

Approved March 19, 1991
Date

MINUTES OF THE HOUSE COMMITTEE ON TAXATION

The meeting was called to order by Joan Wagnon
Chairperson

9:10 a.m./~~p.m.~~ on Tuesday, March 5, 1991, 19 in room 519-S of the Cap

All members were present except:

Committee staff present:

Tom Severn & Chris Courtwright, Legislative Research;
Don Hayward & Bill Edds, Revisors;
Linda Frey, Committee Secretary & Douglas E. Johnston, aide

Conferees appearing before the committee:

Chairman Wagnon called the committee to order at 9:10 a.m.

Steve Stotts, Director of Taxation for the Dept. of Revenue, presented several options for the committee to consider if the individual income tax were modified. In response to the Chair's request, he distributed several computer simulations showing the impact of rate and bracket adjustments. The 5 simulations are attachments 1-5.

Following discussion, a request was made for the Dept. of Revenue to develop a model comparison of Kansas income tax rates to surrounding states and their economic development implications.

The committee adjourned at 9:52 a.m.

GUEST LIST

COMMITTEE: _____

Inflation

DATE: _____

3/5/91

NAME (PLEASE PRINT)	ADDRESS	COMPANY/ORGANIZATION
ROYD GRANT	TOPEKA	KCCI
Regis Kirkwood	Topeka	AARP
John McQuinn	Topeka	Observer
HAROLD PITTIS	TOPEKA	CCTF
R. Anderson	B. Hawes	WEST COAST J & B
HAL KYE	OLATHE	AFC
Alan Steppat	Topeka	Pete McBill & Associates
PATRICK J. HURLEY	TOPEKA	CESSNA
George Barber	Topeka	Ks Consulting Engrs
Orie Keycock	Topeka	Am Cancer Society
Laurie Hartman	Topeka	KBA
Christy Young	Topeka	Topeka Chamber of Com
Jeff Smith	TOPEKA	KNUS
Jacquie DATES	Topeka	Ks. Auctioneers
Mark Tallman	Topeka	KASB
Charles Bruner	Uniontown	None
John Peters	Topeka	Best Draft
Tom Burgess	Topeka	KBA
FRANCES KASTNER	Topeka	Ks Food Dealers Assn
DENNY KOCH	"	SW Bell
Judy Olson	"	Am Inst of Architects
Karen Franc	"	KAR
Pat Higgins	"	Gov. Office - Leg. Affairs
Steve Jones	Wichita	Boeing

Repeals Senate Bill 24 of 1989 Session

No Federal Deductibility

Proposed Tax Rates

Married: \$0 - \$35 4.05%
 \$35 -Over 5.30%

Single: \$0 - \$27.5 4.80%
 \$27.5 - Over 6.10%

Kansas Department Of Revenue
 Individual Income Tax In Tax Year 1991

Resident Taxpayers

Liability Dollars are in Millions

Married						Single					Total Residents				
K.A.G.I. Bracket	No. Of Returns	Percent Change	Dollar Change In Liability	Dollar Change Per Return	Effective Rate	No. Of Returns	Percent Change	Dollar Change In Liability	Dollar Change Per Return	Effective Rate	No. Of Returns	Percent Change	Dollar Change In Liability	Dollar Change Per Return	Effective Rate
No K.A.G.I.	5,835	0.0%	\$0.0	\$0.00	0.0%	4,728	0.0%	\$0.0	\$0.00	0.0%	10,563	0.0%	\$0.0	\$0.00	0.0%
\$0 \$5	12,374	0.0%	\$0.0	\$0.00	0.0%	113,179	6.9%	\$0.1	\$0.64	0.4%	125,553	6.9%	\$0.1	\$0.58	0.3%
\$5 \$15	59,155	12.9%	\$0.3	\$5.09	0.4%	169,517	7.6%	\$2.2	\$13.18	1.9%	228,672	7.9%	\$2.5	\$11.08	1.5%
\$15 \$25	83,099	13.3%	\$3.4	\$41.22	1.7%	96,881	7.2%	\$3.9	\$40.07	2.9%	179,980	9.2%	\$7.3	\$40.60	2.3%
\$25 \$35	79,577	11.8%	\$6.0	\$74.99	2.3%	52,213	7.4%	\$3.7	\$70.03	3.3%	131,791	9.6%	\$9.6	\$73.02	2.7%
\$35 \$50	113,380	11.8%	\$13.6	\$119.53	2.6%	29,779	6.3%	\$2.7	\$91.60	3.6%	143,159	10.3%	\$16.3	\$113.72	2.8%
\$50 \$100	131,187	8.9%	\$22.3	\$170.24	3.0%	14,185	5.2%	\$1.8	\$130.36	4.0%	145,372	8.4%	\$24.2	\$166.35	3.1%
\$100 Over	22,334	4.9%	\$8.5	\$378.92	3.7%	2,213	3.6%	\$0.7	\$331.54	4.5%	24,547	4.8%	\$9.2	\$374.65	3.8%
Total	506,942	8.8%	\$54.0	\$106.61	2.8%	482,696	6.5%	\$15.2	\$31.40	3.0%	989,638	8.2%	\$69.2	\$69.92	2.9%

Current Law Tax Rates

Fiscal Impact:

All Taxpayers: \$75.3
 Residents Only: \$69.2
 Married Residents: \$54.0
 Single Residents: \$15.2
 Non-Residents: \$6.1

	With Federal Deductibility		No Federal Deductibility	
Married:	\$0 - \$20	4.75%	\$0 - \$35	3.65%
	\$20 - \$35	5.00%	\$35 - Over	5.15%
	\$35 - \$45	8.50%		
	\$45 - Over	8.75%		
Single:	\$0 - \$2	4.75%	\$0 - \$27.5	4.50%
	\$2 - \$10	5.60%	\$27.5 - Over	5.95%
	\$10 - \$20	5.75%		
	\$20 - \$30	8.50%		
	\$30 - Over	8.75%		

Kansas Department Of Revenue
 Individual Income Tax In Tax Year 1991
 Resident Taxpayers

Current Law

Married						Single					Total Residents				
K.A.G.I. Bracket	No. Of Returns	Percent Of KAGI	Liability	Percent Of Total	Effective Rate	No. Of Returns	Percent Of KAGI	Liability	Percent Of Total	Effective Rate	No. Of Returns	Percent Of KAGI	Liability	Percent Of Total	Effective Rate
No K.A.G.I.	5,835	0.0%	\$0.00	0.0%	0.0%	4,728	0.0%	\$0.00	0.0%	0.0%	10,563	0.0%	\$0.00	0.0%	0.0%
\$0 \$5	12,374	0.2%	\$0.00	0.0%	0.0%	113,179	3.8%	\$1.06	0.1%	0.3%	125,553	1.1%	\$1.06	0.1%	0.3%
\$5 \$15	59,155	2.8%	\$2.33	0.3%	0.4%	169,517	20.6%	\$29.56	3.5%	1.7%	228,672	7.3%	\$31.89	3.8%	1.4%
\$15 \$25	83,099	7.4%	\$25.67	3.0%	1.5%	96,881	23.9%	\$53.62	6.3%	2.7%	179,980	11.6%	\$79.30	9.3%	2.1%
\$25 \$35	79,577	10.5%	\$50.66	6.0%	2.0%	52,213	19.5%	\$49.12	5.8%	3.0%	131,791	12.8%	\$99.78	11.8%	2.4%
\$35 \$50	113,380	21.0%	\$114.72	13.5%	2.3%	29,779	15.4%	\$43.47	5.1%	3.4%	143,159	19.5%	\$158.19	18.6%	2.5%
\$50 \$100	131,187	38.1%	\$251.33	29.6%	2.8%	14,185	11.2%	\$35.51	4.2%	3.8%	145,372	31.2%	\$286.85	33.8%	2.9%
\$100 Over	22,334	20.2%	\$171.49	20.2%	3.6%	2,213	5.6%	\$20.26	2.4%	4.4%	24,547	16.4%	\$191.75	22.6%	3.6%
Total	506,942	100.00%	\$616.21	72.6%	2.6%	482,696	100.00%	\$232.60	27.4%	2.8%	989,638	100.00%	\$848.81	100.00%	2.6%

Kansas Department Of Revenue

Individual Income Tax In Tax Year 1991
 Resident Taxpayers

SIMULATION 0007

Married						Single					Total Residents				
K.A.G.I. Bracket	No. Of Returns	Percent Of KAGI	Liability	Percent Of Total	Effective Rate	No. Of Returns	Percent Of KAGI	Liability	Percent Of Total	Effective Rate	No. Of Returns	Percent Of KAGI	Liability	Percent Of Total	Effective Rate
No K.A.G.I.	5,835	0.0%	\$0.00	0.0%	0.0%	4,728	0.0%	\$0.00	0.0%	0.0%	10,563	0.0%	\$0.00	0.0%	0.0%
\$0 \$5	12,374	0.2%	\$0.00	0.0%	0.0%	113,179	3.8%	\$1.14	0.1%	0.4%	125,553	1.1%	\$1.14	0.1%	0.3%
\$5 \$15	59,155	2.8%	\$2.63	0.3%	0.4%	169,517	20.6%	\$31.79	3.5%	1.9%	228,672	7.3%	\$34.42	3.7%	1.5%
\$15 \$25	83,099	7.4%	\$29.10	3.2%	1.7%	96,881	23.9%	\$57.50	6.3%	2.9%	179,980	11.6%	\$86.60	9.4%	2.3%
\$25 \$35	79,577	10.5%	\$56.63	6.2%	2.3%	52,213	19.5%	\$52.77	5.7%	3.3%	131,791	12.8%	\$109.40	11.9%	2.7%
\$35 \$50	113,380	21.0%	\$128.28	14.0%	2.6%	29,779	15.4%	\$46.20	5.0%	3.6%	143,159	19.5%	\$174.48	19.0%	2.8%
\$50 \$100	131,187	38.1%	\$273.66	29.8%	3.0%	14,185	11.2%	\$37.36	4.1%	4.0%	145,372	31.2%	\$311.03	33.9%	3.1%
\$100 Over	22,334	20.2%	\$179.95	19.6%	3.7%	2,213	5.6%	\$20.99	2.3%	4.5%	24,547	16.4%	\$200.94	21.9%	3.8%
Total	506,942	100.0%	\$670.25	73.0%	2.8%	482,696	100.00%	\$247.76	27.0%	3.0%	989,638	100.00%	\$918.01	100.00%	2.9%

Fiscal Impact:

\$54.04

\$15.16

\$69.20

All Taxpayers:

\$75.30

Non-Resident:

\$6.10

Tax Year 1988 Law
Conformity to Federal Standard Deduction

No Federal Deductibility

Proposed Tax Rates

Married: \$0 - \$35 4.05%
\$35 - Over 5.30%

Single: \$0 - \$27.5 4.80%
\$27.5 - Over 6.10%

Kansas Department Of Revenue

Individual Income Tax In Tax Year 1991

Resident Taxpayers

Liability Dollars are in Millions

Married						Single					Total Residents				
K.A.G.I. Bracket	No. Of Returns	Percent Change	Dollar Change In Liability	Dollar Change Per Return	Effective Rate	No. Of Returns	Percent Change	Dollar Change In Liability	Dollar Change Per Return	Effective Rate	No. Of Returns	Percent Change	Dollar Change In Liability	Dollar Change Per Return	Effective Rate
No K.A.G.I.	5,835	0.0%	\$0.0	\$0.00	0.0%	4,728	0.0%	\$0.0	\$0.00	0.0%	10,563	0.0%	\$0.0	\$0.00	0.0%
\$0 \$5	12,374	0.0%	\$0.0	\$0.00	0.0%	113,179	-35.1%	(\$0.4)	(\$3.29)	0.2%	125,553	-35.1%	(\$0.4)	(\$2.97)	0.2%
\$5 \$15	59,155	-4.6%	(\$0.1)	(\$1.81)	0.3%	169,517	-0.5%	(\$0.2)	(\$0.92)	1.7%	228,672	-0.8%	(\$0.3)	(\$1.15)	1.3%
\$15 \$25	83,099	7.0%	\$1.8	\$21.66	1.6%	96,881	4.1%	\$2.2	\$22.66	2.8%	179,980	5.0%	\$4.0	\$22.20	2.2%
\$25 \$35	79,577	8.7%	\$4.4	\$55.36	2.2%	52,213	5.9%	\$2.9	\$55.59	3.2%	131,791	7.3%	\$7.3	\$55.45	2.6%
\$35 \$50	113,380	10.2%	\$11.7	\$103.01	2.5%	29,779	5.4%	\$2.4	\$78.96	3.6%	143,159	8.9%	\$14.0	\$98.01	2.7%
\$50 \$100	131,187	8.3%	\$20.9	\$159.58	3.0%	14,185	4.8%	\$1.7	\$120.18	4.0%	145,372	7.9%	\$22.6	\$155.73	3.1%
\$100 Over	22,334	4.8%	\$8.2	\$369.06	3.7%	2,213	3.5%	\$0.7	\$321.50	4.5%	24,547	4.7%	\$9.0	\$364.77	3.8%
Total	506,942	7.6%	\$47.0	\$92.62	2.8%	482,696	4.0%	\$9.3	\$19.34	2.9%	989,638	6.6%	\$56.3	\$56.88	2.8%

Current Law Tax Rates

Fiscal Impact:

All Taxpayers: \$61.3
Residents Only: \$56.3

Married Residents: \$47.0
Single Residents: \$9.3

Non-Residents: \$5.0

	With Federal Deductibility		No Federal Deductibility	
Married:	\$0 - \$20	4.75%	\$0 - \$35	3.65%
	\$20 - \$35	5.00%	\$35 - Over	5.15%
	\$35 - \$45	8.50%		
	\$45 - Over	8.75%		
Single:	\$0 - \$2	4.75%	\$0 - \$27.5	4.50%
	\$2 - \$10	5.60%	\$27.5 - Over	5.95%
	\$10 - \$20	5.75%		
	\$20 - \$30	8.50%		
	\$30 - Over	8.75%		

Kansas Department Of Revenue
Individual Income Tax In Tax Year 1991
Resident Taxpayers

Current Law

Married						Single					Total Residents				
K.A.G.I. Bracket	No. Of Returns	Percent Of KAGI	Liability	Percent Of Total	Effective Rate	No. Of Returns	Percent Of KAGI	Liability	Percent Of Total	Effective Rate	No. Of Returns	Percent Of KAGI	Liability	Percent Of Total	Effective Rate
No K.A.G.I.	5,835	0.0%	\$0.00	0.0%	0.0%	4,728	0.0%	\$0.00	0.0%	0.0%	10,563	0.0%	\$0.00	0.0%	0.0%
\$0 \$5	12,374	0.2%	\$0.00	0.0%	0.0%	113,179	3.8%	\$1.06	0.1%	0.3%	125,553	1.1%	\$1.06	0.1%	0.3%
\$5 \$15	59,155	2.8%	\$2.33	0.3%	0.4%	169,517	20.6%	\$29.56	3.5%	1.7%	228,672	7.3%	\$31.89	3.8%	1.4%
\$15 \$25	83,099	7.4%	\$25.67	3.0%	1.5%	96,881	23.9%	\$53.62	6.3%	2.7%	179,980	11.6%	\$79.30	9.3%	2.1%
\$25 \$35	79,577	10.5%	\$50.66	6.0%	2.0%	52,213	19.5%	\$49.12	5.8%	3.0%	131,791	12.8%	\$99.78	11.8%	2.4%
\$35 \$50	113,380	21.0%	\$114.72	13.5%	2.3%	29,779	15.4%	\$43.47	5.1%	3.4%	143,159	19.5%	\$158.19	18.6%	2.5%
\$50 \$100	131,187	38.1%	\$251.33	29.6%	2.8%	14,185	11.2%	\$35.51	4.2%	3.8%	145,372	31.2%	\$286.85	33.8%	2.9%
\$100 Over	22,334	20.2%	\$171.49	20.2%	3.6%	2,213	5.6%	\$20.26	2.4%	4.4%	24,547	16.4%	\$191.75	22.6%	3.6%
Total	506,942	100.00%	\$616.21	72.6%	2.6%	482,696	100.00%	\$232.60	27.4%	2.8%	989,638	100.00%	\$848.81	100.00%	2.6%

Kansas Department Of Revenue

Individual Income Tax In Tax Year 1991
Resident Taxpayers

SIMULATION 0020

Married						Single					Total Residents				
K.A.G.I. Bracket	No. Of Returns	Percent Of KAGI	Liability	Percent Of Total	Effective Rate	No. Of Returns	Percent Of KAGI	Liability	Percent Of Total	Effective Rate	No. Of Returns	Percent Of KAGI	Liability	Percent Of Total	Effective Rate
No K.A.G.I.	5,835	0.0%	\$0.00	0.0%	0.0%	4,728	0.0%	\$0.00	0.0%	0.0%	10,563	0.0%	\$0.00	0.0%	0.0%
\$0 \$5	12,374	0.2%	\$0.00	0.0%	0.0%	113,179	3.8%	\$0.69	0.1%	0.2%	125,553	1.1%	\$0.69	0.1%	0.2%
\$5 \$15	59,155	2.8%	\$2.22	0.2%	0.3%	169,517	20.6%	\$29.40	3.2%	1.7%	228,672	7.3%	\$31.62	3.5%	1.3%
\$15 \$25	83,099	7.4%	\$27.47	3.0%	1.6%	96,881	23.9%	\$55.82	6.2%	2.8%	179,980	11.6%	\$83.29	9.2%	2.2%
\$25 \$35	79,577	10.5%	\$55.07	6.1%	2.2%	52,213	19.5%	\$52.02	5.7%	3.2%	131,791	12.8%	\$107.09	11.8%	2.6%
\$35 \$50	113,380	21.0%	\$126.40	14.0%	2.5%	29,779	15.4%	\$45.82	5.1%	3.6%	143,159	19.5%	\$172.23	19.0%	2.7%
\$50 \$100	131,187	38.1%	\$272.27	30.1%	3.0%	14,185	11.2%	\$37.22	4.1%	4.0%	145,372	31.2%	\$309.48	34.2%	3.1%
\$100 Over	22,334	20.2%	\$179.73	19.9%	3.7%	2,213	5.6%	\$20.97	2.3%	4.5%	24,547	16.4%	\$200.70	22.2%	3.8%
Total	506,942	100.0%	\$663.16	73.3%	2.8%	482,696	100.00%	\$241.94	26.7%	2.9%	989,638	100.00%	\$905.10	100.00%	2.8%

Fiscal Impact:

\$46.95

\$9.34

\$56.29

All Taxpayers:

\$61.32

Non-Resident:

\$5.02

No Federal Deductibility

Proposed Tax Rates

Married:	\$0 - \$25	3.55%
	\$25 - \$50	5.25%
	\$50 - Over	6.25%

Single:	\$0 - \$10	4.35%
	\$10 - \$25	4.50%
	\$25 - Over	8.00%

Kansas Department Of Revenue

Individual Income Tax In Tax Year 1991

Resident Taxpayers

Liability Dollars are in Millions

Married						Single					Total Residents				
K.A.G.I. Bracket	No. Of Returns	Percent Change	Dollar Change In Liability	Dollar Change Per Return	Effective Rate	No. Of Returns	Percent Change	Dollar Change In Liability	Dollar Change Per Return	Effective Rate	No. Of Returns	Percent Change	Dollar Change In Liability	Dollar Change Per Return	Effective Rate
No K.A.G.I.	5,835	0.0%	\$0.0	\$0.00	0.0%	4,728	0.0%	\$0.0	\$0.00	0.0%	10,563	0.0%	\$0.0	\$0.00	0.0%
\$0 \$5	12,374	0.0%	\$0.0	\$0.00	0.0%	113,179	-3.1%	\$0.0	(\$0.29)	0.3%	125,553	-3.1%	\$0.0	(\$0.26)	0.3%
\$5 \$15	59,155	-1.0%	\$0.0	(\$0.39)	0.4%	169,517	-2.7%	(\$0.8)	(\$4.71)	1.7%	228,672	-2.6%	(\$0.8)	(\$3.60)	1.3%
\$15 \$25	83,099	-0.9%	(\$0.2)	(\$2.75)	1.5%	96,881	-2.4%	(\$1.3)	(\$13.49)	2.6%	179,980	-1.9%	(\$1.5)	(\$8.53)	2.1%
\$25 \$35	79,577	-2.7%	(\$1.4)	(\$17.23)	2.0%	52,213	0.2%	\$0.1	\$2.33	3.1%	131,791	-1.3%	(\$1.2)	(\$9.48)	2.4%
\$35 \$50	113,380	4.8%	\$5.5	\$48.32	2.4%	29,779	12.0%	\$5.2	\$174.47	3.8%	143,159	6.7%	\$10.7	\$74.56	2.7%
\$50 \$100	131,187	10.7%	\$26.9	\$205.23	3.1%	14,185	24.1%	\$8.6	\$603.66	4.7%	145,372	12.4%	\$35.5	\$244.11	3.2%
\$100 Over	22,334	22.0%	\$37.7	\$1,689.44	4.4%	2,213	37.5%	\$7.6	\$3,433.72	6.0%	24,547	23.6%	\$45.3	\$1,846.71	4.5%
Total	506,942	11.1%	\$68.5	\$135.15	2.9%	482,696	8.3%	\$19.3	\$40.07	3.0%	989,638	10.4%	\$87.9	\$88.77	2.9%

Current Law Tax Rates

Fiscal Impact:

All Taxpayers:	\$96.1
Residents Only:	\$87.9
Married Residents:	\$68.5
Single Residents:	\$19.3
Non-Residents:	\$8.2

	With Federal Deductibility	No Federal Deductibility
Married:	\$0 - \$20	4.75%
	\$20 - \$35	5.00%
	\$35 - \$45	8.50%
	\$45 - Over	8.75%
Single:	\$0 - \$2	4.75%
	\$2 - \$10	5.60%
	\$10 - \$20	5.75%
	\$20 - \$30	8.50%
	\$30 - Over	8.75%

Kansas Department Of Revenue
Individual Income Tax In Tax Year 1991
Resident Taxpayers

Current Law

K.A.G.I. Bracket	Married					Single					Total Residents				
	No. Of Returns	Percent Of KAGI	Liability	Percent Of Total	Effective Rate	No. Of Returns	Percent Of KAGI	Liability	Percent Of Total	Effective Rate	No. Of Returns	Percent Of KAGI	Liability	Percent Of Total	Effective Rate
No K.A.G.I.	5,835	0.0%	\$0.00	0.0%	0.0%	4,728	0.0%	\$0.00	0.0%	0.0%	10,563	0.0%	\$0.00	0.0%	0.0%
\$0 \$5	12,374	0.2%	\$0.00	0.0%	0.0%	113,179	3.8%	\$1.06	0.1%	0.3%	125,553	1.1%	\$1.06	0.1%	0.3%
\$5 \$15	59,155	2.8%	\$2.33	0.3%	0.4%	169,517	20.6%	\$29.56	3.5%	1.7%	228,672	7.3%	\$31.89	3.8%	1.4%
\$15 \$25	83,099	7.4%	\$25.67	3.0%	1.5%	96,881	23.9%	\$53.62	6.3%	2.7%	179,980	11.6%	\$79.30	9.3%	2.1%
\$25 \$35	79,577	10.5%	\$50.66	6.0%	2.0%	52,213	19.5%	\$49.12	5.8%	3.0%	131,791	12.8%	\$99.78	11.8%	2.4%
\$35 \$50	113,380	21.0%	\$114.72	13.5%	2.3%	29,779	15.4%	\$43.47	5.1%	3.4%	143,159	19.5%	\$158.19	18.6%	2.5%
\$50 \$100	131,187	38.1%	\$251.33	29.6%	2.8%	14,185	11.2%	\$35.51	4.2%	3.8%	145,372	31.2%	\$286.85	33.8%	2.9%
\$100 Over	22,334	20.2%	\$171.49	20.2%	3.6%	2,213	5.6%	\$20.26	2.4%	4.4%	24,547	16.4%	\$191.75	22.6%	3.6%
Total	506,942	100.00%	\$616.21	72.6%	2.6%	482,696	100.00%	\$232.60	27.4%	2.8%	989,638	100.00%	\$848.81	100.00%	2.6%

Kansas Department Of Revenue
Individual Income Tax In Tax Year 1991
Resident Taxpayers

SIMULATION 0018

K.A.G.I. Bracket	Married					Single					Total Residents				
	No. Of Returns	Percent Of KAGI	Liability	Percent Of Total	Effective Rate	No. Of Returns	Percent Of KAGI	Liability	Percent Of Total	Effective Rate	No. Of Returns	Percent Of KAGI	Liability	Percent Of Total	Effective Rate
No K.A.G.I.	5,835	0.0%	\$0.00	0.0%	0.0%	4,728	0.0%	\$0.00	0.0%	0.0%	10,563	0.0%	\$0.00	0.0%	0.0%
\$0 \$5	12,374	0.2%	\$0.00	0.0%	0.0%	113,179	3.8%	\$1.03	0.1%	0.3%	125,553	1.1%	\$1.03	0.1%	0.3%
\$5 \$15	59,155	2.8%	\$2.30	0.2%	0.4%	169,517	20.6%	\$28.76	3.1%	1.7%	228,672	7.3%	\$31.06	3.3%	1.3%
\$15 \$25	83,099	7.4%	\$25.45	2.7%	1.5%	96,881	23.9%	\$52.31	5.6%	2.6%	179,980	11.6%	\$77.76	8.3%	2.1%
\$25 \$35	79,577	10.5%	\$49.29	5.3%	2.0%	52,213	19.5%	\$49.24	5.3%	3.1%	131,791	12.8%	\$98.53	10.5%	2.4%
\$35 \$50	113,380	21.0%	\$120.20	12.8%	2.4%	29,779	15.4%	\$48.67	5.2%	3.8%	143,159	19.5%	\$168.87	18.0%	2.7%
\$50 \$100	131,187	38.1%	\$278.26	29.7%	3.1%	14,185	11.2%	\$44.08	4.7%	4.7%	145,372	31.2%	\$322.33	34.4%	3.2%
\$100 Over	22,334	20.2%	\$209.22	22.3%	4.4%	2,213	5.6%	\$27.86	3.0%	6.0%	24,547	16.4%	\$237.08	25.3%	4.5%
Total	506,942	100.00%	\$684.72	73.1%	2.9%	482,696	100.00%	\$251.94	26.9%	3.0%	989,638	100.00%	\$936.66	100.00%	2.9%

Fiscal Impact:

\$68.51

\$19.34

\$87.85

All Taxpayers:

\$96.09

Non-Resident:

\$8.23

House Bill 3114 of the 1990 Session

	With Federal Deductibility		No Federal Deductibility	
	Proposed Tax Rates			
Married:	\$0 - \$20	4.75%	\$0 - \$35	3.65%
	\$20 - \$35	5.00%	\$35 - \$100	5.15%
	\$35 - \$45	8.50%	\$100 - Over	7.40%
	\$45 - \$75	8.75%		
	\$75 - Over	13.00%		
Single:	\$0 - \$2	4.75%	\$0 - \$27.5	4.50%
	\$2 - \$10	5.60%	\$27.5 - \$100	5.95%
	\$10 - \$20	5.75%	\$100 - Over	8.35%
	\$20 - \$30	8.50%		
	\$30 - \$75	8.75%		
	\$75 - Over	13.00%		

Kansas Department Of Revenue
Individual Income Tax In Tax Year 1991
Resident Taxpayers
Liability Dollars are in Millions

Married						Single					Total Residents				
K.A.G.I. Bracket	No. Of Returns	Percent Change	Dollar Change In Liability	Dollar Change Per Return	Effective Rate	No. Of Returns	Percent Change	Dollar Change In Liability	Dollar Change Per Return	Effective Rate	No. Of Returns	Percent Change	Dollar Change In Liability	Dollar Change Per Return	Effective Rate
No K.A.G.I.	5,835	0.0%	\$0.0	\$0.00	0.0%	4,728	0.0%	\$0.0	\$0.00	0.0%	10,563	0.0%	\$0.0	\$0.00	0.0%
\$0 \$5	12,374	#DIV/0!	\$0.0	\$0.00	0.0%	113,179	0.0%	\$0.0	\$0.00	0.3%	125,553	0.0%	\$0.0	\$0.00	0.3%
\$5 \$15	59,155	0.0%	\$0.0	\$0.00	0.4%	169,517	0.0%	\$0.0	\$0.00	1.7%	228,672	0.0%	\$0.0	\$0.00	1.4%
\$15 \$25	83,099	0.0%	\$0.0	\$0.00	1.5%	96,881	0.0%	\$0.0	\$0.00	2.7%	179,980	0.0%	\$0.0	\$0.00	2.1%
\$25 \$35	79,577	0.0%	\$0.0	\$0.00	2.0%	52,213	0.0%	\$0.0	\$0.00	3.0%	131,791	0.0%	\$0.0	\$0.00	2.4%
\$35 \$50	113,380	0.0%	\$0.0	\$0.00	2.3%	29,779	0.0%	\$0.0	\$0.00	3.4%	143,159	0.0%	\$0.0	\$0.00	2.5%
\$50 \$100	131,187	0.0%	\$0.0	\$0.00	2.8%	14,185	0.0%	\$0.0	\$0.00	3.8%	145,372	0.0%	\$0.0	\$0.00	2.9%
\$100 Over	22,334	26.8%	\$45.9	\$2,054.80	4.5%	2,213	23.5%	\$4.8	\$2,154.89	5.4%	24,547	26.4%	\$50.7	\$2,063.82	4.6%
Total	506,942	7.4%	\$45.9	\$90.53	2.8%	482,696	2.1%	\$4.8	\$9.88	2.9%	989,638	6.0%	\$50.7	\$51.19	2.8%

Percent of All Taxpayers by K.A.G.I. Bracket
Using Each Alternative

Fiscal Impact:		No Federal Deductibility	Federal Deductibility
All Taxpayers:	\$54.8	\$0 - \$5 96.9%	3.1%
Residents Only:	\$50.7	\$5 - \$15 78.4%	21.6%
		\$15 - \$25 96.4%	3.6%
Married Residents:	\$45.9	\$25 - \$35 98.2%	1.8%
Single Residents:	\$4.8	\$35 - \$50 99.3%	0.7%
		\$50 - \$100 99.4%	0.6%
Non-Residents:	\$4.1	\$100 - Over 99.7%	0.3%
		Total 93.7%	6.3%

Current Law Tax Rates

	With Federal Deductibility			No Federal Deductibility	
Married:	\$0 - \$20	4.75%		\$0 - \$35	3.65%
	\$20 - \$35	5.00%		\$35 - Over	5.15%
	\$35 - \$45	8.50%			
	\$45 - Over	8.75%			
Single:	\$0 - \$2	4.75%		\$0 - \$27.5	4.50%
	\$2 - \$10	5.60%		\$27.5 - Over	5.95%
	\$10 - \$20	5.75%			
	\$20 - \$30	8.50%			
	\$30 - Over	8.75%			

Kansas Department Of Revenue
 Individual Income Tax In Tax Year 1991
 Resident Taxpayers

Current Law

Married							Single					Total Residents				
K.A.G.I. Bracket	No. Of Returns	Percent Of KAGI	Liability	Percent Of Total	Effective Rate		No. Of Returns	Percent Of KAGI	Liability	Percent Of Total	Effective Rate	No. Of Returns	Percent Of KAGI	Liability	Percent Of Total	Effective Rate
No K.A.G.I.	5,835	0.0%	\$0.00	0.0%	0.0%		4,728	0.0%	\$0.00	0.0%	0.0%	10,563	0.0%	\$0.00	0.0%	0.0%
\$0 \$5	12,374	0.2%	\$0.00	0.0%	0.0%		113,179	3.8%	\$1.06	0.1%	0.3%	125,553	1.1%	\$1.06	0.1%	0.3%
\$5 \$15	59,155	2.8%	\$2.33	0.3%	0.4%		169,517	20.6%	\$29.56	3.5%	1.7%	228,672	7.3%	\$31.89	3.8%	1.4%
\$15 \$25	83,099	7.4%	\$25.67	3.0%	1.5%		96,881	23.9%	\$53.62	6.3%	2.7%	179,980	11.6%	\$79.30	9.3%	2.1%
\$25 \$35	79,577	10.5%	\$50.66	6.0%	2.0%		52,213	19.5%	\$49.12	5.8%	3.0%	131,791	12.8%	\$99.78	11.8%	2.4%
\$35 \$50	113,380	21.0%	\$114.72	13.5%	2.3%		29,779	15.4%	\$43.47	5.1%	3.4%	143,159	19.5%	\$158.19	18.6%	2.5%
\$50 \$100	131,187	38.1%	\$251.33	29.6%	2.8%		14,185	11.2%	\$35.51	4.2%	3.8%	145,372	31.2%	\$286.85	33.8%	2.9%
\$100 Over	22,334	20.2%	\$171.49	20.2%	3.6%		2,213	5.6%	\$20.26	2.4%	4.4%	24,547	16.4%	\$191.75	22.6%	3.6%
Total	506,942	100.00%	\$616.21	72.6%	2.6%		482,696	100.00%	\$232.60	27.4%	2.8%	989,638	100.00%	\$848.81	100.00%	2.6%

Kansas Department Of Revenue

Individual Income Tax In Tax Year 1991
 Resident Taxpayers

SIMULATION 0004

Married							Single					Total Residents				
K.A.G.I. Bracket	No. Of Returns	Percent Of KAGI	Liability	Percent Of Total	Effective Rate		No. Of Returns	Percent Of KAGI	Liability	Percent Of Total	Effective Rate	No. Of Returns	Percent Of KAGI	Liability	Percent Of Total	Effective Rate
No K.A.G.I.	5,835	0.0%	\$0.00	0.0%	0.0%		4,728	0.0%	\$0.00	0.0%	0.0%	10,563	0.0%	\$0.00	0.0%	0.0%
\$0 \$5	12,374	0.2%	\$0.00	0.0%	0.0%		113,179	3.8%	\$1.06	0.1%	0.3%	125,553	1.1%	\$1.06	0.1%	0.3%
\$5 \$15	59,155	2.8%	\$2.33	0.3%	0.4%		169,517	20.6%	\$29.56	3.3%	1.7%	228,672	7.3%	\$31.89	3.5%	1.4%
\$15 \$25	83,099	7.4%	\$25.67	2.9%	1.5%		96,881	23.9%	\$53.62	6.0%	2.7%	179,980	11.6%	\$79.30	8.8%	2.1%
\$25 \$35	79,577	10.5%	\$50.66	5.6%	2.0%		52,213	19.5%	\$49.12	5.5%	3.0%	131,791	12.8%	\$99.78	11.1%	2.4%
\$35 \$50	113,380	21.0%	\$114.72	12.8%	2.3%		29,779	15.4%	\$43.47	4.8%	3.4%	143,159	19.5%	\$158.19	17.6%	2.5%
\$50 \$100	131,187	38.1%	\$251.33	27.9%	2.8%		14,185	11.2%	\$35.51	3.9%	3.8%	145,372	31.2%	\$286.85	31.9%	2.9%
\$100 Over	22,334	20.2%	\$217.38	24.2%	4.5%		2,213	5.6%	\$25.03	2.8%	5.4%	24,547	16.4%	\$242.41	26.9%	4.6%
Total	506,942	100.0%	\$662.10	73.6%	2.8%		482,696	100.00%	\$237.37	26.4%	2.9%	989,638	100.00%	\$899.47	100.00%	2.8%

Fiscal Impact:		\$45.89							\$4.77					\$50.66		
All Taxpayers:		\$54.81				Non-Resident:		\$4.15								

Kansas Department of Revenue

**Corporate Income Tax Liability
Returns Processed in 1990**

				<table border="1"> <tr> <td align="center" colspan="2">Proposal #1</td> </tr> <tr> <td align="center">2.25%</td> <td align="center">3.95%</td> </tr> <tr> <td align="center">\$25,000</td> <td align="center">\$50,000</td> </tr> <tr> <td align="center">4.50%</td> <td align="center">4.00%</td> </tr> </table>		Proposal #1		2.25%	3.95%	\$25,000	\$50,000	4.50%	4.00%
Proposal #1													
2.25%	3.95%												
\$25,000	\$50,000												
4.50%	4.00%												
		Surtax		2.25%	3.95%								
		Base Rate Threshold		\$25,000	\$50,000								
		Base Rate		4.50%	4.00%								
		Net Taxable		Current	Proposed								
		Income	Returns	Tax Liability	Tax Liability								
No Tax			20,022										
\$0 - \$5	\$7,188,975	4,022	\$323,503.88	\$287,559.00									
\$5 - \$10	\$11,918,900	1,623	\$536,350.50	\$476,756.00									
\$10 - \$15	\$13,913,669	1,119	\$626,115.11	\$556,546.76									
\$15 - \$20	\$14,002,814	802	\$630,126.63	\$560,112.56									
\$20 - \$25	\$14,643,786	653	\$658,970.37	\$585,751.44									
\$25 - \$30	\$14,585,913	532	\$685,299.13	\$583,436.52									
\$30 - \$35	\$14,759,462	454	\$740,888.69	\$590,378.48									
\$35 - \$40	\$13,865,946	371	\$727,263.86	\$554,637.84									
\$40 - \$45	\$14,771,442	347	\$801,884.84	\$590,857.68									
\$45 - \$50	\$15,784,270	332	\$878,688.23	\$631,370.80									
\$50 - \$75	\$66,636,133	1,097	\$3,880,876.48	\$3,130,997.57									
\$75 - \$100	\$48,068,112	561	\$2,929,035.06	\$2,713,439.90									
\$100 - \$500	\$252,299,293	1,178	\$16,367,577.28	\$17,731,243.79									
\$500 - \$1,000	\$130,745,434	184	\$8,721,816.80	\$10,030,862.00									
\$1,000 - Over	\$1,250,989,253	284	\$84,282,024.58	\$98,892,745.61									
	\$1,884,173,402	33,581	\$122,790,421	\$137,916,696									

		Returns	Tax Liability		Difference	Dollar Change Per Return
			Current Law	Proposed		
No Taxable Income		20,022	\$0	\$0	\$0	\$0
\$0 - \$25,000	8,219	\$2,775,066	\$2,466,726	(\$308,341)	(\$38)	
\$25,000 - \$50,000	2,036	\$3,834,025	\$2,950,681	(\$883,343)	(\$434)	
\$50,000 - \$100,000	1,658	\$6,809,912	\$5,844,437	(\$965,474)	(\$582)	
\$100,000 - Over	1,646	\$109,371,419	\$126,654,851	\$17,283,433	\$10,500	
Total	13,559	\$122,790,421	\$137,916,696	\$15,126,275	\$1,116	