HB 2062 - Written Proponent Testimony House Committee on Taxation Discontinuing the excise tax on rental and leased motor vehicles Michael Austin Legislative Director March 1st, 2023



Chair Smith and Members of the Committee,

On behalf of the Americans for Prosperity Kansas Chapter, we appreciate this opportunity to submit testimony in support of HB 2062. HB 2062 Discontinuing the excise tax on rental and leased motor vehicles and imposing property tax on such vehicles.

Excise taxes are special taxes on specific goods or activities rather than a general tax base such as income or consumption. Excise taxes, because of their specificity makes then one of the most regressive taxes in the U.S. tax system. HB 2062 eliminating excise taxes will increase rental and leasing activity for rental vehicles and would relieve financial pressure for low-income Kansans or visitors to Kansas.

For these reasons, we urge the committee to pass HB 2062 in its current form.