

FIRST REGULAR SESSION

HOUSE BILL NO. 614

100TH GENERAL ASSEMBLY

INTRODUCED BY REPRESENTATIVE DOHRMAN.

1177H.011

DANA RADEMAN MILLER, Chief Clerk

AN ACT

To amend chapter 144, RSMo, by adding thereto one new section relating to taxation of utilities used in food preparation.

Be it enacted by the General Assembly of the state of Missouri, as follows:

Section A. Chapter 144, RSMo, is amended by adding thereto one new section, to be known as section 144.055, to read as follows:

- 144.055. 1. As used in this section, the term "processing" shall mean any mode of treatment, act, or series of acts performed upon materials or food products to transform or reduce such materials or products to a different state, thing, or product, including treatment necessary to maintain or preserve such processing by the producer at the location at which the food product is produced.**
- 2. In addition to all other exemptions granted under this chapter, there are hereby specifically exempted from the provisions of chapter 144 and from the computation of the tax levied, assessed, or payable under chapter 144: electrical energy; gas, whether natural, artificial, or propane; water; coal; and energy sources or other utilities which are purchased by a restaurant, cafeteria, fast food restaurant, delicatessen, bakery, grocery store, convenience store, or other similar facility engaged in selling prepared food for consumption on or off the premises of such establishment and ultimately consumed or used in the manufacturing, processing, preparing, furnishing, compounding, or producing of food, or used in research and development related to the manufacturing, processing, preparing, furnishing, compounding, or producing of food that is ultimately sold to customers at a restaurant, cafeteria, fast food restaurant, delicatessen, bakery, grocery**

EXPLANATION — Matter enclosed in bold-faced brackets [thus] in the above bill is not enacted and is intended to be omitted from the law. Matter in **bold-face** type in the above bill is proposed language.

17 store, convenience store, or other similar facility engaged in selling prepared food for
18 consumption on or off the premises of the establishment.

19 **3. Each person making purchases of utilities used in food preparation exempt from**
20 **sales and use tax under this section may, between the first day of the first month and the**
21 **fifteenth day of the fourth month following the year of purchase, apply for a credit or**
22 **refund to the director of revenue, and the director shall give a credit or make a refund for**
23 **taxes paid on the qualified use portion of the utility purchase.**

24 **4. The exemptions granted in this section shall not apply to the local sales tax law**
25 **as defined in section 32.085.**

26 **5. The exemptions granted under this section shall not apply to any tax whose**
27 **revenue is considered local tax revenue and is deposited into the school district trust fund.**

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