

SENATE BILL No. 59

By Committee on Assessment and Taxation

1-10

9 AN ACT concerning income taxation; relating to credits; education
10 expenses.

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

13 Section 1. (a) For all taxable years commencing after December 31,
14 2006, there shall be allowed as a credit against the tax liability of a resident
15 individual imposed under the Kansas income tax act an amount equal to
16 the amount of the credit against such taxpayer's federal income tax li-
17 ability pursuant to section 25A of the federal internal revenue code for the
18 taxable year in which such credit was claimed against the taxpayer's fed-
19 eral income tax liability, except that the amount of such credit shall not
20 exceed \$250 during the taxable year commencing after December 31,
21 2006, and \$500 during the taxable year commencing after December 31,
22 2007, and all taxable years thereafter, for each such taxpayer. The credit
23 provided for in this section shall be allowed only if the qualified tuition
24 and related expenses were paid to an educational institution located in
25 the state of Kansas. Except as otherwise provided, as used in this section,
26 terms and phrases shall have the meanings ascribed thereto by the pro-
27 visions of section 25A of the federal internal revenue code.

28 (b) The credit allowed by subsection (a) shall not exceed the amount
29 of the tax imposed under the Kansas income tax act reduced by the sum
30 of any other credits allowable pursuant to law. If the amount of such tax
31 credit exceeds the taxpayer's income tax liability for such taxable year, the
32 amount thereof which exceeds such tax liability may be carried over for
33 deduction from the taxpayer's income tax liability in the next succeeding
34 taxable year or years until the total amount of the tax credits has been
35 deducted from tax liability.

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