

## **SOUTHWEST KANSAS COALITION**

### **Testimony Before the Senate Committee on Assessment and Taxation In Opposition of Senate Bill No. 87 February 11, 2021**

Chairperson Tyson and Members of the Committee:

Thank you for the opportunity for the Southwest Kansas Coalition present our written testimony in opposition to Senate Bill No. 87.

The Southwest Kansas Coalition collectively represents the cities of Dodge City, Garden City and Liberal and is commonly known as the Southwest Kansas Coalition (SKC). We are a group of communities united in our desire to secure a strong future for the southwest region of Kansas.

Senate Bill No. 87 would discontinue the statutory requirement for proceeds from countywide sales tax for general purposes to be shared between counties and cities beginning July 1, 2021.

The current process of sales tax distribution has worked well for years. Local government officials work cooperatively to provide for our communities. We have not been approached by our county partners to change the terms and find no purpose in legislation mandating us to do so.

Cities have responsibilities and obligations to their residents. Expenditures for city operations, services and debt financing have been established based on our limited revenue sources, one being an allocation of sales taxes. Altering this formula will cause financial harm to many communities. Cities will be forced to spend time and resources to negotiate agreements or bear the loss of valuable revenue. If an agreement can't be reached cities have few options and would be required to raise property taxes or cut the current level of services provided.

This measure will evoke unneeded tension between communities of interest and our taxpayers will suffer.

If a community chooses to pursue this type of proposal under current law, they are able to negotiate with their community partners to secure such an arrangement by interlocal agreement.

The legislation is punitive to cities and there is no need for the legislature to act on Senate Bill No. 87.

Thank you for the opportunity to present testimony to the Committee.

Nick Hernandez  
City Manager



Matt Allen  
City Manager



Calvin Burke,  
City Manager

