

HB 671 -- Taxation

Sponsor: Parkinson

This bill changes the laws regarding tax credits, job training programs, corporate income taxes, and small business income tax deductions. In its main provisions, the bill:

TAX CREDITS

The bill specifies that the provisions regarding the following tax credits will expire on August 28, 2013 and requires any tax credit issued before that date to be redeemed by December 31, 2016:

- (1) All tax credits under the Neighborhood Assistance Act in Sections 32.100 - 32.125, RSMo (Section 32.122);
- (2) All tax credit programs administered by or tax credits issued by the Missouri Development Finance Board in Sections 100.250 - 100.297 and Business Use Incentives for Large-Scale Development in 100.700 to 100.850 (Sections 100.286 to 100.845);
- (3) The Tax Credit for New or Expanded Business Facility (Section 135.110);
- (4) All tax credits under the Enterprise Zone - Urban Redevelopment in Sections 135.200 to 135.270 (Section 135.265);
- (5) All tax credits under the Enterprise Zone - Retained Business Facilities in Sections 135.276 to 135.286 (Section 135.284);
- (6) The Tax Credit for Wood Energy Producers (Section 135.305);
- (7) The Sponsorship and Mentoring Program Tax Credit and the Missouri Low-Income Housing Tax Credit in Sections 135.350 to 135.363 (Section 135.358);
- (8) All tax credit for Investments in Missouri Small Businesses in Sections 135.400 to 135.430 (Section 135.403);
- (9) The Tax Credit for Rehabilitation and Construction of Residences in Distressed Communities and Census Blocks in Sections 135.475 to 135.487 (Section 135.484);
- (10) The Tax Credit for Expenditures by Small Businesses for efforts to comply with the Americans With Disabilities Act (Section 135.490);
- (11) The Tax Credit for Investments of Certified Capital -

Certified Capital Companies in Sections 135.500 to 135.529 (Section 135.527);

(12) The Tax Credit for Relocating a Business to a Distressed Community (Section 135.535);

(13) Tax Credit for Residential Renovations for Disability Access (Section 135.562);

(14) The tax credit under the Qualified Beef Tax Credit Act (Section 135.679);

(15) The Qualified Equity Investment Tax Credit (Section 135.680);

(16) The Tax Credit for Grape and Wine Producers (Section 135.700);

(17) The Tax Credit for Film Production Companies (Section 135.750);

(18) The Tax Credit for Small Business Loan Guarantee Fees (Section 135.766)

(19) All tax credits under enhanced enterprise zones in Sections 135.950 to 135.973 (Section 135.969);

(20) The Historic Structures Rehabilitation Tax Credit in Sections 253.545 to 253.559 (Section 253.550);

(21) All tax credits regarding abandoned property, redevelopment projects in Sections 447.700 to 447.718 (Section 447.708);

(22) All tax credits under the Small Business Incubator Program (Section 620.495);

(23) All tax credits under the Missouri Quality Jobs Act in Sections 620.1875 to 620.1900 (Section 620.1881);

(24) All tax credits under the Manufacturing Jobs Act (Section 620.1910); and

(25) All tax credit programs administered by or tax credits issued by the Department of Economic Development under Chapter 620 (Section 620.3050).

CORPORATE INCOME TAX (Section 143.071)

The bill specifies that for all tax years beginning on or after September 1, 2013, no tax must be imposed upon the Missouri taxable

income of corporations.

#### JOB TRAINING PROGRAMS

The provisions regarding the following programs will expire August 28, 2013:

(1) Retained Job Training Programs in Sections 178.760 to 178.764 (Section 178.763); and

(2) Community College Job Training Programs in Sections 178.892 to 178.896 (Sections 178.895 and 781.896).

#### SMALL BUSINESS INCOME DEDUCTION (Section 143.121)

The bill specifies that there must be subtracted from a taxpayer's state adjusted gross income an amount equal to the income received from a small business as reported on the taxpayer's federal income tax return.