

HOUSE BILL No. 2162

By Committee on Taxation

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AN ACT concerning income taxation; relating to tax credits for contributions to community service organizations; amending K.S.A. 2002 Supp. 79-32,197 and repealing the existing section.

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

Section 1. K.S.A. 2002 Supp. 79-32,197 is hereby amended to read as follows: 79-32,197. The amount of credit allowed pursuant to K.S.A. 79-32,196, and amendments thereto, shall not exceed 50% of the total amount contributed during the taxable year by the business firm to a community service organization or governmental entity for programs approved pursuant to K.S.A. 79-32,198, and amendments thereto. The amount of credit allowed pursuant to K.S.A. 79-32,196, and amendments thereto, shall not exceed 70% of the total amount contributed during the taxable year by the business firm in a rural community to a community service organization or governmental entity located therein for programs approved pursuant to K.S.A. 79-32,198, and amendments thereto. If the amount of the credit allowed by K.S.A. 79-32,196, and amendments thereto, exceeds the taxpayer's income tax liability imposed under the Kansas income tax act, such excess amount shall be refunded to the taxpayer. In no event shall the total amount of credits allowed under this section exceed \$4,130,000 for any one fiscal year. *During fiscal year 2004, 80% of the total amount of credits allowed under this section shall be for contributions made by a business firm to such community service organization or governmental entity for programs approved pursuant to K.S.A. 79-32,198, and amendments thereto, which provide health care services for low income persons or foster care services.*

Sec. 2. K.S.A. 2002 Supp. 79-32,197 is hereby repealed.

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