

SESSION OF 2005

SUPPLEMENTAL NOTE ON HOUSE BILL NO. 2444

As Amended by House Committee on
Economic Development

Brief*

HB 2444 would create the Kansas Film Production Tax Credit Act. Under provisions of the Act, an eligible film production company could apply for a 15 percent tax credit of direct production expenditures made in Kansas that are directly attributable to the production of a film in the State and are subject to taxation by the State of Kansas. The Department of Commerce would be required to determine the eligibility of each and every company and its approval of the allowable expenses for tax credit certification and report this information to the Kansas Department of Revenue. The film company could apply all or a portion of the tax credit granted against personal income tax liability or corporate income tax liability. If the amount of the tax credit claimed exceeds the company's tax liability for the taxable year in which the credit is being claimed, the excess would be refunded.

Finally, the bill grants rule and regulation authority to the Secretary of the Department of Commerce.

Background

Several members of the film industry in Kansas and Missouri, as well as members of the Kansas Film Commission, spoke in favor of the bill to develop the Kansas film industry. The House Committee amended the bill by granting the Department of commerce rule and regulation authority.

At this time, no fiscal note is available.

*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>