

HB 2318 proponent testimony – written only
Corporate Income Tax
House Taxation Committee
Dave Trabert, CEO
March 3, 2025



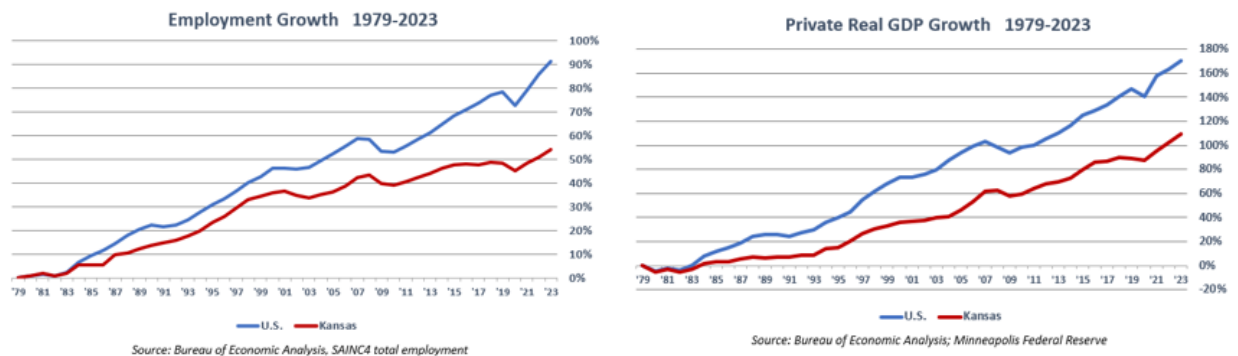
Chairman Smith and Members of the Committee,

We are pleased to provide testimony supporting HB 2318, which would reduce the corporate income tax rate when tax revenue grows more than inflation.

Research from the Tax Foundation shows that income taxes are more damaging to the economy than any other type of tax. Corporate income taxes are the most harmful, followed by personal income taxes.

A joint paper we published with The Buckeye Institute also found that reducing the corporate income tax rate would produce the most economic benefit for Kansas relative to any other tax cut.¹

Subsidies or other government spending will not resolve the economic stagnation shown in the charts below. Kansas must address its very uncompetitive corporate tax climate.



We encourage the Committee to recommend HB 2318 favorably for passage, and we thank you for your consideration.

¹ "Reforming Kansas Tax Policy," Kansas Policy Institute and The Buckeye Institute, December 2023.
<https://kansaspolicy.org/reforming-kansas-tax-policy/>