

# SENATE BILL NO. 823

102ND GENERAL ASSEMBLY

INTRODUCED BY SENATOR HOSKINS.

3671S.01H

KRISTINA MARTIN, Secretary

## AN ACT

To repeal section 143.071, RSMo, and to enact in lieu thereof one new section relating to corporate income taxes.

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

Section A. Section 143.071, RSMo, is repealed and one new section enacted in lieu thereof, to be known as section 143.071, to read as follows:

143.071. 1. [For all tax years beginning before September 1, 1993, a tax is hereby imposed upon the Missouri taxable income of corporations in an amount equal to five percent of Missouri taxable income.

2. For all tax years beginning on or after September 1, 1993, and ending on or before December 31, 2019, a tax is hereby imposed upon the Missouri taxable income of corporations in an amount equal to six and one-fourth percent of Missouri taxable income.

**3.] (1)** For all tax years beginning on or after January 1, 2020, **and ending on or before December 31, 2024,** a tax is hereby imposed upon the Missouri taxable income of corporations in an amount equal to four percent of Missouri taxable income.

**(2)** Beginning with the 2025 calendar year, the rate of tax imposed upon the Missouri taxable income of corporations shall be in an amount equal to three and three-fourths percent of Missouri taxable income.

**EXPLANATION-Matter enclosed in bold-faced brackets [thus] in this bill is not enacted and is intended to be omitted in the law.**

19           (3) (a) Beginning with the 2026 calendar year, the  
20 rate of tax imposed upon the Missouri taxable income of  
21 corporations may be reduced over a period of years. Each  
22 reduction shall be by one-half of one percent, and no more  
23 than one reduction shall be made in any calendar year. No  
24 more than three reductions shall be made pursuant to this  
25 subdivision. A reduction made pursuant to this subdivision  
26 shall take effect on January first of a calendar year and  
27 such reduced rate shall continue in effect until the next  
28 reduction occurs.

29           (b) A reduction in the rate of tax made pursuant to  
30 this subdivision shall only occur if the amount of revenue  
31 from the tax imposed upon the Missouri taxable income of  
32 corporations pursuant to this section collected in the  
33 immediately preceding fiscal year exceeds the highest amount  
34 of revenue from the tax imposed upon the Missouri taxable  
35 income of corporations pursuant to this section in any  
36 fiscal year prior to the immediately preceding fiscal year  
37 by at least fifty million dollars.

38           (c) Any modification of tax rates made pursuant to  
39 this subdivision shall only apply to tax years that begin on  
40 or after the date on which a modification takes effect.

41           (d) The director of the department of revenue shall,  
42 by rule, adjust the tax rate imposed pursuant to this  
43 section to effectuate the provisions of this subdivision.

44           [4.] 2. The provisions of this section shall not apply  
45 to out-of-state businesses operating under sections 190.270  
46 to 190.285.

✓