



February 5, 2024

The Honorable Caryn Tyson, Chairperson
 Senate Committee on Assessment and Taxation
 300 SW 10th Avenue, Room 548-S
 Topeka, Kansas 66612

Dear Senator Tyson:

SUBJECT: Fiscal Note for SB 376 by Senate Committee on Assessment and Taxation

In accordance with KSA 75-3715a, the following fiscal note concerning SB 376 is respectfully submitted to your committee.

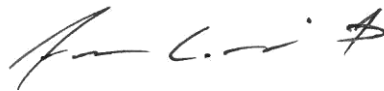
Under current law, taxpayers are able to claim the Single City Port Authority tax credit which is equal to 100.0 percent of the amount attributable to the retirement of indebtedness authorized by a Single City Port Authority established before January 1, 2002, with the total amount of the tax credit capped at \$500,000 for tax years 2002 through tax year 2024. SB 376 would extend the sunset through tax year 2044.

Estimated State Fiscal Effect			
	FY 2024	FY 2025	FY 2026
Expenditures			
State General Fund	--	\$1,365	--
Fee Fund(s)	--	--	--
Federal Fund	--	--	--
Total Expenditures	--	\$1,365	--
Revenues			
State General Fund	--	--	(\$500,000)
Fee Fund(s)	--	--	--
Federal Fund	--	--	--
Total Revenues	--	--	(\$500,000)
FTE Positions	--	--	--

The Department of Revenue estimates that SB 376 would decrease State General Fund revenues by \$500,000 in FY 2026, FY 2027, FY 2028, and FY 2029. The Department of Revenue assumes \$500,000 in tax credits would be claimed in each tax year, which is the maximum amount that could be claimed.

The Department indicates that the bill would require \$1,365 from the State General Fund in FY 2025 to implement the bill and to modify the automated tax system. The required programming for this bill by itself would be performed by existing staff of the Department of Revenue. In addition, if the combined effect of implementing this bill and other enacted legislation exceeds the Department's programming resources, or if the time for implementing the changes is too short, additional expenditures for outside contract programmer services beyond the Department's current budget may be required. Any fiscal effect associated with SB 376 is not reflected in *The FY 2025 Governor's Budget Report*.

Sincerely,

A handwritten signature in black ink, appearing to read "Adam C. Proffitt", with a stylized flourish at the end.

Adam C. Proffitt
Director of the Budget

cc: Lynn Robinson, Department of Revenue