

HOUSE BILL No. 2892

By Committee on Taxation

2-17

9 AN ACT concerning taxation; relating to duties of secretary of revenue;
10 tax incidence impact analysis.

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

13 Section 1. (a) The secretary of revenue shall report to the legislature
14 by March 1 of each odd-numbered year on the overall incidence of the
15 income taxes, sales, use and excise taxes, and property taxes. The report
16 shall present information on the distribution of the tax burden: (1) For
17 the overall income distribution, using a systemwide incidence measure
18 such as the suits index or other appropriate measures of equality and
19 inequality; (2) by income classes, including at a minimum deciles of the
20 income distribution; and (3) by other appropriate taxpayer characteristics.

21 (b) At the request of the chair of the house committee on taxation or
22 the senate committee on assessment and taxation, the secretary shall pre-
23 pare an incidence impact analysis of a bill or a proposal to change the tax
24 system which increases, decreases or redistributes taxes by more than
25 \$20,000,000. To the extent data is available on the changes in the distri-
26 bution of the tax burden that are affected by the bill or proposal, the
27 analysis shall report on the incidence effects that would result if the bill
28 were enacted. The report may present information using systemwide
29 measures, such as suits or other similar indexes, by income classes, tax-
30 payer characteristics, or other relevant categories. The report may include
31 analyses of the effect of the bill or proposal on representative taxpayers.
32 The analysis must include a statement of the incidence assumptions that
33 were used in computing the burdens.

34 (c) The incidence analyses shall use the broadest measure of eco-
35 nomic income for which reliable data is available.

36 Sec. 2. This act shall take effect and be in force from and after its
37 publication in the statute book.