

HOUSE BILL No. 2804

By Committee on Taxation

Requested by Dodie Wellshear on behalf of the Kansas Academy of Family
Physicians

2-15

1 AN ACT concerning income taxation; relating to credits; providing for the
2 preceptor income tax incentive act; establishing a credit for physicians
3 and physician assistants that serve as a community-based faculty
4 preceptor by providing personalized instruction, training and
5 supervision for students.
6

7 WHEREAS, There are persistent obstacles in overcoming barriers to
8 professional instruction, training and supervision that are necessary for
9 medical students to obtain the requisite professional mentoring and
10 supervision to allow them to practice upon obtaining a medical degree; and

11 WHEREAS, The tax credit created in this section is to provide
12 sufficient financial incentives that would encourage preceptors to offer
13 professional instruction, training and supervision to students seeking
14 careers as physicians in this state; and

15 WHEREAS, The tax credit is to provide sufficient financial incentives
16 that would encourage preceptors to offer professional instruction, training
17 and supervision to students matriculating at institutions of higher
18 education and seeking careers as physicians in this state.

19 Now, therefore:

20 *Be it enacted by the Legislature of the State of Kansas:*

21 Section 1. (a) The provisions of this section shall be known and may
22 be cited as the preceptor income tax incentive act.

23 (b) For taxable year 2024, and all tax years thereafter, there shall be
24 allowed a credit against the tax liability imposed under the Kansas income
25 tax act for a community-based faculty preceptor if such taxpayer conducts
26 a preceptorship for a student. The amount of credit shall be based on a
27 completed hourly total that the preceptor has provided to a student
28 teaching during each tax year. Every completed 40 hours precepting
29 provided to a student shall entitle the preceptor to a \$250 tax credit. A
30 community-based faculty preceptor may accrue tax credits without
31 limitation based on the number of completed 40 hours the preceptor
32 completes during the tax year. A preceptor shall not accrue credit if such
33 preceptor or such preceptor's employer is compensated by another
34 organization for the same preceptorship.

1 (c) Every preceptor claiming a tax credit under this section shall
2 certify with the director of taxation the number of hours of instruction and
3 the amount of the tax credit claimed in each tax year. The preceptor shall
4 also certify that such preceptor did not receive payment during such tax
5 year from any source for the training of any student or students.

6 (d) The educational institution of a student receiving preceptorship
7 shall provide a student receiving the preceptorship an annual statement
8 that verifies the amount of hours such preceptor has provided to such
9 institution's students in each tax year. The community-based faculty
10 preceptor shall provide the director of taxation a copy of the annual
11 statement.

12 (e) The credit allowed by this section shall not exceed the amount of
13 tax imposed under the Kansas income tax act. Such credit shall be
14 deducted from the taxpayer's income for the taxable year in which the
15 preceptorship occurred and shall not be refundable.

16 (f) As used in this section:

17 (1) "Community-based faculty preceptor" or "preceptor" means an
18 individual who is a physician or physician assistant and licensed as such
19 by this state.

20 (2) "Preceptorship" means an uncompensated mentoring experience
21 in which a community-based faculty preceptor provides a program of
22 personalized instruction, training and supervision to a Kansas board of
23 regents student.

24 (3) "Student" means an individual participating in a Kansas board of
25 regents college or university training program for the training of doctor of
26 medicine, doctor of osteopathic medicine, master of science in physician
27 assistant studies or master of physician associate degrees.

28 Sec. 2. This act shall take effect and be in force from and after its
29 publication in the statute book.