

SESSION OF 2025

SUPPLEMENTAL NOTE ON HOUSE BILL NO. 2096

As Recommended by House Committee on
Taxation

Brief*

HB 2096 would provide, retroactive to tax year 2022, that tax credits under the Kansas Housing Investor Tax Credit Act could be claimed by transferees of the credit beginning in the year in which the qualifying investment for the credit was made.

[*Note:* Current law allows transferees to begin claiming the credits in the year in which the credits are transferred.]

Background

The bill was introduced by the House Committee on Taxation at the request of a representative of Friends of Historic Preservation.

House Committee on Taxation

In the House Committee hearing, **proponent** testimony was provided by representatives of Friends of Historic Preservation, Frontier Development Group, and Kansas Bankers Association. The proponents generally stated the current provision for transferability results in one year in which the credits could be claimed being lost, causing the credits to have less value.

*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 <https://klrd.gov/>

Written-only proponent testimony was provided by representatives of Commerce Bank and Kansas Association of Realtors.

No other testimony was provided.

Fiscal Information

According to the fiscal note prepared by the Division of the Budget on the bill, the Department of Revenue indicates enactment of the bill would have no fiscal effect.

Taxation; tax credits; Kansas Housing Investor Tax Credit; transferability