



**V-1
Homestead
Program**

**V-2
Liquor Taxes**

**V-3
Historical
Overview of
State and Local
Revenue**

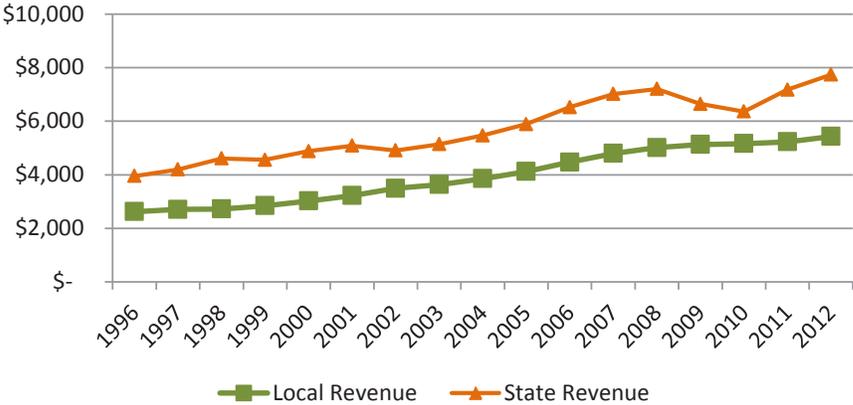
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Taxation

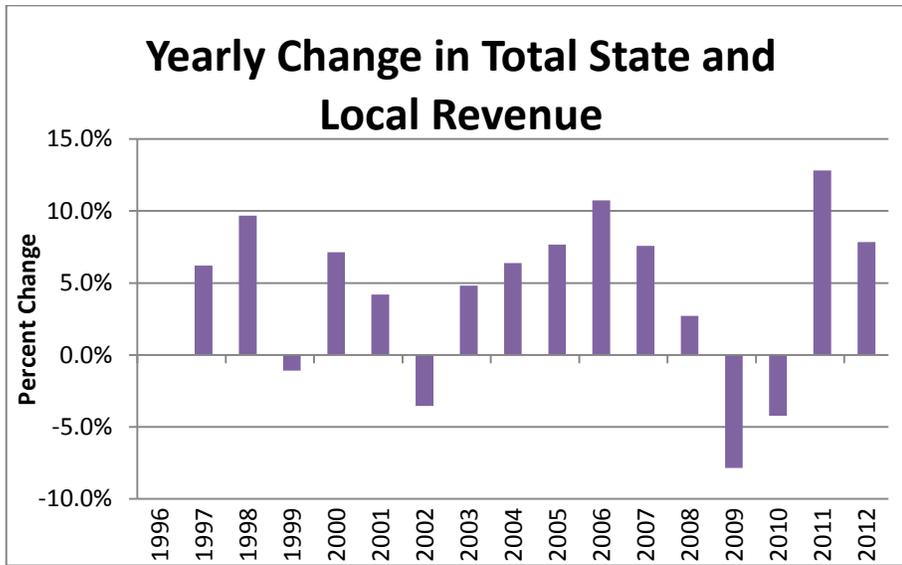
V-3 Historical Overview of State and Local Revenue

Total state revenue and total local revenue have generally increased over the period between FY 1996 and FY 2012. The increase in total state revenue from FY 1996 to FY 2012 is \$3.8 billion or 95.7 percent.

**Total State and Local Tax Revenues
(in millions)**

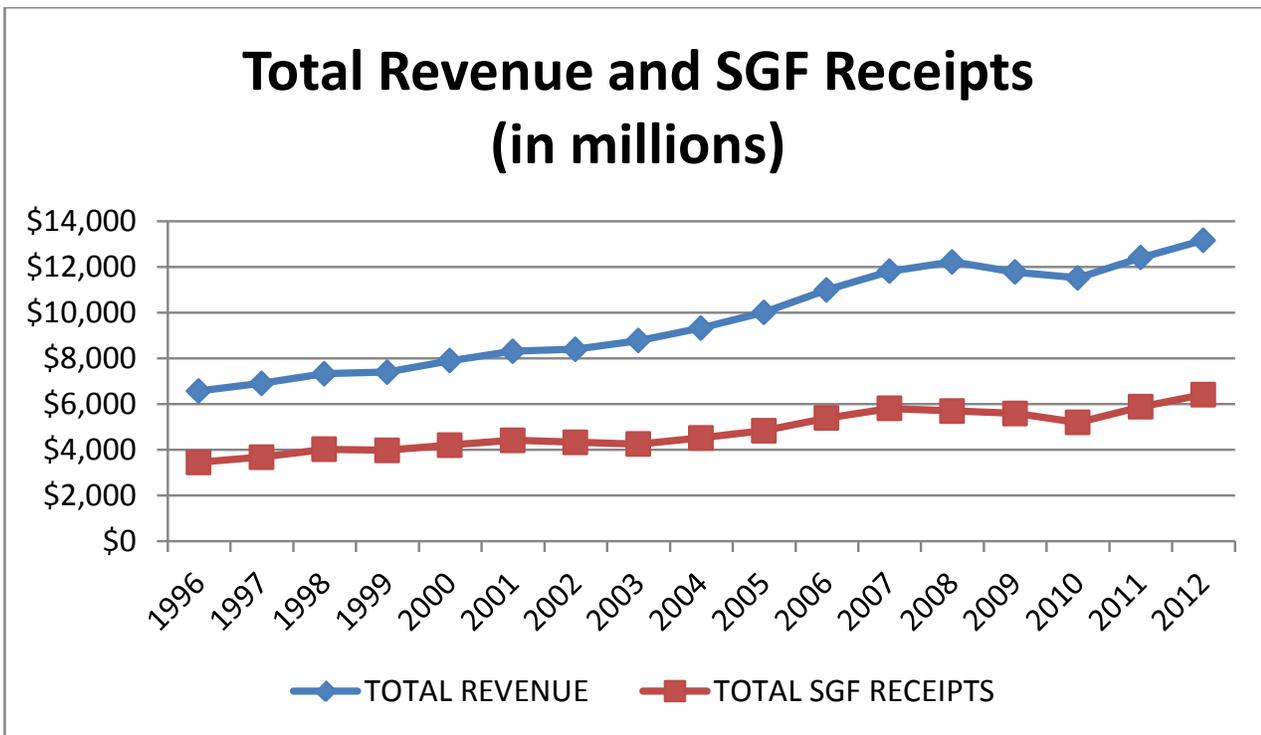


The following graph shows the annual percent change in total state and local revenue. This more clearly shows in which years receipts increased or decreased from the previous fiscal year. The average rate of change over the entire period is 4.4 percent growth. The greatest decrease occurred in FY 2009, which decreased by 7.8 percent from FY 2008. The greatest increase in revenue collections occurred in FY 2011, which increased 12.8 percent from FY 2010.



The portion of total state and local revenue going into the State General Fund (SGF) has generally declined over the period between FY 1996 and 2012. On average during this period, about 50.1 percent of state and local revenue initially entered

the SGF. The lowest portion of total moneys in SGF occurred in 2010, when 45.1 percent of total revenue was captured by SGF, while the greatest percentage into SGF occurred in 1998, at 54.8 percent.



The total revenue composition by major category has evolved over the years. More descriptive information is available in the Tax Facts publication available on the KLRD website. The following table shows the percentage of SGF Tax Revenue by tax source at different points in the last three decades. Individual income tax has remained the primary source of SGF receipts and has increased from 37.6 percent to 46.3 percent from FY 1985 to FY 2013. The portions of SGF receipts from sales

and use taxes have both increased in that period, though the portion from sales tax fell slightly between FY 2000 and FY 2013. Several other tax sources decreased in total proportion from FY 1985 to FY 2000 and then increased between FY 2000 and FY 2013, including corporate income, insurance premiums, severance, and cigarette/tobacco taxes. The two tax sources with decreasing contributions to the SGF over the time period are liquor and beer and "all other" sources.

	<u>FY 1985</u>	<u>FY 2000</u>	<u>FY 2013</u>
Individual Income	37.6 %	45.3 %	46.3 %
Sales	29.8	35.2	34.5
Corporate Income	8.9	6.1	6.4
Use	4.3	5.1	5.4
Insurance Premium	4.4	1.4	2.5
Liquor and Beer	2.2	1.4	1.4
Severance	6.3	1.3	1.6
Cigarette/Tobacco	2.8	1.3	1.5
All Other	3.7	2.9	0.4
	<u>100.0 %</u>	<u>100.0 %</u>	<u>100.0 %</u>

The final table compares the tax burden of Kansas and the surrounding states, and their rank among all 50 states and the District of Columbia. A lower ranking indicates a higher tax burden, while a higher ranking indicates a lesser burden. The information was taken from a 2013 study, which used the most recent data from 2010 and 2011, and does not reflect any recent changes in legislation. As of FY 2011, Kansas had the highest state tax collection per capita in comparison to surrounding states at \$2,383 per capita. This tax collection

was, on average, 6.1 percent of Kansans' personal income, which ranked second highest among the surrounding states and 27th out of all states. Kansas ranked 19th among all states in state and local tax burden per capita, falling behind both Colorado and Nebraska regionally, with \$3,802 in state and local taxes per capita. Kansas ranked 22 in state and local taxes as a percent of personal income at 9.7 percent, which ranks similarly to Nebraska regionally.

50 STATE TAX BURDEN RANKING OF KANSAS AND SURROUNDING STATES

	FY 2011 State Tax Collection Per Capita		FY 2011 (a) State Tax Burden as Percent of Personal Income		FY 2010 State and Local Tax Burden Per Capita		FY 2010 State and Local as Percent of Personal Income	
	Amount	Rank	Percent	Rank	Amount	Rank	Percent	Rank
Nebraska	\$ 2,262	31	5.7 %	33	\$ 3,853	17	9.7 %	21
Missouri	1,648	46	4.5	45	3,328	30	9.0	34
Oklahoma	2,057	37	5.8	29	3,060	40	8.7	36
Colorado	1,863	40	4.1	49	4,104	16	9.1	32
Iowa	2,368	24	6.2	24	3,660	26	9.6	23
Kansas	2,383	23	6.1	27	3,802	19	9.7	22

Source: Tax Foundation Facts & Figures

Note: The information was taken from the latest 2013 edition, which uses data from 2010 and 2011.

(a) Calculated using 2011 State Tax Collection and 2010 Average Personal Income

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