

House Committee on Taxation February 26, 2025 Renee Hadley, Kansas City Kansas Chamber of Commerce Written Proponent of HB 2336

Chair Smith and Members of the House Committee on Taxation:

The KCK Chamber would like to formally submit testimony in support of HB 2336, which would revise the way the state calculates business tax liabilities from a three-factor apportionment method to a single-factor apportionment of business income based on sales/revenue in Kansas.

The mission of the Kansas City Kansas Chamber of Commerce is to advance, advocate and aid in maintaining a sustainable pro-business environment in Wyandotte County. The KCK Chamber of Commerce proudly represents over 450 members from across the metro and advocates for pro-business legislation on behalf of our membership.

The KCK Chamber is committed to ensuring that Kansas remains an attractive place to do business by allowing businesses to base their Kansas income tax liability off their Kansas based sales. This change will encourage capital investment in the state. It will also ensure that Kansas businesses remain competitive both regionally and nationally. In addition, the market-based sourcing will better reflect sales in the State, create a level playing field for businesses based in Kansas.

The Chamber supports single-factor apportionment and greatly appreciates the Senate Assessment and Taxation Committee's willingness to provide a hearing on this matter.

Thank you for your consideration.

Sincerely,

Renee Hadley President & CEO

KCK Area Chamber of Commerce