

SENATE BILL No. 232

By Senators Hensley, Barone, Downey, Feleciano, Gilstrap, Gooch,
Goodwin, Haley, Lee and Steineger

2-5

AN ACT relating to income taxation; increasing the earned income tax credit; amending K.S.A. 2000 Supp. 79-32,205 and repealing the existing section.

Be it enacted by the Legislature of the State of Kansas:

Section 1. K.S.A. 2000 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 ~~10% for tax year 1998, and all tax years thereafter,~~ 20% 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.

(c) The provisions of this section shall be applicable to all taxable years commencing after December 31, ~~1997~~ 2000.

Sec. 2. K.S.A. 2000 Supp. 79-32,205 is hereby repealed.

Sec. 3. This act shall take effect and be in force from and after its publication in the statute book.