

House \_\_\_\_\_ Amendment NO. \_\_\_\_\_

Offered By

1 AMEND House Committee Bill No. 3, Pages 1-3, Section 135.010, Lines 1-86, by striking said  
2 section from the bill; and

3  
4 Further amend said bill, Pages 3-4, Section 135.025, Lines 1-7, by deleting all of said lines and  
5 inserting in lieu thereof the following:

6  
7 "135.025. 1. The property taxes accrued and rent constituting property taxes accrued on  
8 each return shall be totaled. This total, up to seven hundred fifty dollars in rent constituting  
9 property taxes actually paid or eleven hundred dollars in actual property tax paid, shall be used in  
10 determining the property tax credit. The director of revenue shall prescribe regulations providing  
11 for allocations where part of a claimant's homestead is rented to another or used for nondwelling  
12 purposes or where a homestead is owned or rented or used as a dwelling for part of a year."; and

13  
14 Further amend said bill, Page 4, section, Lines 18-19, by deleting all of said lines and inserting in  
15 lieu thereof the following:

16  
17 "3. The director of the department of revenue shall calculate the amount of the income tax  
18 revenue reduction that would have occurred if the top rate in the individual income tax was reduced  
19 under subsection 2 of section 143.011 in calendar year 2018. In fiscal year 2018"; and

20  
21 Further amend said bill, Pages 4-5, Section 135.030, Lines 1-37, by striking said section from the  
22 bill; and

23  
24 Further amend said bill, Page 5, section, Line 37, by inserting after all of said section and line the  
25 following:

26  
27 "143.011. 1. A tax is hereby imposed for every taxable year on the Missouri taxable income  
28 of every resident. The tax shall be determined by applying the tax table or the rate provided in  
29 section 143.021, which is based upon the following rates:

30  
31 If the Missouri taxable income is: The tax is:

32  
33 Not over \$1,000.00 . . . . . 1 1/2% of the Missouri  
34 taxable income

35  
36 Over \$1,000 but not over \$2,000 \$15 plus 2% of excess

Action Taken \_\_\_\_\_ Date \_\_\_\_\_

1	over \$1,000	
2		
3	Over \$2,000 but not over \$3,000	\$35 plus 2 1/2% of excess
4	over \$2,000	
5		
6	Over \$3,000 but not over \$4,000	\$60 plus 3% of excess
7	over \$3,000	
8		
9	Over \$4,000 but not over \$5,000	\$90 plus 3 1/2% of excess
10	over \$4,000	
11		
12	Over \$5,000 but not over \$6,000	\$125 plus 4% of excess
13	over \$5,000	
14		
15	Over \$6,000 but not over \$7,000	\$165 plus 4 1/2% of
16	excess over \$6,000	
17		
18	Over \$7,000 but not over \$8,000	\$210 plus 5% of excess
19	over \$7,000	
20		
21	Over \$8,000 but not over \$9,000	\$260 plus 5 1/2% of
22	excess over \$8,000	
23		
24	Over \$9,000 . . . . .	\$315 plus 6% of excess
25	over \$9,000	

26 2. (1) Beginning with the 2017 calendar year, the top rate of tax under subsection 1 of this  
 27 section may be reduced over a period of years. Each reduction in the top rate of tax shall be by one-  
 28 tenth of a percent and no more than one reduction shall occur in a calendar year. The top rate of tax  
 29 shall not be reduced below five and one-half percent. Reductions in the rate of tax shall take effect  
 30 on January first of a calendar year and such reduced rates shall continue in effect until the next  
 31 reduction occurs. However no reduction in the top tax rate shall occur in the 2018 calendar year.

32 (2) A reduction in the rate of tax shall only occur if the amount of net general revenue  
 33 collected in the previous fiscal year exceeds the highest amount of net general revenue collected in  
 34 any of the three fiscal years prior to such fiscal year by at least one hundred fifty million dollars.

35 (3) Any modification of tax rates under this subsection shall only apply to tax years that  
 36 begin on or after a modification takes effect.

37 (4) The director of the department of revenue shall, by rule, adjust the tax tables under  
 38 subsection 1 of this section to effectuate the provisions of this subsection. The bracket for income  
 39 subject to the top rate of tax shall be eliminated once the top rate of tax has been reduced to five and  
 40 one-half of a percent.

41 3. Beginning with the 2017 calendar year, the brackets of Missouri taxable income  
 42 identified in subsection 1 of this section shall be adjusted annually by the percent increase in  
 43 inflation. The director shall publish such brackets annually beginning on or after October 1, 2016.  
 44 Modifications to the brackets shall take effect on January first of each calendar year and shall apply  
 45 to tax years beginning on or after the effective date of the new brackets.

46 4. As used in this section, the following terms mean:

47 (1) "CPI", the Consumer Price Index for All Urban Consumers for the United States as  
 48 reported by the Bureau of Labor Statistics, or its successor index;

1           (2) "CPI for the preceding calendar year", the average of the CPI as of the close of the  
2 twelve month period ending on August thirty-first of such calendar year;

3           (3) "Percent increase in inflation", the percentage, if any, by which the CPI for the  
4 preceding calendar year exceeds the CPI for the year beginning September 1, 2014, and ending  
5 August 31, 2015."; and

6  
7 Further amend said bill by amending the title, enacting clause, and intersectional references  
8 accordingly.  
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