AN ACT concerning taxation; relating to the local ad valorem tax
reduction fund; distribution to political subdivisions; amending K.S.A.
2018 Supp. 79-2959 and repealing the existing section.

Be it enacted by the Legislature of the State of Kansas:

Section 1. K.S.A. 2018 Supp. 79-2959 is hereby amended to read as
follows: 79-2959. (a) There is hereby created the local ad valorem tax
reduction fund. All moneys transferred or credited to such fund under the
provisions of this act or any other law shall be apportioned and distributed
in the manner provided herein.

(b) On January 15 and on July 15 of each year, the director of
accounts and reports shall make transfers in equal amounts which in the
aggregate equal 3.63% of the total retail sales and compensating taxes
credited to the state general fund pursuant to articles 36 and 37 of chapter
79 of the Kansas Statutes Annotated, and amendments thereto, during the
preceding calendar year from the state general fund to the local ad valorem
tax reduction fund, except that: (1) No moneys shall be transferred from
the state general fund to the local ad valorem tax reduction fund during
state fiscal years 2018, 2019 and 2020. The amount of the transfer on each
date shall be $22,500,000 during fiscal year 2020; and (2) the amount of
the transfer on each such date shall be $27,000,000 during fiscal year 2021
and all fiscal years thereafter. All such transfers are subject to reduction
under K.S.A. 75-6704, and amendments thereto. All transfers made in
accordance with the provisions of this section shall be considered to be
demand transfers from the state general fund, except that all such transfers
during fiscal year 2021 shall be considered to be revenue transfers from
the state general fund.

(c) The state treasurer shall apportion and pay the amounts transferred
under subsection (b) to the several county treasurers on January 15 and on
July 15 in each year as follows: (1) Sixty-five percent of the amount to be
distributed shall be apportioned on the basis of the population figures of
the counties certified to the secretary of state pursuant to K.S.A. 11-201,
and amendments thereto, on July 1 of the preceding year; and (2) thirty-
five percent of such amount shall be apportioned on the basis of the
equalized assessed tangible valuations on the tax rolls of the counties on
November 1 of the preceding year as certified by the director of property
valuation.

Sec. 2. K.S.A. 2018 Supp. 79-2959 is hereby repealed.

Sec. 3. This act shall take effect and be in force from and after its publication in the statute book.