

SESSION OF 2006

**SUPPLEMENTAL NOTE ON SENATE BILL NO. 551**

As Amended by Senate Committee on  
Assessment and Taxation

**Brief\***

SB 551, as amended, would require taxpayers claiming certain tax credits beginning with tax year 2006 to provide information to the Department of Revenue to assist in the evaluation of the effectiveness of the tax credit programs pursuant to KSA 74-99b35. The requirement would be imposed for claimants seeking business and job development credits and high performance incentive program credits. Included in the required information would be data on actual jobs created; additional payroll generated; actual jobs retained; additional revenue generated; additional sales generated; and total employment and payroll. Credits could not be denied solely on the basis of the contents of the information provided by taxpayers.

**Background**

The Kansas Department of Revenue appeared as a proponent. The Committee amended the bill at the suggestion of the Department in response to concerns raised by the Kansas Chamber of Commerce and Industry.

A fiscal note prepared by the Budget Division indicated that the Department of Revenue would require 1.0 new FTE if the bill were to be enacted and that salaries and wages associated with this new position would be \$52,856; one-time costs would be \$4,547; and other annual operating expenditures would be \$843.

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\*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>