

SESSION OF 2020

**SUPPLEMENTAL NOTE ON HOUSE BILL NO. 2722**

As Recommended by House Committee on  
Taxation

**Brief\***

HB 2722 would amend law regarding individual income tax withholding requirements imposed on employers relative to certain employees' working in multiple states. Specifically, the bill would provide that wages or other remuneration paid to certain employees would not be subject to Kansas withholding and reporting requirements unless they are residents or have worked in the state for more than 30 days during the calendar year.

Withholding requirements involving certain public figures, professional athletes, professional entertainers, and qualified production employees, all as defined by the bill, would not be affected by the bill.

The provisions of the bill would be deemed part of and supplemental to the Kansas Withholding and Declaration of Estimated Tax Act.

**Background**

The bill was introduced by the House Committee on Taxation at the request of the Kansas Chamber, whose representative appeared as a proponent during the House Committee hearing on March 5. The representative stated the bill was recommended by the Council on State Taxation (COST) to increase to 30 days Kansas' "safe-harbor" obligations regarding withholding requirements for certain

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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>

employees working in other states. A representative of COST submitted written-only testimony in support. No other testimony was provided.

According to the fiscal note prepared by the Division of the Budget, the Department of Revenue indicated the bill would have a negligible impact on State General Fund receipts and no fiscal impact on its operations.