

KANSAS OFFICE of
REVISOR of STATUTES

LEGISLATURE of THE STATE of KANSAS

Legislative Attorneys transforming ideas into legislation.

300 SW TENTH AVENUE ■ SUITE 24-E ■ TOPEKA, KS 66612 ■ (785) 296-2321

MEMORANDUM

To: House Committee on Taxation
From: Scott Wells, Senior Assistant Revisor
Date: February 19, 2018
Subject: House Bill No. 2572; Data to be Disclosed

Below is a list of the economic development incentives that are included in the House Bill No. 2572 along with the information for each incentive that will be disclosed. In addition, a description of each program, eligibility criteria, benchmarks, annual reports and relevant statutes will also be included.

HPIP Credit

- Recipient's name;
- county where the business facility is located;
- total amount of credit earned;
- total amount of credit claimed in the tax year;
- remaining number of years the credit can be carried forward; and
- information required to be provided by the taxpayer under KSA 2017 Supp. 79-32,243¹.

Angel Investor Credit

- Name of the qualified business that received the cash investment;
- county where the qualified business is located; and
- total amount of the credit claimed for investment in the qualified business in the tax year.

Rural Opportunity Zone Credit

- ROZ county where the credit recipient is domiciled;
- amount of the credit claimed; and
- occupation of the recipient of the credit;

¹ This includes actual number of jobs created, additional payroll generated, actual jobs retained, additional revenue generated as a result of expenditures for which credit was claimed, additional sales generated, total employment and payroll at end of tax year and any other information requested by the Secretary.

Research and Development Credit

- Recipient's name;
- county where the recipient is located;
- total amount of credit earned; and
- total amount of credit claimed in the tax year.

Historic Preservation Credit

- Initial recipient's name;
- county where the qualified historic structure is located and a description of the property;
- total amount of credit earned;
- total amount of credit claimed in the tax year; and
- number of years remaining the credit may be carried forward.

Job Creation Fund²

- Specific and aggregate expenditures from the fund;
- projects receiving funds;
- amount of funds expended for each project;
- reason and purpose for which funding was approved for each project;
- number and characteristic of jobs created or retained in Kansas;
- number of jobs created or retained which do not continue to exist; and
- any other information required by the secretary of commerce.

STAR Bonds

- Names of developers, including names of principals and officers;
- location and description of each STAR bond project;
- total amount of STAR bond funding available for each project;
- amount of STAR bond proceeds received annually by each developer or used to finance each development;
- annual STAR bond project expenditures of each developer to be paid or financed by STAR bond project proceeds;
- total amount of local and state sales taxes pledged or otherwise intended to be used for payment of bonds; and
- other information as reported to the Secretary of Commerce pursuant to Section 2.

² Information is already being collected pursuant to K.S.A. 2017 Supp. 74-50,224(c).

KANSAS OFFICE *of*
REVISOR *of* STATUTES
LEGISLATURE *of* THE STATE *of* KANSAS

PEAK³

- Name of the qualified company;
- types of qualified companies receiving PEAK benefits;
- location of qualified company, including location of business operations;
- number of new employees hired and their wages;
- annual amount of PEAK benefits provided;
- estimated net state fiscal impact; and
- estimate of multiplier effect on Kansas economy

IRB Property Tax Exemption

- Name of the city or county issuing bonds, the lessee, guarantor (if any), paying or fiscal agent, underwriter (if any) and attorneys retained;
- legal description of property to be exempted;
- appraised valuation of property to be exempted;
- estimated total cost of facility;
- if bonds issued to finance addition or improvement to a facility which was also financed by revenue bonds, the date of issuance of such revenue bonds;
- principal amount of bonds to be issued;
- amount of payment to be made in lieu of taxes;
- itemized list of charges to be paid by lessee;
- description of use of bond proceeds; and
- proposed date of issuance of bonds.

Economic Development Property Tax Exemption

- Name of city or county which exempted the property;
- legal description of the property;
- appraised valuation of the property;
- amount of any payment in lieu of taxes to be made.

³ Information is already being collected pursuant to K.S.A. 2017 Supp. 74-50,216.