

# SENATE BILL NO. 15

102ND GENERAL ASSEMBLY

INTRODUCED BY SENATOR CIERPIOT.

0067S.01I

KRISTINA MARTIN, Secretary

## AN ACT

To repeal sections 135.025 and 135.030, RSMo, and to enact in lieu thereof two new sections relating to a tax credit for the property tax liabilities of certain vulnerable persons.

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

Section A. Sections 135.025 and 135.030, RSMo, are repealed and two new sections enacted in lieu thereof, to be known as sections 135.025 and 135.030, to read as follows:

135.025. The property taxes accrued and rent constituting property taxes accrued on each return shall be totaled. This total, up to seven hundred fifty dollars in rent constituting property taxes actually paid or eleven hundred dollars in actual property tax paid, shall be used in determining the property tax credit. **For all tax years beginning on or after January 1, 2023, such totals shall be adjusted annually for inflation based on the Consumer Price Index for All Urban Consumers, as defined and officially recorded by the United States Department of Labor or its successor.** The director of revenue shall prescribe regulations providing for allocations where part of a claimant's homestead is rented to another or used for nondwelling purposes or where a homestead is owned or rented or used as a dwelling for part of a year.

135.030. 1. As used in this section:

(1) The term "maximum upper limit" shall, for each calendar year after December 31, 1997, but before calendar

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

4 year 2008, be the sum of twenty-five thousand dollars. For  
 5 all calendar years beginning on or after January 1, 2008,  
 6 **but before calendar year 2023**, the maximum upper limit shall  
 7 be the sum of twenty-seven thousand five hundred dollars.  
 8 **For all calendar years beginning on or after January 1,**  
 9 **2023, the maximum upper limit shall be the sum of thirty-**  
 10 **five thousand dollars, with such amount adjusted annually**  
 11 **for inflation based on the Consumer Price Index for All**  
 12 **Urban Consumers, as defined and officially recorded by the**  
 13 **United States Department of Labor or its successor.** In the  
 14 case of a homestead owned and occupied for the entire year  
 15 by the claimant, the maximum upper limit shall be the sum of  
 16 **[thirty]thirty-eight** thousand dollars;

17 (2) The term "minimum base" shall, for each calendar  
 18 year after December 31, 1997, but before calendar year 2008,  
 19 be the sum of thirteen thousand dollars. For all calendar  
 20 years beginning on or after January 1, 2008, the minimum  
 21 base shall be the sum of fourteen thousand three hundred  
 22 dollars.

23 2. If the income on a return is equal to or less than  
 24 the maximum upper limit for the calendar year for which the  
 25 return is filed, the property tax credit shall be determined  
 26 from a table of credits based upon the amount by which the  
 27 total property tax described in section 135.025 exceeds the  
 28 percent of income in the following list:

29 If the income on the return 30 is:	The percent is:
31 Not over the minimum base 32 33 34	0 percent with credit not to exceed \$1,100 in actual property tax or rent equivalent paid up to \$750,

<p>35 36</p>		<p><b>as adjusted pursuant to section 135.025</b></p>
<p>37 38 39</p>	<p>Over the minimum base but not over the maximum upper limit</p>	<p>1/16 percent accumulative per \$300 from 0 percent to 4 percent.</p>

40 The director of revenue shall prescribe a table based upon  
 41 the preceding sentences. The property tax shall be in  
 42 increments of twenty-five dollars and the income in  
 43 increments of three hundred dollars. The credit shall be  
 44 the amount rounded to the nearest whole dollar computed on  
 45 the basis of the property tax and income at the midpoints of  
 46 each increment. As used in this subsection, the term  
 47 "accumulative" means an increase by continuous or repeated  
 48 application of the percent to the income increment at each  
 49 three hundred dollar level.

50 3. Notwithstanding subsection 4 of section 32.057, the  
 51 department of revenue or any duly authorized employee or  
 52 agent shall determine whether any taxpayer filing a report  
 53 or return with the department of revenue who has not applied  
 54 for the credit allowed pursuant to section 135.020 may  
 55 qualify for the credit, and shall notify any qualified  
 56 claimant of the claimant's potential eligibility, where the  
 57 department determines such potential eligibility exists.

