

March 3, 2020

The Honorable Steven Johnson, Chairperson  
House Committee on Taxation  
Statehouse, Room 185A-N  
Topeka, Kansas 66612

Dear Representative Johnson:

**SUBJECT:** Fiscal Note for HB 2722 by House Committee on Taxation

In accordance with KSA 75-3715a, the following fiscal note concerning HB 2722 is respectfully submitted to your committee.

HB 2722 would establish withholding requirements for certain employees who work in multiple states and determines employer penalties for not complying with these requirements. This bill exempts certain employees who perform employment duties in more than one state from income tax withholding and reporting requirements unless the earnings occurred in the state of the employee's residence, or in a state that the employee performed employment duties for more than 30 days during the calendar year.

The Department of Revenue indicates HB 2722 would have a negligible fiscal effect on State General Fund revenue. According to the Department, the bill would have no fiscal effect on its operations.

Sincerely,



Larry L. Campbell  
Director of the Budget

cc: Lynn Robinson, Department of Revenue