Approved: March 5, 2012

(Date)

MINUTES OF THE HOUSE TAXATION COMMITTEE

The meeting was called to order by Chairman Richard Carlson at 3:39 pm on Tuesday, January 31, 2012 in Room 783 of the Docking State Office Building.

Members excused were: Representative Calloway.

Committee staff present:

Gordon Self, Office of the Revisor of Statutes Scott Wells, Office of the Revisor of Statutes Chuck Reimer, Office of the Revisor of Statutes Chris Courtwright, Kansas Legislative Research Department Chris Sevedge, Kansas Legislative Research Department Allen Jeffus, Office Assistant Phyllis Fast, Committee Assistant

Conferees appearing before the Committee:

Richard Cram, Policy and Research Director, Kansas Department of Revenue (KDOR)

Others attending: See attached list.

Chairman Carlson opened a hearing on:

<u>HB 2480 – Determination of Kansas adjusted gross income for income tax purposes related to thrift savings plan distributions and railroad retirement.</u>

Gordon Self briefed the Committee on two changes being requested by <u>HB 2480</u>, as being clarifications to current law. The first change is to better clarify items not included in the Kansas adjusted gross income. The second change concerns clarifying annuities under the federal service retirement system, aka "thrift savings plan". He stood for questions.

Richard Cram testified in support of <u>HB 2480</u> indicating the necessity to clarify tax items described above. He also provided additional detailed information. (Attachment 1) He stood for questions.

No neutral testimony for or testimony in opposition to **HB 2480** was presented.

Unless specifically noted, the individual remarks recorded herein have not been transcribed verbatim. Individual remarks as reported herein have not been submitted to the individuals appearing before the committee for editing or corrections.

CONTINUATION SHEET

Minutes of the HOUSE TAXATION Committee at 3:39 PM on Tuesday, January 31, 2012 in 783-DSOB.

After all questions were answered from the Committee, Chairman Carlson closed the hearing on **HB 2480**.

Without objection, Chairman Carlson requested discussion and action on:

HB 2454 - Income tax checkoff; Kansas arts commission checkoff fund.

<u>Representative Dillmore made a motion to pass HB 2454 out favorably. Representative Kleeb seconded the motion. Motion carried.</u>

Introduction of bills:

Representative Dillmore made a motion to introduce a bill to graduate increases in base state aid per pupil. Representative Frownfelter seconded the motion. Motion carried.

The next meeting of the Committee was scheduled for 3:30 pm Wednesday, February 1, 2012, 783-DSOB.

The meeting was adjourned at 4:07 pm.