

SESSION OF 2006

SUPPLEMENTAL NOTE ON SENATE BILL NO. 357

As Recommended by Senate Committee on
Assessment and Taxation

Brief*

SB 357 would amend KSA 2005 Supp. 79-3228 to provide a penalty of 50 percent of income tax refunds, up to a maximum of \$250, for taxpayers who ultimately claim refunds after failing to file returns or filing insufficient returns.

Background

Under current law, certain penalties (and interest) are applied when taxpayers with taxes due fail to file or file insufficient returns within 20 days after receiving notice from the Director of Taxation.

The Department of Revenue asked for the introduction of and appeared in support of SB 357, which for the first time would authorize a penalty for those taxpayers who ultimately claim refunds after not filing a proper return within 20 days of notification by the director.

A fiscal note prepared by the Budget Division indicated that the bill would have a positive but negligible impact on SGF receipts.

*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>