

March 8, 2022

The Honorable Adam Smith, Chairperson
House Committee on Taxation
Statehouse, Room 346-S
Topeka, Kansas 66612

Dear Representative Smith:

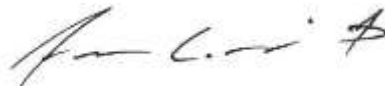
SUBJECT: Fiscal Note for HB 2724 by House Committee on Taxation

In accordance with KSA 75-3715a, the following fiscal note concerning HB 2724 is respectfully submitted to your committee.

HB 2724 would exclude the 20-mill property tax levy levied by school districts from the notice and public hearing requirements of the “revenue neutral rate” for each taxing subdivision of the state.

The enactment of HB 2724 would have no fiscal effect on state aid to school districts, as the bill would not make any changes to the school finance formula. The Department of Revenue notes that current law does not prevent taxing subdivisions from levying property taxes at a level exceeding those from the prior years; however, the law does require compliance with the process for the calculations of the revenue neutral rate and for public hearings. The enactment of the bill would not affect state property tax revenues.

Sincerely,



Adam Proffitt
Director of the Budget

cc: Lynn Robinson, Department of Revenue
Jay Hall, Association of Counties
Craig Neuenswander, Education