

# SENATE AMENDMENT NO. \_\_\_\_\_

Offered by \_\_\_\_\_ of \_\_\_\_\_

Amend SS/SCS/HCS/House Bill No. 1682, Page 2, Section 9.182, Line 18,

2 of said page, by inserting immediately after said line the  
 3 following:

4 "143.011. 1. A tax is hereby imposed for every taxable  
 5 year on the Missouri taxable income of every resident. The tax  
 6 shall be determined by applying the tax table or the rate  
 7 provided in section 143.021, which is based upon the following  
 8 rates:

9	If the Missouri taxable income is: The tax is:	
10	Not over \$1,000.00	1 1/2% of the Missouri
11		taxable income
12	Over \$1,000 but not over \$2,000	\$15 plus 2% of excess
13		over \$1,000
14	Over \$2,000 but not over \$3,000	\$35 plus 2 1/2% of excess
15		over \$2,000
16	Over \$3,000 but not over \$4,000	\$60 plus 3% of excess
17		over \$3,000
18	Over \$4,000 but not over \$5,000	\$90 plus 3 1/2% of excess
19		over \$4,000
20	Over \$5,000 but not over \$6,000	\$125 plus 4% of excess
21		over \$5,000
22	Over \$6,000 but not over \$7,000	\$165 plus 4 1/2% of
23		excess over \$6,000

1	Over \$7,000 but not over \$8,000	\$210 plus 5% of excess
2		over \$7,000
3	Over \$8,000 but not over \$9,000	\$260 plus 5 1/2% of
4		excess over \$8,000
5	Over \$9,000	\$315 plus 6% of excess
6		over \$9,000

7           2. (1) Beginning with the 2017 calendar year, the top rate  
8 of tax under subsection 1 of this section may be reduced over a  
9 period of years. Each reduction in the top rate of tax shall be  
10 by one-tenth of a percent and no more than one reduction shall  
11 occur in a calendar year. No more than five reductions shall be  
12 made under this subsection. Reductions in the rate of tax shall  
13 take effect on January first of a calendar year and such reduced  
14 rates shall continue in effect until the next reduction occurs.

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

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

23           (4) The director of the department of revenue shall, by  
24 rule, adjust the tax tables under subsection 1 of this section to  
25 effectuate the provisions of this subsection. The bracket for  
26 income subject to the top rate of tax shall be eliminated once  
27 the top rate of tax has been reduced to five and one-half  
28 percent, and the top remaining rate of tax shall apply to all  
29 income in excess of the income in the second highest remaining

1 income bracket.

2 3. (1) In addition to the rate reductions under subsection  
3 2 of this section, beginning with the 2019 calendar year, the top  
4 rate of tax under subsection 1 of this section shall be reduced  
5 by four-tenths of one percent. Such reduction in the rate of tax  
6 shall take effect on January first of the 2019 calendar year.

7 (2) The modification of tax rates under this subsection  
8 shall only apply to tax years that begin on or after the date the  
9 modification takes effect.

10 (3) The director of the department of revenue shall, by  
11 rule, adjust the tax tables under subsection 1 of this section to  
12 effectuate the provisions of this subsection.

13 4. (1) In addition to the rate reductions under  
14 subsections 2 and 3 of this section, beginning with the 2022  
15 calendar year, the top rate of tax under subsection 1 of this  
16 section may be reduced by fifteen hundredths of one percent.  
17 Such reduction in the rate of tax shall take effect on January  
18 first of a calendar year.

19 (2) A reduction in the rate of tax pursuant to this  
20 subsection shall only occur if one or more institutions is  
21 subject to the tax imposed on the endowments of institutions of  
22 higher education pursuant to section 146.200.

23 (3) The modification of tax rates under this subsection  
24 shall only apply to tax years that begin on or after a  
25 modification takes effect.

26 (4) The director of the department of revenue shall, by  
27 rule, adjust the tax tables under subsection 1 of this section to  
28 effectuate the provisions of this subsection.

29 5. Beginning with the 2017 calendar year, the brackets of

1 Missouri taxable income identified in subsection 1 of this  
2 section shall be adjusted annually by the percent increase in  
3 inflation. The director shall publish such brackets annually  
4 beginning on or after October 1, 2016. Modifications to the  
5 brackets shall take effect on January first of each calendar year  
6 and shall apply to tax years beginning on or after the effective  
7 date of the new brackets.

8 [5.] 6. As used in this section, the following terms mean:

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

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

15 (3) "Net general revenue collected", all revenue deposited  
16 into the general revenue fund, less refunds and revenues  
17 originally deposited into the general revenue fund but designated  
18 by law for a specific distribution or transfer to another state  
19 fund;

20 (4) "Percent increase in inflation", the percentage, if  
21 any, by which the CPI for the preceding calendar year exceeds the  
22 CPI for the year beginning September 1, 2014, and ending August  
23 31, 2015.

24 146.200. 1. As used in this section, the following terms  
25 shall mean:

26 (1) "Endowment", a permanent fund held by an institution of  
27 higher education that:

28 (a) Consists of property, cash, cash equivalents, stocks,  
29 bonds, or any other marketable security;

1           (b) Is used for purposes indicated by donors to such fund  
2 or for other purposes related to the mission of the institution  
3 of higher education; and

4           (c) Attempts to maintain and grow the principal of such  
5 fund, while annually disbursing all or part of investment  
6 earnings generated by the fund;

7           (2) "Qualifying institution of higher education", an  
8 institution of higher education that:

9           (a) Is affiliated with, or provides medical faculty to, any  
10 abortion facility, as such term is defined in section 188.015;

11           (b) Offers specific medical fellowships that offer training  
12 in performing or inducing abortions; or

13           (c) Supports in any manner any abortion facility where  
14 abortions are performed or induced when not necessary to save the  
15 life of the mother.

16           2. For all tax years beginning on or after January 1, 2022,  
17 a tax is hereby imposed for every taxable year on the endowment  
18 of a qualifying institution of higher education at a rate of one  
19 and nine-tenths percent of the aggregate fair market value of the  
20 assets of such endowment. Any institution that becomes a  
21 qualifying institution of higher education on or after January 1,  
22 2022, shall remain subject to the tax imposed pursuant to this  
23 section regardless of whether such institution no longer meets  
24 the definition of qualifying institution of higher education as  
25 defined pursuant to this section.

26           3. Revenues generated by the tax under this section shall  
27 be deposited in the general revenue fund.

28           4. The department of revenue shall promulgate rules to  
29 implement the provisions of this section. Any rule or portion of

1 a rule, as that term is defined in section 536.010 that is  
2 created under the authority delegated in this section shall  
3 become effective only if it complies with and is subject to all  
4 of the provisions of chapter 536 and, if applicable, section  
5 536.028. This section and chapter 536 are nonseverable and if  
6 any of the powers vested with the general assembly pursuant to  
7 chapter 536 to review, to delay the effective date, or to  
8 disapprove and annul a rule are subsequently held  
9 unconstitutional, then the grant of rulemaking authority and any  
10 rule proposed or adopted after August 28, 2020, shall be invalid  
11 and void."; and

12 Further amend the title and enacting clause accordingly.