

News from Senator

BOB DOLE



(R - Kansas)

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FOR IMMEDIATE RELEASE
Thursday AM, October 24, 1985

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DOLE HAILS NEW TAX INDEXING PLAN; SEES BENEFITS FOR KANSANS

(Washington, DC) -- Kansas Senator Bob Dole today welcomed the announcement by the Reagan Administration of new federal tax adjustments that guarantee substantial savings for Kansans.

The tax changes are based on Dole's income tax indexing initiatives and are triggered by a report from the U.S. Department of Labor of a 3.7 percent rise in the consumer price index for fiscal year 1985.

"My idea to tie income tax rates to inflation is paying off for Kansas taxpayers," said Sen. Dole. "People who work hard for a living shouldn't fear being bumped into higher tax brackets just because the cost of living goes up. Back in 1981, when I authored the indexing legislation, it was meant to put a halt to that dilemma. I'm pleased it's working just as planned."

Prior to the adoption of Dole's tax indexing program, taxpayers could be forced into higher tax brackets because of inflation - even without wage increases.

According to Dole, the average family in Kansas will save an estimated \$170 in taxes in 1986 because of his indexing legislation. "I continue to believe that tax indexing is the most meaningful tax reform we've had in a long time," said Sen. Dole. "It's real reform for the working man and woman."