

SESSION OF 2023

SUPPLEMENTAL NOTE ON SENATE BILL NO. 30

As Recommended by Senate Committee on
Assessment and Taxation

Brief*

SB 30 would provide, beginning in tax year 2023, for the Kansas individual income tax standard deduction amounts to be annually increased by the cost of living adjustment provided for by Section 1(f)3) of the Internal Revenue Code.

Background

The bill was introduced by the Senate Committee on Assessment and Taxation at the request of Senator Tyson.

Senate Committee on Assessment and Taxation

In the Senate Committee hearing, **proponent** testimony was provided by a representative for Americans for Prosperity, stating the bill would protect low-income Kansans from inflation and maintain Kansans' after-tax purchasing power.

Written-only proponent testimony was provided by a representative of the Kansas Policy Institute.

There was no other testimony.

*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>

Fiscal Information

According to the fiscal note prepared by the Division of the Budget on the bill, the Department of Revenue estimates enactment of the bill would reduce State General Fund receipts by \$24.5 million in FY 2024, \$32.4 million in FY 2025, and \$42.3 million in FY 2026. Any fiscal effect associated with the bill is not reflected in *The FY 2024 Governor's Budget Report*.

Taxation; income tax; standard deduction; cost of living adjustment