



Kansas Association of Local Health Departments
715 SW 10th Avenue
Topeka, KS 66612
Phone: 785-271-8391
www.kalhd.org

Healthy People Build Strong Communities

Testimony of the Kansas Association of Local Health Departments (KALHD) to the

House Committee on Taxation

Proponent for HB 2091 • January 28, 2021

Chairman Smith and Members of the Committee:

Thank you for the opportunity to supply written testimony in support of House Bill 2091 regarding providing a refundable income tax credit for certain purchases of food and discontinuing the nonrefundable food sales tax credit. KALHD is a nonprofit association dedicated to strengthening local health departments for the purpose of improving and protecting the health of all Kansans.

KALHD has a position supporting the elimination of the sales tax on food due to the tax's negative impact on health and economic activity. That said, we are aware how financially difficult such a change would be for the state. HB 2091 will have a positive impact on health by shifting to a refundable income tax credit for food purchases. As a targeted policy solution, it will not bear the costs a full sales tax elimination would. HB 2091 will allow the tax credit to go much further, as the current, nonrefundable credit experiences a lot less use than a refundable credit would see. This is because a refundable food sales tax credit allows tax filers to receive the difference if the credit amount exceeds their tax liability (most low-income earners have little in the way of tax liability).

Local health departments recognize the importance food plays in a healthy lifestyle. Sales taxes on food create a barrier for those with lower incomes. We believe this issue has become more critical given COVID-19 and the impact it has had on many Kansas families' income. HB 2091's move to a refundable food sales tax credit will improve the system and allow more people to have access to quality food. It is for these reasons that KALHD supports HB 2091 and asks that you recommend it favorably.

Respectfully,

A handwritten signature in cursive script that reads "Dennis Kriesel".

Dennis Kriesel

Executive Director, Kansas Association of Local Health Departments