

HCS HB 470 & 429 -- NONRESIDENT ENTERTAINER AND PROFESSIONAL ATHLETIC TEAM INCOME TAX (Funderburk)

COMMITTEE OF ORIGIN: Committee on Tax Reform

This substitute changes the laws regarding the nonresident entertainer and professional athletic team income tax. In its main provisions, the substitute:

- (1) Exempts a not-for-profit entity that receives no benefit from a nonresident entertainer's appearance other than the entertainer's performance from the withholding requirement of the tax;
- (2) Changes the distribution of the estimated tax revenue collected from the tax for each fiscal year beginning on or after July 1, 2012, to 25% to the St. Louis Convention and Visitors Commission, 25% to the Jackson County Convention and Sports Complex Fund, 30% to the Missouri Arts Council Trust Fund, 5% to historic black universities for sports safety; 5% to the Missouri State Library Networking Fund, 5% to the Missouri Public Television Broadcasting Corporation Special Fund, and 5% to the Missouri Humanities Council Trust Fund;
- (3) Specifies that the provisions of the substitute must not be construed to apply to a person making a presentation for a professional or technical educational purpose or to any presentation that is part of a seminar, conference, convention, school, or similar program format designed to provide professional or technical education;
- (4) Removes the December 31, 2015 expiration date of the provisions regarding the tax; and
- (5) Changes the amount of time from 30 years to as long as the contract or lease is in effect for monthly general revenue transfers of up to \$3 million for each convention and sports complex.

FISCAL NOTE: No impact on state funds in FY 2012, FY 2013, and FY 2014.