

SESSION OF 2022

SUPPLEMENTAL NOTE ON SENATE BILL NO. 520

As Amended by Senate Committee on
Assessment and Taxation

Brief*

SB 520, as amended, would create an individual income tax credit for public or private school teachers residing in Kansas equal to the taxpayer's expenditures for school and classroom supplies during the tax year.

The credit would be effective beginning in tax year 2022 and would be limited to \$250 per year.

Background

The bill was introduced by the Senate Committee on Assessment and Taxation at the request of Senator Holland.

In the Senate Committee hearing, **proponent** testimony was provided by a representative of the Kansas National Education Association, stating the bill would offset some of the classroom costs teachers are often required to pay with their own money. Written-only proponent testimony was provided by a private citizen.

No other testimony was provided.

The Senate Committee amended the bill to change the effective tax year from 2021 to 2022 and to remove a provision providing for the tax credit to be refundable.

*Supplemental notes are prepared by the Legislative Research Department and do not express legislative intent. The supplemental note and fiscal note for this bill may be accessed on the Internet at <http://www.kslegislature.org>

Fiscal Information

According to the fiscal note prepared by the Division of the Budget on the bill, as introduced, the Department of Revenue estimates enactment of the bill would reduce state revenues by \$20.4 million in FY 2023, \$10.4 million in FY 2024, and \$10.5 million in FY 2025. A fiscal estimate on the amended bill was not immediately available. Any fiscal effect associated with enactment of the bill is not reflected in *The FY 2023 Governor's Budget Report*.

Taxation; income tax; tax credit; teacher supplies