Approved: May 28, 2015

MINUTES OF THE HOUSE TAXATION COMMITTEE

The meeting was called to order by Chairperson Marvin Kleeb at 8:30am on Thursday, May 07, 2015, 582-N of the Capitol.

All members were present except:

Representative Kasha Kelley – Excused

Representative Brandon Whipple – Excused

Committee staff present:

Reed Holwegner, Legislative Research Department

Phyllis Fast, Kansas Legislative Committee Assistant

Chris Courtwright, Legislative Research Department

Chuck Reimer. Office of Revisor of Statutes

Scott Wells, Office of Revisor of Statutes

Conferees appearing before the Committee:

Representative Mark Hutton, District 105

Gary Allerheiligen, Kansas Society of Certified Public Accountants

Eric Stafford, Kansas Chamber of Commerce

Luke Bell, Kansas Association of Realtors

Dan Murray, National Federation of Independent Businesses

Dave Trabert, Kansas Policy Institute

Others in attendance:

See Attached List

Representative Ed Trimmer substituted for Representative Brandon Whipple.

Hearing on: HB2430 — Relating to income tax rates for resident individuals with income from certain businesses who employ one or more persons; subtraction modifications.

Chairman Kleeb opened a hearing on HB2430.

Scott Wells briefed the Committee on **HB2430**. He stood for questions.

Representative Hutton presented testimony in support of <u>HB2430</u> by elaborating on three points. He stood for questions. (Attachment 1)

Gary Allerheiligen presented testimony neutral to <u>HB2430</u> by explaining the "underlying problems" of the bill. He stood for questions. (Attachment 2)

Eric Stafford presented testimony in opposition to <u>HB2430</u> because the Kansas Chamber Board of Directors "oppose any attempts to roll back the tax cuts of 2012 & 2013". He stood for questions. (Attachment 3)

Luke Bell presented testimony in opposition to **HB2430** because it will "increase the income tax

CONTINUATION SHEET

MINUTES of the Committee on Taxation at 8:30am on Thursday, May 07, 2015, 582-N of the Capitol.

burden on property owners". He stood for questions. (Attachment 4)

Dan Murray presented testimony in opposition to <u>HB2430</u> because "the bill reverses course on the state's promise to reduce and eliminate income taxes on individuals and small businesses.". He stood for questions. (Attachment 5)

Dave Trabert presented testimony in opposition to <u>HB2430</u> because no "tax increase is necessary, as Kansas has a spending problem instead of a revenue problem". He stood for questions. (Attachment 6)

Written only testimony in opposition to **HB2430** was presented by Tim Witsman, Wichita Independent Business Association (Attachment 7); and Rodger Woods, Americans for Prosperity (Attachment 8).

When all questions from the Committee were answered, Chairman Kleeb closed the hearing on **HB2430**.

The meeting was adjourned at 10:08 am.