CORRECTED SESSION OF 2011

SUPPLEMENTAL NOTE ON SENATE BILL NO. 10

As Recommended by Senate Committee on Assessment and Taxation

Brief*

SB 10 would provide Edwards County with additional local sales tax authority of 0.375 percent (3/8ths of one percent) to finance economic development initiatives.

The normal distribution formula for countywide sales taxes which requires counties to share sales taxes with cities also would be amended to authorize Edwards County to retain all of the money from the economic development sales tax.

As with most local sales taxes, voter approval would be required prior to imposition.

Background

Senator Teichman appeared as a proponent and noted that the county has been discussing a lot of economic development initiatives, not the least of which was finding a replacement for a recently-closed Duckwall's store.

Written testimony from the Edwards County Economic Development Corporation said that the county was hopeful the new authority could be approved by February 5, so as to meet various time-line requirements necessary to place the issue on the April 2011 ballot.

^{*}Supplemental notes are prepared by the Legislative Research Department and do not express legislative intent. The supplemental note and fiscal note for this bill may be accessed on the Internet at http://www.kslegislature.org

The Department of Revenue indicated that if voters were to approve the tax in April, the rate increase would be effective on July 1.

The bill would not have any fiscal impact for the state.