



January 27, 2026

The Honorable Sean Tarwater, Chairperson
House Committee on Commerce, Labor and Economic Development
300 SW 10th Avenue, Room 346-S
Topeka, Kansas 66612

Dear Representative Tarwater:

SUBJECT: Fiscal Note for HB 2464 by House Committee on Commerce, Labor and Economic Development

In accordance with KSA 75-3715a, the following fiscal note concerning HB 2464 is respectfully submitted to your committee.

Under current law, the income tax credit for graduates of aerospace and aviation-related educational programs and their employers will sunset after tax year 2026. HB 2464 would extend the sunset date that these credits can be claimed through tax year 2036.

The Department of Revenue estimates that HB 2464 would decrease State General Fund revenues by \$8.2 million beginning in FY 2028 through FY 2037. To formulate these estimates, the Department of Revenue reviewed data on aviation and aerospace tax credits that were allowed against tax liability in tax years 2023 and 2024. That data showed that an average of \$8.2 million in tax credits were claimed in those tax years. Extending the sunset date would allow new tax credits to be claimed beginning in tax year 2027 or FY 2028. The Department indicates the bill would have no fiscal effect on its operations. Any fiscal effect associated with HB 2464 is not reflected in *The FY 2027 Governor's Budget Report*.

Sincerely,

Adam C. Proffitt
Director of the Budget

cc: Sherry Rentfro, Department of Commerce
Lynn Robinson, Department of Revenue