

HOUSE No. 3297

The Commonwealth of Massachusetts

PRESENTED BY:

Aaron Vega

To the Honorable Senate and House of Representatives of the Commonwealth of Massachusetts in General Court assembled:

The undersigned legislators and/or citizens respectfully petition for the adoption of the accompanying bill:

An Act providing tax incentives for small businesses.

PETITION OF:

NAME:	DISTRICT/ADDRESS:
<i>Aaron Vega</i>	<i>5th Hampden</i>
<i>RoseLee Vincent</i>	<i>16th Suffolk</i>
<i>Frank A. Moran</i>	<i>17th Essex</i>
<i>Carlos Gonzalez</i>	<i>10th Hampden</i>
<i>Jose F. Tosado</i>	<i>9th Hampden</i>
<i>Dennis A. Rosa</i>	<i>4th Worcester</i>

HOUSE No. 3297

By Mr. Vega of Holyoke, a petition (accompanied by bill, House, No. 3297) of Aaron Vega and others relative to the excise imposed upon sales for capital investment to a small business. Revenue.

The Commonwealth of Massachusetts

**In the One Hundred and Eighty-Ninth General Court
(2015-2016)**

An Act providing tax incentives for small businesses.

Be it enacted by the Senate and House of Representatives in General Court assembled, and by the authority of the same, as follows:

1 SECTION 1. Section 1 of chapter 64H of the General Laws, as appearing in the 2012
2 Official Edition, is hereby amended by inserting after the definition of “Services” the following
3 definition:-

4 “Small business”, a business entity, including its affiliates, that: (i) is independently
5 owned and operated; (ii) has a principal place of business in the commonwealth; and (iii) would
6 be defined as a “small business” under applicable federal law, as established in the United States
7 Code and promulgated from time to time by the United States Small Business Administration.

8 SECTION 2. Section 2 of said chapter 64H, as so appearing is hereby amended by adding
9 the following paragraph:-

10 Notwithstanding the provisions of this section, the excise imposed upon sales for capital
11 investment to a small business by any vendor, or services performed in the commonwealth for
12 capital investment shall be imposed at the following rates: (1) sales or services from \$91,000 to

13 no more than \$180,000 shall be taxed at 6 per cent of the receipt from such sale or service; (2)
14 sales or services greater than \$180,000 to no more than \$270,000 shall be taxed at 5.75 per cent
15 of the receipt from such sale or service; (3) sales or services greater than \$270,000 shall be taxed
16 at 5.5 per cent of the receipt from such sale or service.