

SESSION OF 2023

**SUPPLEMENTAL NOTE ON SENATE BILL NO. 33**

As Recommended by Senate Committee on  
Assessment and Taxation

**Brief\***

SB 33 would expand the Kansas individual income tax exemption for Social Security benefits to include all federally taxable Social Security benefits beginning in tax year 2023.

**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 representatives of AARP of Kansas and the Wichita Regional Chamber of Commerce. Proponents stated the bill would allow for benefits to be taxed as a social safety net benefit rather than income and would allow for greater economic activity by benefit recipients in the state of Kansas.

Written-only proponent testimony was provided by representatives of the Kansas Policy Institute and the League of Kansas Municipalities and a private citizen.

No other testimony was provided.

---

\*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 \$147.6 million in FY 2024, \$117.2 million in FY 2025, and \$120.7 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; Social Security benefits; exemption