

Income/Franchise:

Kansas DOR Summarizes New Law Addressing Treatment of GILTI, §163(j) and NOL Carryforwards

Notice 21-08 (Changes Regarding Business Income), Kan. Dept. of Rev. (7/1/21). The Kansas Department of Revenue issued a notice summarizing recently enacted legislation [see S.B. 50 (2021), and previously issued Multistate Tax Alert for more details on this new law] that includes addressing the state treatment of:

URL: <https://www.ksrevenue.org/taxnotices/notice21-08.pdf>

URL: http://www.kslegislature.org/li/b2021_22/measures/sb50/

URL: <https://www2.deloitte.com/content/dam/Deloitte/us/Documents/Tax/us-tax-mta-kansas-legislature-overrides-governor-veto-to-enact-significant-indirect-and-income-tax-law-changes.pdf>

1. Federal Tax Cuts and Jobs Act (i.e., P.L. 115-97) provisions involving Internal Revenue Code (IRC) section 951A global intangible low-taxed income (GILTI),
2. IRC section 163(j) business interest expense limitations, and
3. Net operating loss (NOL) carryforwards for Kansas corporate income tax purposes.

The notice also addresses tax law changes involving business meal expenses, capital contributions, and federal deposit insurance corporation premiums. Please contact us with any questions.

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