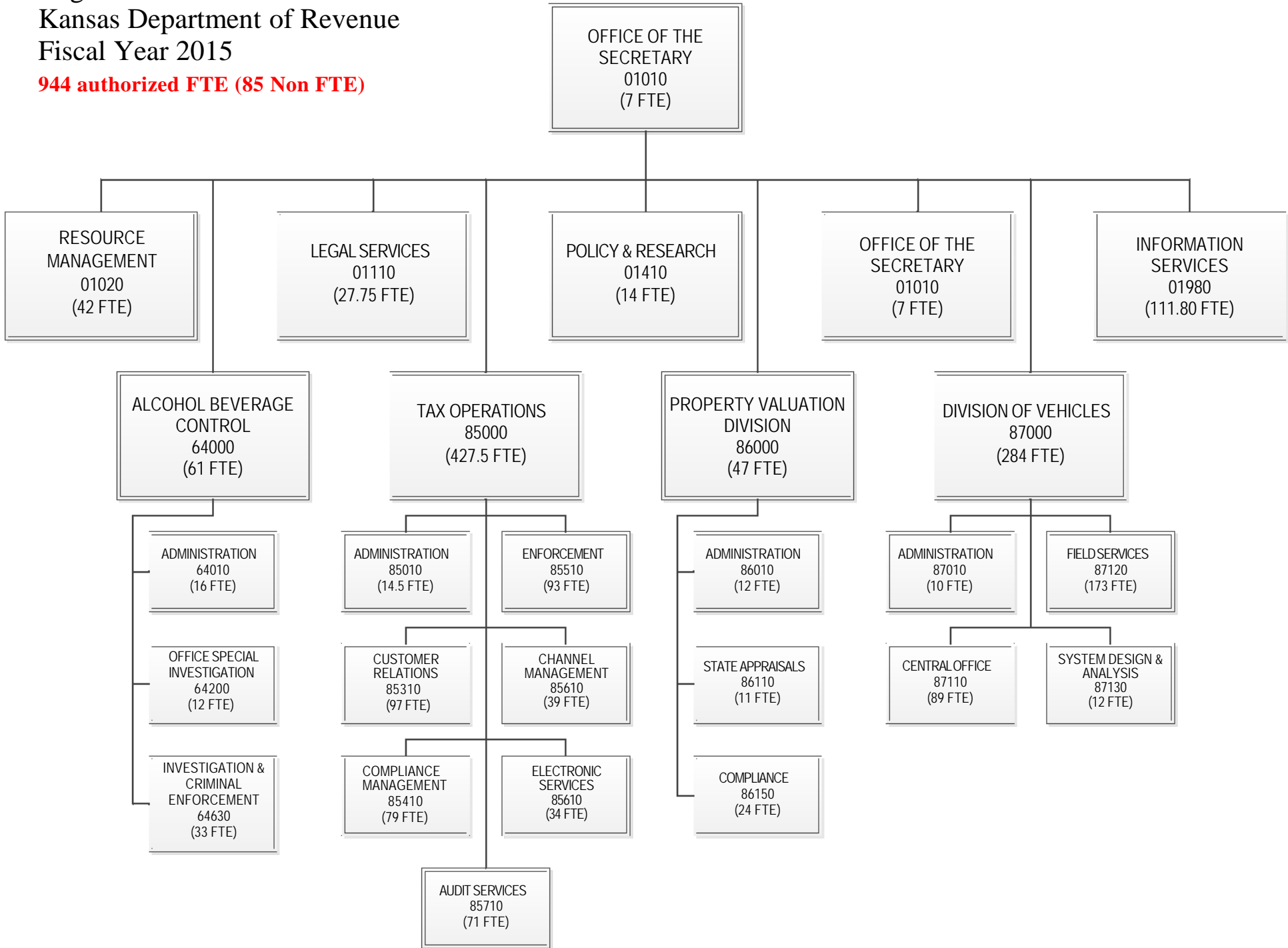
Julie Earnest, Driver Licensing

Kent Selk, Driver Licensing and CDL

Jessica Ross, Driver Solutions

# Organization Chart Kansas Department of Revenue Fiscal Year 2015

**944 authorized FTE (85 Non FTE)**



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

Alcoholic Beverage Control	(785) 296- 7015	Information - Department of Revenue	(785) 296- 3909
TTY (Hearing Impaired)	(785) 296- 3946	Bingo Tax	(785) 296- 6127
Collections	(785) 296- 6121	Cigarette and Tobacco Products	(785) 368- 8222
TTY (Hearing Impaired)	(785) 296- 6117	Commercial Motor Veh Office (CMVO)	(785) 296- 6541
Human Resources	(785) 296- 3077	Commercial Vehicle Central Permit	(785) 368- 6501
TTY (Hearing Impaired)	(785) 296- 3077	Corporate Income Tax	(785) 368- 8222
Property Valuation Division	(785) 296- 2365	Dealer Licensing	(785) 368- 8385
Secretary of Revenue's Office	(785) 296- 3041	Driver Solutions	(785) 296- 3671
Taxation	(785) 368- 8222	Driver License Examination	(785) 296- 3963
TTY (Hearing Impaired)	(785) 296- 6461	Driver License Examination, Burlingame	(785) 266- 7380
Vehicles	(785) 296- 3601	Drycleaning Envir Surcharge & Solvent Fee	(785) 368- 8222
TTY (Hearing Impaired)	(785) 296- 3613	Electronic Filing	(785) 296- 4066
		Environmental Assurance Fee	(785) 368- 8222
Taxpayer Advocate	(785) 296- 2473	Estate Tax	(785) 368- 8222
		Fiduciary	(785) 368- 8222
		Food Sales Tax Refund Unit	(785) 368- 8222
For registration to remit taxes:		Homestead Tax Refund Unit	(785) 368- 8222
Sales, Use, Excise, Withholding	(785) 368- 8222	Individual Income Estimated Tax	(785) 368- 8222
		Individual Income Tax	(785) 368- 8222
Billing and tax inquiries:		Intangibles Tax	(785) 368- 8222
Taxpayer Assistance Center for Topeka	(785) 368- 8222	Liquor Enforcement Tax	(785) 368- 8222
Refund Information Line	1(800) 894- 0318	Liquor Drink Tax	(785) 368- 8222
		Mineral Taxes	(785) 368- 8222
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) 368- 8222
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: 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, 2014**

<b>State</b>	<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	\$0.22
<b>Kansas</b>	<b>\$0.18</b>	<b>\$0.30</b>	<b>\$0.79</b>	<b>\$0.2503</b>
Missouri	\$0.06	\$0.42	\$0.17	\$0.173
Nebraska	\$0.31	\$0.95	\$0.64	\$0.273
Oklahoma	\$0.40	\$0.72	\$1.03	\$0.17

Source: Federation of Tax Administrators January 2014

## Comparison of Kansas and Selected States, Personal Income

### Per Capita Personal Income

State	2008*	2009*	2010*	2011*	2012*	2011-12 % change	Descending	
							Rank 2011	Rank 2012
Colorado	\$43,377	\$41,158	\$41,689	\$44,183	\$46,315	4.8%	1	1
Iowa	\$39,455	\$38,749	\$39,033	\$42,656	\$44,014	3.2%	3	3
Kansas	\$40,610	\$38,769	\$38,811	\$42,098	\$43,380	3.0%	4	4
Missouri	\$37,401	\$36,417	\$36,606	\$38,016	\$39,933	5.0%	6	6
Nebraska	\$40,534	\$39,473	\$39,926	\$43,721	\$45,914	5.0%	2	2
Oklahoma	\$37,648	\$34,659	\$35,912	\$38,980	\$41,399	6.2%	5	5
United States	\$40,873	\$39,379	\$40,144	\$42,332	\$44,200	4.4%		

### Per Capita Disposable Personal Income

State	2008*	2009*	2010*	2011*	2012*	2011-12 % change	Descending	
							Rank 2011	Rank 2012
Colorado	\$38,302	\$37,516	\$37,538	\$39,272	\$41,075	4.6%	2	2
Iowa	\$35,383	\$35,591	\$35,802	\$38,795	\$39,766	2.5%	3	3
Kansas	\$36,136	\$35,299	\$35,274	\$37,956	\$39,004	2.8%	4	4
Missouri	\$33,288	\$33,277	\$33,480	\$34,380	\$36,060	4.9%	6	6
Nebraska	\$36,348	\$36,211	\$36,493	\$39,719	\$41,454	4.4%	1	1
Oklahoma	\$33,820	\$31,853	\$33,103	\$35,480	\$37,621	6.0%	5	5
United States	\$36,158	\$35,650	\$36,296	\$37,842	\$39,414	4.3%		

### Disposable Personal Income as Percent of Personal Income

State	2008*	2009*	2010*	2011*	2012*
Colorado	88.3%	91.2%	90.0%	88.9%	88.7%
Iowa	89.7%	91.9%	91.7%	90.9%	90.3%
Kansas	89.0%	91.0%	90.9%	90.2%	89.9%
Missouri	89.0%	91.4%	91.5%	90.4%	90.3%
Nebraska	89.7%	91.7%	91.4%	90.8%	90.3%
Oklahoma	89.8%	91.9%	92.2%	91.0%	90.9%
United States	88.5%	90.5%	90.4%	89.4%	89.2%

\* revised

Source: U. S. Dept of Commerce, Bureau of Economic Analysis, "Survey of Current Business," November 2014, <http://www.bea.gov/scb>

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

Individual Income Taxes: Basic Rates, Exemptions and Standard Deductions, Tax Year 2012

State	Tax Rates Range	Number of Brackets	Taxable Income Brackets		Personal Exemptions		Standard Deductions	
			Up To	Over	Single	Dependents	S	M/J
Colorado	4.63%	1	-----Flat Rate-----		-	-	-	-
Iowa	0.36%-8.98%	9	\$1,469	\$66,105	\$40 credit	\$40 Credit	\$1,860	\$4,590
<b>Kansas</b>	<b>3.5%-6.45%</b>	<b>3</b>	<b>\$15,000</b>	<b>\$30,000</b>	<b>\$2,250</b>	<b>\$2,250</b>	<b>\$3,000</b>	<b>\$6,000</b>
Missouri	1.5%-6.0%	10	\$1,000	\$9,000	\$2,100	\$1,200	\$5,950	\$11,900
Nebraska	2.56%-6.84%	4	\$2,400	\$27,000	\$123 credit	\$123 credit	\$5,950	\$11,900
Oklahoma	0.5%-5.25%	7	\$1,000	\$8,700	\$1,000	\$1,000	\$5,950	\$11,900

Source: State Individual Income Tax Rates, [http://www.taxfoundation.org/files/state\\_ind\\_income\\_rates](http://www.taxfoundation.org/files/state_ind_income_rates); state government websites; Tax Rates and Tax Burdens in the District of Columbia - A Nationwide Comparison

## 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, 2013.

Item	Colorado	Iowa	Kansas	Missouri	Nebraska	Oklahoma
Tax Base business income	UDITPA definitions	Income earned as part of a unitary business	Income from transactions and activities in the regular course of trade or business	Abides by MTC and MO regulations	All income is presumed to be business income.	NA
Tax Base nonbusiness income	UDITPA definitions	Income not earned as part of a unitary business.	Any income other than business income.	Abides by MTC regulations	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 3.0% > \$50,000	6.25%	\$0-\$100,000 5.58% \$100,001 or more: 7.81%	6%

NA - Not Applicable

Source: 2014 Multistate Corporate Tax Guide, Volume I and various state revenue department websites.



## 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, 2013.

Item	Colorado	Iowa	Kansas	Missouri	Nebraska	Oklahoma
Tax Rate-General Sales and Use Tax	2.9%	6%	6.15%	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	<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 \$3,200.01 to \$32,000/year (more than \$32,000/yr prepaid monthly) <u>Quarterly:</u> Tax Liability \$80.01 - \$3,200 of tax/year <u>Annually:</u> Tax Liability \$80 or less/yr	<u>Monthly:</u> Tax Liability>=\$500 sales tax/mo <u>Quarterly:</u> Tax Liability>\$45 but <\$500 sales tax/mo <u>Annually:</u> Tax Liability<\$45 sales tax/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	NR	Yes	Yes	Yes
Percent or range of rates for local sales tax	see <a href="http://www.revenue.state.co.us/pdf/drp1002.pdf">www.revenue.state.co.us/pdf/drp1002.pdf</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

\*NA Information not available; NR Not reported

Source: 2014 Multistate Corporate Tax Guide, Volume II and various state revenue department websites.

**Selected Kansas Tax Rates with Statutory Citation**

						K.S.A.:
<b>Bingo Tax</b>						79-4704
Bingo faces	\$0.002					
Retail price - Instant	1.00%					
<b>Car Line Tax/gross earnings</b>						79-907
		2.5%				
<b>Cigarette Tax</b>						79-3310
Package of 20	\$0.79	Package of 25	\$0.99			
<b>Corporation Tax</b>						79-32,110
total taxable income @	4.00%	plus	3.00% surtax on taxable income over \$50,000	7.000%		
(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
<u>Marijuana:</u>		<u>Controlled Substance:</u>				
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>						65-34,117
	\$0.01	each of two funds has maximum and minimum limits				
<b>Individual Income Tax</b>						79-32,110
	<u>TY 12</u>		<u>TY 13</u>		<u>TY 14</u>	
Tax Rates, Resident, married, joint		Tax Rates, Resident, married, joint		Tax Rates, Resident, married, joint		
taxable income not over \$30,000 @ 3.50%		taxable income not over \$30,000 @ 3.0%		taxable income not over \$30,000 @ 2.7%		
taxable income not over \$60,000 @ \$1,050 + 6.25% over \$30,000		taxable income over \$30,000 @ \$900 + 4.9%		taxable income over \$30,000 @ \$810 + 4.8%		
taxable income over \$60,000 @ \$2,925 + 6.45% over \$60,000		over \$30,000		over \$30,000		
Tax Rates, Resident, others		Tax Rates, Resident, others		Tax Rates, Resident, others		
taxable income not over \$15,000 @ 3.50%		taxable income not over \$15,000 @ 3.0%		taxable income not over \$15,000 @ 2.7%		
taxable income not over \$30,000 @ \$525 + 6.25% over \$15,000		taxable income over \$15,000 @ \$450 + 4.9%		taxable income over \$15,000 @ \$405 + 4.8%		
taxable income over \$30,000 @ \$1,462.50 + 6.45% over \$30,000		over \$15,000		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>						79-41a02
	10.00%	Gross receipts				
<b>Liquor Enforcement (Liquor Stores)</b>						79-4101
	8.00%	Gross receipts				
<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>						55-426
	\$0.015/barrel					
<b>Prepaid Wireless 911 Fee</b>						75-5133
	1.06% per retail transaction					
<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>						76-6b01
State School District Finance Levy		1.5 mills				
		20 mills				76-6b02
<b>Sales and Use Tax</b>						
State Retailers Sales Tax	6.15%	eff July 1 2013				79-3603
State Compensating Use Taxes	6.15%	eff July 1 2013				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>						70a-102
	\$0.15/ton					
<b>Tire Tax/per tire (New Tires)</b>						65-3424
	\$0.25					
<b>Tobacco Tax (wholesale price)</b>						79-3371
	10.00%					
<b>Vehicle Rental Excise Tax/gross receipts</b>						79-5117
	3.5%	for rentals not exceeding 28 days				
<b>Water Protection Fee/1,000 gallons</b>						82a-954
	\$0.032					
(\$0.03 is collected for the Kansas Water Office and \$0.002 is collected for H&E, K.A.R. 28-15-12.)						
<b>Clean Drinking Water Fee/1,000 gallons</b>						82a-2101
	\$0.030					

FY 2014 After-Refund Distribution of Selected State Taxes and Fees Collected by Kansas Department of Revenue

Annual Report

10

Kansas Department of Revenue

Tax or Fee	Fund Amount	Fund	Transfer	Fund	Transfer Dates	K.S.A.: (a)
<b>Bingo Enforcement Tax</b>	2/3	State General Fund	*	*	*	79-4710
(Call and Instant Bingo)	1/3	State Bingo Regulation Fund	*	*	*	79-4710
<b>Cigarette &amp; Tobacco Taxes</b>	*	State General Fund	*	*	*	79-3387
<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 Surchar</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 I</b>	*	Above and Below Ground Petroleum Storage Tank Release Trust Funds	*	*	*	65-34,114
<b>Estate Tax</b>	*	State General Fund	*	*	*	79-15,100
<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%	County Mineral Production Tax ]	*	*	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	Kansas Qualified Alcohol Producers' Incentive Fu	*	*	1st of Oct, Jan, April, July	79-34,161
*	\$50 thousand/qrtr	Kansas Qualified Biodiesel Fuel Producer Incenti	*	*	*	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 Veh Rental Excise T</b>	*	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 Administu	*	*	*	75-5133
<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>Property Tax - Motor Carri</b>	*	State General Fund	*	*	*	79-6a04, 6a10
*	*	then	100%	Special City/County Highway Fund	15th of Jan, July	79-3425e, 3425i
<b>Property Tax - Motor Vehicle</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>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 2014 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>		*	82.927%	State General Fund	*	79-3620, 3710
*		*	17.073%	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%	County/City Transient Guest Tax	*	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 28-15-1
	95.3%	State Water Plan Fund	*	*	*	82a-2101
<b>Clean Water Drinking Fee</b>	4.7%	State Highway Fund	*	*	*	82a-2101
<b>Vehicle Title and Registration Fees (b)</b>		County Treasurers	*	*	*	8-145, 8-145d
		then remainder to State Highway Fund & \$3.50 per title to Kansas Highway Patrol Mtr Veh Fund			*	8-145
<b>Vehicle Dealers</b>	50%	Dealers and Mfgr Fee Fund	*	*	*	8-2425
<b>Full-Privilege Plates</b>	50%	County Treasurer Veh Lic Fee Ft	*	*	*	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 Detention Facility	17%	Driving Under Influence Fund	*	8-241
<b>Failure to Comply Reinstatement Fee</b>	50%	Vehicle Operating Fund	*	*	*	8-2110
	37.5%	Alcohol Intoxication Program	*	*	*	8-2110
<b>(collected by court)</b>	12.5%	Juvenile Detention Facility	*	*	*	8-2110
<b>DUI License Modification F</b>	\$100,000	Vehicle Operating Fund	*	*	*	8-1015
*		then remainder to Community Corrections Supervisor		*	*	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)). \$3.00 of each title application goes to the VIPS/CAMA Technology Hardware Fund and after January 1, 2013, the \$4 vehicles modernization surcharge credited to SHF. (KSA 145-d(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. (KSA 8 145-d(2))

(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 Tax (Per cap) FY 14	Sales Tax (Per cap) FY 14	Vehicle Property TY 13	Vehicle Property (Per cap) TY 13	Real/Personal Property TY 13	Real/Personal Property (Per cap) TY 13
	Individual Income Tax Liability	Tax Liability (Per cap)						
	TY 12	TY 12						
Allen	\$8,258,240	\$620	\$10,569,379	\$805	\$1,890,046	\$144	\$16,521,903	\$1,259
Anderson	\$4,836,498	\$611	\$4,323,165	\$547	\$1,088,442	\$138	\$12,493,884	\$1,582
Atchison	\$9,455,812	\$562	\$9,042,539	\$540	\$1,881,480	\$112	\$20,167,794	\$1,204
Barber	\$6,379,686	\$1,312	\$7,575,374	\$1,531	\$730,608	\$148	\$18,299,432	\$3,699
Barton	\$35,756,721	\$1,298	\$31,275,301	\$1,137	\$4,358,159	\$158	\$42,865,578	\$1,558
Bourbon	\$6,402,467	\$430	\$9,023,541	\$608	\$1,793,845	\$121	\$15,527,824	\$1,046
Brown	\$7,391,430	\$748	\$6,605,755	\$661	\$1,000,004	\$100	\$15,182,672	\$1,519
Butler	\$77,738,277	\$1,181	\$40,928,956	\$622	\$9,387,752	\$143	\$94,730,495	\$1,440
Chase	\$1,832,526	\$665	\$1,014,095	\$376	\$354,097	\$131	\$5,685,636	\$2,106
Chautauqua	\$2,166,350	\$607	\$1,620,285	\$456	\$557,808	\$157	\$6,108,383	\$1,720
Cherokee	\$7,205,058	\$339	\$7,033,900	\$335	\$1,968,293	\$94	\$16,903,925	\$806
Cheyenne	\$2,328,324	\$869	\$1,471,470	\$546	\$543,750	\$202	\$6,265,527	\$2,326
Clark	\$2,017,811	\$925	\$1,273,430	\$581	\$405,557	\$185	\$7,379,597	\$3,365
Clay	\$6,170,391	\$723	\$5,076,677	\$604	\$1,204,255	\$143	\$13,672,345	\$1,626
Cloud	\$5,825,532	\$620	\$7,736,953	\$833	\$1,353,576	\$146	\$14,644,909	\$1,576
Coffey	\$8,406,200	\$989	\$6,636,795	\$789	\$849,528	\$101	\$37,958,134	\$4,512
Comanche	\$1,799,804	\$941	\$2,901,787	\$1,484	\$294,499	\$151	\$9,254,421	\$4,734
Cowley	\$22,693,914	\$625	\$22,401,302	\$619	\$4,661,684	\$129	\$37,697,464	\$1,041
Crawford	\$21,679,503	\$551	\$25,660,285	\$653	\$3,854,483	\$98	\$31,796,079	\$810
Decatur	\$2,201,395	\$767	\$1,531,583	\$523	\$536,554	\$183	\$6,199,919	\$2,116
Dickinson	\$13,479,903	\$682	\$11,471,309	\$585	\$2,218,535	\$113	\$24,352,528	\$1,242
Doniphan	\$4,482,390	\$570	\$2,620,047	\$334	\$782,457	\$100	\$12,421,020	\$1,582
Douglas	\$97,804,071	\$867	\$88,574,450	\$775	\$10,741,569	\$94	\$145,686,369	\$1,274
Edwards	\$3,253,795	\$1,092	\$1,383,315	\$470	\$591,683	\$201	\$7,491,265	\$2,544
Elk	\$1,594,929	\$586	\$1,114,901	\$420	\$492,007	\$185	\$4,234,842	\$1,595
Ellis	\$30,210,926	\$1,040	\$41,262,474	\$1,420	\$3,086,905	\$106	\$43,816,216	\$1,508
Ellsworth	\$4,483,242	\$690	\$3,703,052	\$579	\$773,626	\$121	\$10,683,102	\$1,670
Finney	\$30,916,887	\$831	\$43,669,923	\$1,177	\$4,015,863	\$108	\$62,640,607	\$1,689
Ford	\$13,469,507	\$388	\$31,335,267	\$900	\$4,670,649	\$134	\$49,793,530	\$1,430
Franklin	\$28,664,902	\$1,106	\$16,242,332	\$631	\$3,137,792	\$122	\$31,592,413	\$1,227
Geary	\$11,813,719	\$311	\$25,930,925	\$694	\$2,672,724	\$71	\$32,286,053	\$864
Gove	\$3,590,162	\$1,316	\$2,872,704	\$1,037	\$427,755	\$154	\$7,740,936	\$2,796
Graham	\$2,467,054	\$957	\$2,750,591	\$1,061	\$408,261	\$157	\$9,745,047	\$3,758
Grant	\$7,033,263	\$888	\$6,569,589	\$826	\$852,917	\$107	\$25,461,162	\$3,203
Gray	\$7,434,808	\$1,233	\$3,266,872	\$544	\$1,190,708	\$198	\$10,709,466	\$1,782
Greeley	\$1,511,043	\$1,164	\$842,511	\$653	\$420,509	\$326	\$5,659,884	\$4,388
Greenwood	\$3,703,260	\$574	\$3,022,009	\$470	\$1,014,934	\$158	\$10,008,969	\$1,558
Hamilton	\$1,949,395	\$739	\$1,606,893	\$616	\$512,584	\$196	\$8,537,282	\$3,272
Harper	\$7,942,743	\$1,344	\$7,323,729	\$1,250	\$1,065,021	\$182	\$16,615,754	\$2,835
Harvey	\$30,280,618	\$869	\$22,396,948	\$645	\$3,768,644	\$108	\$36,396,083	\$1,048
Haskell	\$3,970,205	\$933	\$3,476,158	\$839	\$416,806	\$101	\$18,677,774	\$4,510
Hodgeman	\$1,901,232	\$969	\$962,659	\$494	\$425,901	\$218	\$7,550,646	\$3,872
Jackson	\$14,786,987	\$1,099	\$5,886,564	\$440	\$1,568,497	\$117	\$14,118,871	\$1,056
Jefferson	\$15,065,061	\$795	\$5,618,465	\$299	\$2,446,510	\$130	\$21,523,599	\$1,144
Jewell	\$2,100,842	\$690	\$1,194,574	\$392	\$600,950	\$197	\$7,053,147	\$2,316
Johnson	\$829,755,415	\$1,482	\$629,017,221	\$1,110	\$82,288,783	\$145	\$919,497,683	\$1,622
Kearny	\$4,232,178	\$1,067	\$1,844,233	\$470	\$549,055	\$140	\$18,326,869	\$4,672
Kingman	\$10,859,104	\$1,381	\$4,926,401	\$628	\$1,198,490	\$153	\$16,136,972	\$2,057
Kiowa	\$2,571,309	\$1,030	\$2,775,195	\$1,100	\$395,106	\$157	\$12,014,677	\$4,762
Labette	\$12,168,051	\$572	\$11,929,895	\$570	\$2,959,005	\$141	\$22,993,495	\$1,099
Lane	\$2,152,593	\$1,263	\$1,553,693	\$903	\$346,542	\$201	\$8,778,758	\$5,104
Leavenworth	\$47,609,137	\$612	\$34,580,911	\$442	\$8,057,429	\$103	\$78,811,456	\$1,008
Lincoln	\$1,890,042	\$595	\$1,605,718	\$510	\$484,005	\$154	\$7,022,876	\$2,232
Linn	\$5,900,325	\$625	\$5,396,120	\$567	\$1,127,639	\$118	\$21,848,720	\$2,296
Logan	\$2,998,880	\$1,077	\$3,286,477	\$1,175	\$465,017	\$166	\$8,389,386	\$2,998

# 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 Tax FY 14	Sales Tax (Per cap) FY 14	Vehicle Property TY 13	Vehicle Property (Per cap) TY 13	Real/Personal Property TY 13	Real/Personal Property (Per cap) TY 13
	Individual Income Tax Liability	Tax Liability (Per cap)						
	TY 12	TY 12						
Lyon	\$20,391,881	\$604	\$25,308,359	\$755	\$3,586,266	\$107	\$37,908,804	\$1,131
Marion	\$8,842,566	\$716	\$5,332,847	\$436	\$1,555,367	\$127	\$18,182,397	\$1,488
Marshall	\$9,213,234	\$919	\$7,765,676	\$776	\$1,487,846	\$149	\$17,178,108	\$1,717
McPherson	\$27,436,670	\$935	\$26,505,209	\$896	\$3,515,468	\$119	\$42,801,802	\$1,448
Meade	\$4,546,876	\$1,034	\$2,522,825	\$581	\$630,944	\$145	\$13,095,220	\$3,015
Miami	\$29,760,972	\$913	\$18,226,897	\$555	\$4,106,477	\$125	\$44,050,947	\$1,342
Mitchell	\$6,088,504	\$958	\$5,689,300	\$892	\$1,281,854	\$201	\$12,039,345	\$1,888
Montgomery	\$18,598,555	\$540	\$25,164,197	\$734	\$3,764,771	\$110	\$43,513,067	\$1,269
Morris	\$3,670,951	\$627	\$2,882,171	\$502	\$724,950	\$126	\$9,960,045	\$1,735
Morton	\$2,629,230	\$830	\$2,212,861	\$704	\$372,333	\$118	\$13,287,662	\$4,228
Nemaha	\$9,248,764	\$913	\$7,007,430	\$690	\$1,292,314	\$127	\$15,017,375	\$1,478
Neosho	\$9,408,773	\$573	\$12,054,336	\$734	\$2,457,714	\$150	\$26,241,657	\$1,597
Ness	\$3,888,888	\$1,268	\$4,533,924	\$1,475	\$589,148	\$192	\$12,567,226	\$4,090
Norton	\$5,145,977	\$917	\$3,556,695	\$633	\$758,986	\$135	\$8,595,562	\$1,529
Osage	\$10,507,186	\$651	\$5,141,336	\$319	\$2,020,314	\$125	\$19,423,945	\$1,203
Osborne	\$2,733,504	\$718	\$2,707,752	\$709	\$628,902	\$165	\$7,083,251	\$1,855
Ottawa	\$4,420,215	\$728	\$2,061,519	\$341	\$914,274	\$151	\$10,802,562	\$1,788
Pawnee	\$4,954,740	\$715	\$3,871,577	\$555	\$1,057,890	\$152	\$11,360,731	\$1,630
Phillips	\$4,120,209	\$747	\$3,502,247	\$632	\$1,032,001	\$186	\$9,172,664	\$1,656
Pottawatomie	\$20,062,514	\$900	\$27,867,022	\$1,228	\$1,875,347	\$83	\$43,182,635	\$1,903
Pratt	\$9,724,579	\$1,000	\$11,595,956	\$1,174	\$1,728,199	\$175	\$23,813,522	\$2,411
Rawlins	\$2,830,759	\$1,106	\$1,682,702	\$650	\$519,891	\$201	\$5,637,589	\$2,178
Reno	\$48,352,665	\$750	\$56,285,980	\$877	\$8,668,175	\$135	\$85,327,915	\$1,329
Republic	\$3,752,131	\$772	\$3,029,282	\$628	\$948,035	\$197	\$9,883,105	\$2,050
Rice	\$7,415,526	\$743	\$5,826,822	\$582	\$1,338,337	\$134	\$18,052,663	\$1,803
Riley	\$43,437,774	\$575	\$50,721,113	\$673	\$5,163,796	\$68	\$72,700,581	\$964
Rooks	\$4,683,867	\$897	\$5,046,006	\$972	\$772,615	\$149	\$13,496,266	\$2,600
Rush	\$2,370,980	\$736	\$1,556,791	\$489	\$540,952	\$170	\$7,406,749	\$2,325
Russell	\$5,880,323	\$847	\$5,654,984	\$816	\$1,231,351	\$178	\$18,280,856	\$2,637
Saline	\$47,807,153	\$854	\$63,733,137	\$1,143	\$5,957,360	\$107	\$67,027,725	\$1,203
Scott	\$7,978,058	\$1,616	\$4,704,919	\$934	\$1,005,797	\$200	\$13,134,773	\$2,609
Sedgwick	\$521,545,203	\$1,035	\$499,004,708	\$987	\$55,085,067	\$109	\$529,248,452	\$1,047
Seward	\$13,994,040	\$594	\$24,675,073	\$1,055	\$2,434,410	\$104	\$35,407,070	\$1,514
Shawnee	\$160,200,629	\$895	\$160,238,672	\$896	\$21,022,695	\$118	\$234,612,455	\$1,312
Sheridan	\$3,686,489	\$1,453	\$2,016,239	\$790	\$599,334	\$235	\$7,393,552	\$2,896
Sherman	\$4,851,969	\$794	\$6,585,332	\$1,077	\$883,740	\$145	\$10,057,213	\$1,645
Smith	\$2,919,791	\$776	\$2,248,866	\$607	\$870,899	\$235	\$8,175,435	\$2,206
Stafford	\$3,480,185	\$799	\$2,520,636	\$578	\$660,557	\$152	\$13,211,950	\$3,031
Stanton	\$2,471,091	\$1,136	\$1,258,621	\$574	\$524,850	\$239	\$12,002,533	\$5,471
Stevens	\$5,760,777	\$1,001	\$5,345,519	\$919	\$637,937	\$110	\$24,706,749	\$4,248
Sumner	\$18,289,888	\$773	\$12,557,307	\$532	\$3,427,389	\$145	\$35,549,620	\$1,507
Thomas	\$7,973,127	\$1,004	\$10,985,997	\$1,382	\$1,439,181	\$181	\$16,337,060	\$2,055
Trego	\$2,848,298	\$954	\$2,776,024	\$932	\$538,960	\$181	\$8,777,803	\$2,946
Wabaunsee	\$5,504,377	\$782	\$1,974,572	\$280	\$965,967	\$137	\$11,261,017	\$1,597
Wallace	\$1,644,452	\$1,084	\$1,366,629	\$871	\$358,104	\$228	\$5,595,841	\$3,567
Washington	\$4,610,618	\$801	\$2,574,374	\$457	\$957,432	\$170	\$12,136,097	\$2,156
Wichita	\$6,432,811	\$2,851	\$1,617,487	\$738	\$528,435	\$241	\$5,824,210	\$2,657
Wilson	\$5,622,034	\$617	\$4,493,200	\$493	\$1,024,552	\$113	\$10,166,788	\$1,117
Woodson	\$2,085,527	\$636	\$1,542,498	\$479	\$550,912	\$171	\$6,112,878	\$1,898
Wyandotte	\$65,367,319	\$411	\$128,412,571	\$801	\$18,026,281	\$112	\$200,966,469	\$1,253
Total	\$2,733,786,566	\$947	\$2,511,662,896	\$868	\$356,953,670	\$123	\$4,105,743,318	\$1,419

## **Selected 2014 Enacted Kansas Legislation**

### **Economic Development**

House Bill 2440 allows the Kansas Bioscience Authority and the Secretary of Revenue to determine jointly that a business classified as a bioscience company would no longer be considered a bioscience company for the purposes of the Emerging Industry Investment Act, which is to foster growth of the bioscience industry in Kansas, allowing the bioscience company to become eligible for other economic development incentives made available by the state.

### **Income Tax**

Senate Bill 265 changes the definition of income within the Homestead Refund Program; removes the income tax withholding requirement for nonresident pass-through entities; clarifies amounts added to federal adjusted gross income for the purposes of calculating Kansas adjusted gross income; reinstates two adoption tax credits; provides an income tax subtraction modification associated with organ donation; creates a tax deduction for the net gain from the sale of certain livestock; reinstates two tax credits for expenditures used to make a dwelling or facility accessible for persons with disabilities; and repeals the sunset date for the Kansas Taxpayer Transparency Act.

House Bill 2057 revises the definition of “community service” as the term is used in the Community Service Tax Credit Program; adds a subtraction modification to the income tax of retired employees of the City of Overland Park Police and Fire Departments.

House Bill 2430 changes the Promoting Employment Across Kansas (PEAK) Program by allowing businesses to use either median or average wage to qualify for PEAK withholding. The bill allows PEAK benefits to be extended for an additional 2 years if the qualified company was receiving the PEAK benefits prior to January 1, 2013. The bill applies caps on the aggregate amount of PEAK benefits received by qualified companies that expand or relocate operations in Kansas.

House Bill 2506 creates the Tax Credit for Low Income Students Scholarship Program Act, to provide eligible students with scholarships to pay all or a portion of tuition to attend a qualified school in Kansas. The scholarship will be financed via a tax credit against corporate income, premium (insurance companies) and privilege (financial institutions) tax liability beginning with Tax Year 2014 in an amount equal to 70% of the amount contributed for scholarships.

House Bill 2643 adds four Kansas counties to the Rural Opportunity Zone (ROZ) program, bringing the total number of designated counties to 77. The additional counties are Cherokee, Labette, Montgomery, and Sumner.

### **Liquor Tax**

House Bills 2223 allows homemade fermented beverages to be provided to guests and judges at a contest or competition so long as no compensation is provided. The bill also raises, from 15,000 to 30,000 barrels, the amount of domestic beer that may be produced in a calendar year by a Kansas microbrewery licensee.

## **Selected 2014 Enacted Kansas Legislation**

### **Mineral Severance Tax**

Senate Bill 245 amends current law to credit 12.41 percent of Fiscal Year 2013, Fiscal Year 2014, and Fiscal Year 2015 mineral severance taxes collected in counties with receipts in excess of \$100,000 to the Oil and Gas Valuation Depletion Trust Fund (OGVDTF) for distribution in Fiscal Year 2014, Fiscal Year 2015, and Fiscal Year 2016, respectively. The bill abolishes the OGVDTF on July 1, 2016 and creates the Mineral Production Education Fund (MPEF). Beginning in Fiscal Year 2017, the bill credits the fund with 20% of mineral severance taxes collected during the previous fiscal year. The monies in the MPEF subsequently will be transferred twice each year to the State School District Finance Fund.

Senate Bill 266 changes the due date for the mineral severance tax return to fall on the same date as the tax remittance.

### **Motor Fuel Tax**

House Bill 2057 includes a conversion of the compressed natural gas to gasoline gallon energy equivalent and the liquefied natural gas to diesel gallon energy equivalent. The conversion formula to convert the energy equivalent of compressed natural gas to gasoline will be: 126.67 cubic feet, or 5.66 pounds of compressed natural gas = 1 gasoline gallon. The conversion formula to convert the energy equivalent of liquefied natural gas to a diesel gallon energy equivalent will be: 6.06 pounds of liquefied natural gas = 1 diesel gallon.

### **Privilege Tax**

House Bill 2057 extends an expensing deduction to financial institutions for certain qualifying machinery and equipment, as well as canned computer software, placed into service in Kansas starting in Kansas Tax Year 2014. The deduction was previously available only under the corporate income tax for certain qualifying investments.

### **Property Tax**

House Bill 2057 authorizes the appointment of interim county appraisers; relieves certain personal property tax liability for owners or lessees of real property upon which personal property has been abandoned or repossessed; clarifies procedures for the collection of taxes on sold or transferred personal property.

House Bill 2643 defines for property tax purposes beginning in Tax Year 2014 commercial and industrial machinery and equipment to include such property used directly in the manufacture of cement, lime or similar products.



## **Selected 2014 Enacted Kansas Legislation**

### **Sales Tax**

Senate Bill 265 creates a sales tax exemption for certain materials, machinery and equipment installed as a part of certain animal production and aquaculture projects;

House Bill 2378 clarifies the “integrated plant” sales tax exemption to provide that it includes all equipment used in certain surface mining activities beginning from the time reclamation plans are filed to the acceptance of complete final site reclamations.

### **Motor Vehicle Legislation**

House Bill 2303 increases the reinstatement fees applicable for first and subsequent occurrences of violations of driving under the influence (DUI) violations.

House Bill 2446 changes the effective date of the provisions enacted in HB 2303 from 2013 to 2014 and a four-year sunset provision from 2017 to 2018. Additionally, the dates in a provision limiting the salaries of nonjudicial personnel based on approved salary adjustments are changed from Fiscal Year 2009 to Fiscal Year 2015 and from Fiscal Year 2010 to Fiscal Year 2016.

House Bill 2693 requires the Secretary of Revenue to authorize community colleges and technical colleges, upon request, to administer the skills tests required for a person to obtain a commercial driver’s license. The bill also requires the Secretary to grant priority status to any community or technical college with a truck driver training course in place on July 1, 2014.

### **Miscellaneous**

Senate Bill 231 abolishes the Court of Tax Appeals (COTA) and reestablishes the Board of Tax Appeals (BOTA).

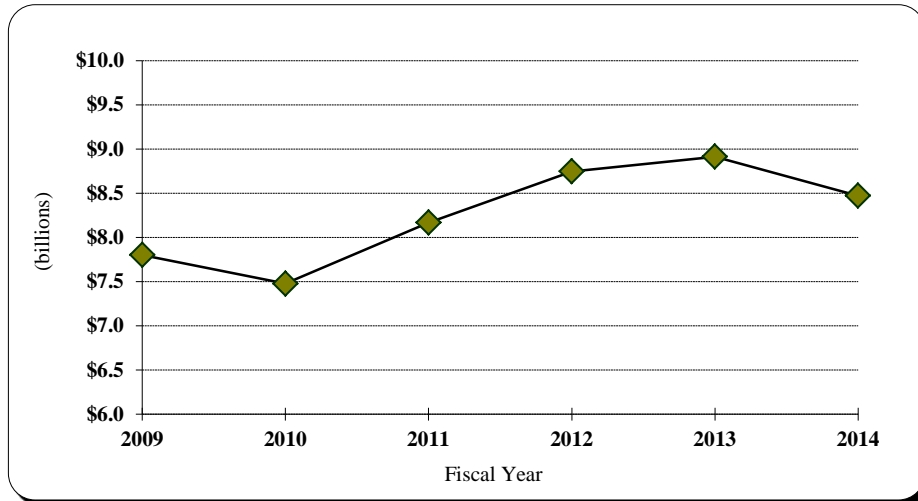
Senate Concurrent Resolution 1618 proposes a state constitutional amendment for consideration at the next general election in November 2014. The amendment, if approved by voters, would allow charitable raffles by certain nonprofit organizations.

## **Selected 2014 Enacted Kansas Legislation**

Source: Kansas Legislative Research Summary of Legislation

## Total Department of Revenue Collections before Refunds

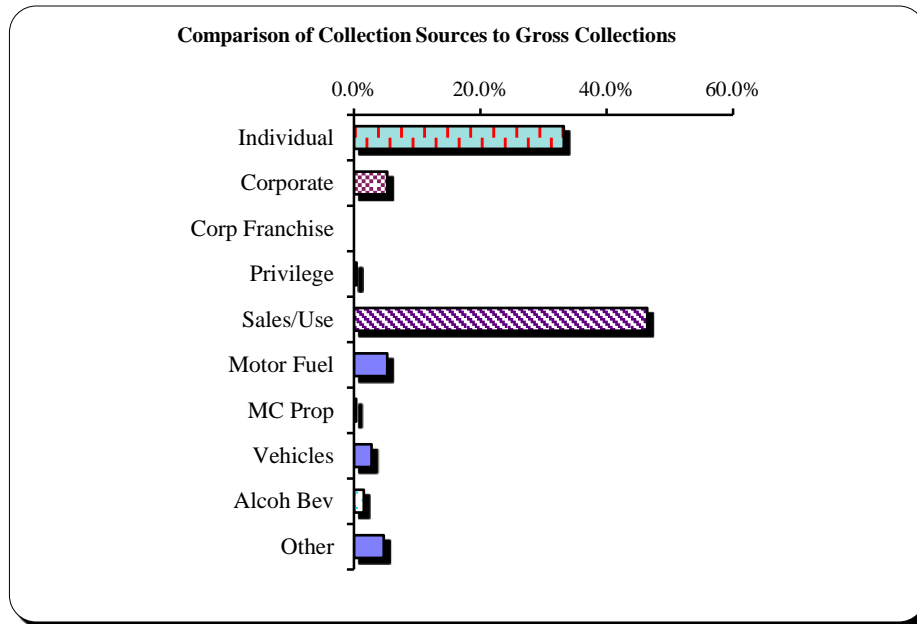
Total Department of Revenue Collections (before refunds) decreased by -5.0% compared to the prior fiscal year.



<u>Fiscal Year</u>	<u>Total Collections</u>	<u>Percent Change</u>
2009	\$7,801,458,589	-5.6%
2010	\$7,477,367,527	-4.2%
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%

## Gross Total Collections and by Source

Collections by Department of Revenue

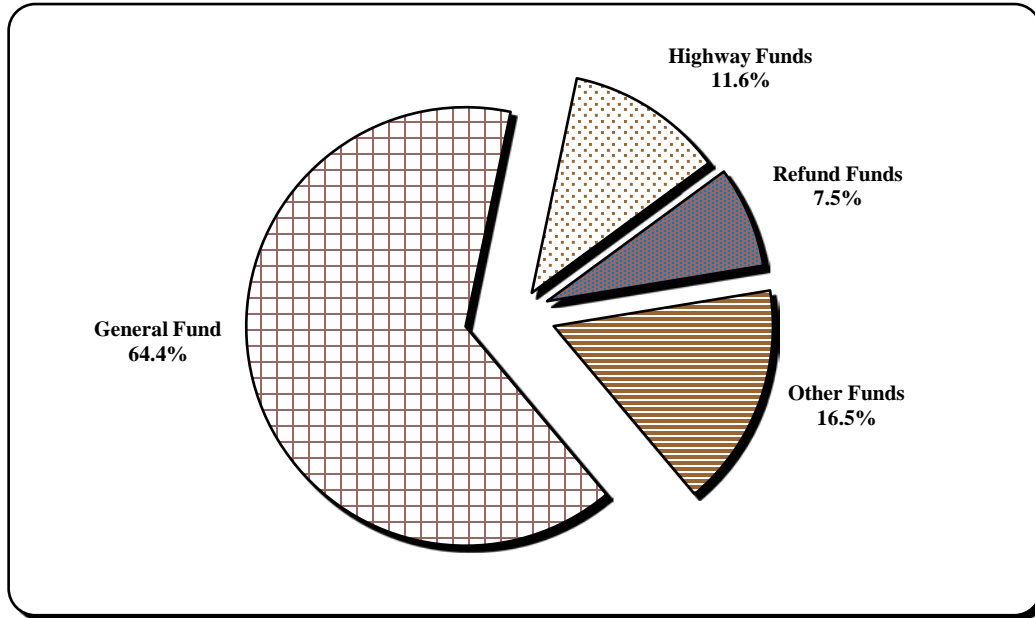


<u>Source</u>	<u>Fiscal Year 2013</u>	<u>Fiscal Year 2014</u>	<u>Percent Change</u>	<u>Percent of FY2014 Total</u>
Individual Income Taxes	\$3,504,906,685	\$2,813,793,878	-19.7%	33.2%
Corporate Income Taxes	\$429,002,937	\$446,224,255	4.0%	5.3%
Corporate Franchise Tax*	(\$8,920,644)	\$13,279	NA	NA
Privilege Taxes	\$34,538,804	\$35,349,684	2.3%	0.4%
State and Local Sales and Use Taxes	\$3,797,395,634	\$3,932,921,341	3.6%	46.4%
Motor Fuel Taxes	\$419,608,676	\$445,481,748	6.2%	5.3%
Property Taxes: Motor Carrier	\$29,027,446	\$30,715,379	5.8%	0.4%
Division of Vehicles	\$221,688,973	\$234,646,359	5.8%	2.8%
Alcoholic Beverage Control	\$125,719,384	\$131,874,258	4.9%	1.6%
Other Taxes and Fees	<u>\$361,481,603</u>	<u>\$400,274,983</u>	10.7%	4.7%
<b>Total</b>	<b>\$8,914,449,498</b>	<b>\$8,471,295,164</b>	<b>-5.0%</b>	<b>100.0%</b>

\*Corporate Franchise Tax repealed effective Tax Year 2011.

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



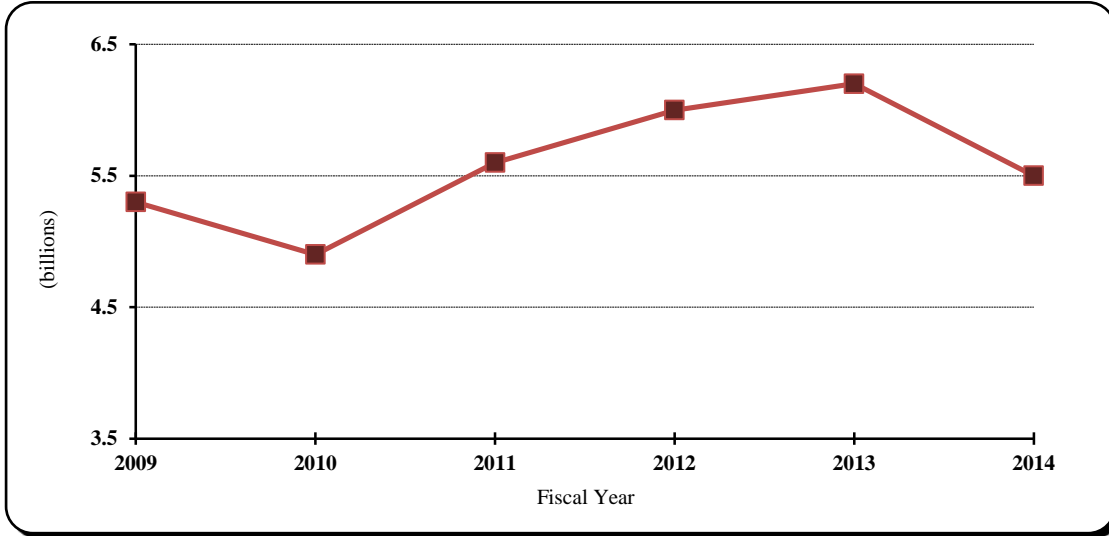
<u>Fund</u>	<u>Fiscal Year</u> <u>2013</u>	<u>Fiscal Year</u> <u>2014</u>	<u>Percent</u> <u>Change</u>	<u>Fiscal Year</u> <u>2014</u> <u>Percent</u> <u>Total</u>
State General Fund	\$6,173,763,811	\$5,456,042,771	-11.6%	64.4%
All Highway Funds	\$788,609,467	\$985,396,672	25.0%	11.6%
All Refund Funds	\$625,388,544	\$632,952,727	1.2%	7.5%
Other Funds	<u>\$1,326,687,676</u>	<u>\$1,396,902,994</u>	5.3%	<u>16.5%</u>
Total	\$8,914,449,498	\$8,471,295,164	-5.0%	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 2014 State General Fund Collections decreased by -11.6% compared to the prior fiscal year.



### General Fund Collections by Source

Source	Fiscal Year <u>2013</u>	Fiscal Year <u>2014</u>	Percent <u>Change</u>
Motor Carrier Prop Tax *	\$28,854,564	\$35,708,282	NA
Individual Income Tax	\$2,931,167,870	\$2,218,238,893	-24.3%
Corporate Income	\$371,324,171	\$399,383,241	7.6%
Corporate Franchise Tax**	(\$9,930,135)	(\$139,933)	NA
Privilege	\$32,073,164	\$32,438,777	1.1%
Estate Tax***	(\$21,722)	\$175,867	NA
Sales Tax	\$2,184,573,272	\$2,102,239,461	-3.8%
Use Tax	\$340,044,216	\$344,016,851	1.2%
Alcoholic Beverage Taxes, Fees, Fines	\$94,249,042	\$98,577,950	4.6%
Cigarette/Tobacco Tax	\$98,984,780	\$97,812,727	-1.2%
Mineral Tax	\$100,130,594	\$125,758,100	25.6%
Other ****	<u>\$2,313,995</u>	<u>\$1,832,555</u>	-20.8%
<b>Total</b>	<b>\$6,173,763,811</b>	<b>\$5,456,042,771</b>	<b>-11.6%</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.