

## HOUSE BILL No. 2736

By Representative Gatewood

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9 AN ACT concerning taxation; establishing the Kansas corporate income  
10 tax study commission.

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12 *Be it enacted by the Legislature of the State of Kansas:*

13 Section 1. (a) There is hereby established the Kansas corporate in-  
14 come tax study commission.

15 (b) The commission shall consist of 13 voting members as follows: (1)  
16 Nine members from the Kansas business community, five of whom shall  
17 be appointed by the governor, one appointed by the president of the  
18 senate, one appointed by the speaker of the house of representatives, one  
19 appointed by the minority leader of the senate and one appointed by the  
20 minority leader of the house of representatives;

21 (2) the secretary of revenue;

22 (3) the director of the budget;

23 (4) the secretary of commerce; and

24 (5) the director of Kansas, inc.

25 Members shall be appointed to fill a vacancy in the same manner as  
26 the original appointment.

27 In addition to the voting members of the commission, eight members  
28 of the commission shall serve ex officio: The chairperson and ranking  
29 minority member of the senate committee on assessment and taxation,  
30 the house committee on taxation, the senate committee on commerce  
31 and the house committee on economic development. The ex officio mem-  
32 bers of the commission shall be nonvoting members of the commission.

33 (c) The secretary of revenue shall serve as chairperson of the com-  
34 mission. The commission shall meet upon call of the chairperson as nec-  
35 essary to carry out its duties under this act.

36 (d) The commission shall study the Kansas corporate income tax.  
37 Such study shall: (1) Compare the Kansas corporate income tax rate with  
38 rates imposed by other states with emphasis on states that share a border  
39 with Kansas;

40 (2) consider how to reduce or eliminate the surcharge imposed pur-  
41 suant to K.S.A. 79-32,110, and amendments thereto;

42 (3) recommend any changes necessary to modernize or update cur-  
43 rent corporate income tax law;

1 (4) recommend any new or changes in tax incentives or credits cur-  
2 rently provided by law that would stimulate and grow the Kansas econ-  
3 omy; and

4 (5) review and make recommendations on any other aspect of the  
5 Kansas corporate income tax that the commission deems appropriate.

6 (e) Members of the commission who are not legislators who are ap-  
7 pointed as provided in subsection (b)(1) shall receive mileage, tolls and  
8 parking as provided in K.S.A. 75-3223, and amendments thereto, for at-  
9 tendance at any meeting of the commission. Legislative members of the  
10 commission shall be paid amounts provided in subsection (e) of K.S.A.  
11 75-3223, and amendments thereto, for attendance at any meeting of the  
12 commission.

13 (f) The department of revenue shall provide staff and other assistance  
14 as may be required by the commission in the performance of its duties.

15 (g) In addition to any prescribed duties pursuant to subsection (d),  
16 the commission shall receive, administer and expend any funds available  
17 to carry out the purposes of this act.

18 (h) The commission shall complete its study by July 1, 2007, and shall  
19 submit a report of findings and recommendations to the governor and  
20 the legislature.

21 Sec. 2. This act shall take effect and be in force from and after its  
22 publication in the statute book.