AN ACT concerning property taxation; relating to exemptions and classifications; bed and breakfast homes; amending K.S.A. 2014 Supp. 79-1439 and repealing the existing section.

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

Section 1. K.S.A. 2014 Supp. 79-1439 is hereby amended to read as follows: 79-1439. (a) All real and tangible personal property which is subject to general ad valorem taxation shall be appraised uniformly and equally as to class and, unless otherwise specified herein, shall be appraised at its fair market value, as defined in K.S.A. 79-503a, and amendments thereto.

(b) Property shall be classified into the following classes and assessed at the percentage of value prescribed therefor:

(1) Real property shall be assessed as to subclass at the following percentages of value:

(A) Real property used for residential purposes including multi-family residential real property, real property necessary to accommodate a residential community of mobile or manufactured homes including the real property upon which such homes are located, residential real property used partially for day care home purposes if such home has been registered or licensed pursuant to K.S.A. 65-501 et seq., and amendments thereto, and residential real property used partially for bed and breakfast home purposes at 11.5%. As used in this paragraph, "bed and breakfast home" means a residence property with five or fewer bedrooms available for overnight guests who stay for not more than 28 consecutive days for which there is compliance with all zoning or other applicable ordinances or laws which pertain to facilities which lodge and feed guests;

(B) land devoted to agricultural use valued pursuant to K.S.A. 79-1476, and amendments thereto, at 30%;

(C) vacant lots at 12%;

(D) real property which is owned and operated by a not-for-profit organization not subject to federal income taxation pursuant to section 501 of the federal internal revenue code and included herein pursuant to K.S.A. 79-1439a, and amendments thereto, at 12%;

(E) public utility real property, except railroad property which shall be assessed at the average rate all other commercial and industrial property
is assessed, at 33%. As used in this paragraph, "public utility" shall have
the meaning ascribed thereto by K.S.A. 79-5a01, and amendments thereto;
(F) real property used for commercial and industrial purposes and
buildings and other improvements located upon land devoted to
agricultural use at 25%; and
(G) all other urban and rural real property not otherwise specifically
subclassed at 30%.
(2) Personal property shall be classified into the following classes and
assessed at the percentage of value prescribed therefor:
(A) Mobile homes used for residential purposes at 11.5%;
(B) mineral leasehold interests, except oil leasehold interests the
average daily production from which is five barrels or less, and natural gas
leasehold interests, the average daily production from which is 100 mcf or
less, which shall be assessed at 25%, at 30%;
(C) public utility tangible personal property including inventories
thereof, except railroad personal property including inventories thereof,
which shall be assessed at the average rate all other commercial and
industrial property is assessed, at 33%. As used in this paragraph, "public
utility" shall have the meaning ascribed thereto by K.S.A. 79-5a01, and
amendments thereto;
(D) all categories of motor vehicles listed and taxed pursuant to
K.S.A. 79-306d, and amendments thereto, and, prior to January 1, 2014,
over-the-road motor vehicles defined pursuant to K.S.A. 79-6a01, and
amendments thereto, at 30%;
(E) commercial and industrial machinery and equipment, including
rolling equipment defined pursuant to K.S.A. 79-6a01, and amendments
thereto, which, if its economic life is seven years or more, shall be valued
at its retail cost when new less seven-year straight-line depreciation, or
which, if its economic life is less than seven years, shall be valued at its
retail cost when new less straight-line depreciation over its economic life,
except that, the value so obtained for such property as long as it is being
used shall not be less than 20% of the retail cost when new of such
property at 25%; and
(F) all other tangible personal property not otherwise specifically
classified at 30%.
Sec. 2. K.S.A. 2014 Supp. 79-1439 is hereby repealed.
Sec. 3. This act shall take effect and be in force from and after its
publication in the statute book.