

HOUSE BILL No. 2505

By Committee on Taxation

1-21

1 AN ACT concerning income taxation; relating to the low income
2 exclusion; qualification; modifications to non-wage business income
3 exemption; amending K.S.A. 2015 Supp. 79-32,110 and repealing the
4 existing section.

5
6 *Be it enacted by the Legislature of the State of Kansas:*

7 Section 1. K.S.A. 2015 Supp. 79-32,110 is hereby amended to read as
8 follows: 79-32,110. (a) *Resident Individuals*. Except as otherwise provided
9 by K.S.A. 79-3220(a), and amendments thereto, a tax is hereby imposed
10 upon the Kansas taxable income of every resident individual, which tax
11 shall be computed in accordance with the following tax schedules:

12 (1) *Married individuals filing joint returns*.

13 (A) For tax year 2012:

If the taxable income is:	The tax is:
14 Not over \$30,000.....	3.5% of Kansas taxable income
15 Over \$30,000 but not over \$60,000.....	\$1,050 plus 6.25% of excess 16 over \$30,000
17 Over \$60,000.....	\$2,925 plus 6.45% of excess 18 over \$60,000

19
20 (B) For tax year 2013:

If the taxable income is:	The tax is:
21 Not over \$30,000.....	3.0% of Kansas taxable income
22 Over \$30,000.....	\$900 plus 4.9% of excess over 23 \$30,000

24
25 (C) For tax year 2014:

If the taxable income is:	The tax is:
26 Not over \$30,000.....	2.7% of Kansas taxable income
27 Over \$30,000.....	\$810 plus 4.8% of excess over 28 \$30,000

29
30 (D) For tax years 2015, 2016 and 2017:

If the taxable income is:	The tax is:
31 Not over \$30,000.....	2.7% of Kansas taxable income
32 Over \$30,000.....	\$810 plus 4.6% of excess over 33 \$30,000

34
35 (E) For tax year 2018, and all tax years thereafter:

36 If the taxable income is: The tax is:

1 Not over \$30,000.....2.6% of Kansas taxable income
 2 Over \$30,000.....\$780 plus 4.6% of excess over
 3 \$30,000

4 (2) *All other individuals.*

5 (A) For tax year 2012:

6 If the taxable income is: The tax is:
 7 Not over \$15,000.....3.5% of Kansas taxable income
 8 Over \$15,000 but not over \$30,000.....\$525 plus 6.25% of excess
 9 over \$15,000
 10 Over \$30,000.....\$1,462.50 plus 6.45% of excess
 11 over \$30,000

12 (B) For tax year 2013:

13 If the taxable income is: The tax is:
 14 Not over \$15,000.....3.0% of Kansas taxable income
 15 Over \$15,000.....\$450 plus 4.9% of excess over
 16 \$15,000

17 (C) For tax year 2014:

18 If the taxable income is: The tax is:
 19 Not over \$15,000.....2.7% of Kansas taxable income
 20 Over \$15,000.....\$405 plus 4.8% of excess over
 21 \$15,000

22 (D) For tax years 2015, 2016 and 2017:

23 If the taxable income is: The tax is:
 24 Not over \$15,000.....2.7% of Kansas taxable income
 25 Over \$15,000.....\$405 plus 4.6% of excess over
 26 \$15,000

27 (E) For tax year 2018, and all tax years thereafter:

28 If the taxable income is: The tax is:
 29 Not over \$15,000.....6% of Kansas taxable income
 30 Over \$15,000.....\$390 plus 4.6% of excess over
 31 \$15,000

32 (b) *Nonresident Individuals.* A tax is hereby imposed upon the Kansas
 33 taxable income of every nonresident individual, which tax shall be an
 34 amount equal to the tax computed under subsection (a) as if the
 35 nonresident were a resident multiplied by the ratio of modified Kansas
 36 source income to Kansas adjusted gross income.

37 (c) *Corporations.* A tax is hereby imposed upon the Kansas taxable
 38 income of every corporation doing business within this state or deriving
 39 income from sources within this state. Such tax shall consist of a normal
 40 tax and a surtax and shall be computed as follows:

41 (1) The normal tax shall be in an amount equal to 4% of the Kansas
 42 taxable income of such corporation; and

43 (2) (A) for tax year 2008, the surtax shall be in an amount equal to

1 3.1% of the Kansas taxable income of such corporation in excess of
2 \$50,000;

3 (B) for tax years 2009 and 2010, the surtax shall be in an amount
4 equal to 3.05% of the Kansas taxable income of such corporation in excess
5 of \$50,000; and

6 (C) for tax year 2011, and all tax years thereafter, the surtax shall be
7 in an amount equal to 3% of the Kansas taxable income of such
8 corporation in excess of \$50,000.

9 (d) *Fiduciaries*. A tax is hereby imposed upon the Kansas taxable
10 income of estates and trusts at the rates provided in subsection (a)(2)
11 hereof.

12 (e) Tax rates provided in this section shall be adjusted pursuant to the
13 provisions of K.S.A. 2015 Supp. 79-32,269, and amendments thereto.

14 (f) Notwithstanding *the* provisions of subsections (a) and (b), for tax
15 year 2016, and all tax years thereafter, married individuals filing joint
16 returns with taxable income of \$12,500 or less, and all other individuals
17 with taxable income of \$5,000 or less, shall have a tax liability of zero.
18 *For purposes of determining whether the exclusion provided in this*
19 *subsection is applicable to a taxpayer, taxable income for such taxpayer*
20 *shall be determined without regard to any income modifications provided*
21 *pursuant to the provisions of K.S.A. 79-32,117(b)(xx) through (xxiii) and*
22 *(c)(xx), (xxii) and (xxiv), and amendments thereto.*

23 Sec. 2. K.S.A. 2015 Supp. 79-32,110 is hereby repealed.

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