

REPORTS OF STANDING COMMITTEES

MADAM PRESIDENT:

The Committee on **Assessment and Taxation** recommends **HB 2060**, as amended by House Committee, be amended on page 1, following line 14, by inserting:

"Sec. 2. On July 1, 2103, K.S.A. 2012 Supp. 79-32,205 is hereby amended to read as follows: 79-32,205. (a) There shall be allowed as a credit against the tax liability of a resident individual imposed under the Kansas income tax act an amount equal to 18% for tax years 2010 through 2012, and an amount equal to ~~17%~~ 9% for tax year 2013, and all tax years thereafter, of the amount of the earned income credit allowed against such taxpayer's federal income tax liability pursuant to section 32 of the federal internal revenue code for the taxable year in which such credit was claimed against the taxpayer's federal income tax liability.

(b) If the amount of the credit allowed by subsection (a) exceeds the taxpayer's income tax liability imposed under the Kansas income tax act, such excess amount shall be refunded to the taxpayer.";

On page 4, following line 37, by inserting:

" Sec. 5. On July 1, 2103, K.S.A. 2012 Supp. 79-4508 is hereby amended to read as follows: 79-4508. (a) Commencing in the tax year beginning after December 31, ~~2005~~ 2012, the amount of any claim pursuant to this act shall be computed by ~~deducting the amount computed under column (2) from the amount of claimant's property tax accrued.~~

(1)	(2)
Claimants household income	Deduction from property tax accrued
At least	But not more than

\$0	\$6,000	\$0
6,001	7,000	4%
7,001	16,000	4% plus 4% of every \$1,000, or fraction thereof, of income in excess of \$7,001
16,001	27,000	40% plus 5% of every \$1,000, or fraction thereof, of income in excess of \$16,001
27,001	27,600	95% using the following table:
If the amount on line 10 Form K-40H is between:		Enter this percent on line 14 of Form K-40H:
\$0 and \$15,510		100%
\$15,511 and \$16,000		95%
\$16,001 and \$17,000		90%
\$17,001 and \$18,000		85%
\$18,001 and \$19,000		80%
\$19,001 and \$20,000		75%
\$20,001 and \$21,000		70%
\$21,001 and \$22,000		65%
\$22,001 and \$23,000		60%
\$23,001 and \$24,000		55%
\$24,001 and \$25,000		50%
\$25,001 and \$26,000		45%
\$26,001 and \$27,000		40%
\$27,001 and \$28,000		35%
\$28,001 and \$29,000		30%
\$29,001 and \$30,000		25%
\$30,001 and \$31,000		20%
\$31,001 and \$32,000		15%
\$32,001 and \$33,000		10%
\$33,001 and \$34,400		5%
\$34,401 and over		0%

(b) The director of taxation shall prepare a table under which claims under this act shall be determined. The amount of claim for each bracket shall be computed only to the nearest \$1.

(c) The claimant may elect not to record the amount claimed on the claim. The claim allowable to persons making this election shall be computed by the department which shall notify the claimant by mail of the amount of the allowable claim.

(d) In the case of all tax years commencing after December 31, ~~2004~~ 2012, the ~~upper limit~~ threshold amount amounts prescribed in this section, shall be increased by an amount equal to such

threshold amount multiplied by the cost-of-living adjustment determined under section 1(f)(3) of the federal internal revenue code for the calendar year in which the taxable year commences.

Sec. 6. On July 1, 2103, K.S.A. 2012 Supp. 79-4509 is hereby amended to read as follows: 79-4509. In the event property taxes accrued exceeds ~~\$700~~ \$1,200 for a household in any one year, the amount thereof shall, for purposes of this act, be deemed to have been ~~\$700~~ \$1,200.";

And by renumbering sections accordingly;

Also on page 4, following line 39, by inserting:

"Sec. 8. On July 1, 2013, K.S.A. 2012 Supp. 79-32,205, 79-4508 and 79-4509 are hereby repealed.";

On page 1, in the title, in line 2, before "amending" by inserting "earned income tax credit"; in line 3, after "Supp." by inserting "79-32,205,"; also in line 3, after "79-4502" by inserting ", 79-4508 and 79-4509"; and the bill be passed as amended.

Chairperson