

SESSION OF 2024

SUPPLEMENTAL NOTE ON HOUSE BILL NO. 2219

As Amended by House Committee on Taxation

Brief*

HB 2219, as amended, would allow for purposes of Kansas individual income tax, beginning tax year 2024, an itemized deduction of 100 percent of wagering losses allowed as itemized deductions under federal law.

Background

The bill was introduced by the House Committee on Taxation at the request of Representative Hoheisel.

House Committee on Taxation

In the House Committee hearing, **proponent** testimony was provided by Representative Hoheisel and a private citizen. The proponents generally stated the bill would bring Kansas itemized deductions more into alignment with federal itemization and allow gambling winnings to be offset by losses, as is available to other forms of income.

Written-only proponent testimony was provided by representatives of T&T Chemical and 14 private citizens.

The House Committee amended the bill to provide for the implementation date to be tax year 2024 and to make technical amendments.

*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>

Fiscal Information

According to the fiscal note prepared by the Division of the Budget on the bill, as introduced, the Department of Revenue estimates enactment of the bill would reduce State General Fund revenues by \$8.6 million in FY 2024. [Note: The deduction authorized by the bill, as introduced, would have begun to be available for tax year 2023. As amended, reduction of revenues would not occur until FY 2025.]

Any fiscal effect associated with enactment of the bill is not reflected in *The FY 2024 Governor's Budget Report*.

Taxation; income tax; itemized deductions; wagering losses