

FIRST REGULAR SESSION

HOUSE BILL NO. 1072

99TH GENERAL ASSEMBLY

INTRODUCED BY REPRESENTATIVE BRATTIN.

2134H.011

D. ADAM CRUMBLISS, Chief Clerk

AN ACT

To repeal sections 32.087, 66.601, 66.620, 67.395, 67.525, 67.571, 67.576, 67.578, 67.581, 67.582, 67.583, 67.584, 67.712, 67.713, 67.729, 67.737, 67.738, 67.745, 67.782, 67.799, 67.997, 67.1300, 67.1303, 67.1305, 67.1545, 67.1713, 67.1775, 67.1959, 67.1971, 67.2000, 67.2030, 67.2525, 67.2530, 94.578, 94.605, 94.660, 94.705, 144.010, 144.014, 144.030, 144.032, 144.043, 144.049, 144.054, 144.069, 144.080, 144.083, 144.100, 144.140, 144.210, 144.285, 144.517, 144.526, 144.605, 144.655, 144.710, 144.1000, 144.1003, 144.1006, 144.1009, 144.1012, 144.1015, 221.407, 238.235, and 238.410, RSMo, and to enact in lieu thereof sixty-seven new sections relating to the implementation of the streamlined sales and use tax agreement, with a delayed effective date.

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

Section A. Sections 32.087, 66.601, 66.620, 67.395, 67.525, 67.571, 67.576, 67.578, 2 67.581, 67.582, 67.583, 67.584, 67.712, 67.713, 67.729, 67.737, 67.738, 67.745, 67.782, 67.799, 3 67.997, 67.1300, 67.1303, 67.1305, 67.1545, 67.1713, 67.1775, 67.1959, 67.1971, 67.2000, 4 67.2030, 67.2525, 67.2530, 94.578, 94.605, 94.660, 94.705, 144.010, 144.014, 144.030, 5 144.032, 144.043, 144.049, 144.054, 144.069, 144.080, 144.083, 144.100, 144.140, 144.210, 6 144.285, 144.517, 144.526, 144.605, 144.655, 144.710, 144.1000, 144.1003, 144.1006, 7 144.1009, 144.1012, 144.1015, 221.407, 238.235, and 238.410, RSMo, are repealed and sixty- 8 seven new sections enacted in lieu thereof, to be known as sections 32.070, 32.086, 32.087, 9 66.620, 67.395, 67.525, 67.571, 67.576, 67.578, 67.581, 67.582, 67.583, 67.584, 67.712, 67.713, 10 67.729, 67.737, 67.738, 67.745, 67.782, 67.799, 67.997, 67.1300, 67.1303, 67.1305, 67.1545, 11 67.1775, 67.1959, 67.2000, 67.2030, 67.2525, 67.2530, 94.578, 94.605, 94.660, 94.705,

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.

12 144.010, 144.014, 144.022, 144.030, 144.032, 144.043, 144.049, 144.054, 144.080, 144.082,
13 144.083, 144.084, 144.100, 144.105, 144.111, 144.112, 144.113, 144.114, 144.123, 144.124,
14 144.125, 144.140, 144.210, 144.212, 144.285, 144.526, 144.655, 144.710, 221.407, 238.235, and
15 238.410, to read as follows:

**32.070. 1. This act shall be known and may be cited as the "Streamlined Sales and
2 Use Tax Agreement Act".**

**3 2. Beginning on January first following the effective date of this act, all revenue
4 generated under the streamlined sales and use tax agreement act that exceeds the amount
5 of revenue that would have been collected if the streamlined sales and use tax agreement
6 act were not effective shall be deposited in the state road fund created under section
7 226.220 and appropriated solely for the approved purposes. The department of revenue
8 shall track and report the collections generated under this act.**

**9 3. The director of the department of revenue shall enter into the streamlined sales
10 and use tax agreement with one or more states to simplify and modernize sales and use tax
11 administration in order to substantially reduce the burden of tax compliance for all sellers
12 and for all types of commerce. In furtherance of the streamlined sales and use tax
13 agreement, the director of the department of revenue may act jointly with other states that
14 are members of the streamlined sales and use tax agreement to establish standards for
15 certification of a certified service provider and certified automated system and establish
16 performance standards for multistate sellers.**

**17 4. The director of the department of revenue may take other action reasonably
18 required to implement the provisions set forth in the streamlined sales and use tax
19 administration act including, but not limited to, the promulgation of rules and the joint
20 procurement, with other member states, of goods and services in furtherance of the
21 streamlined sales and use tax agreement.**

**22 5. For the purposes of representing the state as a member of the agreement and, if
23 necessary, amending the agreement, three delegates shall represent the state: one appointed
24 by the governor, one who is a member of the general assembly appointed by mutual
25 agreement of the president pro tempore of the senate and the speaker of the house of
26 representatives, and one who is the director of the department of revenue or the director's
27 designee. The delegates shall recommend to the committees responsible for reviewing
28 taxation issues in the senate and the house of representatives each year any amendment of
29 state statutes required to be substantially in compliance with the agreement. Such
30 delegates shall make a written report by the fifteenth day of January each year regarding
31 the status of the agreement.**

32 **6. The department of revenue shall promulgate rules necessary to implement the**
33 **provisions of the streamlined sales and use tax agreement. Any rule or portion of a rule,**
34 **as that term is defined in section 536.010, that is created under the authority delegated in**
35 **this section shall become effective only if it complies with and is subject to all of the**
36 **provisions of chapter 536 and, if applicable, section 536.028. This section and chapter 536**
37 **are nonseverable, and if any of the powers vested with the general assembly pursuant to**
38 **chapter 536 to review, to delay the effective date, or to disapprove and annul a rule are**
39 **subsequently held unconstitutional, then the grant of rulemaking authority and any rule**
40 **proposed or adopted after August 28, 2017, shall be invalid and void.**

32.086. Notwithstanding any other provision of law, for all local sales and use taxes
2 **collected by the department of revenue and remitted to a political jurisdiction or taxing**
3 **district, the department shall remit one percent of the amount collected to the general**
4 **revenue fund to offset the cost of collection unless a greater amount is specified in the local**
5 **sales and use tax law. The department shall not commingle the remaining amounts**
6 **collected with general revenue and shall remit the remaining amounts collected to the**
7 **political jurisdiction or taxing district less any credits for erroneous payments,**
8 **overpayments, and dishonored checks.**

 32.087. 1. Within ten days after the adoption of any ordinance or order in favor of
2 adoption of any local sales tax authorized under the local sales tax law by the voters of a taxing
3 entity, the governing body or official of such taxing entity shall forward to the director of
4 revenue by United States registered mail or certified mail a certified copy of the ordinance or
5 order. The ordinance or order shall reflect the effective date thereof.

6 2. Any local sales tax so adopted shall become effective on the first day of the second
7 calendar quarter after the director of revenue receives notice of adoption of the local sales tax,
8 except as provided in subsection [18] 17 of this section, and shall be imposed on all transactions
9 on which the Missouri state sales tax is imposed.

10 3. Every retailer within the jurisdiction of one or more taxing entities which has imposed
11 one or more local sales taxes under the local sales tax law shall add all taxes so imposed along
12 with the tax imposed by the sales tax law of the state of Missouri to the sale price and, when
13 added, the combined tax shall constitute a part of the price, and shall be a debt of the purchaser
14 to the retailer until paid, and shall be recoverable at law in the same manner as the purchase
15 price. The combined rate of the state sales tax and all local sales taxes shall be the sum of the
16 rates, multiplying the combined rate times the amount of the sale.

17 4. ~~[The brackets required to be established by the director of revenue under the~~
18 ~~provisions of section 144.285 shall be based upon the sum of the combined rate of the state sales~~
19 ~~tax and all local sales taxes imposed under the provisions of the local sales tax law.~~

20 ~~5.]~~ (1) The ordinance or order imposing a local sales tax under the local sales tax law
 21 shall impose a tax upon all transactions upon which the Missouri state sales tax is imposed to
 22 the extent and in the manner provided in sections 144.010 to 144.525, and the rules and
 23 regulations of the director of revenue issued pursuant thereto; except that the rate of the tax shall
 24 be the sum of the combined rate of the state sales tax or state highway use tax and all local sales
 25 taxes imposed under the provisions of the local sales tax law.

26 (2) Notwithstanding any other provision of law to the contrary, local taxing jurisdictions,
 27 except those in which voters have **previously** approved a local use tax under section 144.757,
 28 shall have placed on the ballot on or after the general election in November 2014, but no later
 29 than the general election in November 2018, whether to repeal application of the local sales tax
 30 to the titling of motor vehicles, trailers, boats, and outboard motors that are subject to state sales
 31 tax under section 144.020 and purchased from a source other than a licensed Missouri dealer.
 32 The ballot question presented to the local voters shall contain substantially the following
 33 language:

34 Shall the (local jurisdiction's name) discontinue applying and collecting the
 35 local sales tax on the titling of motor vehicles, trailers, boats, and outboard motors that were
 36 purchased from a source other than a licensed Missouri dealer?

37
 38 Approval of this measure will result in a reduction of local revenue to provide for vital services
 39 for (local jurisdiction's name) and it will place Missouri dealers of motor vehicles,
 40 outboard motors, boats, and trailers at a competitive disadvantage to non-Missouri dealers of
 41 motor vehicles, outboard motors, boats, and trailers.

42 YES NO

43
 44 If you are in favor of the question, place an "X" in the box opposite "YES". If you are opposed
 45 to the question, place an "X" in the box opposite "NO".

46 (3) If the ballot question set forth in subdivision (2) of this subsection receives a majority
 47 of the votes cast in favor of the proposal, or if the local taxing jurisdiction fails to place the ballot
 48 question before the voters on or before the general election in November 2018, the local taxing
 49 jurisdiction shall cease applying the local sales tax to the titling of motor vehicles, trailers, boats,
 50 and outboard motors that were purchased from a source other than a licensed Missouri dealer.

51 (4) In addition to the requirement that the ballot question set forth in subdivision (2) of
 52 this subsection be placed before the voters, the governing body of any local taxing jurisdiction
 53 that had previously imposed a local use tax on the use of motor vehicles, trailers, boats, and
 54 outboard motors may, at any time, place a proposal on the ballot at any election to repeal
 55 application of the local sales tax to the titling of motor vehicles, trailers, boats, and outboard

56 motors purchased from a source other than a licensed Missouri dealer. If a majority of the votes
57 cast by the registered voters voting thereon are in favor of the proposal to repeal application of
58 the local sales tax to such titling, then the local sales tax shall no longer be applied to the titling
59 of motor vehicles, trailers, boats, and outboard motors purchased from a source other than a
60 licensed Missouri dealer. If a majority of the votes cast by the registered voters voting thereon
61 are opposed to the proposal to repeal application of the local sales tax to such titling, such
62 application shall remain in effect.

63 (5) In addition to the requirement that the ballot question set forth in subdivision (2) of
64 this subsection be placed before the voters on or after the general election in November 2014,
65 and on or before the general election in November 2018, whenever the governing body of any
66 local taxing jurisdiction imposing a local sales tax on the sale of motor vehicles, trailers, boats,
67 and outboard motors receives a petition, signed by fifteen percent of the registered voters of such
68 jurisdiction voting in the last gubernatorial election, and calling for a proposal to be placed on
69 the ballot at any election to repeal application of the local sales tax to the titling of motor
70 vehicles, trailers, boats, and outboard motors purchased from a source other than a licensed
71 Missouri dealer, the governing body shall submit to the voters of such jurisdiction a proposal to
72 repeal application of the local sales tax to such titling. If a majority of the votes cast by the
73 registered voters voting thereon are in favor of the proposal to repeal application of the local
74 sales tax to such titling, then the local sales tax shall no longer be applied to the titling of motor
75 vehicles, trailers, boats, and outboard motors purchased from a source other than a licensed
76 Missouri dealer. If a majority of the votes cast by the registered voters voting thereon are
77 opposed to the proposal to repeal application of the local sales tax to such titling, such
78 application shall remain in effect.

79 (6) Nothing in this subsection shall be construed to authorize the voters of any
80 jurisdiction to repeal application of any state sales or use tax.

81 (7) If any local sales tax on the titling of motor vehicles, trailers, boats, and outboard
82 motors purchased from a source other than a licensed Missouri dealer is repealed, such repeal
83 shall take effect on the first day of the second calendar quarter after the election. If any local sales
84 tax on the titling of motor vehicles, trailers, boats, and outboard motors purchased from a source
85 other than a licensed Missouri dealer is required to cease to be applied or collected due to failure
86 of a local taxing jurisdiction to hold an election pursuant to subdivision (2) of this subsection,
87 such cessation shall take effect on March 1, 2019.

88 (8) Notwithstanding any provision of law to the contrary, if any local sales tax on the
89 titling of motor vehicles, trailers, boats, and outboard motors purchased from a source other than
90 a licensed Missouri dealer is repealed after the general election in November 2014, or if the
91 taxing jurisdiction failed to present the ballot to the voters at a general election on or before

128 the provisions of sections 144.010 to 144.525, as these sections now read and as they may
129 hereafter be amended, it being the intent of this general assembly to ensure that the same sales
130 tax exemptions granted from the state sales tax law also be granted under the local sales tax law,
131 are hereby made applicable to the imposition and collection of all local sales taxes imposed
132 under the local sales tax law.

133 ~~[9-]~~ **8.** The same sales tax permit, exemption certificate and retail certificate required
134 by sections 144.010 to 144.525 for the administration and collection of the state sales tax shall
135 satisfy the requirements of the local sales tax law, and no additional permit or exemption
136 certificate or retail certificate shall be required; except that the director of revenue may prescribe
137 a form of exemption certificate for an exemption from any local sales tax imposed by the local
138 sales tax law.

139 ~~[10-]~~ **9.** All discounts allowed the retailer under the provisions of the state sales tax law
140 for the collection of and for payment of taxes under the provisions of the state sales tax law are
141 hereby allowed and made applicable to any local sales tax collected under the provisions of the
142 local sales tax law.

143 ~~[11-]~~ **10.** The penalties provided in section 32.057 and sections 144.010 to 144.525 for
144 a violation of the provisions of those sections are hereby made applicable to violations of the
145 provisions of the local sales tax law.

146 ~~[12- (1)]~~ **11.** For the purposes of any local sales tax imposed by an ordinance or order
147 under the local sales tax law, all sales~~], except the sale of motor vehicles, trailers, boats, and~~
148 ~~outboard motors required to be titled under the laws of the state of Missouri, shall be deemed to~~
149 ~~be consummated at the place of business of the retailer unless the tangible personal property sold~~
150 ~~is delivered by the retailer or his agent to an out-of-state destination. In the event a retailer has~~
151 ~~more than one place of business in this state which participates in the sale, the sale shall be~~
152 ~~deemed to be consummated at the place of business of the retailer where the initial order for the~~
153 ~~tangible personal property is taken, even though the order must be forwarded elsewhere for~~
154 ~~acceptance, approval of credit, shipment or billing. A sale by a retailer's agent or employee shall~~
155 ~~be deemed to be consummated at the place of business from which he works.~~

156 ~~—— (2) For the purposes of any local sales tax imposed by an ordinance or order under the~~
157 ~~local sales tax law, the sales tax upon the titling of all motor vehicles, trailers, boats, and~~
158 ~~outboard motors shall be imposed at the rate in effect at the location of the residence of the~~
159 ~~purchaser, and remitted to that local taxing entity, and not at the place of business of the retailer,~~
160 ~~or the place of business from which the retailer's agent or employee works.~~

161 ~~—— (3) For the purposes of any local tax imposed by an ordinance or under the local sales~~
162 ~~tax law on charges for mobile telecommunications services, all taxes of mobile~~
163 ~~telecommunications service shall be imposed as provided in the Mobile Telecommunications~~

164 ~~Sourcing Act, 4 U.S.C. Sections 116 through 124, as amended]~~ **shall be sourced as provided**
165 **by section 144.043 and sections 144.111 to 144.113.**

166 ~~[13-]~~ **12.** Local sales taxes shall not be imposed on the seller of motor vehicles, trailers,
167 boats, and outboard motors required to be titled under the laws of the state of Missouri, but shall
168 be collected from the purchaser by the director of revenue at the time application is made for a
169 certificate of title, if the address of the applicant is within a taxing entity imposing a local sales
170 tax under the local sales tax law.

171 ~~[14-]~~ **13.** The director of revenue and any of his deputies, assistants and employees who
172 have any duties or responsibilities in connection with the collection, deposit, transfer, transmittal,
173 disbursement, safekeeping, accounting, or recording of funds which come into the hands of the
174 director of revenue under the provisions of the local sales tax law shall enter a surety bond or
175 bonds payable to any and all taxing entities in whose behalf such funds have been collected
176 under the local sales tax law in the amount of one hundred thousand dollars for each such tax;
177 but the director of revenue may enter into a blanket bond covering himself and all such deputies,
178 assistants and employees. The cost of any premium for such bonds shall be paid by the director
179 of revenue from the share of the collections under the sales tax law retained by the director of
180 revenue for the benefit of the state.

181 ~~[15-]~~ **14.** The director of revenue shall annually report on his management of each trust
182 fund which is created under the local sales tax law and administration of each local sales tax
183 imposed under the local sales tax law. He shall provide each taxing entity imposing one or more
184 local sales taxes authorized by the local sales tax law with a detailed accounting of the source
185 of all funds received by him for the taxing entity. Notwithstanding any other provisions of law,
186 the state auditor shall annually audit each trust fund. A copy of the director's report and annual
187 audit shall be forwarded to each taxing entity imposing one or more local sales taxes.

188 ~~[16-]~~ **15.** Within the boundaries of any taxing entity where one or more local sales taxes
189 have been imposed, if any person is delinquent in the payment of the amount required to be paid
190 by him under the local sales tax law or in the event a determination has been made against him
191 for taxes and penalty under the local sales tax law, the limitation for bringing suit for the
192 collection of the delinquent tax and penalty shall be the same as that provided in sections
193 144.010 to 144.525. Where the director of revenue has determined that suit must be filed against
194 any person for the collection of delinquent taxes due the state under the state sales tax law, and
195 where such person is also delinquent in payment of taxes under the local sales tax law, the
196 director of revenue shall notify the taxing entity in the event any person fails or refuses to pay
197 the amount of any local sales tax due so that appropriate action may be taken by the taxing entity.

198 ~~[17-]~~ **16.** Where property is seized by the director of revenue under the provisions of any
199 law authorizing seizure of the property of a taxpayer who is delinquent in payment of the tax

200 imposed by the state sales tax law, and where such taxpayer is also delinquent in payment of any
201 tax imposed by the local sales tax law, the director of revenue shall permit the taxing entity to
202 join in any sale of property to pay the delinquent taxes and penalties due the state and to the
203 taxing entity under the local sales tax law. The proceeds from such sale shall first be applied to
204 all sums due the state, and the remainder, if any, shall be applied to all sums due such taxing
205 entity.

206 ~~[+8:]~~ **17.** If a local sales tax has been in effect for at least one year under the provisions
207 of the local sales tax law and voters approve reimposition of the same local sales tax at the same
208 rate at an election as provided for in the local sales tax law prior to the date such tax is due to
209 expire, the tax so reimposed shall become effective the first day of the first calendar quarter after
210 the director receives a certified copy of the ordinance, order or resolution accompanied by a map
211 clearly showing the boundaries thereof and the results of such election, provided that such
212 ordinance, order or resolution and all necessary accompanying materials are received by the
213 director at least thirty days prior to the expiration of such tax. Any administrative cost or
214 expense incurred by the state as a result of the provisions of this subsection shall be paid by the
215 city or county reimposing such tax.

216 **18. If the boundaries of a city in which a sales tax has been imposed shall thereafter**
217 **be changed or altered, the city clerk shall forward to the director of revenue by United**
218 **States registered mail or certified mail a certified copy of the ordinance adding or**
219 **detaching territory from the city within ten days of adoption of the ordinance. The**
220 **ordinance shall reflect the effective date of the ordinance and shall be accompanied by a**
221 **map of the city clearly showing the territory added or detached from the city boundaries.**
222 **Upon receipt of the ordinance and map, the tax imposed under the local sales tax law shall**
223 **be effective in the added territory or abolished in the detached territory on the first day of**
224 **a calendar quarter after one hundred twenty days' notice to sellers.**

225 **19. Any change to any local sales tax boundary or rate shall be effective on the first**
226 **day of a calendar quarter after one hundred twenty days' notice to sellers.**

66.620. 1. All county sales taxes collected by the director of revenue under sections
2 66.600 to 66.630 on behalf of any county~~[, less one percent for cost of collection which shall be~~
3 ~~deposited in the state's general revenue fund after payment of premiums for surety bonds as~~
4 ~~provided in section 32.087,]~~ shall be deposited in a special trust fund, which is hereby created,
5 to be known as the "County Sales Tax Trust Fund". ~~[The moneys in the county sales tax trust~~
6 ~~fund shall not be deemed to be state funds and shall not be commingled with any funds of the~~
7 ~~state.]~~ The director of revenue shall keep accurate records of the amount of money in the trust
8 fund which was collected in each county imposing a county sales tax, and the records shall be
9 open to the inspection of officers of the county and the public. Not later than the tenth day of

10 each month, the director of revenue shall distribute all moneys deposited in the trust fund during
11 the preceding month to the county which levied the tax; such funds shall be deposited with the
12 treasurer of the county and all expenditures of funds arising from the county sales tax trust fund
13 shall be by an appropriation act to be enacted by the legislative council of the county, and to the
14 cities, towns and villages located wholly or partly within the county which levied the tax in the
15 manner as set forth in sections 66.600 to 66.630.

16 2. In any county not adopting an additional sales tax and alternate distribution system
17 as provided in section 67.581, for the purposes of distributing the county sales tax, the county
18 shall be divided into two groups, "Group A" and "Group B". Group A shall consist of all cities,
19 towns and villages which are located wholly or partly within the county which levied the tax and
20 which had a city sales tax in effect under the provisions of sections 94.500 to 94.550 on the day
21 prior to the adoption of the county sales tax ordinance, except that beginning January 1, 1980,
22 group A shall consist of all cities, towns and villages which are located wholly or partly within
23 the county which levied the tax and which had a city sales tax approved by the voters of such city
24 under the provisions of sections 94.500 to 94.550 on the day prior to the effective date of the
25 county sales tax. For the purposes of determining the location of consummation of sales for
26 distribution of funds to cities, towns and villages in group A, the boundaries of any such city,
27 town or village shall be the boundary of that city, town or village as it existed on March 19,
28 1984. Group B shall consist of all cities, towns and villages which are located wholly or partly
29 within the county which levied the tax and which did not have a city sales tax in effect under the
30 provisions of sections 94.500 to 94.550 on the day prior to the adoption of the county sales tax
31 ordinance, and shall also include all unincorporated areas of the county which levied the tax;
32 except that, beginning January 1, 1980, group B shall consist of all cities, towns and villages
33 which are located wholly or partly within the county which levied the tax and which did not have
34 a city sales tax approved by the voters of such city under the provisions of sections 94.500 to
35 94.550 on the day prior to the effective date of the county sales tax and shall also include all
36 unincorporated areas of the county which levied the tax.

37 3. Until January 1, 1994, the director of revenue shall distribute to the cities, towns and
38 villages in group A the taxes based on the location in which the sales were deemed consummated
39 under section 66.630 and subsection 12 of section 32.087. Except for distribution governed by
40 section 66.630, after deducting the distribution to the cities, towns and villages in group A, the
41 director of revenue shall distribute the remaining funds in the county sales tax trust fund to the
42 cities, towns and villages and the county in group B as follows: to the county which levied the
43 tax, a percentage of the distributable revenue equal to the percentage ratio that the population of
44 the unincorporated areas of the county bears to the total population of group B; and to each city,
45 town or village in group B located wholly within the taxing county, a percentage of the

46 distributable revenue equal to the percentage ratio that the population of such city, town or
47 village bears to the total population of group B; and to each city, town or village located partly
48 within the taxing county, a percentage of the distributable revenue equal to the percentage ratio
49 that the population of that part of the city, town or village located within the taxing county bears
50 to the total population of group B.

51 4. From January 1, 1994, until December 31, 2016, the director of revenue shall
52 distribute to the cities, towns and villages in group A a portion of the taxes based on the location
53 in which the sales were deemed consummated under section 66.630 and subsection 12 of section
54 32.087 in accordance with the formula described in this subsection and in subsection 6. After
55 deducting the distribution to the cities, towns and villages in group A, the director of revenue
56 shall distribute funds in the county sales tax trust fund to the cities, towns and villages and the
57 county in group B as follows: to the county which levied the tax, ten percent multiplied by the
58 percentage of the population of unincorporated county which has been annexed or incorporated
59 since April 1, 1993, multiplied by the total of all sales tax revenues countywide, and a percentage
60 of the remaining distributable revenue equal to the percentage ratio that the population of
61 unincorporated areas of the county bears to the total population of group B; and to each city,
62 town or village in group B located wholly within the taxing county, a percentage of the
63 remaining distributable revenue equal to the percentage ratio that the population of such city,
64 town or village bears to the total population of group B; and to each city, town or village located
65 partly within the taxing county, a percentage of the remaining distributable revenue equal to the
66 percentage ratio that the population of that part of the city, town or village located within the
67 taxing county bears to the total population of group B.

68 5. (1) From and after January 1, 2017, in each year in which the total revenues from the
69 county sales tax collected under sections 66.600 to 66.630 in the previous calendar year are less
70 than or equal to the amount of such revenues which were collected in the calendar year 2014, the
71 director of revenue shall distribute to the cities, towns, and villages in group A and the cities,
72 towns, and villages, and the county in group B, the amounts required to be distributed under the
73 formula described in subsection 4 and in subsection 6 of this section. From and after January
74 1, 2017, in each year in which the total revenues from the county sales tax collected under
75 sections 66.600 to 66.630 in the previous calendar year is greater than the amount of such
76 revenues which were collected in the calendar year 2014, the director of revenue shall distribute
77 to the cities, towns, and villages in group A a portion of the taxes based on the location in which
78 the sales were deemed consummated under section 66.630 and subsection 12 of section 32.087,
79 in accordance with the formula described in this subsection and in subsection 6. After deducting
80 the distribution to the cities, towns, and villages in group A, the director of revenue shall, subject
81 to the limitation described in subdivision (2) of this subsection, distribute funds in the county

82 sales tax trust fund to the cities, towns, and villages, and the county in group B as follows: to
83 the county which levied the tax, ten percent multiplied by the percentage of the population of
84 unincorporated county which has been annexed or incorporated since April 1, 1993, multiplied
85 by the total of all sales tax revenues countywide, and a percentage of the remaining distributable
86 revenue equal to the percentage ratio that the population of unincorporated areas of the county
87 bears to the total population of group B as adjusted such that no city, town, or village in group
88 B shall receive a distribution that is less than fifty percent of the amount of taxes generated
89 within such city, town, or village based on the location in which the sales were deemed
90 consummated under section 66.630 and subsection 12 of section 32.087; and to each city, town,
91 or village in group B located wholly within the taxing county, a percentage of the remaining
92 distributable revenue equal to the percentage ratio that the population of such city, town, or
93 village bears to the total population of group B, as adjusted such that no city, town, or village in
94 group B shall receive a distribution that is less than fifty percent of the amount of taxes generated
95 within such city, town, or village based on the location in which the sales were deemed
96 consummated under section 66.630 and subsection 12 of section 32.087; and to each city, town,
97 or village located partly within the taxing county, a percentage of the remaining distributable
98 revenue equal to the percentage ratio that the population of that part of the city, town, or village
99 located within the taxing county bears to the total population of group B, as adjusted such that
100 no city, town, or village in group B shall receive a distribution that is less than fifty percent of
101 the amount of taxes generated within such city, town, or village based on the location in which
102 the sales were deemed consummated under section 66.630 and subsection 12 of section 32.087.

103 (2) For purposes of making any adjustment required by this subsection, the director of
104 revenue shall, prior to any distribution to the county or to each city, town, or village in group B
105 located wholly or partly within the taxing county, identify each city, town, or village in group
106 B located wholly or partly within the taxing county that would receive a distribution that is less
107 than fifty percent of the amount of taxes generated within such city, town, or village based on
108 the location in which the sales were deemed consummated under section 66.630 and subsection
109 12 of section 32.087 if no adjustments were made and calculate the difference between the
110 amount that the distribution to each such city, town, or village would have been without any
111 adjustment and the amount that equals fifty percent of the amount of taxes generated within such
112 city, town, or village based on the location in which the sales were deemed consummated under
113 section 66.630 and subsection 12 of section 32.087. Thereafter, the director of revenue shall
114 determine the amount of any adjustment under this subsection as follows:

115 (a) If the aggregate amount of the difference calculated in accordance with this
116 subsection is less than or equal to the aggregate increase in the remaining distributable revenue
117 for the applicable period in the current calendar year over the remaining distributable revenue

118 for the corresponding period in the calendar year 2014, the director of revenue shall deduct the
119 amount of such difference from the remaining distributable revenue and distribute an allocable
120 portion of the amount of such difference to each city, town, or village that would otherwise have
121 received a distribution that is less than fifty percent of the amount of taxes generated within such
122 city, town, or village based on the location in which the sales were deemed consummated under
123 section 66.630 and subsection 12 of section 32.087 if no adjustment were made, such that each
124 such city, town, or village receives a distribution that is equal to fifty percent of the amount of
125 taxes generated within such city, town, or village based on the location in which the sales were
126 deemed consummated under section 66.630 and subsection 12 of section 32.087;

127 (b) If, however, the aggregate amount of the difference calculated in accordance with this
128 subsection is greater than the aggregate increase in the remaining distributable revenue for the
129 applicable period in the current calendar year over the remaining distributable revenue for the
130 corresponding period in the calendar year 2014, the director of revenue shall deduct from the
131 remaining distributable revenue an amount equal to the difference between the remaining
132 distributable revenue for the applicable period in the current calendar year and the remaining
133 distributable revenue for the corresponding period in the calendar year 2014 and distribute an
134 allocable portion of the amount of such difference to each city, town, or village that would
135 otherwise have received a distribution that is less than fifty percent of the amount of taxes
136 generated within such city, town, or village based on the location in which the sales were deemed
137 consummated under section 66.630 and subsection 12 of section 32.087 if no adjustment were
138 made, such that each such city, town, or village receives a distribution that includes an
139 adjustment that is proportionate to the amount of the adjustment that would otherwise have been
140 made if such adjustment were calculated in accordance with paragraph (a) of this subdivision;

141 (c) After determining the amount of the adjustment and making the allocation in
142 accordance with paragraph (a) or (b) of this subdivision, as applicable, the director of revenue
143 shall thereafter distribute the remaining distributable revenue, as adjusted, to the county and to
144 each city, town, or village in group B located wholly or partly within the taxing county in the
145 manner provided in this subsection.

146 (3) For purposes of this subsection, if a city, town, or village is partly in group A and
147 partly in group B, the director of revenue shall calculate fifty percent of the amount of taxes
148 generated within such city, town, or village based on the location in which the sales were deemed
149 consummated under section 66.630 and subsection 12 of section 32.087 by multiplying fifty
150 percent by the amount of all county sales taxes collected by the director of revenue under
151 sections 66.600 to 66.630, less one percent for cost of collection, that are generated within such
152 city, town, or village based on the location in which the sales were deemed consummated under

153 section 66.630 and subsection 12 of section 32.087, regardless of whether such taxes are deemed
154 consummated in group A or group B.

155 6. (1) For purposes of administering the distribution formula of subsections 4 and 5 of
156 this section, the revenues arising each year from sales occurring within each group A city, town
157 or village shall be distributed as follows: until such revenues reach the adjusted county average,
158 as hereinafter defined, there shall be distributed to the city, town or village all of such revenues
159 reduced by the percentage which is equal to ten percent multiplied by the percentage of the
160 population of unincorporated county which has been annexed or incorporated after April 1, 1993;
161 and once revenues exceed the adjusted county average, total revenues shall be shared in
162 accordance with the redistribution formula as defined in this subsection.

163 (2) For purposes of this subsection, the "adjusted county average" is the per capita
164 countywide average of all sales tax distributions during the prior calendar year reduced by the
165 percentage which is equal to ten percent multiplied by the percentage of the population of
166 unincorporated county which has been annexed or incorporated after April 1, 1993; the
167 redistribution formula is as follows: during 1994, each group A city, town and village shall
168 receive that portion of the revenues arising from sales occurring within the municipality that
169 remains after deducting therefrom an amount equal to the cumulative sales tax revenues arising
170 from sales within the municipality multiplied by the percentage which is the sum of ten percent
171 multiplied by the percentage of the population of unincorporated county which has been annexed
172 or incorporated after April 1, 1993, and the percentage, if greater than zero, equal to the product
173 of 8.5 multiplied by the logarithm (to base 10) of the product of 0.035 multiplied by the total of
174 cumulative per capita sales taxes arising from sales within the municipality less the adjusted
175 county average. During 1995, each group A city, town and village shall receive that portion of
176 the revenues arising from sales occurring within the municipality that remains after deducting
177 therefrom an amount equal to the cumulative sales tax revenues arising from sales within the
178 municipality multiplied by the percentage which is the sum of ten percent multiplied by the
179 percentage of the population of unincorporated county which has been annexed or incorporated
180 after April 1, 1993, and the percentage, if greater than zero, equal to the product of seventeen
181 multiplied by the logarithm (to base 10) of the product of 0.035 multiplied by the total of
182 cumulative per capita sales taxes arising from sales within the municipality less the adjusted
183 county average. From January 1, 1996, until January 1, 2000, each group A city, town and
184 village shall receive that portion of the revenues arising from sales occurring within the
185 municipality that remains after deducting therefrom an amount equal to the cumulative sales tax
186 revenues arising from sales within the municipality multiplied by the percentage which is the
187 sum of ten percent multiplied by the percentage of the population of unincorporated county
188 which has been annexed or incorporated after April 1, 1993, and the percentage, if greater than

189 zero, equal to the product of 25.5 multiplied by the logarithm (to base 10) of the product of 0.035
190 multiplied by the total of cumulative per capita sales taxes arising from sales within the
191 municipality less the adjusted county average. From and after January 1, 2000, the distribution
192 formula covering the period from January 1, 1996, until January 1, 2000, shall continue to apply,
193 except that the percentage computed for sales arising within the municipalities shall be not less
194 than 7.5 percent for municipalities within which sales tax revenues exceed the adjusted county
195 average, nor less than 12.5 percent for municipalities within which sales tax revenues exceed the
196 adjusted county average by at least twenty-five percent.

197 (3) For purposes of applying the redistribution formula to a municipality which is partly
198 within the county levying the tax, the distribution shall be calculated alternately for the
199 municipality as a whole, except that the factor for annexed portion of the county shall not be
200 applied to the portion of the municipality which is not within the county levying the tax, and for
201 the portion of the municipality within the county levying the tax. Whichever calculation results
202 in the larger distribution to the municipality shall be used.

203 (4) Notwithstanding any other provision of this section, the fifty percent of additional
204 sales taxes as described in section 99.845 arising from economic activities within the area of a
205 redevelopment project established after July 12, 1990, pursuant to sections 99.800 to 99.865,
206 while tax increment financing remains in effect shall be deducted from all calculations of
207 countywide sales taxes, shall be distributed directly to the municipality involved, and shall be
208 disregarded in calculating the amounts distributed or distributable to the municipality. Further,
209 any agreement, contract or covenant entered into prior to July 12, 1990, between a municipality
210 and any other political subdivision which provides for an appropriation of incremental sales tax
211 revenues to the special allocation fund of a tax increment financing project while tax increment
212 financing remains in effect shall continue to be in full force and effect and the sales taxes so
213 appropriated shall be deducted from all calculations of countywide sales taxes, shall be
214 distributed directly to the municipality involved, and shall be disregarded in calculating the
215 amounts distributed or distributable to the municipality. In addition, and notwithstanding any
216 other provision of this chapter to the contrary, economic development funds shall be distributed
217 in full to the municipality in which the sales producing them were deemed consummated.
218 Additionally, economic development funds shall be deducted from all calculations of countywide
219 sales taxes and shall be disregarded in calculating the amounts distributed or distributable to the
220 municipality. As used in this subdivision, the term "economic development funds" means the
221 amount of sales tax revenue generated in any fiscal year by projects authorized pursuant to
222 chapter 99 or chapter 100 in connection with which such sales tax revenue was pledged as
223 security for, or was guaranteed by a developer to be sufficient to pay, outstanding obligations
224 under any agreement authorized by chapter 100, entered into or adopted prior to September 1,

225 1993, between a municipality and another public body. The cumulative amount of economic
226 development funds allowed under this provision shall not exceed the total amount necessary to
227 amortize the obligations involved.

228 7. If the qualified voters of any city, town or village vote to change or alter its boundaries
229 by annexing any unincorporated territory included in group B or if the qualified voters of one or
230 more city, town or village in group A and the qualified voters of one or more city, town or
231 village in group B vote to consolidate, the area annexed or the area consolidated which had been
232 a part of group B shall remain a part of group B after annexation or consolidation. After the
233 effective date of the annexation or consolidation, the annexing or consolidated city, town or
234 village shall receive a percentage of the group B distributable revenue equal to the percentage
235 ratio that the population of the annexed or consolidated area bears to the total population of
236 group B and such annexed area shall not be classified as unincorporated area for determination
237 of the percentage allocable to the county. If the qualified voters of any two or more cities, towns
238 or villages in group A each vote to consolidate such cities, towns or villages, then such
239 consolidated cities, towns or villages shall remain a part of group A. For the purpose of sections
240 66.600 to 66.630, population shall be as determined by the last federal decennial census or the
241 latest census that determines the total population of the county and all political subdivisions
242 therein. For the purpose of calculating the adjustment based on the percentage of unincorporated
243 county population which is annexed after April 1, 1993, the accumulated percentage immediately
244 before each census shall be used as the new percentage base after such census. After any
245 annexation, incorporation or other municipal boundary change affecting the unincorporated area
246 of the county, the chief elected official of the county shall certify the new population of the
247 unincorporated area of the county and the percentage of the population which has been annexed
248 or incorporated since April 1, 1993, to the director of revenue. After the adoption of the county
249 sales tax ordinance, any city, town or village in group A may by adoption of an ordinance by its
250 governing body cease to be a part of group A and become a part of group B. Within ten days
251 after the adoption of the ordinance transferring the city, town or village from one group to the
252 other, the clerk of the transferring city, town or village shall forward to the director of revenue,
253 by registered mail, a certified copy of the ordinance. Distribution to such city as a part of its
254 former group shall cease and as a part of its new group shall begin on the first day of January of
255 the year following notification to the director of revenue, provided such notification is received
256 by the director of revenue on or before the first day of July of the year in which the transferring
257 ordinance is adopted. If such notification is received by the director of revenue after the first day
258 of July of the year in which the transferring ordinance is adopted, then distribution to such city
259 as a part of its former group shall cease and as a part of its new group shall begin the first day

260 of July of the year following such notification to the director of revenue. Once a group A city,
261 town or village becomes a part of group B, such city may not transfer back to group A.

262 8. If any city, town or village shall hereafter change or alter its boundaries, the city clerk
263 of the municipality shall forward to the director of revenue, by registered mail, a certified copy
264 of the ordinance adding or detaching territory from the municipality. The ordinance shall reflect
265 the effective date thereof, and shall be accompanied by a map of the municipality clearly
266 showing the territory added thereto or detached therefrom. Upon receipt of the ordinance and
267 map, the tax imposed by sections 66.600 to 66.630 shall be redistributed and allocated in
268 accordance with the provisions of this section on the effective date of the change of the
269 municipal boundary so that the proper percentage of group B distributable revenue is allocated
270 to the municipality in proportion to any annexed territory. If any area of the unincorporated
271 county elects to incorporate subsequent to the effective date of the county sales tax as set forth
272 in sections 66.600 to 66.630, the newly incorporated municipality shall remain a part of group
273 B. The city clerk of such newly incorporated municipality shall forward to the director of
274 revenue, by registered mail, a certified copy of the incorporation election returns and a map of
275 the municipality clearly showing the boundaries thereof. The certified copy of the incorporation
276 election returns shall reflect the effective date of the incorporation. Upon receipt of the
277 incorporation election returns and map, the tax imposed by sections 66.600 to 66.630 shall be
278 distributed and allocated in accordance with the provisions of this section on the effective date
279 of the incorporation.

280 9. The director of revenue may authorize the state treasurer to make refunds from the
281 amounts in the trust fund and credited to any county for erroneous payments and overpayments
282 made, and may redeem dishonored checks and drafts deposited to the credit of such counties.
283 If any county abolishes the tax, the county shall notify the director of revenue of the action at
284 least ninety days prior to the effective date of the repeal and the director of revenue may order
285 retention in the trust fund, for a period of one year, of two percent of the amount collected after
286 receipt of such notice to cover possible refunds or overpayment of the tax and to redeem
287 dishonored checks and drafts deposited to the credit of such accounts. After one year has elapsed
288 after the effective date of abolition of the tax in such county, the director of revenue shall remit
289 the balance in the account to the county and close the account of that county. The director of
290 revenue shall notify each county of each instance of any amount refunded or any check redeemed
291 from receipts due the county.

292 10. Except as modified in sections 66.600 to 66.630, all provisions of sections 32.085
293 and 32.087 shall apply to the tax imposed under sections 66.600 to 66.630.

67.395. 1. All sales taxes collected by the director of revenue under sections 67.391 to
2 67.395 on behalf of any county [~~less one percent for cost of collection which shall be deposited~~

3 in the state's general revenue fund after payment of premiums for surety bonds as provided in
4 section 32.087] shall be deposited with the state treasurer in a special trust fund, which is hereby
5 created, to be known as the "County Anti-Drug Sales Tax Trust Fund". [~~The moneys in the~~
6 ~~county anti-drug sales tax trust fund shall not be deemed to be state funds and shall not be~~
7 ~~commingled with any funds of the state.~~] The director of revenue shall keep accurate records of
8 the amount of money in the trust fund which was collected in each county imposing a sales tax
9 under sections 67.391 to 67.395, and the records shall be open to the inspection of officers of the
10 county and the public. Not later than the tenth day of each month, the director of revenue shall
11 distribute all moneys deposited in the trust fund during the preceding month to the county which
12 levied the tax. Such funds shall be deposited with the county treasurer of each such county, and
13 all expenditures of funds arising from the county anti-drug sales tax trust fund shall be by an
14 appropriation act to be enacted by the governing body of each such county.

15 2. The director of revenue may authorize the state treasurer to make refunds from the
16 amounts in the trust fund and credited to any county for erroneous payments and overpayments
17 made, and may redeem dishonored checks and drafts deposited to the credit of such counties.
18 If any county abolishes the tax, the county shall notify the director of revenue of the action at
19 least ninety days prior to the effective date of the repeal and the director of revenue may order
20 retention in the trust fund, for a period of one year, of two percent of the amount collected after
21 receipt of such notice to cover possible refunds or overpayment of the tax and to redeem
22 dishonored checks and drafts deposited to the credit of such accounts. After one year has elapsed
23 after the effective date of abolition of the tax in such county, the director of revenue shall
24 authorize the state treasurer to remit the balance in the account to the county and close the
25 account of that county. The director of revenue shall notify each county of each instance of any
26 amount refunded or any check redeemed from receipts due the county.

27 3. Except as modified in sections 67.391 to 67.395, all provisions of sections 32.085
28 [~~and~~] to 32.087 shall apply to the tax imposed under sections 67.391 to 67.395.

67.525. 1. All county sales taxes collected by the director of revenue under sections
2 67.500 to 67.545 on behalf of any county[, less one percent for cost of collection, which shall
3 be deposited in the state's general revenue fund after payment of premiums for surety bonds as
4 provided in section 32.087,] shall be deposited with the state treasurer in a county sales tax trust
5 fund, which fund shall be separate and apart from the county sales tax trust fund established by
6 section 66.620. [~~The moneys in such county sales tax trust fund shall not be deemed to be state~~
7 ~~funds and shall not be commingled with any funds of the state.~~] The director of revenue shall
8 keep accurate records of the amount of money in the trust fund which was collected in each
9 county imposing a county sales tax, and the records shall be open to the inspection of officers
10 of the county and to the public. Not later than the tenth day of each month the director of

11 revenue shall distribute all moneys deposited in the trust fund during the preceding month by
12 distributing to the county treasurer, or such other officer as may be designated by the county
13 ordinance or order, of each county imposing the tax authorized by sections 67.500 to 67.545, the
14 sum due the county as certified by the director of revenue.

15 2. The director of revenue may authorize the state treasurer to make refunds from the
16 amounts in the trust fund and credited to any county for erroneous payments and overpayments
17 made, and may redeem dishonored checks and drafts deposited to the credit of such counties.
18 If any county abolishes the tax, the county shall notify the director of revenue of the action at
19 least ninety days prior to the effective date of the repeal, and the director of revenue may order
20 retention in the trust fund, for a period of one year, of two percent of the amount collected after
21 receipt of such notice to cover possible refunds or overpayment of the tax and to redeem
22 dishonored checks and drafts deposited to the credit of such accounts. After one year has elapsed
23 after the effective date of abolition of the tax in such county, the director of revenue shall
24 authorize the state treasurer to remit the balance in the account to the county and close the
25 account of that county. The director of revenue shall notify each county of each instance of any
26 amount refunded or any check redeemed from receipts due the county.

27 3. Except as modified in sections 67.500 to 67.545, all provisions of sections 32.085
28 [~~and~~] to 32.087 shall apply to the tax imposed under sections 67.500 to 67.545.

67.571. 1. The governing body of any county of the first classification with a population
2 of more than eighty-two thousand inhabitants and less than ninety thousand inhabitants may, in
3 addition to any tourism sales tax imposed pursuant to sections 67.671 to 67.685, by a majority
4 vote, impose a sales tax for the funding of museums and festivals. For purposes of this section,
5 the term "funding of museums and festivals" shall mean:

6 (1) Funding of museums operating in the county, which are registered with the United
7 States Internal Revenue Service as a 501(C)(3) corporation and which are considered by the
8 board to be tourism attractions; and

9 (2) Funding of organizations that are registered as 501(C)(3) corporations which promote
10 cultural heritage tourism including festivals and the arts.

11 2. Any question submitted to the voters of such county to establish a sales tax pursuant
12 to this section shall be submitted in substantially the following form:

13 Shall the county of (insert the name of the county) impose a sales tax of
14 (insert rate of percent) percent to be used to fund (museums, cultural heritage,
15 festivals) in certain areas of the county?

16 YES NO

17 3. If a majority of the votes cast on the proposal by the qualified voters voting thereon
18 are in favor of the proposal, and the tax takes effect pursuant to this section, the museums and

19 festivals board appointed pursuant to subsection 5 of this section shall determine in what manner
20 the tax revenue moneys will be expended, and disbursements of these moneys shall be made
21 strictly in accordance with directions of the board which are consistent with the provisions of
22 sections 67.571 to 67.577. Expenditures of these tax moneys may be made for the employment
23 of personnel selected by the board to assist in carrying out the duties of the board, and the board
24 is expressly authorized to employ such personnel. Expenditures of these tax moneys may be
25 made directly to corporations pursuant to subsection 1 of this section. No such tax revenue
26 moneys shall be disbursed to or on behalf of any corporation, organization or entity that is not
27 duly registered with the Internal Revenue Service as a 501(C)(3) organization.

28 4. Any sales tax imposed pursuant to this section shall be imposed at a rate not to exceed
29 two-tenths of one percent on receipts from the sale of certain tangible personal property or
30 taxable services within the county pursuant to sections 67.571 to 67.577.

31 5. The governing body of any county which imposes a sales tax pursuant to this section
32 may establish a museums and festivals board for the purpose of expending funds collected from
33 any sales tax submitted and approved by the county's voters pursuant to this section. The board
34 shall be comprised of six members who are appointed by the governing body of the county from
35 a list of candidates supplied by the chair of each of the two major political parties of the county.
36 The board shall be comprised of three members from each of the two political parties. Members
37 shall serve for three-year terms, but of the members first appointed, one shall be appointed for
38 a term of one year, two shall be appointed for a term of two years, and two shall be appointed
39 for a term of three years. Each member shall be a resident of the county from which he or she
40 is appointed. The members of the board shall not receive compensation for service on the board,
41 but shall be reimbursed from the tax revenue money for any reasonable and necessary expenses
42 incurred in service on the board.

43 6. In the area of each county in which a sales tax has been imposed in the manner
44 provided by sections 67.571 to 67.577, every retailer within such area shall add the tax imposed
45 by the provisions of sections 67.571 to 67.577 to his sale price, and this tax shall be a debt of the
46 purchaser to the retailer until paid, and shall be recoverable at law in the same manner as the
47 purchase price.

48 7. In counties imposing a tax under the provisions of sections 67.571 to 67.577, in order
49 to permit sellers required to collect and report the sales tax to collect the amount required to be
50 reported and remitted, but not to change the requirements of reporting or remitting the tax, or to
51 serve as a levy of the tax, and in order to avoid fractions of pennies, the governing body may
52 authorize the use of a bracket system similar to that authorized by the provisions of section
53 144.285, and notwithstanding the provisions of that section, this new bracket system shall be
54 used where this tax is imposed and shall apply to all taxable transactions.

55 **8. Except as modified in this section, all provisions of sections 32.085 to 32.087 shall**
56 **apply to the tax imposed under this section.**

67.576. 1. The following provisions shall govern the collection of the tax imposed by
2 the provisions of sections 67.571 to 67.577:

3 (1) All applicable provisions contained in sections 144.010 to 144.510 governing the
4 state sales tax and section 32.057, the uniform confidentiality provision, shall apply to the
5 collection of the tax imposed by the provisions of sections 67.571 to 67.577;

6 (2) All exemptions granted to agencies of government, organizations, and persons under
7 the provisions of sections 144.010 to 144.510 are hereby made applicable to the imposition and
8 collection of the tax imposed by sections 67.571 to 67.577.

9 2. The same sales tax permit, exemption certificate and retail certificate required by
10 sections 144.010 to 144.510 for the administration and collection of the state sales tax shall
11 satisfy the requirements of sections 67.571 to 67.577, and no additional permit or exemption
12 certificate or retail certificate shall be required; except that, the director of revenue may prescribe
13 a form of exemption certificate for an exemption from the tax imposed by sections 67.571 to
14 67.577.

15 3. All discounts allowed the retailer pursuant to the provisions of the state sales tax law
16 for the collection of and for payment of taxes pursuant to that act are hereby allowed and made
17 applicable to any taxes collected pursuant to the provisions of sections 67.571 to 67.577.

18 4. The penalties provided in section 32.057 and sections 144.010 to 144.510 for a
19 violation of those acts are hereby made applicable to violations of the provisions of sections
20 67.571 to 67.577.

21 5. ~~[For the purposes of the sales tax imposed by an order pursuant to sections 67.571 to~~
22 ~~67.577, all retail sales shall be deemed to be consummated at the place of business of the retailer]~~
23 **Except as provided in sections 67.571 to 67.577, all provisions of sections 32.085 to 32.087**
24 **shall apply to the tax imposed under sections 67.571 to 67.577.**

67.578. 1. The governing authority of any county of the third classification without a
2 township form of government and with more than sixteen thousand four hundred but less than
3 sixteen thousand five hundred inhabitants may impose a sales tax in an amount not to exceed
4 one-fifth of one percent on all retail sales made in the county which are subject to taxation
5 pursuant to sections 144.010 to 144.525, to be used solely for the funding of museums. For
6 purposes of this section, the term "museums" means museums operating in the county, which
7 are registered with the United States Internal Revenue Service as a 501(c)(3) corporation and
8 which are considered by the board to be a tourism attraction. The tax authorized by this section
9 shall be in addition to any and all other sales taxes allowed by law, except that no sales tax shall
10 be imposed pursuant to this section unless the governing authority submits to the voters of the

11 county, at a county or state general, primary, or special election, a proposal to authorize the
12 governing authority to impose the tax.

13 2. The ballot of submission shall contain, but need not be limited to, the following
14 language:

15 Shall the county of (insert the name of the county) impose a sales tax of
16 (insert rate of percent) percent for the funding of museums? "Museums" means museums
17 operating in the county, which are registered with the United States Internal Revenue Service as
18 a 501(c)(3) corporation and which are considered by the museum board to be a tourism
19 attraction.

20 YES NO

21

22 If you are in favor of the question, place an "X" in the box opposite "YES". If you are opposed
23 to the question, place an "X" in the box opposite "NO".

24

25 If a majority of the votes cast on the proposal by the qualified voters voting thereon are in favor
26 of the proposal, then the sales tax shall become effective on the first day of the second calendar
27 quarter after the director of revenue receives notice of the adoption of the tax. If the proposal
28 receives less than the required majority of votes, then the governing authority shall have no
29 power to impose the tax unless and until the governing authority has again submitted another
30 proposal to authorize the governing authority to impose the sales tax authorized by this section
31 and such proposal is approved by the required majority of the qualified voters voting thereon.

32 3. On or after the effective date of the tax, the director of revenue shall be responsible
33 for the administration, collection, enforcement, and operation of the tax, and sections 32.085
34 ~~and~~ to 32.087 shall apply. The director may retain an amount not to exceed one percent for
35 deposit in the general revenue fund to offset the costs of collection. In order to permit sellers
36 required to collect and report the sales tax to collect the amount required to be reported and
37 remitted, but not to change the requirements of reporting or remitting the tax, or to serve as a
38 levy of the tax, and in order to avoid fractions of pennies, the governing authority may authorize
39 the use of a bracket system similar to that authorized in section 144.285, and notwithstanding
40 the provisions of that section, this new bracket system shall be used where this tax is imposed
41 and shall apply to all taxable transactions. Beginning with the effective date of the tax, every
42 retailer in the county shall add the sales tax to the sale price, and this tax shall be a debt of the
43 purchaser to the retailer until paid, and shall be recoverable at law in the same manner as the
44 purchase price. For purposes of this section, all retail sales shall be deemed to be consummated
45 at the place of business of the retailer.

46 4. All applicable provisions in sections 144.010 to 144.525 governing the state sales tax,
 47 and section 32.057, the uniform confidentiality provision, shall apply to the collection of the tax,
 48 and all exemptions granted to agencies of government, organizations, and persons pursuant to
 49 sections 144.010 to 144.525 are hereby made applicable to the imposition and collection of the
 50 tax. The same sales tax permit, exemption certificate, and retail certificate required by sections
 51 144.010 to 144.525 for the administration and collection of the state sales tax shall satisfy the
 52 requirements of this section, and no additional permit or exemption certificate or retail certificate
 53 shall be required; except that, the director of revenue may prescribe a form of exemption
 54 certificate for an exemption from the tax. All discounts allowed the retailer pursuant to the state
 55 sales tax law for the collection of and for payment of taxes are hereby allowed and made
 56 applicable to the tax. The penalties for violations provided in section 32.057 and sections
 57 144.010 to 144.525 are hereby made applicable to violations of this section. If any person is
 58 delinquent in the payment of the amount required to be paid pursuant to this section, or in the
 59 event a determination has been made against the person for taxes and penalty pursuant to this
 60 section, the limitation for bringing suit for the collection of the delinquent tax and penalty shall
 61 be the same as that provided in sections 144.010 to 144.525.

62 5. The governing authority may authorize any museum board already existing in the
 63 county, or may establish a museum board, to expend revenue collected pursuant to this section.
 64 In the event that no museum board already exists, the board established pursuant to this section
 65 shall consist of six members who are appointed by the governing authority from a list of
 66 candidates supplied by the chair of each of the two major political parties of the county, with
 67 three members from each of the two parties. Members shall serve for three-year terms, but of
 68 the members first appointed, ~~one~~ **two** shall be appointed for a term of one year, two shall be
 69 appointed for a term of two years, and two shall be appointed for a term of three years. Each
 70 member shall be a resident of the county. The members shall not receive compensation for
 71 service on the board, but shall be reimbursed from the revenues collected pursuant to this section
 72 for any reasonable and necessary expenses incurred in service on the board. The board shall
 73 determine in what manner the revenues will be expended, and disbursements of these moneys
 74 shall be made strictly in accordance with this section. Expenditures may be made for the
 75 employment of personnel selected by the board to assist in carrying out the duties of the board,
 76 and the board is expressly authorized to employ such personnel.

77 6. The governing authority may submit the question of repeal of the tax to the voters at
 78 any county or state general, primary, or special election. The ballot of submission shall contain,
 79 but need not be limited to, the following language:

80 Shall the county of (insert name of county) repeal the sales tax of
 81 (insert rate of percent) percent for the funding of museums?

82

YES

NO

83

84 If you are in favor of the question, place an "X" in the box opposite "YES". If you are opposed
85 to the question, place an "X" in the box opposite "NO". [~~If a majority of the votes cast on the
86 proposal are in favor of repeal, that repeal shall become effective on December thirty-first of the
87 calendar year in which the repeal was approved.~~]

67.581. 1. In addition to the sales tax permitted by sections 66.600 to 66.630, any county
2 of the first class having a charter form of government and having a population of nine hundred
3 thousand or more may impose an additional countywide sales tax upon approval by a vote of the
4 qualified voters of the county. The proposal may be submitted to the voters by the governing
5 body of the county and shall be submitted to the voters at the next general election upon petitions
6 signed by a number of qualified voters residing in the county equal to at least eight percent of
7 the votes cast in the county in the next preceding gubernatorial election filed with the governing
8 body of the county. The submission shall include the levying of a sales tax at a rate of not to
9 exceed two hundred seventy-five one-thousandths of one percent on the receipts from the sale
10 at retail of all tangible personal property or taxable services within the county which are also
11 taxable under the provisions of sections 66.600 to 66.630, and shall provide for the distribution
12 of the proceeds in the manner provided in either subsection 4 or subsection 5 of this section. If
13 either of the alternative distribution systems as provided in subsection 4 or subsection 5 of this
14 section is approved by the voters, then the alternative system of distribution may not be
15 submitted to the voters for at least three years from the date of such voter approval.

16 2. The ballot of submission shall contain, but is not limited to, the following language:
17 Shall the County of levy an additional sales tax at the rate of (insert rate)
18 and distribute the proceeds in the manner provided in (insert proper reference)
19 (subsection 4)(subsection 5) of section 67.581, RSMo?

20

YES

NO

21

22 If a majority of the votes cast on the proposal by the qualified voters voting thereon are in favor
23 of the proposal, the additional sales tax shall be levied and collected and the proceeds from the
24 additional tax shall be distributed as provided in either subsection 4 or subsection 5 of this
25 section. If a majority of the votes cast by the qualified voters voting thereon are opposed to the
26 proposal, then the governing body of the county shall have no power to impose the additional
27 sales tax authorized by this section unless and until a proposal for the levy of such tax is
28 submitted to and approved by the voters of the county.

29 3. The provisions of sections 66.600 to 66.630 and sections 32.085 ~~and~~ to 32.087,
30 except to the extent otherwise provided in this section, shall govern the levy, collection,

31 distribution and other procedures related to an additional sales tax imposed pursuant to this
32 section.

33 4. In any county adopting an additional sales tax pursuant to the provisions of this
34 section, and selecting the method of distribution provided in this subsection, the proceeds from
35 the sales tax imposed pursuant to this section, less one percent collection cost, shall be
36 distributed first to those municipalities that did not receive during the preceding calendar year
37 ninety-five percent of the amount the municipality would have received by multiplying the
38 population of the municipality by the average per capita sales tax receipt for such county in an
39 amount which will bring each municipality receipt of sales tax moneys up to ninety-five percent
40 of the average per capita receipts from the proceeds of the sales tax imposed pursuant to sections
41 66.600 to 66.630. Any remainder of the money received from the sales tax imposed pursuant
42 to this section shall be distributed to all municipalities on the ratio that the population of each
43 municipality bears to the total population of the county. The average per capita sales tax
44 distribution shall be calculated by dividing the sum of the total sales tax revenue derived from
45 the tax imposed pursuant to sections 66.600 to 66.630 by the total population of the county.
46 Population of each municipality, of the unincorporated area of the county, and the total
47 population of the county shall be determined on the basis of the most recent federal decennial
48 census. For the purposes of this subsection, any city, town, village or the unincorporated area
49 of the county shall be considered a municipality.

50 5. In any county adopting an additional sales tax pursuant to the provisions of this
51 section and selecting the method of distribution provided in this subsection, the proceeds from
52 the sales tax imposed pursuant to this section, less one percent collection cost, shall be
53 distributed to all cities, towns and villages, and the unincorporated areas of the county in group
54 B and to such cities, towns and villages in group A as necessary so that no city, town, or village
55 in group A receives from the combined proceeds of both the sales tax imposed pursuant to this
56 section and the sales tax imposed pursuant to sections 66.600 to 66.630, less than the per capita
57 amount received by the cities, towns and villages and the unincorporated area of the county in
58 group B receives from the total proceeds from both sales taxes.

59 6. The governing body of any county which is imposing a sales tax under the provisions
60 of sections 66.600 to 66.630 may on its own motion and shall, upon petitions filed with the
61 governing body of the county signed by a number of qualified voters residing in the county equal
62 to at least eight percent of the votes cast in the county at the next preceding gubernatorial
63 election, submit to the qualified voters of the county a proposal to change the method of
64 distribution of sales tax proceeds from the manner provided in subsection 2 of section 66.620
65 to the method provided in this subsection. The ballot of submission shall be in substantially the
66 following form:

67 Shall the proceeds from the county sales tax be distributed among the county of
68 and the various cities, towns and villages therein in the manner provided in
69 subdivisions (1) and (2) of subsection 6 of section 67.581, RSMo, in lieu of the present manner
70 of distribution?

71 YES NO

72

73 If a majority of the votes cast on the proposal by the qualified voters of the county voting thereon
74 are in favor of the proposal, the sales tax imposed by the county under the provisions of sections
75 66.600 to 66.630 shall be distributed in the manner provided in this subsection and not in the
76 manner provided in subsection 2 of section 66.620. If a majority of the votes cast by the
77 qualified voters of the county voting thereon are opposed to the proposal, then the governing
78 body of the county shall have no power to order the proceeds from the sales tax imposed
79 pursuant to the provisions of sections 66.600 to 66.630 in the manner provided in this subsection
80 in lieu of the method provided in subsection 2 of section 66.620, unless and until a proposal
81 authorizing such method of distribution is submitted to and approved by the voters of the county.
82 If the voters approve the change in the method of distribution of the sales tax proceeds in the
83 manner provided in this subsection, the county clerk of the county shall notify the director of
84 revenue of the change in the method of distribution within ten days after adoption of the proposal
85 and shall inform the director of the effective date of the change in the method of distribution,
86 which shall be on the first day of the third calendar quarter after the director of revenue receives
87 notice. After the effective date of the change in the manner of distribution, the director of
88 revenue shall distribute the proceeds of the sales tax imposed by such county under the
89 provisions of sections 66.600 to 66.630 in the manner provided in this subsection in lieu of the
90 manner of distribution provided in subsection 2 of section 66.620. The proceeds of the sales tax
91 imposed under the provisions of sections 66.600 to 66.630 in any county which elects to have
92 the proceeds distributed in the manner provided in this subsection shall be distributed in the
93 following manner:

94 (1) The proceeds from the sales taxes shall be distributed to the cities, towns and villages
95 in group A and to the cities, towns and villages, and the county in group B as defined in section
96 66.620 in the manner provided in subsection 2 of section 66.620, until an amount equal to the
97 total amount distributed under section 66.620 for the twelve-month period immediately
98 preceding the effective date of the tax levied pursuant to the provisions of this section has been
99 distributed;

100 (2) All moneys received in excess of the total amount distributed under section 66.620
101 for the twelve-month period immediately preceding the effective date of the tax levied pursuant
102 to the provisions of this section shall be distributed to all cities, towns and villages and to the

103 county on the basis that the population of each city, town or village, and in the case of the county
104 the basis that the population of the unincorporated area of the county, bears to the total
105 population of the county. The average per capita sales tax distribution shall be calculated by
106 dividing the sum of the remaining amount of the total sales tax revenues by the total population
107 of the county. Population of each city, town or village, of the unincorporated area of the county,
108 and the total population of the county shall be determined on the basis of the most recent federal
109 decennial census.

110 7. No municipality incorporated after the adoption of the tax authorized by this section
111 shall be included as other than part of the unincorporated area of the county nor receive any share
112 of either the proceeds from the tax levied pursuant to the provisions of this section or the tax
113 levied pursuant to the provisions of sections 66.600 to 66.630 unless, at the time of
114 incorporation, such municipality had a population of ten thousand or more.

115 8. The county sales tax imposed pursuant to this section on the purchase and sale of
116 motor vehicles shall not be collected and remitted by the seller, but shall be collected by the
117 director of revenue at the time application is made for a certificate of title, if the address of the
118 applicant is within the county imposing the additional sales tax. ~~[The amounts so collected, less
119 one percent collection cost, shall be deposited in the county sales tax trust fund to be distributed
120 in accordance with section 66.620. The purchase or sale of motor vehicles shall be deemed to
121 be consummated at the address of the applicant for a certificate of title.]~~

122 9. No tax shall be imposed pursuant to this section for the purpose of funding in whole
123 or in part the construction, operation or maintenance of a sports stadium, field house, indoor or
124 outdoor recreational facility, center, playing field, parking facility or anything incidental or
125 necessary to a complex suitable for any type of professional sport, either upon, above or below
126 the ground.

127 10. The director of revenue may authorize the state treasurer to make refunds from the
128 amounts in the trust fund and credited to any county for erroneous payments and overpayments
129 made, and may redeem dishonored checks and drafts deposited to the credit of such counties.
130 If any county abolishes the tax, the county shall notify the director of revenue of the action at
131 least ninety days prior to the effective date of the repeal and the director of revenue may order
132 retention in the trust fund, for a period of one year, of two percent of the amount collected after
133 receipt of such notice to cover possible refunds or overpayment of the tax and to redeem
134 dishonored checks and drafts deposited to the credit of such accounts. After one year has elapsed
135 after the effective date of abolition of the tax in such county, the director of revenue shall remit
136 the balance in the account to the county and close the account of that county. The director of
137 revenue shall notify each county of each instance of any amount refunded or any check redeemed
138 from receipts due the county.

67.582. 1. The governing body of any county, except a county of the first class with a
 2 charter form of government with a population of greater than four hundred thousand inhabitants,
 3 is hereby authorized to impose, by ordinance or order, a sales tax in the amount of up to one-half
 4 of one percent on all retail sales made in such county which are subject to taxation under the
 5 provisions of sections 144.010 to 144.525 for the purpose of providing law enforcement services
 6 for such county. The tax authorized by this section shall be in addition to any and all other sales
 7 taxes allowed by law, except that no ordinance or order imposing a sales tax under the provisions
 8 of this section shall be effective unless the governing body of the county submits to the voters
 9 of the county, at a county or state general, primary or special election, a proposal to authorize the
 10 governing body of the county to impose a tax.

11 2. The ballot of submission shall contain, but need not be limited to, the following
 12 language:

13 (1) If the proposal submitted involves only authorization to impose the tax authorized
 14 by this section the ballot shall contain substantially the following:

15 Shall the county of (county's name) impose a countywide sales tax of
 16 (insert amount) for the purpose of providing law enforcement services for the county?

17 YES NO

18

19 If you are in favor of the question, place an "X" in the box opposite "Yes". If you are opposed
 20 to the question, place an "X" in the box opposite "No"; or

21 (2) If the proposal submitted involves authorization to enter into agreements to form a
 22 regional jail district and obligates the county to make payments from the tax authorized by this
 23 section the ballot shall contain substantially the following:

24 Shall the county of (county's name) be authorized to enter into agreements for
 25 the purpose of forming a regional jail district and obligating the county to impose a countywide
 26 sales tax of (insert amount) to fund dollars of the costs to construct a regional
 27 jail and to fund the costs to operate a regional jail, with any funds in excess of that necessary to
 28 construct and operate such jail to be used for law enforcement purposes?

29 YES NO

30

31 If you are in favor of the question, place an "X" in the box opposite "Yes". If you are opposed
 32 to the question, place an "X" in the box opposite "No".

33

34 If a majority of the votes cast on the proposal by the qualified voters voting thereon are in favor
 35 of the proposal submitted pursuant to subdivision (1) of this subsection, then the ordinance or
 36 order and any amendments thereto shall be in effect ~~on the first day of the second quarter~~

37 ~~immediately following the election approving the proposal]~~ **as provided by section 32.087.** If
38 the constitutionally required percentage of the voters voting thereon are in favor of the proposal
39 submitted pursuant to subdivision (2) of this subsection, then the ordinance or order and any
40 amendments thereto shall be in effect ~~[on the first day of the second quarter immediately~~
41 ~~following the election approving the proposal]~~ **as provided by section 32.087.** If a proposal
42 receives less than the required majority, then the governing body of the county shall have no
43 power to impose the sales tax herein authorized unless and until the governing body of the
44 county shall again have submitted another proposal to authorize the governing body of the
45 county to impose the sales tax authorized by this section and such proposal is approved by the
46 required majority of the qualified voters voting thereon. However, in no event shall a proposal
47 pursuant to this section be submitted to the voters sooner than twelve months from the date of
48 the last proposal pursuant to this section.

49 3. All revenue received by a county from the tax authorized under the provisions of this
50 section shall be deposited in a special trust fund and shall be used solely for providing law
51 enforcement services for such county for so long as the tax shall remain in effect. Revenue
52 placed in the special trust fund may also be utilized for capital improvement projects for law
53 enforcement facilities and for the payment of any interest and principal on bonds issued for said
54 capital improvement projects.

55 4. Once the tax authorized by this section is abolished or is terminated by any means, all
56 funds remaining in the special trust fund shall be used solely for providing law enforcement
57 services for the county. Any funds in such special trust fund which are not needed for current
58 expenditures may be invested by the governing body in accordance with applicable laws relating
59 to the investment of other county funds.

60 5. All sales taxes collected by the director of revenue under this section on behalf of any
61 county ~~[, less one percent for cost of collection which shall be deposited in the state's general~~
62 ~~revenue fund after payment of premiums for surety bonds as provided in section 32.087,]~~ shall
63 be deposited in a special trust fund, which is hereby created, to be known as the "County Law
64 Enforcement Sales Tax Trust Fund". ~~[The moneys in the county law enforcement sales tax trust~~
65 ~~fund shall not be deemed to be state funds and shall not be commingled with any funds of the~~
66 ~~state.]~~ The director of revenue shall keep accurate records of the amount of money in the trust
67 and which was collected in each county imposing a sales tax under this section, and the records
68 shall be open to the inspection of officers of the county and the public. Not later than the tenth
69 day of each month the director of revenue shall distribute all moneys deposited in the trust fund
70 during the preceding month to the county which levied the tax; such funds shall be deposited
71 with the county treasurer of each such county, and all expenditures of funds arising from the
72 county law enforcement sales tax trust fund shall be by an appropriation act to be enacted by the

73 governing body of each such county. Expenditures may be made from the fund for any law
74 enforcement functions authorized in the ordinance or order adopted by the governing body
75 submitting the law enforcement tax to the voters.

76 6. The director of revenue may authorize the state treasurer to make refunds from the
77 amounts in the trust fund and credited to any county for erroneous payments and overpayments
78 made, and may redeem dishonored checks and drafts deposited to the credit of such counties.
79 If any county abolishes the tax, **the repeal of such tax shall become effective as provided in**
80 **section 32.087.** The county shall notify the director of revenue of the action at least ninety days
81 prior to the effective date of the repeal and the director of revenue may order retention in the trust
82 fund, for a period of one year, of two percent of the amount collected after receipt of such notice
83 to cover possible refunds or overpayment of the tax and to redeem dishonored checks and drafts
84 deposited to the credit of such accounts. After one year has elapsed after the effective date of
85 abolition of the tax in such county, the director of revenue shall remit the balance in the account
86 to the county and close the account of that county. The director of revenue shall notify each
87 county of each instance of any amount refunded or any check redeemed from receipts due the
88 county.

89 7. Except as modified in this section, all provisions of sections 32.085 ~~and~~ to 32.087
90 shall apply to the tax imposed under this section.

67.583. 1. The governing body of any county of the second class with a population of
2 more than forty thousand but less than sixty thousand and which contains institutions operated
3 by the department of corrections and by the department of mental health is hereby authorized to
4 impose, by ordinance or order, a sales tax in the amount of one-eighth of one percent on all retail
5 sales made in such county which are subject to taxation under the provisions of sections 144.010
6 to 144.525. The tax authorized by this section shall be in addition to any and all other sales taxes
7 allowed by law; provided, however, that no ordinance or order imposing a sales tax under the
8 provisions of this section shall be effective unless the governing body of the county submits to
9 the voters of the county, at a county or state general, primary or special election, a proposal to
10 authorize the governing body of the county to impose a tax.

11 2. The ballot of submission shall contain, but need not be limited to, the following
12 language:

13 Shall the county of (county's name) impose a countywide sales tax of
14 (insert amount) for the purpose of providing retirement and health care benefits for county
15 employees and their dependents?

16 YES

NO

17

18 If you are in favor of the question, place an "X" in the box opposite "Yes". If you are opposed
19 to the question, place an "X" in the box opposite "No".

20

21 If a majority of the votes cast on the proposal by the qualified voters voting thereon are in favor
22 of the proposal, then the ordinance or order and any amendments thereto shall be in effect. If a
23 majority of the votes cast by the qualified voters voting are opposed to the proposal, then the
24 governing body of the county shall have no power to impose the sales tax herein authorized
25 unless and until the governing body of the county shall again have submitted another proposal
26 to authorize the governing body of the county to impose the sales tax authorized by this section
27 and such proposal is approved by a majority of the qualified voters voting thereon. However,
28 in no event shall a proposal pursuant to this section be submitted to the voters sooner than twelve
29 months from the date of the last proposal pursuant to this section.

30 3. All revenue received by a county from the tax authorized under the provisions of this
31 section shall be deposited in a special trust fund and shall be used solely for providing retirement
32 and health care benefits for county employees and their dependents.

33 4. All sales taxes collected by the director of revenue under this section on behalf of any
34 county~~[, less one percent for cost of collection which shall be deposited in the state's general~~
35 ~~revenue fund after payment of premiums for surety bonds as provided in section 32.087,]~~ shall
36 be deposited in a special trust fund, which is hereby created, to be known as the "County
37 Employee Benefit Sales Tax Trust Fund". ~~[The moneys in the county employee benefit sales tax~~
38 ~~trust fund shall not be deemed to be state funds and shall not be commingled with any funds of~~
39 ~~the state.]~~ The director of revenue shall keep accurate records of the amount of money in the
40 trust and which was collected in each county imposing a sales tax under this section, and the
41 records shall be open to the inspection of officers of the county and the public. Not later than
42 the tenth day of each month, the director of revenue shall distribute all moneys deposited in the
43 trust fund during the preceding month to the county which levied the tax. Such funds shall be
44 deposited with the county treasurer of each such county, and all expenditures of funds arising
45 from the county employee benefit sales tax trust fund shall be for the provision of retirement
46 benefits or health care benefits for employees of the county and their dependents and for no other
47 purpose.

48 5. The director of revenue may authorize the state treasurer to make refunds from the
49 amounts in the trust fund and credited to any county for erroneous payments and overpayments
50 made and may redeem dishonored checks and drafts deposited to the credit of such counties. If
51 any county abolishes the tax, the county shall notify the director of revenue of the action at least
52 ninety days prior to the effective date of the repeal and the director of revenue may order
53 retention in the trust fund, for a period of one year, of two percent of the amount collected after

54 receipt of such notice to cover possible refunds or overpayment of the tax and to redeem
55 dishonored checks and drafts deposited to the credit of such accounts. After one year has elapsed
56 after the effective date of abolition of the tax in such county, the director of revenue shall remit
57 the balance in the account to the county and close the account of that county. The director of
58 revenue shall notify each county of each instance of any amount refunded or any check redeemed
59 from receipts due the county.

60 6. Except as modified in this section, all provisions of sections 32.085 ~~[and]~~ to 32.087
61 shall apply to the tax imposed under this section.

67.584. 1. The governing body of any county of the first classification with more than
2 one hundred ninety-eight thousand but less than one hundred ninety-eight thousand two hundred
3 inhabitants is hereby authorized to impose, by ordinance or order, a sales tax in the amount of
4 up to one-half percent on all retail sales made in such county which are subject to taxation
5 pursuant to sections 144.010 to 144.525 for the purpose of providing law enforcement services
6 for such county. The tax authorized by this section shall be in addition to any and all other sales
7 taxes allowed by law, except that no ordinance or order imposing a sales tax pursuant to this
8 section shall be effective unless the governing body of the county submits to the voters of the
9 county, at a county or state general, primary, or special election, a proposal to authorize the
10 governing body of the county to impose a tax.

11 2. If the proposal submitted involves only authorization to impose the tax authorized by
12 this section, the ballot of submission shall contain, but need not be limited to, the following
13 language:

14 Shall the county of (county's name) impose a countywide sales tax of
15 (insert amount) for the purpose of providing law enforcement services for the county?

16 YES NO

17

18 If you are in favor of the question, place an "X" in the box opposite "YES". If you are opposed
19 to the question, place an "X" in the box opposite "NO".

20

21 If a majority of the votes cast on the proposal by the qualified voters voting thereon are in favor
22 of the proposal submitted pursuant to this subsection, then the ordinance or order and any
23 amendments thereto shall be in effect ~~[on the first day of the second quarter immediately~~
24 ~~following the election approving the proposal]~~ **as provided by section 32.087**. If a proposal
25 receives less than the required majority, then the governing body of the county shall have no
26 power to impose the sales tax herein authorized unless and until the governing body of the
27 county shall again have submitted another proposal to authorize the governing body of the
28 county to impose the sales tax authorized by this section and such proposal is approved by the

29 required majority of the qualified voters voting thereon. However, in no event shall a proposal
30 pursuant to this section be submitted to the voters sooner than twelve months from the date of
31 the last proposal pursuant to this section.

32 3. Twenty-five percent of the revenue received by a county treasurer from the tax
33 authorized pursuant to this section shall be deposited in a special trust fund and shall be used
34 solely by a prosecuting attorney's office for such county for so long as the tax shall remain in
35 effect. The remainder of revenue shall be deposited in the county law enforcement sales tax trust
36 fund established pursuant to section 67.582 of the county levying the tax pursuant to this section.
37 The revenue derived from the tax imposed pursuant to this section shall be used for public law
38 enforcement services only. No revenue derived from the tax imposed pursuant to this section
39 shall be used for any private contractor providing law enforcement services or for any private
40 jail.

41 4. Once the tax authorized by this section is abolished or is terminated by any means, all
42 funds remaining in the prosecuting attorney's trust fund shall be used solely by a prosecuting
43 attorney's office for the county. Any funds in such special trust fund which are not needed for
44 current expenditures may be invested by the governing body in accordance with applicable laws
45 relating to the investment of other county funds.

46 5. All sales taxes collected by the director of revenue pursuant to this section on behalf
47 of any county~~], less one percent for cost of collection which shall be deposited in the state's~~
48 ~~general revenue fund after payment of premiums for surety bonds as provided in section 32.087,]~~
49 shall be deposited in a special trust fund, which is hereby created, to be known as the "County
50 Prosecuting Attorney's Office Sales Tax Trust Fund" or in the county law enforcement sales tax
51 trust fund, pursuant to the deposit ratio in subsection 3 of this section. ~~[The moneys in the trust~~
52 ~~funds shall not be deemed to be state funds and shall not be commingled with any funds of the~~
53 ~~state.]~~ The director of revenue shall keep accurate records of the amount of money in the trusts
54 and which was collected in each county imposing a sales tax pursuant to this section, and the
55 records shall be open to the inspection of officers of the county and the public. Not later than
56 the tenth day of each month the director of revenue shall distribute all moneys deposited in the
57 trust funds during the preceding month to the county which levied the tax; such funds shall be
58 deposited with the county treasurer of each such county, and all expenditures of funds arising
59 from either trust fund shall be by an appropriation act to be enacted by the governing body of
60 each such county. Expenditures may be made from the funds for any functions authorized in the
61 ordinance or order adopted by the governing body submitting the tax to the voters.

62 6. The director of revenue may authorize the state treasurer to make refunds from the
63 amounts in the trust funds and credited to any county for erroneous payments and overpayments
64 made, and may redeem dishonored checks and drafts deposited to the credit of such counties.

65 If any county abolishes the tax, **the repeal of such tax shall become effective as provided in**
66 **section 32.087.** The county shall notify the director of revenue of the action at least ninety days
67 before the effective date of the repeal and the director of revenue may order retention in the
68 appropriate trust fund, for a period of one year, of two percent of the amount collected after
69 receipt of such notice to cover possible refunds or overpayments of the tax and to redeem
70 dishonored checks and drafts deposited to the credit of such accounts. After one year has elapsed
71 after the effective date of abolition of the tax in such county, the director of revenue shall remit
72 the balance in the account to the county and close the account of that county established pursuant
73 to this section. The director of revenue shall notify each county of each instance of any amount
74 refunded or any check redeemed from receipts due the county.

75 7. Except as modified in this section, all provisions of sections 32.085 ~~and~~ to 32.087
76 shall apply to the tax imposed pursuant to this section.

67.712. 1. All sales taxes collected by the director of revenue under sections 67.700 to
2 67.727 on behalf of any county~~], less one percent for the cost of collection, which shall be~~
3 ~~deposited in the state's general revenue fund after payment of premiums for surety bonds as~~
4 ~~provided in section 32.087,]~~ shall be deposited with the state treasurer in a special trust fund,
5 which is hereby created, to be known as the "County Alternate Sales Tax Trust Fund". The
6 moneys in the county alternate sales tax trust fund shall not be deemed to be state funds and shall
7 not be commingled with any funds of the state. The director of revenue shall keep accurate
8 records of the amount of money in the trust fund which was collected in each county imposing
9 a sales tax under sections 67.700 to 67.727, and the records shall be open to the inspection of
10 officers of each county and the general public. Not later than the tenth day of each month the
11 director of revenue shall distribute all moneys deposited in the trust fund during the preceding
12 month by distributing to the county treasurer, or such other officer as may be designated by the
13 county ordinance or order, of each county imposing the tax authorized by sections 67.700 to
14 67.727, the sum, as certified by the director of revenue, due the county.

15 2. The director of revenue may authorize the state treasurer to make refunds from the
16 amounts in the trust fund and credited to any county for erroneous payments and overpayments
17 made, and may redeem dishonored checks and drafts deposited to the credit of such counties.
18 If any county repeals the tax authorized by sections 67.700 to 67.727, the county shall notify the
19 director of revenue of the action at least ninety days prior to the effective date of the repeal, and
20 **the repeal shall be effective as provided by section 32.087.** The director of revenue may order
21 retention in the trust fund, for a period of one year, of two percent of the amount collected after
22 receipt of such notice to cover possible refunds or overpayment of such tax and to redeem
23 dishonored checks and drafts deposited to the credit of such accounts. After one year has elapsed
24 after the effective date of repeal of the tax authorized by sections 67.700 to 67.727 in such

25 county, the director of revenue shall authorize the state treasurer to remit the balance in the
26 account to the county and close the account of that county. The director of revenue shall notify
27 each county of each instance of any amount refunded or any check redeemed from receipts due
28 the county.

29 3. Except as modified in sections 67.700 to 67.727, all provisions of sections 32.085
30 ~~[and] to 32.087~~ shall apply to the tax imposed under sections 67.700 to 67.727.

67.713. 1. Notwithstanding the provisions of section 67.712, as to the disposition of any
2 other sales tax imposed under the provisions of sections 67.700 to 67.727, one-fifth of the sales
3 taxes collected by the director of revenue from the tax authorized by section 67.701 on behalf
4 of any county of the first class having a charter form of government and having a population of
5 nine hundred thousand or more~~], less one percent for cost of collection, which shall be deposited~~
6 ~~in the state's general revenue fund after payment of premiums for surety bonds as provided in~~
7 ~~sections 67.700 to 67.727,]~~ shall be deposited in a special trust fund, which is hereby created, to
8 be known as the "County-Municipal Storm Water and Public Works Sales Tax Trust Fund".
9 ~~[The moneys in the county-municipal storm water and public works sales tax trust fund shall not~~
10 ~~be deemed to be state funds and shall not be commingled with any funds of the state.]~~ The
11 director of revenue shall keep accurate records of the amount of money in the trust fund which
12 was collected in each county and the records shall be open to the inspection of officers of the
13 county and of the municipalities within the county and the public. Not later than the tenth day
14 of each month, the director of the department of revenue shall distribute all moneys deposited
15 in the county-municipal storm water and public works sales tax trust fund during the preceding
16 month to the county which levied the tax, and the municipalities which are located wholly or
17 partially within such county as follows:

18 (1) The county which levied the sales tax shall receive a percentage of the distributable
19 revenue equal to the percentage ratio that the population of the unincorporated areas of the
20 county bears to the total population of the county;

21 (2) Each municipality located wholly within the county which levied the tax shall receive
22 a percentage of the distributable revenue equal to the percentage ratio that the population of such
23 municipality bears to the total population of the county; and

24 (3) Each municipality located partially within the county which levied the tax shall
25 receive a percentage of the distributable revenue equal to the percentage ratio that the population
26 of that part of the municipality located within the county bears to the total population of the
27 county.

28 2. The director of revenue may make refunds from the amounts in the county-municipal
29 storm water and public works sales tax trust fund and credited to any county or municipality for
30 erroneous payments and overpayments made, and may redeem dishonored checks and drafts

31 deposited to the credit of such county or municipality. If any county abolishes the tax, the county
32 shall notify the director of revenue of the action at least ninety days prior to the effective date of
33 the repeal, and **the repeal shall be effective as provided by section 32.087**. The director of
34 revenue may order retention in the county-municipal storm water and public works sales tax trust
35 fund, for a period of one year, of two percent of the amount collected after receipt of such notice
36 to cover possible refunds or overpayment of the tax and to redeem dishonored checks and drafts
37 deposited to the credit of such accounts. After one year has elapsed after the effective date of
38 abolition of the tax in such county, the director of revenue shall remit the balance in the account
39 to the county or municipality and close the account of that county or municipality. The director
40 of revenue shall notify each county or municipality of each instance of any amount refunded or
41 any check redeemed from receipts due the county or municipality.

42 3. If the governing body of any municipality located wholly or partially within the county
43 so requests by resolution, no funds shall be expended from the proceeds of any tax imposed
44 under section 67.701 within the corporate boundaries of the requesting municipality for the
45 construction, reconstruction or widening of any road established or to be established pursuant
46 to section 137.558, the total cost of which exceeds one hundred thousand dollars unless: (a) a
47 public hearing is first held at a place near such proposed action; and (b) plans and specifications
48 of such proposed action are prepared and a cost-benefit analysis prepared in accordance with
49 accepted accounting principles of such proposed action is presented to such public hearing. Such
50 cost-benefit analysis and its work papers shall be a public document and subject to inspection
51 as provided in chapter 610. The provisions of this subsection shall not apply to proposed
52 projects in unincorporated areas of the county.

67.729. 1. Any county except any first class county having a charter form of government
2 and having a population of nine hundred thousand or more may, in the same manner and by the
3 same procedure and subject to the same penalties as set out in sections 67.700 to 67.727, impose
4 a sales tax of not more than one-tenth of one percent for the purpose of funding storm water
5 control and public works projects other than stadiums or other sports facilities. This sales tax
6 shall be in addition to any other sales tax authorized by law.

7 2. Notwithstanding the provisions of section 67.712 as to the disposition of any other
8 sales tax imposed under the provisions of sections 67.700 to 67.727, all sales taxes collected by
9 the director of revenue from the tax authorized by this section on behalf of any county~~], less one~~
10 ~~percent for cost of collection, which shall be deposited in the state's general revenue fund after~~
11 ~~payment of premiums for surety bonds as provided in section 32.087;]~~ shall be deposited with
12 the state treasurer in a special trust fund, which is hereby created, to be known as the "County
13 Storm Water and Public Works Sales Tax Trust Fund". ~~[The moneys in the county storm water~~
14 ~~and public works sales tax trust fund shall not be deemed to be state funds and shall not be~~

15 ~~commingled with any funds of the state.]~~ The director of revenue shall keep accurate records of
16 the amount of money in the trust fund which was collected in each county imposing a sales tax
17 under this section and the records shall be open to the inspection of officers of the county and
18 the public. Not later than the tenth day of each month the director of revenue shall distribute all
19 moneys deposited in the county storm water and public works sales tax trust fund during the
20 preceding month to the county which levied the tax, and the municipalities which are located
21 wholly or partially within such county as follows:

22 (1) The county which levied the sales tax shall receive a percentage of the distributable
23 revenue equal to the percentage ratio that the population of the unincorporated areas of the
24 county bears to the total population of the county;

25 (2) Each municipality located wholly within the county which levied the tax shall receive
26 a percentage of the distributable revenue equal to the percentage ratio that the population of such
27 municipality bears to the total population of the county; and

28 (3) Each municipality located partially within the county which levied the tax shall
29 receive a percentage of the distributable revenue equal to the percentage ratio that the population
30 of that part of the municipality located within the county bears to the total population of the
31 county.

32 3. The director of revenue may authorize the state treasurer to make refunds from the
33 amounts in the county storm water and public works sales tax trust fund and credited to any
34 county for erroneous payments and overpayments made, and may redeem dishonored checks and
35 drafts deposited to the credit of such counties. If any county abolishes the tax, the county shall
36 notify the director of revenue of the action at least ninety days prior to the effective date of the
37 repeal, and **the repeal shall be effective as provided by section 32.087.** The director of
38 revenue may order retention in the county storm water and public works sales tax trust fund, for
39 a period of one year, of two percent of the amount collected after receipt of such notice to cover
40 possible refunds or overpayment of the tax and to redeem dishonored checks and drafts deposited
41 to the credit of such accounts. After one year has elapsed after the effective date of abolition of
42 the tax in such county, the director of revenue shall authorize the state treasurer to remit the
43 balance in the account to the county and close the account of that county. The director of
44 revenue shall notify each county of each instance of any amount refunded or any check redeemed
45 from receipts due the county.

67.737. Except as modified in sections 67.730 to 67.739, all provisions of sections
2 32.085 ~~and~~ to 32.087 shall apply to the tax imposed under sections 67.730 to 67.739.

67.738. 1. All sales taxes collected by the director of revenue under sections 67.730 to
2 67.739 on behalf of any county~~], less one percent for the cost of collection, which shall be~~
3 ~~deposited in the state's general revenue fund after payment of premiums for surety bonds as~~

4 ~~provided in section 32.087,]~~ shall be deposited with the state treasurer in a special trust fund,
5 which is hereby created, to be known as the "County Capital Improvement Bond Sales Tax Trust
6 Fund". ~~[The moneys in the county capital improvement bond sales tax trust fund shall not be
7 deemed to be state funds and shall not be commingled with any funds of the state.]~~ The director
8 of revenue shall keep accurate records of the amount of money in the trust fund which was
9 collected in each county imposing a sales tax under sections 67.730 to 67.739, and the records
10 shall be open to the inspection of officers of each county and the general public. Not later than
11 the tenth day of each month the director of revenue shall distribute all moneys deposited in the
12 trust fund during the preceding month by distributing to the county treasurer, or such other
13 officer as may be designated by the county ordinance or order, of each county imposing the tax
14 authorized by sections 67.730 to 67.739, the sum, as certified by the director of revenue, due the
15 county.

16 2. The director of revenue may authorize the state treasurer to make refund from the
17 amounts in the trust fund and credited to any county for erroneous payments and overpayments
18 made, and may redeem dishonored checks and drafts deposited to the credit of such counties.
19 If any county repeals the tax authorized by sections 67.730 to 67.739, the county shall notify the
20 director of revenue of the action at least ninety days prior to the effective date of the repeal or
21 expiration, and **the repeal shall be effective as provided by section 32.087**. The director of
22 revenue may order retention in the trust fund, for a period of one year, of two percent of the
23 amount collected after receipt of such notice to cover possible refunds or overpayment of such
24 tax and to redeem dishonored checks and drafts deposited to the credit of such accounts. After
25 one year has elapsed after the effective date of repeal or expiration of the tax authorized by
26 sections 67.730 to 67.739 in such county, the director of revenue shall remit the balance in the
27 account to the county and close the account of that county. The director of revenue shall notify
28 each county of each instance of any amount refunded or any check redeemed from receipts due
29 the county.

67.745. 1. Any county of the third classification without a township form of government
2 and with more than eleven thousand seven hundred fifty but fewer than eleven thousand eight
3 hundred fifty inhabitants may impose a sales tax throughout the county for public recreational
4 projects and programs, but the sales tax authorized by this section shall not become effective
5 unless the governing body of such county submits to the qualified voters of the county a proposal
6 to authorize the county to impose the sales tax.

7 2. The ballot submission shall be in substantially the following form:
8

45 of the tax authorized by this section in a county, the director of revenue shall remit the balance
46 in the account to the county and close the account of such county. The director of revenue shall
47 notify each county of each instance of any amount refunded or any check redeemed from receipts
48 due such county.

49 7. The tax authorized under this section may be imposed in accordance with this section
50 by a county in addition to or in lieu of the tax authorized in sections 67.750 to 67.780.

51 8. The sales tax imposed under this section shall expire twenty years from the effective
52 date thereof unless an extension of the tax is submitted to and approved by the qualified voters
53 in the county in the manner provided in this section. Each extension of the sales tax shall be for
54 a period of ten years.

55 9. The provisions of this section shall not in any way affect or limit the powers granted
56 to any county to establish, maintain, and conduct parks and other recreational grounds for public
57 recreation.

58 10. Except as modified in this section, the provisions of sections 32.085 ~~and~~ to 32.087
59 shall apply to the tax imposed under this section.

67.782. 1. Any county of the third class having a population of more than ten thousand
2 and less than fifteen thousand and any county of the second class having a population of more
3 than fifty-eight thousand and less than seventy thousand adjacent to such third class county, both
4 counties making up the same judicial circuit, may jointly impose a sales tax throughout each of
5 their respective counties for public recreational purposes including the financing, acquisition,
6 construction, operation and maintenance of recreational projects and programs, but the sales
7 taxes authorized by this section shall not become effective unless the governing body of each
8 such county submits to the voters of their respective counties a proposal to authorize the counties
9 to impose the sales tax.

10 2. The ballot of submission shall be in substantially the following form:

11 Shall the County of impose a sales tax of percent in conjunction
12 with the county of for the purpose of funding the financing, acquisition, construction,
13 operation and maintenance of recreational projects and programs, including the acquisition of
14 land for such purposes?

15 YES NO

16

17 If a separate majority of the votes cast on the proposal by the qualified voters voting thereon in
18 each county are in favor of the proposal, then the tax shall be in effect in both counties. If a
19 majority of the votes cast by the qualified voters voting thereon in either county are opposed to
20 the proposal, then the governing body of neither county shall have power to impose the sales tax
21 authorized by this section unless or until the governing body of the county that has not approved

22 the tax shall again have submitted another proposal to authorize the governing body to impose
23 the tax, and the proposal is approved by a majority of the qualified voters voting thereon in that
24 county.

25 3. The sales tax may be imposed at a rate of one percent on the receipts from the sale at
26 retail of all tangible personal property or taxable service at retail within the county adopting such
27 tax, if such property and services are subject to taxation by the state of Missouri under the
28 provisions of sections 144.010 to 144.525.

29 4. All sales taxes collected by the director of revenue under this section on behalf of any
30 county ~~[less one percent for the cost of collection, which shall be deposited in the state's general~~
31 ~~revenue fund after payment of premiums for surety bonds as provided in section 32.087,]~~ shall
32 be deposited with the state treasurer in a special trust fund, which is hereby created, to be known
33 as the "County Recreation Sales Tax Trust Fund". ~~[The moneys in the county recreation sales~~
34 ~~tax trust fund shall not be deemed to be state funds and shall not be commingled with any funds~~
35 ~~of the state.]~~ The director of revenue shall keep accurate records of the amount of money in the
36 trust fund which was collected in each county imposing a sales tax under this section, and the
37 records shall be open to the inspection of officers of each county and the general public. Not
38 later than the tenth day of each month, the director of revenue shall distribute all moneys
39 deposited in the trust fund during the preceding month by distributing to the county treasurer,
40 or such other officer as may be designated by the county ordinance or order, of each county
41 imposing the tax authorized by this section, the sum, as certified by the director of revenue, due
42 the county.

43 5. The director of revenue may authorize the state treasurer to make refunds from the
44 amounts in the trust fund and credited to any county for erroneous payments and overpayments
45 made, and may redeem dishonored checks and drafts deposited to the credit of such counties.
46 Each county shall notify the director of revenue at least ninety days prior to the effective date of
47 the expiration of the sales tax authorized by this section, and **the repeal shall be effective as**
48 **provided by section 32.087.** The director of revenue may order retention in the trust fund, for
49 a period of one year, of two percent of the amount collected after receipt of such notice to cover
50 possible refunds or overpayment of such tax and to redeem dishonored checks and drafts
51 deposited to the credit of such accounts. After one year has elapsed after the date of expiration
52 of the tax authorized by this section in such county, the director of revenue shall remit the
53 balance in the account to the county and close the account of that county. The director of
54 revenue shall notify each county of each instance of any amount refunded or any check redeemed
55 from receipts due the county.

56 6. The tax authorized by this section may be imposed, in accordance with this section,
57 by a county in addition to or in lieu of the tax authorized by sections 67.750 to 67.780.

58 7. Any county imposing a sales tax pursuant to the provisions of this section may
59 contract with the authority of any other county or with any city or political subdivision for the
60 financing, acquisition, operation, construction, maintenance, or utilization of any recreation
61 facility or project or program funded in whole or in part from revenues derived from the tax
62 levied pursuant to the provisions of this section.

63 8. The sales tax imposed pursuant to the provisions of this section shall expire
64 twenty-five years from the effective date thereof unless an extension of the tax is submitted to
65 and approved by the voters in each county in the manner provided in this section. Each
66 extension of the sales tax shall be for a period of ten years.

67 9. The governing body of each of the counties imposing a sales tax under the provisions
68 of this section may cooperate with the governing body of any county or other political
69 subdivision of this state in carrying out the provisions of this section, and may establish and
70 conduct jointly a system of public recreation. The respective governing bodies administering
71 programs jointly may provide by agreement among themselves for all matters connected with
72 the programs and determine what items of cost and expense shall be paid by each.

73 10. The provisions of this section shall not in any way repeal, affect or limit the powers
74 granted to any county to establish, maintain and conduct parks and other recreational grounds
75 for public recreation.

76 11. Except as modified in this section, all provisions of sections 32.085 ~~and~~ to 32.087
77 shall apply to the tax imposed under this section.

67.799. 1. A regional recreational district may, by a majority vote of its board of
2 directors, impose an annual property tax for the establishment and maintenance of public parks
3 and recreational facilities and grounds within the boundaries of the regional recreational district
4 not to exceed sixty cents per year on each one hundred dollars of assessed valuation on all
5 property within the district, except that no such tax shall become effective unless the board of
6 directors of the district submits to the voters of the district, at a county or state general, primary
7 or special election, a proposal to authorize the tax.

8 2. The question shall be submitted in substantially the following form:

9 Shall a cent tax per one hundred dollars assessed valuation be levied for public
10 parks and recreational facilities?

11 YES NO

12

13 If a majority of the votes cast on the proposal by the qualified voters voting thereon are in favor
14 of the proposal, then the tax shall become effective. If a majority of the votes cast by the
15 qualified voters voting are opposed to the proposal, then the board of directors shall have no
16 power to impose the tax unless and until the board of directors of the district submits another

17 proposal to authorize the tax and such proposal is approved by a majority of the qualified voters
18 voting thereon.

19 3. The property tax authorized in subsections 1 and 2 of this section shall be levied and
20 collected in the same manner as other ad valorem property taxes are levied and collected.

21 4. (1) A regional recreational district may, by a majority vote of its board of directors,
22 impose a tax not to exceed one-half of one cent on all retail sales subject to taxation pursuant to
23 sections 144.010 to 144.525 for the purpose of funding the creation, operation and maintenance
24 of public parks, recreational facilities and grounds within the boundaries of a regional
25 recreational district. The tax authorized by this subsection shall be in addition to all other sales
26 taxes allowed by law. No tax pursuant to this subsection shall become effective unless the board
27 of directors submits to the voters of the district, at a county or state general, primary or special
28 election, a proposal to authorize the tax, and such tax shall become effective only after the
29 majority of the voters voting on such tax approve such tax.

30 (2) In the event the district seeks to impose a sales tax pursuant to this subsection, the
31 question shall be submitted in substantially the following form:

32 Shall a . . . cent sales tax be levied on all retail sales within the district for public parks
33 and recreational facilities?

34 YES NO

35

36 If a majority of the votes cast on the proposal by the qualified voters voting thereon are in favor
37 of the proposal, then the tax shall become effective. If a majority of the votes cast by the
38 qualified voters voting are opposed to the proposal, then the board of directors shall have no
39 power to impose the tax unless and until another proposal to authorize the tax is submitted to the
40 voters of the district and such proposal is approved by a majority of the qualified voters voting
41 thereon. The provisions of sections 32.085 ~~and~~ to 32.087 shall apply to any tax approved
42 pursuant to this subsection.

43 5. As used in this section, "qualified voters" or "voters" means any individuals residing
44 within the proposed district who are eligible to be registered voters and who have registered to
45 vote under chapter 115 or, if no individuals eligible and registered to vote reside within the
46 proposed district, all of the owners of real property located within the proposed district who have
47 unanimously petitioned for or consented to the adoption of an ordinance by the governing body
48 imposing a tax authorized in this section. If the owner of the property within the proposed
49 district is a political subdivision or corporation of the state, the governing body of such political
50 subdivision or corporation shall be considered the owner for purposes of this section.

67.997. 1. The governing body of any county of the third classification without a
2 township form of government and with more than eighteen thousand one hundred but fewer than

3 eighteen thousand two hundred inhabitants may impose, by order or ordinance, a sales tax on all
 4 retail sales made within the county which are subject to sales tax under chapter 144. The tax
 5 authorized in this section shall not exceed one-fourth of one percent, and shall be imposed solely
 6 for the purpose of funding senior services and youth programs provided by the county. One-half
 7 of all revenue collected under this section [~~less one-half the cost of collection,~~] shall be used
 8 solely to fund any service or activity deemed necessary by the senior service tax commission
 9 established in this section, and one-half of all revenue collected under this section [~~less one-half~~
 10 ~~the cost of collection,~~] shall be used solely to fund all youth programs administered by an
 11 existing county community task force. The tax authorized in this section shall be in addition to
 12 all other sales taxes imposed by law, and shall be stated separately from all other charges and
 13 taxes. The order or ordinance shall not become effective unless the governing body of the county
 14 submits to the voters residing within the county at a state general, primary, or special election
 15 a proposal to authorize the governing body of the county to impose a tax under this section.

16 2. The ballot of submission for the tax authorized in this section shall be in substantially
 17 the following form:

18 Shall (insert the name of the county) impose a sales tax at a
 19 rate of (insert rate of percent) percent, with half of the revenue from the tax, less one-half
 20 the cost of collection, to be used solely to fund senior services provided by the county and half
 21 of the revenue from the tax, less one-half the cost of collection, to be used solely to fund youth
 22 programs provided by the county?

23 YES NO

24
 25 If you are in favor of the question, place an "X" in the box opposite "YES". If you are opposed
 26 to the question, place an "X" in the box opposite "NO".

27
 28 If a majority of the votes cast on the question by the qualified voters voting thereon are in favor
 29 of the question, then the tax shall become effective on the first day of the second calendar quarter
 30 immediately following the approval of the tax or notification to the department of revenue if such
 31 tax will be administered by the department of revenue. If a majority of the votes cast on the
 32 question by the qualified voters voting thereon are opposed to the question, then the tax shall not
 33 become effective unless and until the question is resubmitted under this section to the qualified
 34 voters and such question is approved by a majority of the qualified voters voting on the question.

35 3. ~~On or after the effective date of any tax authorized under this section, the county~~
 36 ~~which imposed the tax shall enter into an agreement with the director of the department of~~
 37 ~~revenue for the purpose of collecting the tax authorized in this section. On or after the effective~~
 38 ~~date of the tax the director of revenue shall be responsible for the administration, collection,~~

39 ~~enforcement, and operation of the tax, and]~~ Sections 32.085 ~~[and]~~ to 32.087 shall apply. All
40 revenue collected under this section by the director of the department of revenue on behalf of any
41 county ~~[, except for one percent for the cost of collection which shall be deposited in the state's~~
42 ~~general revenue fund,]~~ shall be deposited in a special trust fund, which is hereby created and
43 shall be known as the "Senior Services and Youth Programs Sales Tax Trust Fund", and shall
44 be used solely for the designated purposes. ~~[Moneys in the fund shall not be deemed to be state~~
45 ~~funds, and shall not be commingled with any funds of the state.]~~ The director may make refunds
46 from the amounts in the trust fund and credited to the county for erroneous payments and
47 overpayments made, and may redeem dishonored checks and drafts deposited to the credit of
48 such county. Any funds in the special trust fund which are not needed for current expenditures
49 shall be invested in the same manner as other funds are invested. Any interest and moneys
50 earned on such investments shall be credited to the fund.

51 4. ~~[In order to permit sellers required to collect and report the sales tax to collect the~~
52 ~~amount required to be reported and remitted, but not to change the requirements of reporting or~~
53 ~~remitting the tax, or to serve as a levy of the tax, and in order to avoid fractions of pennies, the~~
54 ~~governing body of the county may authorize the use of a bracket system similar to that authorized~~
55 ~~in section 144.285 and notwithstanding the provisions of that section, this new bracket system~~
56 ~~shall be used where this tax is imposed and shall apply to all taxable transactions.]~~ Beginning
57 with the effective date of the tax, every retailer in the county shall add the sales tax to the sale
58 price, and this tax shall be a debt of the purchaser to the retailer until paid, and shall be
59 recoverable at law in the same manner as the purchase price. For purposes of this section, all
60 retail sales shall be deemed to be consummated at the place of business of the retailer.

61 5. All applicable provisions in sections 144.010 to 144.525 governing the state sales tax,
62 and section 32.057, the uniform confidentiality provision, shall apply to the collection of the tax~~;~~
63 ~~and all exemptions granted to agencies of government, organizations, and persons under sections~~
64 ~~144.010 to 144.525 are hereby made applicable to the imposition and collection of the tax. The~~
65 ~~same sales tax permit, exemption certificate, and retail certificate required by sections 144.010~~
66 ~~to 144.525 for the administration and collection of the state sales tax shall satisfy the~~
67 ~~requirements of this section, and no additional permit or exemption certificate or retail certificate~~
68 ~~shall be required; except that, the director of revenue may prescribe a form of exemption~~
69 ~~certificate for an exemption from the tax. All discounts allowed the retailer under the state sales~~
70 ~~tax for the collection of and for payment of taxes are hereby allowed and made applicable to the~~
71 ~~tax. The penalties for violations provided in section 32.057 and sections 144.010 to 144.525 are~~
72 ~~hereby made applicable to violations of this section. If any person is delinquent in the payment~~
73 ~~of the amount required to be paid under this section, or in the event a determination has been~~
74 ~~made against the person for taxes and penalty under this section, the limitation for bringing suit~~

75 for the collection of the delinquent tax and penalty shall be the same as that provided in sections
76 144.010 to 144.525].

77 6. The governing body of any county that has adopted the sales tax authorized in this
78 section may submit the question of repeal of the tax to the voters on any date available for
79 elections for the county. The ballot of submission shall be in substantially the following form:

80 Shall (insert the name of the county) repeal the sales tax imposed
81 at a rate of (insert rate of percent) percent for the purpose of funding senior services and
82 youth programs provided by the county?

83 YES NO

84

85 If you are in favor of the question, place an "X" in the box opposite "YES". If you are opposed
86 to the question, place an "X" in the box opposite "NO".

87

88 If a majority of the votes cast on the question by the qualified voters voting thereon are in favor
89 of repeal, that repeal shall become effective ~~[on December thirty-first of the calendar year in~~
90 ~~which such repeal was approved]~~ **as provided by section 32.087**. If a majority of the votes cast
91 on the question by the qualified voters voting thereon are opposed to the repeal, then the sales
92 tax authorized in this section shall remain effective until the question is resubmitted under this
93 section to the qualified voters and the repeal is approved by a majority of the qualified voters
94 voting on the question.

95 7. Whenever the governing body of any county that has adopted the sales tax authorized
96 in this section receives a petition, signed by ten percent of the registered voters of the county
97 voting in the last gubernatorial election, calling for an election to repeal the sales tax imposed
98 under this section, the governing body shall submit to the voters of the county a proposal to
99 repeal the tax. If a majority of the votes cast on the question by the qualified voters voting
100 thereon are in favor of the repeal, the repeal shall become effective ~~[on December thirty-first of~~
101 ~~the calendar year in which such repeal was approved]~~ **as provided by section 32.087**. If a
102 majority of the votes cast on the question by the qualified voters voting thereon are opposed to
103 the repeal, then the sales tax authorized in this section shall remain effective until the question
104 is resubmitted under this section to the qualified voters and the repeal is approved by a majority
105 of the qualified voters voting on the question.

106 8. If the tax is repealed or terminated by any means, all funds remaining in the special
107 trust fund shall continue to be used solely for the designated purposes, and the county shall notify
108 the director of the department of revenue of the action at least thirty days before the effective
109 date of the repeal and the director may order retention in the trust fund, for a period of one year,
110 of two percent of the amount collected after receipt of such notice to cover possible refunds or

111 overpayment of the tax and to redeem dishonored checks and drafts deposited to the credit of
 112 such accounts. After one year has elapsed after the effective date of abolition of the tax in such
 113 county, the director shall remit the balance in the account to the county and close the account of
 114 that county. The director shall notify each county of each instance of any amount refunded or
 115 any check redeemed from receipts due the county.

116 9. Each county imposing the tax authorized in this section shall establish a senior
 117 services tax commission to administer the portion of the sales tax revenue dedicated to providing
 118 senior services. Such commission shall consist of seven members appointed by the county
 119 commission. The county commission shall determine the qualifications, terms of office,
 120 compensation, powers, duties, restrictions, procedures, and all other necessary functions of the
 121 commission.

67.1300. 1. **Any governing body of a municipality located in a county enumerated
 2 in subdivisions (1) to (26) of this subsection or** the governing body of any of the contiguous
 3 counties of the third classification without a township form of government enumerated in
 4 subdivisions ~~[(1)] (27)~~ to ~~[(5)] (31)~~ of this subsection ~~[or]~~ **may impose, by ordinance or order,
 5 a sales tax on all retail sales made in such county or municipality which are subject to
 6 taxation pursuant to the provisions of sections 144.010 to 144.525:**

7 (1) In any county of the fourth classification acting as a county of the second
 8 classification, having a population of at least forty thousand but less than forty-five thousand
 9 with a state university, and adjoining a county of the first classification with part of a city with
 10 a population of three hundred fifty thousand or more inhabitants; ~~[or]~~

11 (2) A county of the third classification with a township form of government and with a
 12 population of at least eight thousand but less than eight thousand four hundred inhabitants; ~~[or]~~

13 (3) A county of the third classification with more than fifteen townships having a
 14 population of at least twenty-one thousand inhabitants; ~~[or]~~

15 (4) A county of the third classification without a township form of government and with
 16 a population of at least seven thousand four hundred but less than eight thousand inhabitants;
 17 ~~[or]~~

18 (5) Any county of the third classification with a population greater than three thousand
 19 but less than four thousand; ~~[or]~~

20 (6) Any county of the third classification with a population greater than six thousand one
 21 hundred but less than six thousand four hundred; ~~[or]~~

22 (7) Any county of the third classification with a population greater than six thousand
 23 eight hundred but less than seven thousand; ~~[or]~~

24 (8) Any county of the third classification with a population greater than seven thousand
 25 eight hundred but less than seven thousand nine hundred; ~~[or]~~

- 26 **(9)** Any county of the third classification with a population greater than eight thousand
27 four hundred sixty but less than eight thousand five hundred; ~~☐~~
- 28 **(10)** Any county of the third classification with a population greater than nine thousand
29 but less than nine thousand two hundred; ~~☐~~
- 30 **(11)** Any county of the third classification with a population greater than ten thousand
31 five hundred but less than ten thousand six hundred; ~~☐~~
- 32 **(12)** Any county of the third classification with a population greater than twenty-three
33 thousand five hundred but less than twenty-three thousand seven hundred; ~~☐~~
- 34 **(13)** A county of the third classification with a population greater than thirty-three
35 thousand but less than thirty-four thousand; ~~☐~~
- 36 **(14)** A county of the third classification with a population greater than twenty thousand
37 eight hundred but less than twenty-one thousand; ~~☐~~
- 38 **(15)** A county of the third classification with a population greater than fourteen thousand
39 one hundred but less than fourteen thousand five hundred; ~~☐~~
- 40 **(16)** A county of the third classification with a population greater than twenty thousand
41 eight hundred fifty but less than twenty-two thousand; ~~☐~~
- 42 **(17)** A county of the third classification with a population greater than thirty-nine
43 thousand but less than forty thousand; ~~☐~~
- 44 **(18)** A county of the third classification with a township form of organization and a
45 population greater than twenty-eight thousand but less than twenty-nine thousand; ~~☐~~
- 46 **(19)** A county of the third classification with a population greater than fifteen thousand
47 but less than fifteen thousand five hundred; ~~☐~~
- 48 **(20)** A county of the third classification with a population greater than eighteen thousand
49 but less than nineteen thousand seventy; ~~☐~~
- 50 **(21)** A county of the third classification with a population greater than thirteen thousand
51 nine hundred but less than fourteen thousand four hundred; ~~☐~~
- 52 **(22)** A county of the third classification with a population greater than twenty-seven
53 thousand but less than twenty-seven thousand five hundred; ~~☐~~
- 54 **(23)** A county of the first classification without a charter form of government and a
55 population of at least eighty thousand but not greater than eighty-three thousand; ~~☐~~
- 56 **(24)** A county of the third classification with a population greater than fifteen thousand
57 but less than fifteen thousand nine hundred without a township form of government which does
58 not adjoin any county of the first, second or fourth classification; ~~☐~~
- 59 **(25)** A county of the third classification with a population greater than twenty-three
60 thousand but less than twenty-five thousand without a township form of government which does
61 not adjoin any county of the second or fourth classification and does adjoin a county of the first

62 classification with a population greater than one hundred twenty thousand but less than one
63 hundred fifty thousand; ~~[or]~~

64 **(26)** In any county of the fourth classification acting as a county of the second
65 classification, having a population of at least forty-eight thousand ~~[or any governing body of a~~
66 ~~municipality located in any of such counties may impose, by ordinance or order, a sales tax on~~
67 ~~all retail sales made in such county or municipality which are subject to taxation pursuant to the~~
68 ~~provisions of sections 144.010 to 144.525:~~

69 ~~——(1) ;~~

70 **(27)** A county with a population of at least four thousand two hundred inhabitants but
71 not more than four thousand five hundred inhabitants;

72 ~~[(2)]~~ **(28)** A county with a population of at least four thousand seven hundred inhabitants
73 but not more than four thousand nine hundred inhabitants;

74 ~~[(3)]~~ **(29)** A county with a population of at least seven thousand three hundred
75 inhabitants but not more than seven thousand six hundred inhabitants;

76 ~~[(4)]~~ **(30)** A county with a population of at least ten thousand one hundred inhabitants
77 but not more than ten thousand three hundred inhabitants; ~~[and] or~~

78 ~~[(5)]~~ **(31)** A county with a population of at least four thousand three hundred inhabitants
79 but not more than four thousand five hundred inhabitants.

80 2. The maximum rate for a sales tax pursuant to this section shall be one percent for
81 municipalities and one-half of one percent for counties.

82 3. The tax authorized by this section shall be in addition to any and all other sales taxes
83 allowed by law, except that no ordinance or order imposing a sales tax pursuant to the provisions
84 of this section shall be effective unless the governing body of the county or municipality submits
85 to the voters of the county or municipality, at a regularly scheduled county, municipal or state
86 general or primary election, a proposal to authorize the governing body of the county or
87 municipality to impose a tax. Any sales tax imposed pursuant to this section shall not be
88 authorized for a period of more than five years.

89 4. Such proposal shall be submitted in substantially the following form:

90 Shall the (city, town, village or county) of impose a sales tax of (insert
91 amount) for the purpose of economic development in the (city, town, village or county)?

92 YES NO

93

94 If a majority of the votes cast on the proposal by the qualified voters voting thereon are in favor
95 of the proposal, then the ordinance or order and any amendments thereto shall be in effect on the
96 first day of the second quarter after the director of revenue receives notice of adoption of the tax.

97 If a majority of the votes cast by the qualified voters voting are opposed to the proposal, then the

98 governing body of the county or municipality shall not impose the sales tax authorized in this
99 section until the governing body of the county or municipality resubmits another proposal to
100 authorize the governing body of the county or municipality to impose the sales tax authorized
101 by this section and such proposal is approved by a majority of the qualified voters voting
102 thereon; however no such proposal shall be resubmitted to the voters sooner than twelve months
103 from the date of the submission of the last such proposal.

104 5. All revenue received by a county or municipality from the tax authorized pursuant to
105 the provisions of this section shall be deposited in a special trust fund and shall be used solely
106 for economic development purposes within such county or municipality for so long as the tax
107 shall remain in effect.

108 6. Once the tax authorized by this section is abolished or is terminated by any means, all
109 funds remaining in the special trust fund shall be used solely for economic development purposes
110 within the county or municipality. Any funds in such special trust fund which are not needed for
111 current expenditures may be invested by the governing body in accordance with applicable laws
112 relating to the investment of other county or municipal funds.

113 7. All sales taxes collected by the director of revenue pursuant to this section on behalf
114 of any county or municipality [~~less one percent for cost of collection which shall be deposited~~
115 ~~in the state's general revenue fund after payment of premiums for surety bonds as provided in~~
116 ~~section 32.087,~~] shall be deposited in a special trust fund, which is hereby created, to be known
117 as the "Local Economic Development Sales Tax Trust Fund".

118 8. [~~The moneys in the local economic development sales tax trust fund shall not be~~
119 ~~deemed to be state funds and shall not be commingled with any funds of the state.~~] The director
120 of revenue shall keep accurate records of the amount of money in the trust fund and which was
121 collected in each county or municipality imposing a sales tax pursuant to this section, and the
122 records shall be open to the inspection of officers of the county or municipality and the public.

123 9. Not later than the tenth day of each month the director of revenue shall distribute all
124 moneys deposited in the trust fund during the preceding month to the county or municipality
125 which levied the tax. Such funds shall be deposited with the county treasurer of each such
126 county or the appropriate municipal officer in the case of a municipal tax, and all expenditures
127 of funds arising from the local economic development sales tax trust fund shall be by an
128 appropriation act to be enacted by the governing body of each such county or municipality.
129 Expenditures may be made from the fund for any economic development purposes authorized
130 in the ordinance or order adopted by the governing body submitting the tax to the voters.

131 10. The director of revenue may authorize the state treasurer to make refunds from the
132 amounts in the trust fund and credited to any county or municipality for erroneous payments and

133 overpayments made, and may redeem dishonored checks and drafts deposited to the credit of
134 such counties and municipalities.

135 11. If any county or municipality abolishes the tax, the county or municipality shall
136 notify the director of revenue of the action at least ninety days prior to the effective date of the
137 repeal, and **the repeal shall be effective as provided by section 32.087**. The director of
138 revenue may order retention in the trust fund, for a period of one year, of two percent of the
139 amount collected after receipt of such notice to cover possible refunds or overpayment of the tax
140 and to redeem dishonored checks and drafts deposited to the credit of such accounts. After one
141 year has elapsed after the effective date of abolition of the tax in such county or municipality, the
142 director of revenue shall remit the balance in the account to the county or municipality and close
143 the account of that county or municipality. The director of revenue shall notify each county or
144 municipality of each instance of any amount refunded or any check redeemed from receipts due
145 the county or municipality.

146 12. Except as modified in this section, all provisions of sections 32.085 ~~and~~ to 32.087
147 shall apply to the tax imposed pursuant to this section.

148 13. For purposes of this section, the term "economic development" is limited to the
149 following:

150 (1) Operations of economic development or community development offices, including
151 the salaries of employees;

152 (2) Provision of training for job creation or retention;

153 (3) Provision of infrastructure and sites for industrial development or for public
154 infrastructure projects; and

155 (4) Refurbishing of existing structures and property relating to community development.

67.1303. 1. The governing body of any home rule city with more than one hundred
2 fifty-one thousand five hundred but less than one hundred fifty-one thousand six hundred
3 inhabitants, any home rule city with more than forty-five thousand five hundred but less than
4 forty-five thousand nine hundred inhabitants and the governing body of any city within any
5 county of the first classification with more than one hundred four thousand six hundred but less
6 than one hundred four thousand seven hundred inhabitants and the governing body of any county
7 of the third classification without a township form of government and with more than forty
8 thousand eight hundred but less than forty thousand nine hundred inhabitants or any city within
9 such county may impose, by order or ordinance, a sales tax on all retail sales made in the city or
10 county which are subject to sales tax under chapter 144. In addition, the governing body of any
11 county of the first classification with more than eighty-five thousand nine hundred but less than
12 eighty-six thousand inhabitants or the governing body of any home rule city with more than
13 seventy-three thousand but less than seventy-five thousand inhabitants may impose, by order or

14 ordinance, a sales tax on all retail sales made in the city or county which are subject to sales tax
 15 under chapter 144. The tax authorized in this section shall not be more than one-half of one
 16 percent. The order or ordinance imposing the tax shall not become effective unless the
 17 governing body of the city or county submits to the voters of the city or county at a state general
 18 or primary election a proposal to authorize the governing body to impose a tax under this section.
 19 The tax authorized in this section shall be in addition to all other sales taxes imposed by law, and
 20 shall be stated separately from all other charges and taxes.

21 2. The ballot of submission for the tax authorized in this section shall be in substantially
 22 the following form:

23 Shall (insert the name of the city or county) impose a sales tax at a rate
 24 of (insert rate of percent) percent for economic development purposes?

25 YES NO

26

27 If a majority of the votes cast on the question by the qualified voters voting thereon are in favor
 28 of the question, then the tax shall become effective ~~[on the first day of the second calendar~~
 29 ~~quarter following the calendar quarter in which the election was held]~~ **as provided by section**
 30 **32.087**. If a majority of the votes cast on the question by the qualified voters voting thereon are
 31 opposed to the question, then the tax shall not become effective unless and until the question is
 32 resubmitted under this section to the qualified voters and such question is approved by a majority
 33 of the qualified voters voting on the question, provided that no proposal shall be resubmitted to
 34 the voters sooner than twelve months from the date of the submission of the last proposal.

35 3. No revenue generated by the tax authorized in this section shall be used for any retail
 36 development project. At least twenty percent of the revenue generated by the tax authorized in
 37 this section shall be used solely for projects directly related to long-term economic development
 38 preparation, including, but not limited to, the following:

- 39 (1) Acquisition of land;
- 40 (2) Installation of infrastructure for industrial or business parks;
- 41 (3) Improvement of water and wastewater treatment capacity;
- 42 (4) Extension of streets;
- 43 (5) Providing matching dollars for state or federal grants;
- 44 (6) Marketing;
- 45 (7) Construction and operation of job training and educational facilities; and
- 46 (8) Providing grants and low-interest loans to companies for job training, equipment
 47 acquisition, site development, and infrastructure. Not more than twenty-five percent of the
 48 revenue generated may be used annually for administrative purposes, including staff and facility
 49 costs.

50 4. All revenue generated by the tax shall be deposited in a special trust fund and shall
51 be used solely for the designated purposes. If the tax is repealed, all funds remaining in the
52 special trust fund shall continue to be used solely for the designated purposes. Any funds in the
53 special trust fund which are not needed for current expenditures may be invested by the
54 governing body in accordance with applicable laws relating to the investment of other city or
55 county funds.

56 **5. The director of revenue may authorize the state treasurer to make refunds from**
57 **the amounts in the trust fund and credited to any city or county for erroneous payments**
58 **and overpayments to the trust fund and may redeem dishonored checks and drafts**
59 **deposited to the credit of such counties. If any city or county abolishes the tax authorized**
60 **under this section, the repeal of such tax shall become effective December thirty-first of the**
61 **calendar year in which such abolishment was approved. Each city or county shall notify**
62 **the director of revenue at least ninety days prior to the effective date of the expiration of**
63 **the sales tax authorized by this section, and the repeal shall be effective as provided by**
64 **section 32.087. The director of revenue may order retention in the trust fund, for a period**
65 **of one year, of two percent of the amount collected after receipt of such notice to cover**
66 **possible refunds or overpayment of such tax and to redeem dishonored checks and drafts**
67 **deposited to the credit of such accounts. After one year has elapsed after the date of**
68 **expiration of the tax authorized by this section in such city or county, the director of**
69 **revenue shall remit the balance in the account to the city or county and close the account**
70 **of that city or county. The director of revenue shall notify each city or county of each**
71 **instance of any amount refunded or any check redeemed from receipts due to the city or**
72 **county.**

73 6. Any city or county imposing the tax authorized in this section shall establish an
74 economic development tax board. The board shall consist of eleven members, to be appointed
75 as follows:

76 (1) Two members shall be appointed by the school boards whose districts are included
77 within any economic development plan or area funded by the sales tax authorized in this section.
78 Such members shall be appointed in any manner agreed upon by the affected districts;

79 (2) One member shall be appointed, in any manner agreed upon by the affected districts,
80 to represent all other districts levying ad valorem taxes within the area selected for an economic
81 development project or area funded by the sales tax authorized in this section, excluding
82 representatives of the governing body of the city or county;

83 (3) One member shall be appointed by the largest public school district in the city or
84 county;

85 (4) In each city or county, five members shall be appointed by the chief elected officer
86 of the city or county with the consent of the majority of the governing body of the city or county;

87 (5) In each city, two members shall be appointed by the governing body of the county
88 in which the city is located. In each county, two members shall be appointed by the governing
89 body of the county. At the option of the members appointed by a city or county the members
90 who are appointed by the school boards and other taxing districts may serve on the board for a
91 term to coincide with the length of time an economic development project, plan, or designation
92 of an economic development area is considered for approval by the board, or for the definite
93 terms as provided in this subsection. If the members representing school districts and other
94 taxing districts are appointed for a term coinciding with the length of time an economic
95 development project, plan, or area is approved, such term shall terminate upon final approval of
96 the project, plan, or designation of the area by the governing body of the city or county. If any
97 school district or other taxing jurisdiction fails to appoint members of the board within thirty
98 days of receipt of written notice of a proposed economic development plan, economic
99 development project, or designation of an economic development area, the remaining members
100 may proceed to exercise the power of the board. Of the members first appointed by the city or
101 county, three shall be designated to serve for terms of two years, three shall be designated to
102 serve for a term of three years, and the remaining members shall be designated to serve for a term
103 of four years from the date of such initial appointments. Thereafter, the members appointed by
104 the city or county shall serve for a term of four years, except that all vacancies shall be filled for
105 unexpired terms in the same manner as were the original appointments.

106 ~~[6-]~~ 7. The board, subject to approval of the governing body of the city or county, shall
107 develop economic development plans, economic development projects, or designations of an
108 economic development area, and shall hold public hearings and provide notice of any such
109 hearings. The board shall vote on all proposed economic development plans, economic
110 development projects, or designations of an economic development area, and amendments
111 thereto, within thirty days following completion of the hearing on any such plan, project, or
112 designation, and shall make recommendations to the governing body within ninety days of the
113 hearing concerning the adoption of or amendment to economic development plans, economic
114 development projects, or designations of an economic development area.

115 ~~[7-]~~ 8. The board shall report at least annually to the governing body of the city or
116 county on the use of the funds provided under this section and on the progress of any plan,
117 project, or designation adopted under this section.

118 ~~[8-]~~ 9. The governing body of any city or county that has adopted the sales tax
119 authorized in this section may submit the question of repeal of the tax to the voters on any date

120 available for elections for the city or county. The ballot of submission shall be in substantially
121 the following form:

122 Shall (insert the name of the city or county) repeal the sales tax
123 imposed at a rate of (insert rate of percent) percent for economic development purposes?

124 YES NO

125

126 If a majority of the votes cast on the proposal are in favor of repeal, that repeal shall become
127 effective on December thirty-first of the calendar year in which such repeal was approved. If a
128 majority of the votes cast on the question by the qualified voters voting thereon are opposed to
129 the repeal, then the sales tax authorized in this section shall remain effective until the question
130 is resubmitted under this section to the qualified voters of the city or county, and the repeal is
131 approved by a majority of the qualified voters voting on the question.

132 ~~[9-]~~ **10.** Whenever the governing body of any city or county that has adopted the sales
133 tax authorized in this section receives a petition, signed by ten percent of the registered voters
134 of the city or county voting in the last gubernatorial election, calling for an election to repeal the
135 sales tax imposed under this section, the governing body shall submit to the voters a proposal
136 to repeal the tax. If a majority of the votes cast on the question by the qualified voters voting
137 thereon are in favor of the repeal, that repeal shall become effective ~~[on December thirty-first of~~
138 ~~the calendar year in which such repeal was approved]~~ **as provided by section 32.087.** If a
139 majority of the votes cast on the question by the qualified voters voting thereon are opposed to
140 the repeal, then the tax shall remain effective until the question is resubmitted under this section
141 to the qualified voters and the repeal is approved by a majority of the qualified voters voting on
142 the question. **If the city or county abolishes the tax, the city or county shall notify the**
143 **director of revenue of the action at least one hundred twenty days prior to the effective**
144 **date of the repeal.**

145 **11. After the effective date of any tax imposed under the provisions of this section,**
146 **the director of revenue shall perform all functions incident to the administration,**
147 **collection, enforcement, and operation of the tax and collect, in addition to the sales tax for**
148 **the state of Missouri, the additional tax authorized under this section. The tax imposed**
149 **under this section and the tax imposed under the sales tax law of the state of Missouri shall**
150 **be collected together and reported upon such forms and under such administrative rules**
151 **and regulations as may be prescribed by the director of revenue.**

152 **12. Except as provided in this section, all provisions of sections 32.085 to 32.087**
153 **shall apply to the tax imposed under this section.**

67.1305. 1. As used in this section, the term "city" shall mean any incorporated city,
2 town, or village.

3 2. In lieu of the sales taxes authorized under sections 67.1300 and 67.1303, the
 4 governing body of any city or county may impose, by order or ordinance, a sales tax on all retail
 5 sales made in the city or county which are subject to sales tax under chapter 144. The tax
 6 authorized in this section shall not be more than one-half of one percent. The order or ordinance
 7 imposing the tax shall not become effective unless the governing body of the city or county
 8 submits to the voters of the city or county at any citywide, county or state general, primary or
 9 special election a proposal to authorize the governing body to impose a tax under this section.
 10 The tax authorized in this section shall be in addition to all other sales taxes imposed by law, and
 11 shall be stated separately from all other charges and taxes. The tax authorized in this section
 12 shall not be imposed by any city or county that has imposed a tax under section 67.1300 or
 13 67.1303 unless the tax imposed under those sections has expired or been repealed.

14 3. The ballot of submission for the tax authorized in this section shall be in substantially
 15 the following form:

16 Shall (insert the name of the city or county) impose a sales tax at a rate of
 17 (insert rate of percent) percent for economic development purposes?

18 YES NO

19

20 If a majority of the votes cast on the question by the qualified voters voting thereon are in favor
 21 of the question, then the tax shall become effective on the first day of the second calendar quarter
 22 following the calendar quarter in which the election was held. If a majority of the votes cast on
 23 the question by the qualified voters voting thereon are opposed to the question, then the tax shall
 24 not become effective unless and until the question is resubmitted under this section to the
 25 qualified voters and such question is approved by a majority of the qualified voters voting on the
 26 question, provided that no proposal shall be resubmitted to the voters sooner than twelve months
 27 from the date of the submission of the last proposal.

28 4. All sales taxes collected by the director of revenue under this section on behalf of any
 29 county or municipality[~~, less one percent for cost of collection which shall be deposited in the~~
 30 ~~state's general revenue fund after payment of premiums for surety bonds as provided in section~~
 31 ~~32.087,~~] shall be deposited in a special trust fund, which is hereby created, to be known as the
 32 "Local Option Economic Development Sales Tax Trust Fund".

33 5. [~~The moneys in the local option economic development sales tax trust fund shall not~~
 34 ~~be deemed to be state funds and shall not be commingled with any funds of the state.] The
 35 director of revenue shall keep accurate records of the amount of money in the trust fund and
 36 which was collected in each city or county imposing a sales tax pursuant to this section, and the
 37 records shall be open to the inspection of officers of the city or county and the public.~~

38 6. Not later than the tenth day of each month the director of revenue shall distribute all
39 moneys deposited in the trust fund during the preceding month to the city or county which levied
40 the tax. Such funds shall be deposited with the county treasurer of each such county or the
41 appropriate municipal officer in the case of a municipal tax, and all expenditures of funds arising
42 from the local economic development sales tax trust fund shall be in accordance with this
43 section.

44 7. The director of revenue may authorize the state treasurer to make refunds from the
45 amounts in the trust fund and credited to any city or county for erroneous payments and
46 overpayments made, and may redeem dishonored checks and drafts deposited to the credit of
47 such cities and counties.

48 8. If any county or municipality abolishes the tax, the city or county shall notify the
49 director of revenue of the action at least ninety days prior to the effective date of the repeal, and
50 **the repeal shall be effective as provided by section 32.087.** The director of revenue may order
51 retention in the trust fund, for a period of one year, of two percent of the amount collected after
52 receipt of such notice to cover possible refunds or overpayment of the tax and to redeem
53 dishonored checks and drafts deposited to the credit of such accounts. After one year has elapsed
54 after the effective date of abolition of the tax in such city or county, the director of revenue shall
55 remit the balance in the account to the city or county and close the account of that city or county.
56 The director of revenue shall notify each city or county of each instance of any amount refunded
57 or any check redeemed from receipts due the city or county.

58 9. Except as modified in this section, all provisions of sections 32.085 ~~and~~ to 32.087
59 shall apply to the tax imposed pursuant to this section.

60 10. (1) No revenue generated by the tax authorized in this section shall be used for any
61 retail development project, except for the redevelopment of downtown areas and historic
62 districts. Not more than twenty-five percent of the revenue generated shall be used annually for
63 administrative purposes, including staff and facility costs.

64 (2) At least twenty percent of the revenue generated by the tax authorized in this section
65 shall be used solely for projects directly related to long-term economic development preparation,
66 including, but not limited to, the following:

- 67 (a) Acquisition of land;
68 (b) Installation of infrastructure for industrial or business parks;
69 (c) Improvement of water and wastewater treatment capacity;
70 (d) Extension of streets;
71 (e) Public facilities directly related to economic development and job creation; and
72 (f) Providing matching dollars for state or federal grants relating to such long-term
73 projects.

74 (3) The remaining revenue generated by the tax authorized in this section may be used
75 for, but shall not be limited to, the following:

76 (a) Marketing;

77 (b) Providing grants and loans to companies for job training, equipment acquisition, site
78 development, and infrastructures;

79 (c) Training programs to prepare workers for advanced technologies and high skill jobs;

80 (d) Legal and accounting expenses directly associated with the economic development
81 planning and preparation process;

82 (e) Developing value-added and export opportunities for Missouri agricultural products.

83 11. All revenue generated by the tax shall be deposited in a special trust fund and shall
84 be used solely for the designated purposes. If the tax is repealed, all funds remaining in the
85 special trust fund shall continue to be used solely for the designated purposes. Any funds in the
86 special trust fund which are not needed for current expenditures may be invested by the
87 governing body in accordance with applicable laws relating to the investment of other city or
88 county funds.

89 12. (1) Any city or county imposing the tax authorized in this section shall establish an
90 economic development tax board. The volunteer board shall receive no compensation or
91 operating budget.

92 (2) The economic development tax board established by a city shall consist of at least
93 five members, but may be increased to nine members. Either a five-member or nine-member
94 board shall be designated in the order or ordinance imposing the sales tax authorized by this
95 section, and the members are to be appointed as follows:

96 (a) One member of a five-member board, or two members of a nine-member board, shall
97 be appointed by the school districts included within any economic development plan or area
98 funded by the sales tax authorized in this section. Such member or members shall be appointed
99 in any manner agreed upon by the affected districts;

100 (b) Three members of a five-member board, or five members of a nine-member board,
101 shall be appointed by the chief elected officer of the city with the consent of the majority of the
102 governing body of the city;

103 (c) One member of a five-member board, or two members of a nine-member board, shall
104 be appointed by the governing body of the county in which the city is located.

105 (3) The economic development tax board established by a county shall consist of seven
106 members, to be appointed as follows:

107 (a) One member shall be appointed by the school districts included within any economic
108 development plan or area funded by the sales tax authorized in this section. Such member shall
109 be appointed in any manner agreed upon by the affected districts;

110 (b) Four members shall be appointed by the governing body of the county; and

111 (c) Two members from the cities, towns, or villages within the county appointed in any
112 manner agreed upon by the chief elected officers of the cities or villages. Of the members
113 initially appointed, three shall be designated to serve for terms of two years, except that when
114 a nine-member board is designated, seven of the members initially appointed shall be designated
115 to serve for terms of two years, and the remaining members shall be designated to serve for a
116 term of four years from the date of such initial appointments. Thereafter, the members appointed
117 shall serve for a term of four years, except that all vacancies shall be filled for unexpired terms
118 in the same manner as were the original appointments.

119 (4) If an economic development tax board established by a city is already in existence
120 on August 28, 2012, any increase in the number of members of the board shall be designated in
121 an order or ordinance. The four board members added to the board shall be appointed to a term
122 with an expiration coinciding with the expiration of the terms of the three board member
123 positions that were originally appointed to terms of two years. Thereafter, the additional
124 members appointed shall serve for a term of four years, except that all vacancies shall be filled
125 for unexpired terms in the same manner as were the additional appointments.

126 13. The board, subject to approval of the governing body of the city or county, shall
127 consider economic development plans, economic development projects, or designations of an
128 economic development area, and shall hold public hearings and provide notice of any such
129 hearings. The board shall vote on all proposed economic development plans, economic
130 development projects, or designations of an economic development area, and amendments
131 thereto, within thirty days following completion of the hearing on any such plan, project, or
132 designation, and shall make recommendations to the governing body within ninety days of the
133 hearing concerning the adoption of or amendment to economic development plans, economic
134 development projects, or designations of an economic development area. The governing body
135 of the city or county shall have the final determination on use and expenditure of any funds
136 received from the tax imposed under this section.

137 14. The board may consider and recommend using funds received from the tax imposed
138 under this section for plans, projects or area designations outside the boundaries of the city or
139 county imposing the tax if, and only if:

140 (1) The city or county imposing the tax or the state receives significant economic benefit
141 from the plan, project or area designation; and

142 (2) The board establishes an agreement with the governing bodies of all cities and
143 counties in which the plan, project or area designation is located detailing the authority and
144 responsibilities of each governing body with regard to the plan, project or area designation.

145 15. Notwithstanding any other provision of law to the contrary, the economic
 146 development sales tax imposed under this section when imposed within a special taxing district,
 147 including but not limited to a tax increment financing district, neighborhood improvement
 148 district, or community improvement district, shall be excluded from the calculation of revenues
 149 available to such districts, and no revenues from any sales tax imposed under this section shall
 150 be used for the purposes of any such district unless recommended by the economic development
 151 tax board established under this section and approved by the governing body imposing the tax.

152 16. The board and the governing body of the city or county imposing the tax shall report
 153 at least annually to the governing body of the city or county on the use of the funds provided
 154 under this section and on the progress of any plan, project, or designation adopted under this
 155 section and shall make such report available to the public.

156 17. Not later than the first day of March each year the board shall submit to the joint
 157 committee on economic development a report, not exceeding one page in length, which must
 158 include the following information for each project using the tax authorized under this section:

- 159 (1) A statement of its primary economic development goals;
- 160 (2) A statement of the total economic development sales tax revenues received during
 161 the immediately preceding calendar year;
- 162 (3) A statement of total expenditures during the preceding calendar year in each of the
 163 following categories:
 - 164 (a) Infrastructure improvements;
 - 165 (b) Land and/or buildings;
 - 166 (c) Machinery and equipment;
 - 167 (d) Job training investments;
 - 168 (e) Direct business incentives;
 - 169 (f) Marketing;
 - 170 (g) Administration and legal expenses; and
 - 171 (h) Other expenditures.

172 18. The governing body of any city or county that has adopted the sales tax authorized
 173 in this section may submit the question of repeal of the tax to the voters on any date available for
 174 elections for the city or county. The ballot of submission shall be in substantially the following
 175 form:

176 Shall (insert the name of the city or county) repeal the sales tax imposed at a rate
 177 of (insert rate of percent) percent for economic development purposes?

178 YES NO

179

180 If a majority of the votes cast on the proposal are in favor of the repeal, that repeal shall become
181 effective on December thirty-first of the calendar year in which such repeal was approved. If a
182 majority of the votes cast on the question by the qualified voters voting thereon are opposed to
183 the repeal, then the sales tax authorized in this section shall remain effective until the question
184 is resubmitted under this section to the qualified voters of the city or county, and the repeal is
185 approved by a majority of the qualified voters voting on the question.

186 19. Whenever the governing body of any city or county that has adopted the sales tax
187 authorized in this section receives a petition, signed by ten percent of the registered voters of the
188 city or county voting in the last gubernatorial election, calling for an election to repeal the sales
189 tax imposed under this section, the governing body shall submit to the voters a proposal to repeal
190 the tax. If a majority of the votes cast on the question by the qualified voters voting thereon are
191 in favor of the repeal, that repeal shall become effective on December thirty-first of the calendar
192 year in which such repeal was approved. If a majority of the votes cast on the question by the
193 qualified voters voting thereon are opposed to the repeal, then the tax shall remain effective until
194 the question is resubmitted under this section to the qualified voters and the repeal is approved
195 by a majority of the qualified voters voting on the question.

196 20. If any provision of this section or section 67.1303 or the application thereof to any
197 person or circumstance is held invalid, the invalidity shall not affect other provisions or
198 application of this section or section 67.1303 which can be given effect without the invalid
199 provision or application, and to this end the provisions of this section and section 67.1303 are
200 declared severable.

67.1545. 1. Any district formed as a political subdivision may impose by resolution a
2 district sales and use tax on all retail sales made in such district which are subject to taxation
3 pursuant to sections 144.010 to 144.525, except sales of motor vehicles, ~~trailers, boats or~~
4 ~~outboard motors and sales to or by public utilities and providers of communications, cable, or~~
5 ~~video services] **watercraft, electricity, piped natural or artificial gas, or other fuels delivered**~~
6 **by the seller.** Any sales and use tax imposed pursuant to this section may be imposed in
7 increments of one-eighth of one percent, up to a maximum of one percent. Such district sales
8 and use tax may be imposed for any district purpose designated by the district in its ballot of
9 submission to its qualified voters; except that, no resolution adopted pursuant to this section shall
10 become effective unless the board of directors of the district submits to the qualified voters of
11 the district, by mail-in ballot, a proposal to authorize a sales and use tax pursuant to this section.
12 If a majority of the votes cast by the qualified voters on the proposed sales tax are in favor of the
13 sales tax, then the resolution is adopted. If a majority of the votes cast by the qualified voters
14 are opposed to the sales tax, then the resolution is void.

15 2. The ballot shall be substantially in the following form:

16 Shall the (insert name of district) Community Improvement District
 17 impose a community improvement districtwide sales and use tax at the maximum rate of
 18 (insert amount) for a period of (insert number) years from the date on which
 19 such tax is first imposed for the purpose of providing revenue for
 20 (insert general description of the purpose)?

21 YES NO

22

23 If you are in favor of the question, place an "X" in the box opposite "YES". If you are opposed
 24 to the question, place an "X" in the box opposite "NO".

25 3. Within ten days after the qualified voters have approved the imposition of the sales
 26 and use tax, the district shall, in accordance with section 32.087, notify the director of the
 27 department of revenue. The sales and use tax authorized by this section shall become effective
 28 on the first day of the second calendar quarter after the director of the department of revenue
 29 receives notice of the adoption of such tax.

30 4. ~~[The director of the department of revenue shall collect any tax adopted pursuant to~~
 31 ~~this section pursuant to section 32.087]~~ **After the effective date of any tax imposed under the**
 32 **provisions of this section, the director of revenue shall perform all functions incident to the**
 33 **administration, collection, enforcement, and operation of the tax and collect, in addition**
 34 **to the sales tax for the state of Missouri, the additional tax authorized under the authority**
 35 **of this section. The tax imposed under this section and the tax imposed under the sales tax**
 36 **law of the state of Missouri shall be collected together and reported upon such forms and**
 37 **under such administrative rules and regulations as may be prescribed by the director of**
 38 **revenue.**

39 5. In each district in which a sales and use tax is imposed pursuant to this section, every
 40 retailer shall add such additional tax imposed by the district to such retailer's sale price, and when
 41 so added such tax shall constitute a part of the purchase price, shall be a debt of the purchaser
 42 to the retailer until paid and shall be recoverable at law in the same manner as the purchase price.

43 6. ~~[In order to allow retailers to collect and report the sales and use tax authorized by this~~
 44 ~~section as well as all other sales and use taxes required by law in the simplest and most efficient~~
 45 ~~manner possible, a district may establish appropriate brackets to be used in the district imposing~~
 46 ~~a tax pursuant to this section in lieu of the brackets provided in section 144.285.~~

47 ~~7.]~~ The penalties provided in sections 144.010 to 144.525 shall apply to violations of this
 48 section.

49 ~~[8.]~~ 7. All revenue received by the district from a sales and use tax imposed pursuant
 50 to this section which is designated for a specific purpose shall be deposited into a special trust
 51 fund and expended solely for such purpose. Upon the expiration of any sales and use tax adopted

52 pursuant to this section, all funds remaining in the special trust fund shall continue to be used
53 solely for the specific purpose designated in the resolution adopted by the qualified voters. Any
54 funds in such special trust fund which are not needed for current expenditures may be invested
55 by the board of directors pursuant to applicable laws relating to the investment of other district
56 funds.

57 ~~[9-]~~ **8.** A district may repeal by resolution any sales and use tax imposed pursuant to this
58 section before the expiration date of such sales and use tax unless the repeal of such sales and
59 use tax will impair the district's ability to repay any liabilities the district has incurred, moneys
60 the district has borrowed or obligation the district has issued to finance any improvements or
61 services rendered for the district.

62 ~~[10-]~~ **9.** Notwithstanding the provisions of chapter 115, an election for a district sales
63 and use tax under this section shall be conducted in accordance with the provisions of this
64 section.

65 **10. Except as provided in this section, all provisions of sections 32.085 to 32.087**
66 **shall apply to the tax imposed under this section.**

67.1775. 1. The governing body of a city not within a county, or any county of this state
2 may, after voter approval under this section, levy a sales tax not to exceed one-quarter of a cent
3 in the county or city, or city not within a county, for the purpose of providing services described
4 in section 210.861, including counseling, family support, and temporary residential services to
5 persons nineteen years of age or less. The question shall be submitted to the qualified voters of
6 the county or city, or city not within a county, at a county or city or state general, primary or
7 special election upon the motion of the governing body of the county or city, or city not within
8 a county or upon the petition of eight percent of the qualified voters of the county or city, or city
9 not within a county, determined on the basis of the number of votes cast for governor in such
10 county at the last gubernatorial election held prior to the filing of the petition. The election
11 officials of the county or city, or city not within a county, shall give legal notice as provided in
12 chapter 115. The question shall be submitted in substantially the following form:

13 Shall County or City, solely for the purpose of establishing a community
14 children's services fund for the purpose of providing services to protect the well-being and safety
15 of children and youth nineteen years of age or less and to strengthen families, be authorized to
16 levy a sales tax of (not to exceed one-quarter of a cent) in the city or county?

17 YES NO

18

19 If a majority of the votes cast on the question by the qualified voters voting thereon are in favor
20 of the question, then the ordinance or order and any amendments thereto shall be in effect on the
21 first day of the second calendar quarter after the director receives notification of the local sales

22 tax. If a question receives less than the required majority, then the governing authority of the city
23 or county, or city not within a county, shall have no power to impose the sales tax unless and
24 until the governing authority of the city or county, or city not within a county, has submitted
25 another question to authorize the imposition of the sales tax authorized by this section and such
26 question is approved by the required majority of the qualified voters voting thereon. However,
27 in no event shall a question under this section be submitted to the voters sooner than twelve
28 months from the date of the last question under this section.

29 2. After the effective date of any tax imposed under the provisions of this section, the
30 director of revenue shall perform all functions incident to the administration, collection,
31 enforcement, and operation of the tax and the director of revenue shall collect in addition to the
32 sales tax for the state of Missouri the additional tax authorized under the authority of this section.
33 The tax imposed under this section and the tax imposed under the sales tax law of the state of
34 Missouri shall be collected together and reported upon such forms and under such administrative
35 rules and regulations as may be prescribed by the director of revenue.

36 3. All sales taxes collected by the director of revenue under this section on behalf of any
37 city or county, or city not within a county~~], less one percent for the cost of collection, which shall~~
38 ~~be deposited in the state's general revenue fund after payment of premiums for surety bonds as~~
39 ~~provided in section 32.087,]~~ shall be deposited with the state treasurer in a special fund, which
40 is hereby created, to be known as the "Community Children's Services Fund". ~~[The moneys in~~
41 ~~the city or county, or city not within a county, community children's services fund shall not be~~
42 ~~deemed to be state funds and shall not be commingled with any funds of the state.]~~ The director
43 of revenue shall keep accurate records of the amount of money in the fund which was collected
44 in each city or county, or city not within a county, imposing a sales tax under this section, and
45 the records shall be open to the inspection of officers of each city or county, or city not within
46 a county, and the general public. Not later than the tenth day of each month, the director of
47 revenue shall distribute all moneys deposited in the fund during the preceding month by
48 distributing to the city or county treasurer, or the treasurer of a city not within a county, or such
49 other officer as may be designated by a city or county ordinance or order, or ordinance or order
50 of a city not within a county, of each city or county, or city not within a county, imposing the tax
51 authorized by this section, the sum, as certified by the director of revenue, due the city or county.

52 4. The director of revenue may authorize the state treasurer to make refunds from the
53 amounts in the fund and credited to any city or county, or city not within a county, for erroneous
54 payments and overpayments made, and may redeem dishonored checks and drafts deposited to
55 the credit of such counties. Each city or county, or city not within a county, shall notify the
56 director of revenue at least ninety days prior to the effective date of the expiration of the sales
57 tax authorized by this section, and **the repeal shall be effective as provided by section 32.087.**

58 The director of revenue may order retention in the fund, for a period of one year, of two percent
 59 of the amount collected after receipt of such notice to cover possible refunds or overpayment of
 60 such tax and to redeem dishonored checks and drafts deposited to the credit of such accounts.
 61 After one year has elapsed after the date of expiration of the tax authorized by this section in
 62 such city not within a county or such city or county, the director of revenue shall remit the
 63 balance in the account to the city or county, or city not within a county, and close the account of
 64 that city or county, or city not within a county. The director of revenue shall notify each city or
 65 county, or city not within a county, of each instance of any amount refunded or any check
 66 redeemed from receipts due the city or county.

67 5. Except as modified in this section, all provisions of sections 32.085 ~~and~~ to 32.087
 68 shall apply to the tax imposed under this section.

69 6. All revenues generated by the tax prescribed in this section shall be deposited in the
 70 county treasury or, in a city not within a county, to the board established by law to administer
 71 such fund to the credit of a special community children's services fund to accomplish the
 72 purposes set out herein and in section 210.861, and shall be used for no other purpose. Such
 73 fund shall be administered by a board of directors, established under section 210.861.

67.1959. 1. The board, by a majority vote, may submit to the residents of such district
 2 a tax of not more than one percent on all retail sales, except sales of ~~[food as defined in section~~
 3 ~~144.014, sales of]~~ new or used motor vehicles, trailers, boats, or other outboard motors, ~~[all~~
 4 ~~utilities, telephone and wireless services,]~~ and sales of funeral services, made on or after January
 5 1, 2017, within the district which are subject to taxation pursuant to the provisions of sections
 6 144.010 to 144.525. Upon the written request of the board to the election authority of the county
 7 in which a majority of the area of the district is situated, such election authority shall submit a
 8 proposition to the residents of such district at a municipal or statewide primary or general
 9 election, or at a special election called for that purpose. Such election authority shall give legal
 10 notice as provided in chapter 115.

11 2. Such proposition shall be submitted to the voters of the district in substantially the
 12 following form at such election:

13 Shall the Tourism Community Enhancement District impose a sales tax of
 14 (insert amount) for the purpose of promoting tourism in the district?

15 YES NO

16

17 If you are in favor of the question, place an "X" in the box opposite "YES". If you are opposed
 18 to the question, place an "X" in the box opposite "NO".

19

20 If a majority of the votes cast on the proposal by the qualified voters of the proposed district
21 voting thereon are in favor of the proposal, then the order shall become effective on the first day
22 of the second calendar quarter after the director of revenue receives notice of adoption of the tax.
23 If the proposal receives less than the required majority, then the board shall have no power to
24 impose the sales tax authorized pursuant to this section unless and until the board shall again
25 have submitted another proposal to authorize the board to impose the sales tax authorized by this
26 section and such proposal is approved by the required majority of the qualified voters of the
27 district.

67.2000. 1. This section shall be known as the "Exhibition Center and Recreational
2 Facility District Act".

3 2. An exhibition center and recreational facility district may be created under this section
4 in the following counties:

5 (1) Any county of the first classification with more than seventy-one thousand three
6 hundred but less than seventy-one thousand four hundred inhabitants;

7 (2) Any county of the first classification with more than one hundred ninety-eight
8 thousand but less than one hundred ninety-nine thousand two hundred inhabitants;

9 (3) Any county of the first classification with more than eighty-five thousand nine
10 hundred but less than eighty-six thousand inhabitants;

11 (4) Any county of the second classification with more than fifty-two thousand six
12 hundred but less than fifty-two thousand seven hundred inhabitants;

13 (5) Any county of the first classification with more than one hundred four thousand six
14 hundred but less than one hundred four thousand seven hundred inhabitants;

15 (6) Any county of the third classification without a township form of government and
16 with more than seventeen thousand nine hundred but less than eighteen thousand inhabitants;

17 (7) Any county of the first classification with more than thirty-seven thousand but less
18 than thirty-seven thousand one hundred inhabitants;

19 (8) Any county of the third classification without a township form of government and
20 with more than twenty-three thousand five hundred but less than twenty-three thousand six
21 hundred inhabitants;

22 (9) Any county of the third classification without a township form of government and
23 with more than nineteen thousand three hundred but less than nineteen thousand four hundred
24 inhabitants;

25 (10) Any county of the first classification with more than two hundred forty thousand
26 three hundred but less than two hundred forty thousand four hundred inhabitants;

27 (11) Any county of the third classification with a township form of government and with
28 more than eight thousand nine hundred but fewer than nine thousand inhabitants;

29 (12) Any county of the third classification without a township form of government and
30 with more than eighteen thousand nine hundred but fewer than nineteen thousand inhabitants;

31 (13) Any county of the third classification with a township form of government and with
32 more than eight thousand but fewer than eight thousand one hundred inhabitants;

33 (14) Any county of the third classification with a township form of government and with
34 more than eleven thousand five hundred but fewer than eleven thousand six hundred inhabitants.

35 3. Whenever not less than fifty owners of real property located within any county listed
36 in subsection 2 of this section desire to create an exhibition center and recreational facility
37 district, the property owners shall file a petition with the governing body of each county located
38 within the boundaries of the proposed district requesting the creation of the district. The district
39 boundaries may include all or part of the counties described in this section. The petition shall
40 contain the following information:

41 (1) The name and residence of each petitioner and the location of the real property
42 owned by the petitioner;

43 (2) A specific description of the proposed district boundaries, including a map
44 illustrating the boundaries; and

45 (3) The name of the proposed district.

46 4. Upon the filing of a petition pursuant to this section, the governing body of any county
47 described in this section may, by resolution, approve the creation of a district. Any resolution
48 to establish such a district shall be adopted by the governing body of each county located within
49 the proposed district, and shall contain the following information:

50 (1) A description of the boundaries of the proposed district;

51 (2) The time and place of a hearing to be held to consider establishment of the proposed
52 district;

53 (3) The proposed sales tax rate to be voted on within the proposed district; and

54 (4) The proposed uses for the revenue generated by the new sales tax.

55 5. Whenever a hearing is held as provided by this section, the governing body of each
56 county located within the proposed district shall:

57 (1) Publish notice of the hearing on two separate occasions in at least one newspaper of
58 general circulation in each county located within the proposed district, with the first publication
59 to occur not more than thirty days before the hearing, and the second publication to occur not
60 more than fifteen days or less than ten days before the hearing;

61 (2) Hear all protests and receive evidence for or against the establishment of the
62 proposed district; and

63 (3) Rule upon all protests, which determinations shall be final.

64 6. Following the hearing, if the governing body of each county located within the
65 proposed district decides to establish the proposed district, it shall adopt an order to that effect;
66 if the governing body of any county located within the proposed district decides to not establish
67 the proposed district, the boundaries of the proposed district shall not include that county. The
68 order shall contain the following:

- 69 (1) The description of the boundaries of the district;
- 70 (2) A statement that an exhibition center and recreational facility district has been
71 established;
- 72 (3) The name of the district;
- 73 (4) The uses for any revenue generated by a sales tax imposed pursuant to this section;
74 and
- 75 (5) A declaration that the district is a political subdivision of the state.

76 7. A district established pursuant to this section may, at a general, primary, or special
77 election, submit to the qualified voters within the district boundaries a sales tax of one-fourth of
78 one percent, for a period not to exceed twenty-five years, on all retail sales within the district,
79 which are subject to taxation pursuant to sections 144.010 to 144.525, to fund the acquisition,
80 construction, maintenance, operation, improvement, and promotion of an exhibition center and
81 recreational facilities. The ballot of submission shall be in substantially the following form:

82 Shall the (name of district) impose a sales tax of one-fourth
83 of one percent to fund the acquisition, construction, maintenance, operation, improvement, and
84 promotion of an exhibition center and recreational facilities, for a period of (insert
85 number of years)?

86 YES NO

87

88 If you are in favor of the question, place an "X" in the box opposite "YES". If you are opposed
89 to the question, place an "X" in the box opposite "NO".

90

91 If a majority of the votes cast in the portion of any county that is part of the proposed district
92 favor the proposal, then the sales tax shall become effective in that portion of the county [~~that~~
93 ~~is part of the proposed district on the first day of the first calendar quarter immediately following~~
94 ~~the election]~~ **as provided by section 32.087**. If a majority of the votes cast in the portion of a
95 county that is a part of the proposed district oppose the proposal, then that portion of such county
96 shall not impose the sales tax authorized in this section until after the county governing body has
97 submitted another such sales tax proposal and the proposal is approved by a majority of the
98 qualified voters voting thereon. However, if a sales tax proposal is not approved, the governing
99 body of the county shall not resubmit a proposal to the voters pursuant to this section sooner than

100 twelve months from the date of the last proposal submitted pursuant to this section. If the
101 qualified voters in two or more counties that have contiguous districts approve the sales tax
102 proposal, the districts shall combine to become one district.

103 8. There is hereby created a board of trustees to administer any district created and the
104 expenditure of revenue generated pursuant to this section consisting of four individuals to
105 represent each county approving the district, as provided in this subsection. The governing body
106 of each county located within the district, upon approval of that county's sales tax proposal, shall
107 appoint four members to the board of trustees; at least one shall be an owner of a nonlodging
108 business located within the taxing district, or their designee, at least one shall be an owner of a
109 lodging facility located within the district, or their designee, and all members shall reside in the
110 district except that one nonlodging business owner, or their designee, and one lodging facility
111 owner, or their designee, may reside outside the district. Each trustee shall be at least twenty-five
112 years of age and a resident of this state. Of the initial trustees appointed from each county, two
113 shall hold office for two years, and two shall hold office for four years. Trustees appointed after
114 expiration of the initial terms shall be appointed to a four-year term by the governing body of the
115 county the trustee represents, with the initially appointed trustee to remain in office until a
116 successor is appointed, and shall take office upon being appointed. Each trustee may be
117 reappointed. Vacancies shall be filled in the same manner in which the trustee vacating the
118 office was originally appointed. The trustees shall not receive compensation for their services,
119 but may be reimbursed for their actual and necessary expenses. The board shall elect a chair and
120 other officers necessary for its membership. Trustees may be removed if:

121 (1) By a two-thirds vote, the board moves for the member's removal and submits such
122 motion to the governing body of the county from which the trustee was appointed; and

123 (2) The governing body of the county from which the trustee was appointed, by a
124 majority vote, adopts the motion for removal.

125 9. The board of trustees shall have the following powers, authority, and privileges:

126 (1) To have and use a corporate seal;

127 (2) To sue and be sued, and be a party to suits, actions, and proceedings;

128 (3) To enter into contracts, franchises, and agreements with any person or entity, public
129 or private, affecting the affairs of the district, including contracts with any municipality, district,
130 or state, or the United States, and any of their agencies, political subdivisions, or
131 instrumentalities, for the funding, including without limitation interest rate exchange or swap
132 agreements, planning, development, construction, acquisition, maintenance, or operation of a
133 single exhibition center and recreational facilities or to assist in such activity. "Recreational
134 facilities" means locations explicitly designated for public use where the primary use of the
135 facility involves participation in hobbies or athletic activities;

136 (4) To borrow money and incur indebtedness and evidence the same by certificates,
137 notes, or debentures, to issue bonds and use any one or more lawful funding methods the district
138 may obtain for its purposes at such rates of interest as the district may determine. Any bonds,
139 notes, and other obligations issued or delivered by the district may be secured by mortgage,
140 pledge, or deed of trust of any or all of the property and income of the district. Every issue of
141 such bonds, notes, or other obligations shall be payable out of property and revenues of the
142 district and may be further secured by other property of the district, which may be pledged,
143 assigned, mortgaged, or a security interest granted for such payment, without preference or
144 priority of the first bonds issued, subject to any agreement with the holders of any other bonds
145 pledging any specified property or revenues. Such bonds, notes, or other obligations shall be
146 authorized by resolution of the district board, and shall bear such date or dates, and shall mature
147 at such time or times, but not in excess of thirty years, as the resolution shall specify. Such
148 bonds, notes, or other obligations shall be in such denomination, bear interest at such rate or
149 rates, be in such form, either coupon or registered, be issued as current interest bonds, compound
150 interest bonds, variable rate bonds, convertible bonds, or zero coupon bonds, be issued in such
151 manner, be payable in such place or places, and be subject to redemption as such resolution may
152 provide, notwithstanding section 108.170. The bonds, notes, or other obligations may be sold
153 at either public or private sale, at such interest rates, and at such price or prices as the district
154 shall determine;

155 (5) To acquire, transfer, donate, lease, exchange, mortgage, and encumber real and
156 personal property in furtherance of district purposes;

157 (6) To refund any bonds, notes, or other obligations of the district without an election.
158 The terms and conditions of refunding obligations shall be substantially the same as those of the
159 original issue, and the board shall provide for the payment of interest at not to exceed the legal
160 rate, and the principal of such refunding obligations in the same manner as is provided for the
161 payment of interest and principal of obligations refunded;

162 (7) To have the management, control, and supervision of all the business and affairs of
163 the district, and the construction, installation, operation, and maintenance of district
164 improvements therein; to collect rentals, fees, and other charges in connection with its services
165 or for the use of any of its facilities;

166 (8) To hire and retain agents, employees, engineers, and attorneys;

167 (9) To receive and accept by bequest, gift, or donation any kind of property;

168 (10) To adopt and amend bylaws and any other rules and regulations not in conflict with
169 the constitution and laws of this state, necessary for the carrying on of the business, objects, and
170 affairs of the board and of the district; and

171 (11) To have and exercise all rights and powers necessary or incidental to or implied
172 from the specific powers granted by this section.

173 10. There is hereby created the "Exhibition Center and Recreational Facility District
174 Sales Tax Trust Fund", which shall consist of all sales tax revenue collected pursuant to this
175 section. The director of revenue shall be custodian of the trust fund, and moneys in the trust fund
176 shall be used solely for the purposes authorized in this section. Moneys in the trust fund shall
177 be considered nonstate funds pursuant to section 15, article IV, Constitution of Missouri. The
178 director of revenue shall invest moneys in the trust fund in the same manner as other funds are
179 invested. Any interest and moneys earned on such investments shall be credited to the trust fund.
180 All sales taxes collected by the director of revenue pursuant to this section on behalf of the
181 district, less one percent for the cost of collection which shall be deposited in the state's general
182 revenue fund after payment of premiums for surety bonds as provided in section 32.087, shall
183 be deposited in the trust fund. The director of revenue shall keep accurate records of the amount
184 of moneys in the trust fund which was collected in the district imposing a sales tax pursuant to
185 this section, and the records shall be open to the inspection of the officers of each district and the
186 general public. Not later than the tenth day of each month, the director of revenue shall
187 distribute all moneys deposited in the trust fund during the preceding month to the district. The
188 director of revenue may authorize refunds from the amounts in the trust fund and credited to the
189 district for erroneous payments and overpayments made, and may redeem dishonored checks and
190 drafts deposited to the credit of the district.

191 11. The sales tax authorized by this section is in addition to all other sales taxes allowed
192 by law. **After the effective date of any tax imposed under the provisions of this section, the**
193 **director of revenue shall perform all functions incident to the administration, collection,**
194 **enforcement, and operation of the tax and collect, in addition to the sales tax for the state**
195 **of Missouri, the additional tax authorized under the authority of this section. The tax**
196 **imposed under this section and the tax imposed under the sales tax law of the state of**
197 **Missouri shall be collected together and reported upon such forms and under such**
198 **administrative rules and regulations as may be prescribed by the director of revenue.**

199 12. Except as modified in this section, all provisions of sections 32.085 and 32.087 apply
200 to the sales tax imposed pursuant to this section.

201 [~~12.~~] 13. Any sales tax imposed pursuant to this section shall not extend past the initial
202 term approved by the voters unless an extension of the sales tax is submitted to and approved by
203 the qualified voters in each county in the manner provided in this section. Each extension of the
204 sales tax shall be for a period not to exceed twenty years. The ballot of submission for the
205 extension shall be in substantially the following form:

206 Shall the (name of district) extend the sales tax of one-fourth of one percent for
207 a period of (insert number of years) years to fund the acquisition, construction,
208 maintenance, operation, improvement, and promotion of an exhibition center and recreational
209 facilities?

210 YES NO

211

212 If you are in favor of the question, place an "X" in the box opposite "YES". If you are opposed
213 to the question, place an "X" in the box opposite "NO".

214

215 If a majority of the votes cast favor the extension, then the sales tax shall remain in effect at the
216 rate and for the time period approved by the voters. If a sales tax extension is not approved, the
217 district may submit another sales tax proposal as authorized in this section, but the district shall
218 not submit such a proposal to the voters sooner than twelve months from the date of the last
219 extension submitted.

220 ~~[13.]~~ **14.** Once the sales tax authorized by this section is abolished or terminated by any
221 means, all funds remaining in the trust fund shall be used solely for the purposes approved in the
222 ballot question authorizing the sales tax. The sales tax shall not be abolished or terminated while
223 the district has any financing or other obligations outstanding; provided that any new financing,
224 debt, or other obligation or any restructuring or refinancing of an existing debt or obligation
225 incurred more than ten years after voter approval of the sales tax provided in this section or more
226 than ten years after any voter-approved extension thereof shall not cause the extension of the
227 sales tax provided in this section or cause the final maturity of any financing or other obligations
228 outstanding to be extended. Any funds in the trust fund which are not needed for current
229 expenditures may be invested by the district in the securities described in subdivisions (1) to (12)
230 of subsection 1 of section 30.270 or repurchase agreements secured by such securities. If the
231 district abolishes the sales tax, the district shall notify the director of revenue of the action at
232 least ninety days before the effective date of the repeal, and the director of revenue may order
233 retention in the trust fund, for a period of one year, of two percent of the amount collected after
234 receipt of such notice to cover possible refunds or overpayment of the sales tax and to redeem
235 dishonored checks and drafts deposited to the credit of such accounts. After one year has elapsed
236 after the effective date of abolition of the sales tax in the district, the director of revenue shall
237 remit the balance in the account to the district and close the account of the district. The director
238 of revenue shall notify the district of each instance of any amount refunded or any check
239 redeemed from receipts due the district.

240 ~~[14.]~~ **15.** In the event that the district is dissolved or terminated by any means, the
241 governing bodies of the counties in the district shall appoint a person to act as trustee for the

242 district so dissolved or terminated. Before beginning the discharge of duties, the trustee shall
 243 take and subscribe an oath to faithfully discharge the duties of the office, and shall give bond
 244 with sufficient security, approved by the governing bodies of the counties, to the use of the
 245 dissolved or terminated district, for the faithful discharge of duties. The trustee shall have and
 246 exercise all powers necessary to liquidate the district, and upon satisfaction of all remaining
 247 obligations of the district, shall pay over to the county treasurer of each county in the district and
 248 take receipt for all remaining moneys in amounts based on the ratio the levy of each county bears
 249 to the total levy for the district in the previous three years or since the establishment of the
 250 district, whichever time period is shorter. Upon payment to the county treasurers, the trustee
 251 shall deliver to the clerk of the governing body of any county in the district all books, papers,
 252 records, and deeds belonging to the dissolved district.

67.2030. 1. The governing authority of any city of the fourth classification with more
 2 than one thousand six hundred but less than one thousand seven hundred inhabitants and located
 3 in any county of the first classification with more than seventy-three thousand seven hundred but
 4 less than seventy-three thousand eight hundred inhabitants is hereby authorized to impose, by
 5 ordinance or order, a sales tax in the amount not to exceed one-half of one percent on all retail
 6 sales made in such city which are subject to taxation pursuant to sections 144.010 to 144.525 for
 7 the promotion of tourism in such city. The tax authorized by this section shall be in addition to
 8 any and all other sales taxes allowed by law, except that no ordinance or order imposing a sales
 9 tax pursuant to this section shall be effective unless the governing authority of the city submits
 10 to the qualified voters of the city, at any municipal or state general, primary, or special election,
 11 a proposal to authorize the governing authority of the city to impose a tax.

12 2. The ballot of submission shall be in substantially the following form:

13 Shall the city of (city's name) impose a citywide sales tax of (insert
 14 amount) for the purpose of promoting tourism in the city?

15 YES NO

16

17 If you are in favor of the question, place an "X" in the box opposite "YES". If you are opposed
 18 to the question, place an "X" in the box opposite "NO".

19

20 If a majority of the votes cast on the proposal by the qualified voters voting thereon are in favor
 21 of the proposal, then the ordinance or order and any amendments thereto shall be in effect ~~on~~
 22 ~~the first day of the first calendar quarter immediately following notification to the director of the~~
 23 ~~department of revenue of the election approving the proposal] as provided by section 32.087.~~

24 If a proposal receives less than the required majority, then the governing authority of the city
 25 shall have no power to impose the sales tax unless and until the governing authority of the city

26 has submitted another proposal to authorize the imposition of the sales tax authorized by this
27 section and such proposal is approved by the required majority of the qualified voters voting
28 thereon. However, in no event shall a proposal pursuant to this section be submitted to the voters
29 sooner than twelve months from the date of the last proposal pursuant to this section.

30 3. ~~On and after the effective date of any tax authorized in this section, the city may~~
31 ~~adopt one of the two following provisions for the collection and administration of the tax:~~

32 ~~———(1) The city may adopt rules and regulations for the internal collection of such tax by the~~
33 ~~city officers usually responsible for collection and administration of city taxes; or~~

34 ~~———(2) The city may enter into an agreement with the director of revenue of the state of~~
35 ~~Missouri for the purpose of collecting the tax authorized in this section. In the event any city~~
36 ~~enters into an agreement with the director of revenue of the state of Missouri for the collection~~
37 ~~of the tax authorized in this section, the director of revenue shall perform all functions incident~~
38 ~~to the administration, collection, enforcement, and operation of such tax, and the director of~~
39 ~~revenue shall collect the additional tax authorized in this section. The tax authorized in this~~
40 ~~section shall be collected and reported upon such forms and under such administrative rules and~~
41 ~~regulations as may be prescribed by the director of revenue, and the director of revenue shall~~
42 ~~retain an amount not to exceed one percent for cost of collection.~~

43 ~~———4. If a tax is imposed by a city pursuant to this section, the city may collect a penalty of~~
44 ~~one percent and interest not to exceed two percent per month on unpaid taxes which shall be~~
45 ~~considered delinquent thirty days after the last day of each quarter.] After the effective date of~~
46 **any tax imposed under the provisions of this section, the director of revenue shall perform**
47 **all functions incident to the administration, collection, enforcement, and operation of the**
48 **tax and collect, in addition to the sales tax for the state of Missouri, the additional tax**
49 **authorized under the authority of this section. The tax imposed under this section and the**
50 **tax imposed under the sales tax law of the state of Missouri shall be collected together and**
51 **reported upon such forms and under such administrative rules and regulations as may be**
52 **prescribed by the director of revenue.**

53 [5-] 4. (1) The governing authority of any city that has adopted any sales tax pursuant
54 to this section shall, upon filing of a petition calling for the repeal of such sales tax signed by at
55 least ten percent of the qualified voters in the city, submit the question of repeal of the sales tax
56 to the qualified voters at any primary or general election. The ballot of submission shall be in
57 substantially the following form:

58 Shall (insert name of city) repeal the sales tax of (insert rate of percent)
59 percent for tourism purposes now in effect in (insert name of city)?

60 YES NO

61

62 If you are in favor of the question, place an "X" in the box opposite "YES". If you are opposed
63 to the question, place an "X" in the box opposite "NO".

64

65 If a majority of the votes cast on the proposal are in favor of repeal, that repeal shall become
66 effective on December thirty-first of the calendar year in which such repeal was approved. **If the**
67 **city or county abolishes the tax, the city or county shall notify the director of revenue of the**
68 **action at least one hundred twenty days prior to the effective date of the repeal.**

69 (2) Once the tax is repealed as provided in this section, all funds remaining in any trust
70 fund or account established to receive revenues generated by the tax shall be used solely for the
71 original stated purpose of the tax. Any funds which are not needed for current expenditures may
72 be invested by the governing authority in accordance with applicable laws relating to the
73 investment of other city funds.

74 (3) The governing authority of a city repealing a tax pursuant to this section shall notify
75 the director of revenue of the action at least forty-five days before the effective date of the repeal
76 and the director of revenue may order retention in any trust fund created in the state treasury
77 associated with the tax, for a period of one year, of two percent of the amount collected after
78 receipt of such notice to cover refunds or overpayment of the tax and to redeem dishonored
79 checks and drafts deposited to the credit of such accounts. After one year has elapsed after the
80 effective date of repeal of the tax in the city, the director of revenue shall remit the balance in the
81 trust fund to the city and close the account of that city. The director of revenue shall notify each
82 city of each instance of any amount refunded or any check redeemed from receipts due the city.

83 (4) In the event that the repeal of a sales tax pursuant to this section dissolves or
84 terminates a taxing district, the governing authority of the city shall appoint a person to act as
85 trustee for the district so dissolved or terminated. Before beginning the discharge of duties, the
86 trustee shall take and subscribe an oath to faithfully discharge the duties of the office, and shall
87 give bond with sufficient security, approved by the governing authority of the city, to the use of
88 the dissolved or terminated district, for the faithful discharge of duties. The trustee shall have
89 and exercise all powers necessary to liquidate the district, and upon satisfaction of all remaining
90 obligations of the district, shall pay over to the city treasurer or the equivalent official and take
91 receipt for all remaining moneys. Upon payment to the city treasurer, the trustee shall deliver
92 to the clerk of the governing authority of the city all books, papers, records, and deeds belonging
93 to the dissolved district.

94 ~~[6-]~~ 5. Except as modified in this section, all provisions of sections 32.085 ~~[and]~~ to
95 32.087 shall apply to the tax imposed pursuant to this section.

67.2525. 1. Each member of the board of directors shall have the following
2 qualifications:

3 (1) As to those subdistricts in which there are registered voters, a resident registered
4 voter in the subdistrict that he or she represents, or be a property owner or, as to those
5 subdistricts in which there are not registered voters who are residents, a property owner or
6 representative of a property owner in the subdistrict he or she represents;

7 (2) Be at least twenty-one years of age and a registered voter in the district.

8 2. The district shall be subdivided into at least five but not more than fifteen subdistricts,
9 which shall be represented by one representative on the district board of directors. All board
10 members shall have terms of four years, including the initial board of directors. All members
11 shall take office upon being appointed and shall remain in office until a successor is appointed
12 by the mayor or chairman of the municipality in which the district is located, or elected by the
13 property owners in those subdistricts without registered voters.

14 3. For those subdistricts which contain one or more registered voters, the mayor or
15 chairman of the city, town, or village shall, with the consent of the governing body, appoint a
16 registered voter residing in the subdistrict to the board of directors.

17 4. For those subdistricts which contain no registered voters, the property owners who
18 collectively own one or more parcels of real estate comprising more than half of the land situated
19 in each subdistrict shall meet and shall elect a representative to serve upon the board of directors.
20 The clerk of the city, town, or village in which the petition was filed shall, unless waived in
21 writing by all property owners in the subdistrict, give notice by causing publication to be made
22 once a week for two consecutive weeks in a newspaper of general circulation in the county, the
23 last publication of which shall be at least ten days before the day of the meeting required by this
24 section, to call a meeting of the owners of real property within the subdistrict at a day and hour
25 specified in a public place in the city, town, or village in which the petition was filed for the
26 purpose of electing members of the board of directors.

27 5. The property owners, when assembled, shall organize by the election of a temporary
28 chairman and secretary of the meeting who shall conduct the election. An election shall be
29 conducted for each subdistrict, with the eligible property owners voting in that subdistrict. At
30 the election, each acre of real property within the subdistrict shall represent one share, and each
31 owner, including corporations and other entities, may have one vote in person or for every acre
32 of real property owned by such person within the subdistrict. Each voter which is not an
33 individual shall determine how to cast its vote as provided for in its articles of incorporation,
34 articles of organization, articles of partnership, bylaws, or other document which sets forth an
35 appropriate mechanism for the determination of the entity's vote. If a voter has no such
36 mechanism, then its vote shall be cast as determined by a majority of the persons who run the
37 day-to-day affairs of the voter. The results of the meeting shall be certified by the temporary

38 chairman and secretary to the municipal clerk if the district is established by a municipality
39 described in this section, or to the circuit clerk if the district is established by a circuit court.

40 6. Successor boards shall be appointed or elected, depending upon the presence or
41 absence of resident registered voters, by the mayor or chairman of a city, town, or village
42 described in this section, or the property owners as set forth above; provided, however, that
43 elections held by the property owners after the initial board is elected shall be certified to the
44 municipal clerk of the city, town, or village where the district is located and the board of
45 directors of the district.

46 7. Should a vacancy occur on the board of directors, the mayor or chairman of the city,
47 town, or village if there are registered voters within the subdistrict, or a majority of the owners
48 of real property in a subdistrict if there are not registered voters in the subdistrict, shall have the
49 authority to appoint or elect, as set forth in this section, an interim director to complete any
50 unexpired term of a director caused by resignation or disqualification.

51 8. The board shall possess and exercise all of the district's legislative and executive
52 powers, including:

53 (1) The power to fund, promote and provide educational, civic, musical, theatrical,
54 cultural, concerts, lecture series, and related or similar entertainment events or activities, and
55 fund, promote, plan, design, construct, improve, maintain, and operate public improvements,
56 transportation projects, and related facilities within the district;

57 (2) The power to accept and disburse tax or other revenue collected in the district; and

58 (3) The power to receive property by gift or otherwise.

59 9. Within thirty days after the selection of the initial directors, the board shall meet. At
60 its first meeting and annually thereafter the board shall elect a chairman from its members.

61 10. The board shall appoint an executive director, district secretary, treasurer, and such
62 other officers or employees as it deems necessary.

63 11. At the first meeting, the board, by resolution, shall define the first and subsequent
64 fiscal years of the district, and shall adopt a corporate seal.

65 12. A simple majority of the board shall constitute a quorum. If a quorum exists, a
66 majority of those voting shall have the authority to act in the name of the board, and approve any
67 board resolution.

68 13. At the first meeting, the board, by resolution, shall receive the certification of the
69 election regarding the sales tax, and may impose the sales tax in all subdistricts approving the
70 imposing sales tax. In those subdistricts that approve the sales tax, the sales tax shall become
71 effective ~~[on the first day of the first calendar quarter immediately following the action by the~~
72 ~~district board of directors imposing the tax]~~ **as provided by section 32.087.**

73 14. Each director shall devote such time to the duties of the office as the faithful
74 discharge thereof may require and be reimbursed for his or her actual expenditures in the
75 performance of his or her duties on behalf of the district. Directors may be compensated, but
76 such compensation shall not exceed one hundred dollars per month.

77 15. In addition to all other powers granted by sections 67.2500 to 67.2530, the district
78 shall have the following general powers:

79 (1) To sue and be sued in its own name, and to receive service of process, which shall
80 be served upon the district secretary;

81 (2) To fix compensation of its employees and contractors;

82 (3) To enter into contracts, franchises, and agreements with any person or entity, public
83 or private, affecting the affairs of the district, including contracts with any municipality, district,
84 or state, or the United States, and any of their agencies, political subdivisions, or
85 instrumentalities, for the funding, including without limitation, interest rate exchange or swap
86 agreements, planning, development, construction, acquisition, maintenance, or operation of a
87 district facility or to assist in such activity;

88 (4) To acquire, develop, construct, equip, transfer, donate, lease, exchange, mortgage,
89 and encumber real and personal property in furtherance of district purposes;

90 (5) To collect and disburse funds for its activities;

91 (6) To collect taxes and other revenues;

92 (7) To borrow money and incur indebtedness and evidence the same by certificates,
93 notes, bonds, debentures, or refunding of any such obligations for the purpose of paying all or
94 any part of the cost of land, construction, development, or equipping of any facilities or
95 operations of the district;

96 (8) To own or lease real or personal property for use in connection with the exercise of
97 powers pursuant to this subsection;

98 (9) To provide for the election or appointment of officers, including a chairman,
99 treasurer, and secretary. Officers shall not be required to be residents of the district, and one
100 officer may hold more than one office;

101 (10) To hire and retain agents, employees, engineers, and attorneys;

102 (11) To enter into entertainment contracts binding the district and artists, agencies, or
103 performers, management contracts, contracts relating to the booking of entertainment and the
104 sale of tickets, and all other contracts which relate to the purposes of the district;

105 (12) To contract with a local government, a corporation, partnership, or individual
106 regarding funding, promotion, planning, designing, constructing, improving, maintaining, or
107 operating a project or to assist in such activity;

108 (13) To contract for transfer to a city, town, or village such district facilities and
109 improvements free of cost or encumbrance on such terms set forth by contract;

110 (14) To exercise such other powers necessary or convenient for the district to accomplish
111 its purposes which are not inconsistent with its express powers.

112 16. A district may at any time authorize or issue notes, bonds, or other obligations for
113 any of its powers or purposes. Such notes, bonds, or other obligations:

114 (1) Shall be in such amounts as deemed necessary by the district, including costs of
115 issuance thereof;

116 (2) Shall be payable out of all or any portion of the revenues or other assets of the
117 district;

118 (3) May be secured by any property of the district which may be pledged, assigned,
119 mortgaged, or otherwise encumbered for payment;

120 (4) Shall be authorized by resolution of the district, and if issued by the district, shall
121 bear such date or dates, and shall mature at such time or times, but not in excess of forty years,
122 as the resolution shall specify;

123 (5) Shall be in such denomination, bear interest at such rates, be in such form, be issued
124 as current interest bonds, compound interest bonds, variable rate bonds, convertible bonds, or
125 zero coupon bonds, be issued in such manner, be payable in such place or places and subject to
126 redemption as such resolution may provide; and

127 (6) May be sold at either public or private sale, at such interest rates, and at such price
128 or prices as the district shall determine. The provisions of this subsection are applicable to the
129 district notwithstanding the provisions of section 108.170.

67.2530. 1. Any note, bond, or other indebtedness of the district may be refunded at any
2 time by the district by issuing refunding bonds in such amount as the district may deem
3 necessary. Such bonds shall be subject to and shall have the benefit of the foregoing provisions
4 regarding notes, bonds, and other obligations. Without limiting the generality of the foregoing,
5 refunding bonds may include amounts necessary to finance any premium, unpaid interest, and
6 costs of issuance in connection with the refunding bonds. Any such refunding may be effected
7 whether the bonds to be refunded then shall have matured or thereafter shall mature, either by
8 sale of the refunding bonds and the application of the proceeds thereof to the payment of the
9 obligations being refunded or the exchange of the refunding bonds for the obligations being
10 refunded with the consent of the holders of the obligations being refunded.

11 2. Notes, bonds, or other indebtedness of the district shall be exclusively the
12 responsibility of the district payable solely out of the district funds and property and shall not
13 constitute a debt or liability of the state of Missouri or any agency or political subdivision of the
14 state. Any notes, bonds, or other indebtedness of the district shall state on their face that they

15 are not obligations of the state of Missouri or any agency or political subdivision thereof other
16 than the district.

17 3. Any district may by resolution impose a district sales tax of up to one-half of one
18 percent on all retail sales made in such district that are subject to taxation pursuant to the
19 provisions of sections 144.010 to 144.525. Upon voter approval, and receiving the necessary
20 certifications from the governing body of the municipality in which the district is located, or
21 from the circuit court if the district was formed by the circuit court, the board of directors shall
22 have the power to impose a sales tax at its first meeting, or any meeting thereafter. Voter
23 approval of the question of the imposing sales tax shall be in accordance with section 67.2520.
24 ~~[The sales tax shall become effective in those subdistricts that approve the sales tax on the first~~
25 ~~day of the first calendar quarter immediately following the passage of a resolution by the board~~
26 ~~of directors imposing the sales tax.~~

27 ~~4. In each district in which a sales tax has been imposed in the manner provided by this~~
28 ~~section, every retailer shall add the tax imposed by the district pursuant to this section to the~~
29 ~~retailer's sale price, and when so added, such tax shall constitute a part of the price, shall be a~~
30 ~~debt of the purchaser to the retailer until paid, and shall be recoverable at law in the same manner~~
31 ~~as the purchase price.~~

32 ~~5. In order to permit sellers required to collect and report the sales tax authorized by this~~
33 ~~section to collect the amount required to be reported and remitted, but not to change the~~
34 ~~requirements of reporting or remitting tax or to serve as a levy of the tax, and in order to avoid~~
35 ~~fractions of pennies, the district may establish appropriate brackets which shall be used in the~~
36 ~~district imposing a tax pursuant to this section in lieu of those brackets provided in section~~
37 ~~144.285.~~

38 ~~6.] 4. All revenue received by a district from the sales tax authorized by this section~~
39 ~~shall be deposited in a special trust fund and shall be used solely for the purposes of the district.~~
40 ~~Any funds in such special trust fund which are not needed for the district's current expenditures~~
41 ~~may be invested by the district board of directors in accordance with applicable laws relating to~~
42 ~~the investment of other district funds.~~

43 ~~[7.] 5. The sales tax may be imposed at a rate of up to one-half of one percent on the~~
44 ~~receipts from the sale at retail of all tangible personal property or taxable services at retail within~~
45 ~~the district adopting such tax, if such property and services are subject to taxation by the state~~
46 ~~of Missouri pursuant to the provisions of sections 144.010 to 144.525. Any district sales tax~~
47 ~~imposed pursuant to this section shall be imposed at a rate that shall be uniform throughout the~~
48 ~~subdistricts approving the sales tax.~~

49 ~~[8. The resolution imposing the sales tax pursuant to this section shall impose upon all~~
50 ~~sellers a tax for the privilege of engaging in the business of selling tangible personal property or~~

51 rendering taxable services at retail to the extent and in the manner provided in sections 144.010
52 to 144.525 and the rules and regulations of the director of revenue issued pursuant thereto;
53 except that the rate of the tax shall be the rate imposed by the resolution as the sales tax and the
54 tax shall be reported and returned to and collected by the district.

55 ~~9. (1) On and after the effective date of any sales tax imposed pursuant to this section,~~
56 ~~the district shall perform all functions incident to the administration, collection, enforcement, and~~
57 ~~operation of the tax. The sales tax imposed pursuant to this section shall be collected and~~
58 ~~reported upon such forms and under such administrative rules and regulations as may be~~
59 ~~prescribed by the district.~~

60 ~~(2)~~ **6. After the effective date of any tax imposed under the provisions of this**
61 **section, the director of revenue shall perform all functions incident to the administration,**
62 **collection, enforcement, and operation of the tax and collect, in addition to the sales tax for**
63 **the state of Missouri, the additional tax authorized under the authority of this section. The**
64 **tax imposed under this section and the tax imposed under the sales tax law of the state of**
65 **Missouri shall be collected together and reported upon such forms and under such**
66 **administrative rules and regulations as may be prescribed by the director of revenue.**

67 **7. All [such] sales taxes [collected by the district] shall be deposited by the district in a**
68 **special fund to be expended for the purposes authorized in this section. The district shall keep**
69 **accurate records of the amount of money which was collected pursuant to this section, and the**
70 **records shall be open to the inspection of officers of each district and the general public.**

71 ~~(3) The district may contract with the municipality that the district is within for the~~
72 ~~municipality to collect any revenue received by the district and, after deducting the cost of such~~
73 ~~collection, but not to exceed one percent of the total amount collected, deposit such revenue in~~
74 ~~a special trust account. Such revenue and interest may be applied by the municipality to~~
75 ~~expenses, costs, or debt service of the district at the direction of the district as set forth in a~~
76 ~~contract between the municipality and the district.~~

77 ~~10. (1) All applicable provisions contained in sections 144.010 to 144.525 governing~~
78 ~~the state sales tax, sections 32.085 and 32.087, and section 32.057, the uniform confidentiality~~
79 ~~provision, shall apply to the collection of the tax imposed by this section, except as modified in~~
80 ~~this section.~~

81 ~~(2) All exemptions granted to agencies of government, organizations, persons, and to~~
82 ~~the sale of certain articles and items of tangible personal property and taxable services pursuant~~
83 ~~to the provisions of sections 144.010 to 144.525 are hereby made applicable to the imposition~~
84 ~~and collection of the tax imposed by this section.~~

85 ~~(3) The same sales tax permit, exemption certificate, and retail certificate required by~~
86 ~~sections 144.010 to 144.525 for the administration and collection of the state sales tax shall~~

87 satisfy the requirements of this section, and no additional permit or exemption certificate or retail
88 certificate shall be required; except that the district may prescribe a form of exemption certificate
89 for an exemption from the tax imposed by this section.

90 ~~———— (4) All discounts allowed the retailer pursuant to the provisions of the state sales tax laws
91 for the collection of and for payment of taxes pursuant to such laws are hereby allowed and made
92 applicable to any taxes collected pursuant to the provisions of this section.~~

93 ~~———— (5) The penalties provided in section 32.057 and sections 144.010 to 144.525 for
94 violation of those sections are hereby made applicable to violations of this section.~~

95 ~~———— (6) For the purpose of a sales tax imposed by a resolution pursuant to this section, all
96 retail sales shall be deemed to be consummated at the place of business of the retailer unless the
97 tangible personal property sold is delivered by the retailer or the retailer's agent to an out-of-state
98 destination or to a common carrier for delivery to an out-of-state destination. In the event a
99 retailer has more than one place of business in this state which participates in the sale, the sale
100 shall be deemed to be consummated at the place of business of the retailer where the initial order
101 for the tangible personal property is taken, even though the order must be forwarded elsewhere
102 for acceptance, approval of credit, shipment, or billing. A sale by a retailer's employee shall be
103 deemed to be consummated at the place of business from which the employee works.~~

104 ~~———— (7)]~~ **8.** Subsequent to the initial approval by the voters and implementation of a sales tax
105 in the district, the rate of the sales tax may be increased, but not to exceed a rate of one-half of
106 one percent on retail sales as provided in this subsection. The election shall be conducted in
107 accordance with section 67.2520; provided, however, that the district board of directors may
108 place the question of the increase of the sales tax before the voters of the district by resolution,
109 and the municipal clerk of the city, town, or village which originally conducted the incorporation
110 of the district, or the circuit clerk of the court which originally conducted the incorporation of
111 the district, shall conduct the subsequent election. In subsequent elections, the election judges
112 shall certify the election results to the district board of directors. The ballot of submission shall
113 be in substantially the following form:

114 Shall (name of district) increase the (insert amount) percent district
115 sales tax now in effect to..... (insert amount) in the (name of district)?

116 YES NO

117

118 If you are in favor of the question, place an "X" in the box opposite "YES". If you are opposed
119 to the question, place an "X" in the box opposite "NO".

120

121 If a majority of the votes cast on the proposal by the qualified voters of the district voting thereon
122 are in favor of the increase, the increase shall become effective [~~December thirty-first of the~~
123 ~~calendar year in which such increase was approved~~] **as provided by section 32.087.**

124 ~~[11.]~~ **9.** (1) There shall not be any election as provided for in this section while the
125 district has any financing or other obligations outstanding.

126 (2) The board, when presented with a petition signed by at least one-third of the
127 registered voters in a district that voted in the last gubernatorial election, or signed by at least
128 two-thirds of property owners of the district, calling for an election to dissolve and repeal the tax
129 shall submit the question to the voters using the same procedure by which the imposing tax was
130 voted. The ballot of submission shall be in substantially the following form:

131 Shall (name of district) dissolve and repeal the (insert amount) percent
132 district sales tax now in effect in the (name of district)?

133 YES NO

134

135 If you are in favor of the question, place an "X" in the box opposite "YES". If you are opposed
136 to the question, place an "X" in the box opposite "NO".

137

138 Such subsequent elections for the repeal of the sales tax shall be conducted in accordance with
139 section 67.2520; provided, however, that the district board of directors may place the question
140 of the repeal of the sales tax before the voters of the district, and the municipal clerk of the city,
141 town, or village which originally conducted the incorporation of the district, or the circuit clerk
142 of the court which originally conducted the incorporation of the district, shall conduct the
143 subsequent election. In subsequent elections the election judges shall certify the election results
144 to the district board of directors.

145 (3) If a majority of the votes cast on the proposal by the qualified voters of the district
146 voting thereon are in favor of repeal, that repeal shall become effective December thirty-first of
147 the calendar year in which such repeal was approved or after the repayment of the district's
148 indebtedness, whichever occurs later. **If the district abolishes the tax, the district shall notify**
149 **the director of revenue of the action at least one hundred twenty days prior to the effective**
150 **date of the repeal.**

151 ~~[12.]~~ **10.** (1) At such time as the board of directors of the district determines that further
152 operation of the district is not in the best interests of the inhabitants of the district, and that the
153 district should dissolve, the board shall submit for a vote in an election held throughout the
154 district the question of whether the district should be abolished. The question shall be submitted
155 in substantially the following form:

156 Shall the theater, cultural arts, and entertainment district be abolished?

157 YES NO

158

159 If you are in favor of the question, place an "X" in the box opposite "YES". If you are opposed
160 to the question, place an "X" in the box opposite "NO".

161 (2) The district board shall not propose the question to abolish the district while there
162 are outstanding claims or causes of action pending against the district, while the district liabilities
163 exceed its assets, while indebtedness of the district is outstanding, or while the district is
164 insolvent, in receivership or under the jurisdiction of the bankruptcy court. Prior to submitting
165 the question to abolish the district to a vote of the entire district, the state auditor shall audit the
166 district to determine the financial status of the district, and whether the district may be abolished
167 pursuant to law. The vote on the abolition of the district shall be conducted by the municipal
168 clerk of the city, town, or village in which the district is located. The procedure shall be the same
169 as in section 67.2520, except that the question shall be determined by the qualified voters of the
170 entire district. No individual subdistrict may be abolished, except at such time as the district is
171 abolished.

172 (3) While the district still exists, it shall continue to accrue all revenues to which it is
173 entitled at law.

174 (4) Upon receipt by the board of directors of the district of the certification by the city,
175 town, or village in which the district is located that the majority of those voting within the entire
176 district have voted to abolish the district, and if the state auditor has determined that the district's
177 financial condition is such that it may be abolished pursuant to law, then the board of directors
178 of the district shall:

179 (a) Sell any remaining district real or personal property it wishes, and then transfer the
180 proceeds and any other real or personal property owned by the district to the city, town, or village
181 in which the district is located, including revenues due and owing the district, for its further use
182 and disposition;

183 (b) Terminate the employment of any remaining district employees, and otherwise
184 conclude its affairs;

185 (c) At a public meeting of the district, declare by a resolution of the board of directors
186 passed by a majority vote that the district has been abolished effective that date;

187 (d) Cause copies of that resolution under seal to be filed with the secretary of state and
188 the city, town, or village in which the district is located. Upon the completion of the final act
189 specified in this subsection, the legal existence of the district shall cease.

190 (5) The legal existence of the district shall not cease for a period of two years after voter
191 approval of the abolition.

192 **11. Except as provided in this section, all provisions of sections 32.085 to 32.087**
193 **shall apply to the tax imposed under this section.**

94.578. 1. In addition to the sales tax authorized in section 94.577, the governing body
2 of any home rule city with more than one hundred fifty-one thousand five hundred but less than
3 one hundred fifty-one thousand six hundred inhabitants is hereby authorized to impose, by order
4 or ordinance, a sales tax on all retail sales made within the city which are subject to sales tax
5 under chapter 144. The tax authorized in this section may be imposed at a rate of one-eighth,
6 one-fourth, three-eighths, or one-half of one percent, but shall not exceed one-half of one
7 percent, shall not be imposed for longer than three years, and shall be imposed solely for the
8 purpose of funding the construction, operation, and maintenance of capital improvements in the
9 city's center city. The governing body may issue bonds for the funding of such capital
10 improvements, which will be retired by the revenues received from the sales tax authorized by
11 this section. The order or ordinance shall not become effective unless the governing body of the
12 city submits to the voters residing within the city at a state or municipal general, primary, or
13 special election a proposal to authorize the governing body of the city to impose a tax under this
14 section. The tax authorized in this section shall be in addition to all other sales taxes imposed
15 by law, and shall be stated separately from all other charges and taxes.

16 2. The ballot submission for the tax authorized in this section shall be in substantially
17 the following form:

18 Shall (insert the name of the city) impose a sales tax at a rate of
19(insert rate of percent) percent for [a] capital improvements purposes in the city's center
20 city for a period of (insert number of years, not to exceed three) years?

21 YES NO

22

23 If a majority of the votes cast on the question by the qualified voters voting thereon are in favor
24 of the question, then the tax shall become effective on the first day of the second calendar quarter
25 after the director of revenue receives notice of the adoption of the sales tax. If a majority of the
26 votes cast on the question by the qualified voters voting thereon are opposed to the question, then
27 the tax shall not become effective unless and until the question is resubmitted under this section
28 to the qualified voters and such question is approved by a majority of the qualified voters voting
29 on the question. In no case shall a tax be resubmitted to the qualified voters of the city sooner
30 than twelve months from the date of the proposal under this section.

31 3. Any sales tax imposed under this section shall be administered, collected, enforced,
32 and operated as required in ~~[section]~~ **sections 32.085 to 32.087**. All revenue generated by the
33 tax shall be deposited in a special trust fund and shall be used solely for the designated purposes.
34 If the tax is repealed, all funds remaining in the special trust fund shall continue to be used solely

35 for the designated purposes. Any funds in the special trust fund which are not needed for current
36 expenditures shall be invested in the same manner as other funds are invested. Any interest and
37 moneys earned on such investments shall be credited to the fund.

38 4. The director of revenue may authorize the state treasurer to make refunds from the
39 amounts in the trust fund and credited to any city for erroneous payments and overpayments
40 made, and may redeem dishonored checks and drafts deposited to the credit of such cities. If any
41 city abolishes the tax, the city shall notify the director of revenue of the action at least ninety days
42 before the effective date of the repeal, and the director of revenue may order retention in the trust
43 fund, for a period of one year, of two percent of the amount collected after receipt of such notice
44 to cover possible refunds or overpayment of the tax and to redeem dishonored checks and drafts
45 deposited to the credit of such accounts. After one year has elapsed after the effective date of
46 abolition of the tax in such city, the director of revenue shall remit the balance in the account to
47 the city and close the account of that city. The director of revenue shall notify each city of each
48 instance of any amount refunded.

49 5. The governing body of any city that has adopted the sales tax authorized in this section
50 may submit the question of repeal of the tax to the voters on any date available for elections for
51 the city. The ballot of submission shall be in substantially the following form:

52 Shall (insert the name of the city) repeal the sales tax imposed at a rate of
53 (insert rate of percent) percent for capital improvements purposes in the city's center city?

54 YES NO

55

56 If a majority of the votes cast on the proposal are in favor of repeal, that repeal shall become
57 effective on December thirty-first of the calendar year in which such repeal was approved. If a
58 majority of the votes cast on the question by the qualified voters voting thereon are opposed to
59 the repeal, then the sales tax authorized in this section shall remain effective until the question
60 is resubmitted under this section to the qualified voters, and the repeal is approved by a majority
61 of the qualified voters voting on the question. **If the city or county abolishes the tax, the city
62 or county shall notify the director of revenue of the action at least one hundred twenty days
63 prior to the effective date of the repeal.**

64 6. Whenever the governing body of any city that has adopted the sales tax authorized in
65 this section receives a petition, signed by ten percent of the registered voters of the city voting
66 in the last gubernatorial election, calling for an election to repeal the sales tax imposed under this
67 section, the governing body shall submit to the voters of the city a proposal to repeal the tax. If
68 a majority of the votes cast on the question by the qualified voters voting thereon are in favor of
69 the repeal, that repeal shall become effective on December thirty-first of the calendar year in
70 which such repeal was approved. If a majority of the votes cast on the question by the qualified

71 voters voting thereon are opposed to the repeal, then the tax shall remain effective until the
72 question is resubmitted under this section to the qualified voters and the repeal is approved by
73 a majority of the qualified voters voting on the question.

74 **7. Except as provided in this section, all provisions of sections 32.085 to 32.087**
75 **apply to the sales tax imposed under this section.**

94.605. 1. Any city as defined in section 94.600 may by a majority vote of its governing
2 body impose a sales tax for transportation purposes enumerated in sections 94.600 to 94.655.

3 2. The sales tax may be imposed at a rate not to exceed one-half of one percent on the
4 receipts from the sale at retail of all tangible personal property or taxable services at retail within
5 any city adopting such tax, if such property and services are subject to taxation by the state of
6 Missouri under the provisions of sections 144.010 to 144.525.

7 3. With respect to any tax increment financing plan originally approved by ordinance of
8 the city council after March 31, 2009, in any home rule city with more than four hundred
9 thousand inhabitants and located in more than one county, any three-eighths of one cent sales tax
10 imposed under sections 94.600 to 94.655 shall not be considered economic activity taxes as such
11 term is defined under sections 99.805 and 99.918, and tax revenues derived from such taxes shall
12 not be subject to allocation under the provisions of subsection 3 of section 99.845 or subsection
13 4 of section 99.957. Any one-eighth of one cent sales tax imposed in such city under sections
14 94.600 to 94.655 for constructing and operating a light-rail transit system shall not be considered
15 economic activity taxes as such term is defined under sections 99.805 and 99.918, and tax
16 revenues derived from such tax shall not be subject to allocation under the provisions of
17 subsection 3 of section 99.845 or subsection 4 of section 99.957.

18 ~~[4. If the boundaries of a city in which such sales tax has been imposed shall thereafter~~
19 ~~be changed or altered, the city or county clerk shall forward to the director of revenue by United~~
20 ~~States registered mail or certified mail a certified copy of the ordinance adding or detaching~~
21 ~~territory from the city. The ordinance shall reflect the effective date thereof, and shall be~~
22 ~~accompanied by a map of the city clearly showing the territory added thereto or detached~~
23 ~~therefrom. Upon receipt of the ordinance and map, the tax imposed by sections 94.600 to 94.655~~
24 ~~shall be effective in the added territory or abolished in the detached territory on the effective date~~
25 ~~of the change of the city boundary.]~~

94.660. 1. The governing body of any city not within a county and any county of the first
2 classification having a charter form of government with a population of over nine hundred
3 thousand inhabitants may propose, by ordinance or order, a transportation sales tax of up to one
4 percent for submission to the voters of that city or county at an authorized election date selected
5 by the governing body.

6 2. Any sales tax approved under this section shall be imposed on the receipts from the
7 sale at retail of all tangible personal property or taxable services within the city or county
8 adopting the tax, if such property and services are subject to taxation by the state of Missouri
9 under sections 144.010 to 144.525.

10 3. The ballot of submission shall contain, but need not be limited to, the following
11 language:

12 Shall the county/city of (county's or city's name) impose a county/city-wide
13 sales tax of percent for the purpose of providing a source of funds for public
14 transportation purposes?

15 YES NO

16

17 Except as provided in subsection 4 of this section, if a majority of the votes cast in that county
18 or city not within a county on the proposal by the qualified voters voting thereon are in favor of
19 the proposal, then the tax shall go into effect ~~[on the first day of the next calendar quarter~~
20 ~~beginning after its adoption and notice to the director of revenue, but no sooner than thirty days~~
21 ~~after such adoption and notice]~~ **as provided by section 32.087.** If a majority of the votes cast
22 in that county or city not within a county by the qualified voters voting are opposed to the
23 proposal, then the additional sales tax shall not be imposed in that county or city not within a
24 county unless and until the governing body of that county or city not within a county shall have
25 submitted another proposal to authorize the local option transportation sales tax authorized in
26 this section, and such proposal is approved by a majority of the qualified voters voting on it. In
27 no event shall a proposal pursuant to this section be submitted to the voters sooner than twelve
28 months from the date of the last proposal.

29 4. No tax shall go into effect under this section in any city not within a county or any
30 county of the first classification having a charter form of government with a population over nine
31 hundred thousand inhabitants unless and until both such city and such county approve the tax.

32 5. The provisions of subsection 4 of this section requiring both the city and county to
33 approve a transportation sales tax before a transportation sales tax may go into effect in either
34 jurisdiction shall not apply to any transportation sales tax submitted to and approved by the
35 voters in such city or such county on or after August 28, 2007.

36 6. All sales taxes collected by the director of revenue under this section on behalf of any
37 city or county, less one percent for cost of collection which shall be deposited in the state's
38 general revenue fund after payment of premiums for surety bonds, shall be deposited with the
39 state treasurer in a special trust fund, which is hereby created, to be known as the "County Public
40 Transit Sales Tax Trust Fund". The sales taxes shall be collected as provided in section 32.087.
41 The moneys in the trust fund shall not be deemed to be state funds and shall not be commingled

42 with any funds of the state. The director of revenue shall keep accurate records of the amount
43 of money in the trust fund which was collected in each city or county approving a sales tax under
44 this section, and the records shall be open to inspection by officers of the city or county and the
45 public. Not later than the tenth day of each month the director of revenue shall distribute all
46 moneys deposited in the trust fund during the preceding month to the city or county which levied
47 the tax, and such funds shall be deposited with the treasurer of each such city or county and all
48 expenditures of funds arising from the county public transit sales tax trust fund shall be by an
49 appropriation act to be enacted by the governing body of each such county or city not within a
50 county.

51 7. The revenues derived from any transportation sales tax under this section shall be used
52 only for the planning, development, acquisition, construction, maintenance and operation of
53 public transit facilities and systems other than highways.

54 8. The director of revenue may authorize the state treasurer to make refunds from the
55 amount in the trust fund and credited to any city or county for erroneous payments and
56 overpayments made, and may redeem dishonored checks and drafts deposited to the credit of
57 such cities or counties. If any city or county abolishes the tax, the city or county shall notify the
58 director of revenue of the action at least ninety days prior to the effective date of the repeal and
59 the director of revenue may order retention in the trust fund, for a period of one year, of two
60 percent of the amount collected after receipt of such notice to cover possible refunds or
61 overpayment of the tax and to redeem dishonored checks and drafts deposited to the credit of
62 such accounts. After one year has elapsed after the effective date of abolition of the tax in such
63 city or county, the director of revenue shall authorize the state treasurer to remit the balance in
64 the account to the city or county and close the account of that city or county. The director of
65 revenue shall notify each city or county of each instance of any amount refunded or any check
66 redeemed from receipts due the city or county.

94.705. 1. Any city may by a majority vote of its governing body impose a sales tax for
2 transportation purposes enumerated in sections 94.700 to 94.755, and issue bonds for
3 transportation purposes which shall be retired by the revenues received from the sales tax
4 authorized by this section. The tax authorized by this section shall be in addition to any and all
5 other sales taxes allowed by law. No ordinance imposing a sales tax pursuant to the provisions
6 of this section shall become effective unless the council or other governing body submits to the
7 voters of the city, at a city or state general, primary, or special election, a proposal to authorize
8 the council or other governing body of the city to impose such a sales tax and, if such tax is to
9 be used to retire bonds authorized pursuant to this section, to authorize such bonds and their
10 retirement by such tax; except that no vote shall be required in any city that imposed and

11 collected such tax under sections 94.600 to 94.655, before January 5, 1984. The ballot of the
12 submission shall contain, but is not limited to, the following language:

13 (1) If the proposal submitted involves only authorization to impose the tax authorized
14 by this section, the following language:

15 Shall the city of (city's name) impose a sales tax of
16 (insert amount) for transportation purposes?

17 YES NO

18

19 If you are in favor of the question, place an "X" in the box opposite "Yes". If you are opposed
20 to the question, place an "X" in the box opposite "No";

21 (2) If the proposal submitted involves authorization to issue bonds and repay such bonds
22 with revenues from the tax authorized by this section, the following language:

23 Shall the city of (city's name) issue bonds in the amount of
24 (insert amount) for transportation purposes and impose a sales tax of
25 (insert amount) to repay such bonds?

26 YES NO

27

28 If you are in favor of the question, place an "X" in the box opposite "Yes". If you are opposed
29 to the question, place an "X" in the box opposite "No".

30

31 If a majority of the votes cast on the proposal, provided in subdivision (1) of this subsection, by
32 the qualified voters voting thereon are in favor of the proposal, then the ordinance and any
33 amendments thereto shall be in effect. If the four-sevenths majority of the votes, as required by
34 the Missouri Constitution, article VI, section 26, cast on the proposal, provided in subdivision
35 (2) of this subsection to issue bonds and impose a sales tax to retire such bonds, by the qualified
36 voters voting thereon are in favor of the proposal, then the ordinance and any amendments
37 thereto shall be in effect. If a majority of the votes cast on the proposal, as provided in
38 subdivision (1) of this subsection, by the qualified voters voting thereon are opposed to the
39 proposal, then the council or other governing body of the city shall have no power to impose the
40 tax authorized in subdivision (1) of this subsection unless and until the council or other
41 governing body of the city submits another proposal to authorize the council or other governing
42 body of the city to impose the tax and such proposal is approved by a majority of the qualified
43 voters voting thereon. If more than three-sevenths of the votes cast by the qualified voters voting
44 thereon are opposed to the proposal, as provided in subdivision (2) of this subsection to issue
45 bonds and impose a sales tax to retire such bonds, then the council or other governing body of
46 the city shall have no power to issue any bonds or to impose the tax authorized in subdivision

47 (2) of this subsection unless and until the council or other governing body of the city submits
 48 another proposal to authorize the council or other governing body of the city to issue such bonds
 49 or impose the tax to retire such bonds and such proposal is approved by four-sevenths of the
 50 qualified voters voting thereon.

51 2. No incorporated municipality located wholly or partially within any first class county
 52 operating under a charter form of government and having a population of over nine hundred
 53 thousand inhabitants shall impose such a sales tax for that part of the city, town or village that
 54 is located within such first class county, in the event such a first class county imposes a sales tax
 55 under the provisions of sections 94.600 to 94.655.

56 3. The sales tax may be imposed at a rate not to exceed one-half of one percent on the
 57 receipts from the sale at retail of all tangible personal property or taxable services at retail within
 58 any city adopting such tax, if such property and services are subject to taxation by the state of
 59 Missouri under the provisions of sections 144.010 to 144.525.

60 4. ~~[If the boundaries of a city in which such sales tax has been imposed shall thereafter~~
 61 ~~be changed or altered, the city clerk shall forward to the director of revenue by United States~~
 62 ~~registered mail or certified mail a certified copy of the ordinance adding or detaching territory~~
 63 ~~from the city. The ordinance shall reflect the effective date thereof, and shall be accompanied~~
 64 ~~by a map of the city clearly showing the territory added thereto or detached therefrom. Upon~~
 65 ~~receipt of the ordinance and map, the tax imposed by sections 94.700 to 94.755 shall be effective~~
 66 ~~in the added territory or abolished in the detached territory on the effective date of the change~~
 67 ~~of the city boundary.~~

68 ~~5.]~~ No tax imposed pursuant to this section for the purpose of retiring bonds issued
 69 pursuant to this section may be terminated until all of such bonds have been retired.

144.010. 1. The following words, terms, and phrases when used in ~~[sections 144.010~~
 2 ~~to 144.525]~~ **this chapter shall** have the meanings ascribed to them in this section, except when
 3 the context indicates a different meaning:

4 (1) "Admission" includes seats and tables, reserved or otherwise, and other similar
 5 accommodations and charges made therefor and amount paid for admission, exclusive of any
 6 admission tax imposed by the federal government or by sections 144.010 to 144.525;

7 (2) **"Advertising and promotional direct mail", printed material that meets the**
 8 **definition of direct mail, the primary purpose of which is to attract public attention to a**
 9 **product, person, business, or organization or to attempt to sell, popularize, or secure**
 10 **financial support for a product, person, business, or organization. As used in this**
 11 **subdivision, the word "product" means tangible personal property, a product transferred**
 12 **electronically, or a service;**

13 (3) "Agreement", the streamlined sales and use tax agreement, as amended from
14 time to time;

15 (4) "Air-to-ground radiotelephone service", a radio service, as that term is defined
16 in 47 CFR 22.99, in which common carriers are authorized to offer and provide radio
17 telecommunications service for hire to subscribers in aircraft;

18 (5) "Alcoholic beverages", beverages that are suitable for human consumption and
19 contain one-half of one percent or more of alcohol by volume;

20 (6) "Ancillary services", services that are associated with or incidental to the
21 provisions of telecommunications services including, but not limited to, detailed
22 telecommunications billing, directory assistance, vertical service, and voice mail services.
23 Ancillary services shall not include specified digital products, digital audio-visual works,
24 digital audio works, or digital books;

25 (7) "Appliance", clothes washers and dryers, water heaters, trash compactors,
26 dishwashers, conventional ovens, ranges, stoves, air conditioners, furnaces, refrigerators,
27 and freezers;

28 (8) "Bottled water", water that is placed in a safety sealed container or package for
29 human consumption. Bottled water is calorie free and shall not contain sweeteners or
30 other additives except that it may contain:

31 (a) Antimicrobial agents;

32 (b) Fluoride;

33 (c) Carbonation;

34 (d) Vitamins, minerals, and electrolytes;

35 (e) Oxygen;

36 (f) Preservatives; or

37 (g) Only those flavors, extracts, or essences derived from a spice or fruit.

38

39 Bottled water includes water that is delivered to the buyer in a reusable container that is
40 not sold with the water;

41 (9) "Bundled transaction":

42 (a) The retail sale of two or more products, except real property and services to real
43 property, where the products are otherwise distinct and identifiable, and the products are
44 sold for one nonitemized price. A bundled transaction shall not include the sale of any
45 products in which the sales price varies or is negotiable based on the selection by the
46 purchaser of the products included in the transaction;

47 (b) As used in this subdivision, the term "distinct and identifiable products" shall
48 not include:

49 **a. Packaging, such as containers, boxes, sacks, bags, and bottles, or other materials,**
50 **such as wrapping, labels, tags, and instruction guides, that accompany the retail sale of the**
51 **products and are incidental or immaterial to the retail sale thereof;**

52 **b. A product provided free of charge with the required purchase of another**
53 **product. A product is provided free of charge if the sales price of the product purchased**
54 **does not vary depending on the inclusion of the product provided free of charge; or**

55 **c. Items included in the definition of the term sales price;**

56 **(c) As used in this subdivision, the term "one nonitemized price" shall not include**
57 **a price that is separately identified by product on binding sales or other supporting**
58 **sales-related documentation made available to the customer in paper or electronic form**
59 **including, but not limited to, an invoice, bill of sale, receipt, contract, service agreement,**
60 **lease agreement, periodic notice of rates and services, rate card, or price list; and**

61 **(d) a. A transaction that otherwise meets the definition of a bundled transaction**
62 **as defined in this subdivision shall not constitute a bundled transaction if it is:**

63 **(i) A retail sale of tangible personal property and a service where the tangible**
64 **personal property is essential to the use of the service and is provided exclusively in**
65 **connection with the service, and the true object of the transaction is the service;**

66 **(ii) A retail sale of services where one service is provided that is essential to the use**
67 **of receipt of a second service, the first service is provided exclusively in connection with the**
68 **second service, and the true object of the transaction is the second service; or**

69 **(iii) A transaction that includes taxable products and nontaxable products and the**
70 **sales price of the taxable products is de minimis;**

71 **b. "De minimis" means the sales price of the taxable product is ten percent or less**
72 **of the total sales price of the bundled products;**

73 **c. Sellers shall use the sales price of the products to determine if the taxable**
74 **products are de minimis; and**

75 **d. (i) Sellers shall use the full term of a service contract to determine if the taxable**
76 **products are de minimis; or**

77 **(ii) A retail sale of exempt tangible personal property and taxable tangible personal**
78 **property if:**

79 **i. The transaction included food and food ingredients, drugs, durable medical**
80 **equipment, mobility enhancing equipment, over-the-counter drugs, prosthetic devices, or**
81 **medical supplies; and**

82 **ii. The seller's purchase price or sales price of the taxable tangible personal**
83 **property is fifty percent or less of the total sales price of the bundled tangible personal**

84 **property. Sellers shall not use a combination of the purchase price and sales price of the**
85 **tangible personal property if making the fifty percent determination for a transaction;**

86 (10) "Business" includes any activity engaged in by any person, or caused to be engaged
87 in by him, with the object of gain, benefit or advantage, either direct or indirect, and the
88 classification of which business is of such character as to be subject to the terms of sections
89 144.010 to 144.525. A person is "engaging in business" in this state for purposes of sections
90 144.010 to 144.525 if such person "engages in business in this state" or "maintains a place of
91 business in this state" under section 144.605. The isolated or occasional sale of tangible personal
92 property, service, substance, or thing, by a person not engaged in such business, does not
93 constitute engaging in business within the meaning of sections 144.010 to 144.525 unless the
94 total amount of the gross receipts from such sales, exclusive of receipts from the sale of tangible
95 personal property by persons which property is sold in the course of the partial or complete
96 liquidation of a household, farm or nonbusiness enterprise, exceeds three thousand dollars in any
97 calendar year. The provisions of this subdivision shall not be construed to make any sale of
98 property which is exempt from sales tax or use tax on June 1, 1977, subject to that tax thereafter;

99 ~~(3)~~ (11) "Calendar quarter", the period of three consecutive calendar months
100 ending on March thirty-first, June thirtieth, September thirtieth, or December thirty-first;

101 (12) "Call-by-call basis", any method of charging for telecommunications services
102 in which the price is measured by individual calls;

103 (13) "Candy", a preparation of sugar, honey, or other natural or artificial
104 sweeteners in combination with chocolate, fruits, nuts, or other ingredients or flavorings
105 in the form of bars, drops, or pieces. Candy shall not include any preparation containing
106 flour and shall require no refrigeration;

107 (14) "Captive wildlife", includes but is not limited to exotic partridges, gray partridge,
108 northern bobwhite quail, ring-necked pheasant, captive waterfowl, captive white-tailed deer,
109 captive elk, and captive furbearers held under permit issued by the Missouri department of
110 conservation for hunting purposes. The provisions of this subdivision shall not apply to sales
111 tax on a harvested animal;

112 (15) "Certified automated system" or "CAS", software certified under the
113 streamlined sales and use tax agreement to calculate the tax imposed by each jurisdiction
114 on a transaction, to determine the amount of tax to remit to the appropriate state, and to
115 maintain a record of the transaction;

116 (16) "Certified service provider" or "CSP", an agent certified under the
117 streamlined sales and use tax agreement to perform all the seller's sales and use tax
118 functions, other than the seller's obligation to remit tax on its own purchases;

119 (17) "Clothing":

- 120 **(a) All human wearing apparel suitable for general use;**
121 **(b) Clothing shall include:**
122 **a. Aprons, household and shop;**
123 **b. Athletic supporters;**
124 **c. Baby receiving blankets;**
125 **d. Bathing suits and caps;**
126 **e. Beach capes and coats;**
127 **f. Belts and suspenders;**
128 **g. Boots;**
129 **h. Coats and jackets;**
130 **i. Costumes;**
131 **j. Diapers, children and adult, including disposable diapers;**
132 **k. Ear muffs;**
133 **l. Footlets;**
134 **m. Formal wear;**
135 **n. Garters and garter belts;**
136 **o. Girdles;**
137 **p. Gloves and mittens for general use;**
138 **q. Hats and caps;**
139 **r. Hosiery;**
140 **s. Insoles for shoes;**
141 **t. Lab coats;**
142 **u. Neckties;**
143 **v. Overshoes;**
144 **w. Pantyhose;**
145 **x. Rainwear;**
146 **y. Rubber pants;**
147 **z. Sandals;**
148 **aa. Scarves;**
149 **bb. Shoes and shoe laces;**
150 **cc. Slippers;**
151 **dd. Sneakers;**
152 **ee. Socks and stockings;**
153 **ff. Steel-toed shoes;**
154 **gg. Underwear;**
155 **hh. Uniforms, athletic and nonathletic; and**

- 156 ii. **Wedding apparel; and**
157 **(c) Clothing shall not include:**
158 **a. Belt buckles sold separately;**
159 **b. Costume masks sold separately;**
160 **c. Patches and emblems sold separately;**
161 **d. Sewing equipment and supplies including, but not limited to, knitting needles,**
162 **patterns, pins, scissors, sewing machines, sewing needles, tape measures, and thimbles; or**
163 **e. Sewing materials that become part of clothing including, but not limited to,**
164 **buttons, fabric, lace, thread, yarn, and zippers;**
165 **(18) "Clothing accessories and equipment", incidental items worn on the person**
166 **or in conjunction with clothing. Clothing accessories and equipment is mutually exclusive**
167 **of clothing, sport or recreational equipment, and protective equipment;**
168 **(19) "Coin-operated telephone service", a telecommunications service paid for by**
169 **inserting money into a telephone accepting direct deposits of money to operate;**
170 **(20) "Communications channel", a physical or virtual path of communications over**
171 **which signals are transmitted between or among customer channel termination points;**
172 **(21) "Computer", an electronic device that accepts information in digital or similar**
173 **form and manipulates it for a result based on a sequence of instructions;**
174 **(22) "Computer software", a set of coded instructions designed to cause a computer**
175 **or automatic data processing equipment to perform a task. Computer software shall not**
176 **include specified digital products, digital audio-visual works, digital audio works, or digital**
177 **books;**
178 **(23) "Conference bridging service", an ancillary service that links two or more**
179 **participants of an audio or video conference call and may include the provision of a**
180 **telephone number. Conference bridging service shall not include the telecommunications**
181 **services used to reach the conference bridge;**
182 **(24) "Customer", the person or entity that contracts with the seller of**
183 **telecommunications services. If the end user of the telecommunications service is not the**
184 **contracting party, the end user of the telecommunications service is the customer of the**
185 **telecommunications service, but this definition only applies to the purpose of sourcing sales**
186 **of telecommunications services under section 144.043. Customer shall not include a**
187 **reseller of telecommunications service or, for mobile telecommunications, service of a**
188 **serving carrier under an agreement to serve the customer outside the home service**
189 **provider's licensed service area;**
190 **(25) "Customer channel termination point", the location where the customer either**
191 **inputs or receives the communication;**

- 192 (26) "Delivered electronically", delivered to the purchaser by means other than
193 tangible storage media;
- 194 (27) "Delivery charges", charges by the seller of personal property or services for
195 preparation and delivery to a location designated by the purchaser of personal property
196 or services including, but not limited to, transportation, shipping, postage, handling,
197 crating, and packing;
- 198 (28) "Detailed telecommunications billing service", an ancillary service of
199 separately stated information pertaining to individual calls on a customer's billing
200 statement;
- 201 (29) "Dietary supplement", any product, other than tobacco, intended to
202 supplement the diet that contains one or more of the following dietary ingredients: a
203 vitamin, a mineral, an herb or other botanical, an amino acid, a dietary substance for use
204 by humans to supplement the diet by increasing the total dietary intake, or a concentrate,
205 metabolite, constituent, extract, or combination of any ingredient described above; that is
206 intended for ingestion in tablet, capsule, powder, softgel, gelcap, or liquid form or, if not
207 intended for ingestion in such a form, is not represented as a conventional food and is not
208 represented for use as a sole item of a meal or of the diet; and that is required to be labeled
209 as a dietary supplement, identifiable by the supplemental facts box found on the label and
210 as required under 21 CFR Section 101.36;
- 211 (30) "Digital audio works", works that result from the fixation of a series of
212 musical, spoken, or other sounds, including ringtones;
- 213 (31) "Digital audio-visual works", a series of related images that if shown in
214 succession impart an impression of motion, together with accompanying sounds if any;
- 215 (32) "Digital books", works that are generally recognized in the ordinary and usual
216 sense as books;
- 217 (33) "Direct mail", printed material delivered or distributed by United States mail
218 or other delivery service to a mass audience or to addressees on a mailing list provided by
219 the purchaser or at the direction of the purchaser if the cost of the items are not billed
220 directly to the recipients. Direct mail shall include tangible personal property supplied
221 directly or indirectly by the purchaser to the direct mail seller for inclusion in the package
222 containing the printed material. Direct mail shall not include multiple items of printed
223 material delivered to a single address;
- 224 (34) "Directory assistance", an ancillary service of providing telephone number
225 information or address information;

226 (35) "Drug", a compound, substance, or preparation, and any component of a
227 compound, substance, or preparation, other than food and food ingredients, dietary
228 supplements, alcoholic beverages, or grooming and hygiene products:

229 (a) Recognized in the official United States Pharmacopoeia, official Homeopathic
230 Pharmacopoeia of the United States, official National Formulary, or a supplement to any
231 of them;

232 (b) Intended for use in the diagnosis, cure, mitigation, treatment, or prevention of
233 disease; or

234 (c) Intended to affect the structure or any function of the body.
235

236 Drug shall include insulin and medical oxygen;

237 (36) "Durable medical equipment", equipment, including repair and replacement
238 parts for same, excluding mobility enhancing equipment. Durable medical equipment:

239 (a) Can withstand repeated use;

240 (b) Is primarily and customarily used to serve a medical purpose;

241 (c) Generally is not useful to a person in the absence of illness or injury;

242 (d) Is not worn in or on the body;

243 (e) Is for home use;

244 (f) Is within the classification of devices eligible for MO HealthNet and Medicare
245 reimbursement; and

246 (g) Shall not include:

247 a. Kidney dialysis equipment not worn in or on the body, including repair and
248 replacement parts; and

249 b. Enteral feeding systems not worn in or on the body, including repair and
250 replacement parts.
251

252 As used in this subdivision, repair and replacement parts shall include all components or
253 attachments used in conjunction with the durable medical equipment;

254 (37) "Electronic", relating to technology having electrical, digital, magnetic,
255 wireless, optical, electromagnetic, or similar capabilities;

256 (38) "End user", the person who utilizes the telecommunication service. In case of
257 an entity, "end user" means the individual who utilizes the service on behalf of the entity;

258 (39) "Energy star qualified product", a product that meets the energy efficient
259 guidelines set by the United States Environmental Protection Agency and the United States
260 Department of Energy and that is authorized to carry the Energy Star label. Covered
261 products are those listed at www.energystar.gov or a successor address;

- 262 **(40) "Engages in business activities within this state" includes:**
- 263 **(a) Maintaining or having a franchisee or licensee operating under the seller's trade**
264 **name in this state if the franchisee or licensee is required to collect sales tax under sections**
265 **144.010 to 144.525; or**
- 266 **(b) Soliciting sales or taking orders by sales agents or traveling representatives; or**
- 267 **(c) A vendor is presumed to engage in business activities within this state if any**
268 **person, other than a common carrier acting in its capacity as such, that has substantial**
269 **nexus with this state:**
- 270 **a. Sells a similar line of products as the vendor and does so under the same or a**
271 **similar business name;**
- 272 **b. Maintains an office, distribution facility, warehouse, storage place, or similar**
273 **place of business in the state to facilitate the delivery of property or services sold by the**
274 **vendor to the vendor's customers;**
- 275 **c. Delivers, installs, assembles, or performs maintenance services for the vendor's**
276 **customers within the state;**
- 277 **d. Facilitates the vendor's delivery of property to customers in the state by allowing**
278 **the vendor's customers to pick up property sold by the vendor at an office, distribution**
279 **facility, warehouse, storage place, or similar place of business maintained by the person in**
280 **the state; or**
- 281 **e. Conducts any other activities in the state that are significantly associated with**
282 **the vendor's ability to establish and maintain a market in the state for the sales; and**
- 283 **(d) The presumption in paragraph (c) may be rebutted by demonstrating that the**
284 **person's activities in the state are not significantly associated with the vendor's ability to**
285 **establish or maintain a market in this state for the vendor's sales; and**
- 286 **(e) Notwithstanding paragraph (c), a vendor shall be presumed to engage in**
287 **business activities within this state if the vendor enters into an agreement with one or more**
288 **residents of this state under which the resident, for a commission or other consideration,**
289 **directly or indirectly refers potential customers, whether by a link on an internet website,**
290 **an in-person oral presentation, telemarketing, or otherwise, to the vendor if the cumulative**
291 **gross receipts from sales by the vendor to customers in the state who are referred to the**
292 **vendor by all residents with this type of an agreement with the vendor is in excess of ten**
293 **thousand dollars during the preceding twelve months; and**
- 294 **(f) The presumption in paragraph (e) may be rebutted by submitting proof that the**
295 **residents with whom the vendor has an agreement did not engage in any activity within the**
296 **state that was significantly associated with the vendor's ability to establish or maintain the**
297 **vendor's market in the state during the preceding twelve months. Such proof may consist**

298 of sworn written statements from all of the residents with whom the vendor has an
299 agreement stating that they did not engage in any solicitation in the state on behalf of the
300 vendor during the preceding year, provided that such statements were provided and
301 obtained in good faith;

302 (41) "Food and food ingredients", substances, whether in liquid, concentrated,
303 solid, frozen, dried, or dehydrated form, that are sold for ingestion or chewing by humans
304 and are consumed for their taste or nutritional value. Food and food ingredients shall not
305 include alcoholic beverages, tobacco, or dietary supplements;

306 (42) "Food sold through vending machines", food dispensed from a machine or
307 other mechanical device that accepts payment;

308 (43) "Grooming and hygiene products", soaps and cleaning solutions, shampoo,
309 toothpaste, mouthwash, antiperspirants, and suntan lotions and screens, regardless of
310 whether the items meet the definition of over-the-counter-drugs;

311 ~~[(4)]~~ (44) "Gross receipts"~~;~~ or "sales price":

312 (a) Except as provided in section 144.012, ~~[means the total amount of the sale price of~~
313 ~~the sales at retail including any services other than charges incident to the extension of credit that~~
314 ~~are a part of such sales made by the businesses herein referred to, capable of being valued in~~
315 ~~money, whether received in money or otherwise; except that, the term "gross receipts" shall not~~
316 ~~include the sale price of property returned by customers when the full sale price thereof is~~
317 ~~refunded either in cash or by credit. In determining any tax due under sections 144.010 to~~
318 ~~144.525 on the gross receipts, charges incident to the extension of credit shall be specifically~~
319 ~~exempted. For the purposes of sections 144.010 to 144.525 the total amount of the sale price~~
320 ~~above mentioned shall be deemed to be the amount received. It shall also include the lease or~~
321 ~~rental consideration where the right to continuous possession or use of any article of tangible~~
322 ~~personal property is granted under a lease or contract and such transfer of possession would be~~
323 ~~taxable if outright sale were made and, in such cases, the same shall be taxable as if outright sale~~
324 ~~were made and considered as a sale of such article, and the tax shall be computed and paid by~~
325 ~~the lessee upon the rentals paid;~~

326 ~~——(5)]~~ applies to the measure subject to sales tax and means the total amount of
327 consideration, including cash, credit, property, and services, for which personal property
328 or services are sold, leased, or rented and is valued in money, whether received in money
329 or otherwise, without any deduction for the following:

330 a. The seller's cost of the property sold;

331 b. The cost of materials used, labor or service cost, interest, losses, all costs of
332 transportation to the seller, all taxes imposed on the seller, and any other expense of the
333 seller;

- 334 **c. Charges by the seller for any services necessary to complete the sale, other than**
335 **delivery and installation charges;**
- 336 **d. Delivery charges; and**
- 337 **e. Credit for any trade-in;**
- 338 **(b) The term shall not include:**
- 339 **a. Discounts, including cash, term, or coupons that are not reimbursed by a third**
340 **party and that are allowed by a seller and taken by a purchaser on a sale;**
- 341 **b. Interest, financing, and carrying charges from credit extended on the sale of**
342 **personal property or services if the amount is separately stated on the invoice, bill of sale,**
343 **or similar document given to the purchaser; and**
- 344 **c. Any taxes legally imposed directly on the consumer that are separately stated on**
345 **the invoice, bill of sale, or similar document given to the purchaser; and**
- 346 **(c) Shall include consideration received by the seller from third parties if:**
- 347 **a. The seller actually receives consideration from a party other than the purchaser,**
348 **and the consideration is directly related to a price reduction or discount on the sale;**
- 349 **b. The seller has an obligation to pass the price reduction or discount through to**
350 **the purchaser;**
- 351 **c. The amount of the consideration attributable to the sale is fixed and**
352 **determinable by the seller at the time of the sale of the item to the purchaser; and**
- 353 **d. One of the following criteria is met:**
- 354 **(i) The purchaser presents a coupon, certificate, or other documentation to the**
355 **seller to claim a price reduction or discount where the coupon, certificate, or**
356 **documentation is authorized, distributed, or granted by a third party with the**
357 **understanding that the third party will reimburse any seller to whom the coupon,**
358 **certificate, or documentation is presented;**
- 359 **(ii) The purchaser identifies himself or herself to the seller as a member of a group**
360 **or organization entitled to a price reduction or discount. A preferred customer card that**
361 **is available to any patron shall not constitute membership in such a group; or**
- 362 **(iii) The price reduction or discount is identified as a third-party price reduction**
363 **or discount on the invoice received by the purchaser or on a coupon, certificate, or other**
364 **documentation presented by the purchaser;**
- 365 **(45) "Home service provider", the same as such term is defined under the Mobile**
366 **Telecommunications Sourcing Act, Section 124(5) of P.L. 106-252;**
- 367 **(46) "Instructional class", includes any class, lesson, or instruction intended or used for**
368 **teaching;**
- 369 **(47) "Lease or rental":**

370 **(a) Any transfer of possession or control of tangible personal property for a fixed**
371 **or indeterminate term for consideration. A lease or rental may include future options to**
372 **purchase or extend;**

373 **(b) Lease or rental shall not include:**

374 **a. A transfer of possession or control of property under a security agreement or**
375 **deferred payment plan that requires the transfer of title upon completion of the required**
376 **payments;**

377 **b. A transfer of possession or control of property under an agreement that requires**
378 **the transfer of title upon completion of required payments if the payment of an option**
379 **price does not exceed the greater of one hundred dollars or one percent of the total**
380 **required payments; or**

381 **c. Providing tangible personal property along with an operator for a fixed or**
382 **indeterminate period of time, provided that the operator is necessary for the equipment to**
383 **perform as designed and that the operator does more than maintain, inspect, or set up the**
384 **tangible personal property; and**

385 **(c) Lease or rental includes agreements covering motor vehicles and trailers if the**
386 **amount of consideration may be increased or decreased by reference to the amount**
387 **realized upon sale or disposition of the property as defined in 26 U.S.C. Section 7701(h)(1),**
388 **as amended;**

389 **(48) "Light aircraft", a light airplane that seats no more than four persons, with**
390 **a gross weight of three thousand pounds or less, that is primarily used for recreational**
391 **flying or flight training;**

392 **(49) "Light aircraft kit", factory manufactured light aircraft parts and**
393 **components, including engine, propeller, instruments, wheels, brakes, and air frame parts,**
394 **that make up a complete aircraft kit or partial kit designed to be assembled into a light**
395 **aircraft and then operated by a qualified light aircraft purchaser for recreational and**
396 **educational purposes;**

397 **(50) "Light aircraft parts and components", manufactured light aircraft parts,**
398 **including air frame and engine parts, that are required by the qualified light aircraft**
399 **purchaser to complete a light aircraft kit, or spare or replacement parts for an already**
400 **completed light aircraft;**

401 ~~[(6)]~~ **(51) "Livestock", cattle, calves, sheep, swine, ratite birds, including but not limited**
402 **to, ostrich and emu, aquatic products as defined in section 277.024, llamas, alpaca, buffalo, elk**
403 **documented as obtained from a legal source and not from the wild, goats, horses, other equine,**
404 **or rabbits raised in confinement for human consumption;**

405 ~~[(7)]~~ (52) "Load and leave", delivery to the purchaser by use of a tangible storage
406 media if the tangible storage media is not physically transferred to the purchaser;

407 (53) "Maintains a place of business in this state", includes maintaining, occupying,
408 or using, permanently or temporarily, directly or indirectly, or through a subsidiary or
409 agent, by whatever name called, an office, place of distribution, sales or sample room or
410 place, warehouse or storage place, or other place of business;

411 (54) "Mobile telecommunications service", the same as such term is defined under
412 the Mobile Telecommunications Sourcing Act, Section 124(7) of P.L. 106-252;

413 (55) "Mobility enhancing equipment", equipment, including repair and
414 replacement parts to the same, that:

415 (a) Is primarily and customarily used to provide or increase the ability to move
416 from one place to another and that is appropriate for use either in a home or a motor
417 vehicle;

418 (b) Is not generally used by persons with normal mobility; and

419 (c) Is within the classification of devices eligible for MO HealthNet and Medicare
420 reimbursement.

421

422 Mobility enhancing equipment shall not include durable medical equipment or any motor
423 vehicle or equipment on a motor vehicle normally provided by a motor vehicle
424 manufacturer;

425 (56) "Model 1 seller", a seller registered under the agreement that has selected a
426 certified service provider as its agent to perform all the seller's sales and use tax functions,
427 other than the seller's obligation to remit tax on its own purchases;

428 (57) "Model 2 seller", a seller that has selected a certified automated system (CAS)
429 to perform part of its sales and use tax functions, but retains responsibility for remitting
430 the tax;

431 (58) "Model 3 seller", a seller registered under the agreement that has sales in at
432 least five member states, has total annual sales revenue of at least five hundred million
433 dollars, has a proprietary system that calculates the amount of tax due each jurisdiction,
434 and has entered into a performance agreement with the member states that establishes a
435 tax performance standard for the seller. As used in this subdivision, a seller shall include
436 an affiliated group of sellers using the same proprietary system;

437 (59) "Model 4 seller", a seller that is registered under the agreement and is not a
438 model 1 seller, a model 2 seller, or a model 3 seller;

439 (60) "Motor vehicle leasing company" ~~[shall be]~~, a company obtaining a permit from
440 the director of revenue to operate as a motor vehicle leasing company. Not all persons renting

441 or leasing trailers or motor vehicles need to obtain such a permit; however, no person failing to
442 obtain such a permit may avail itself of the optional tax provisions of subsection 5 of section
443 144.070, as hereinafter provided;

444 ~~[(8)]~~ **(61) "Other direct mail", any direct mail that is not advertising and**
445 **promotional direct mail regardless of whether advertising and promotional direct mail is**
446 **included in the same mailing. Other direct mail includes, but is not limited to:**

447 **(a) Transactional direct mail that contains personal information specific to the one**
448 **addressee including, but not limited to, invoices, bills, statements of account, and payroll**
449 **advices;**

450 **(b) Any legally required mailings including, but not limited to, privacy notices, tax**
451 **reports, and stockholder reports; and**

452 **(c) Other nonpromotional direct mail delivered to existing or former shareholders,**
453 **customers, employees, or agents including, but not limited to, newsletters and**
454 **informational pieces.**

455

456 **Other direct mail shall not include the development of billing information or the provision**
457 **of any data processing service that is more than incidental;**

458 **(62) "Over-the-counter-drug", a drug, excluding grooming and hygiene products,**
459 **that contains a label that identifies the product as a drug as required by 21 CFR Section**
460 **201.66 and includes:**

461 **(a) A drug facts panel; or**

462 **(b) A statement of the active ingredients with a list of those ingredients contained**
463 **in the compound, substance, or preparation;**

464 **(63) "Person" includes any individual, firm, copartnership, joint adventure, association,**
465 **corporation, municipal or private, and whether organized for profit or not, state, county, political**
466 **subdivision, state department, commission, board, bureau or agency, ~~except the state~~**
467 **~~transportation department,~~ estate, trust, business trust, receiver or trustee appointed by the state**
468 **or federal court, syndicate, ~~or~~ any other group or combination acting as a unit, or any other**
469 **legal entity, and the plural as well as the singular number;**

470 ~~[(9)]~~ **(64) "Place of primary use", the street address representative of where the**
471 **customer's use of the telecommunications service primarily occurs, which shall be the**
472 **residential street address or the primary business street address of the customer. In the**
473 **case of mobile telecommunications services, place of primary use shall be within the**
474 **licensed service area of the home service provider;**

475 **(65) "Post-paid calling service", the telecommunications service obtained by**
476 **making a payment on a call-by-call basis either through the use of a credit card or payment**

477 mechanism such as a bank card, travel card, credit card, or debit card or by charge made
478 to a telephone number that is not associated with the origination or termination of the
479 telecommunications service. A post-paid calling service includes a telecommunications
480 service, except a prepaid wireless calling service, that would be a prepaid calling service
481 except it is not exclusively a telecommunications service;

482 (66) "Prepaid calling service", the right to access exclusive telecommunications
483 services that is paid for in advance, that enables the origination of calls using an access
484 number or authorization code, whether manually or electronically dialed, and that is sold
485 in predetermined units or dollars of which the number declines with use in a known
486 amount;

487 (67) "Prepaid wireless calling service", a telecommunications service that provides
488 the right to utilize mobile wireless services as well as other nontelecommunications services,
489 including the download of digital products delivered electronically and content and
490 ancillary services, that is paid for in advance, and that is sold in predetermined units or
491 dollars of which the number declines with use in a known amount;

492 (68) "Prepared food", food sold in a heated state or heated by the seller; two or
493 more food ingredients mixed or combined by the seller for sale as a single item; or food
494 sold with eating utensils provided by the seller, including plates, knives, forks, spoons,
495 glasses, cups, napkins, or straws. A plate shall not include a container or packaging used
496 to transport the food. Prepared food shall not include food that is only cut, repackaged,
497 or pasteurized by the seller or eggs, fish, meat, poultry, or foods containing these raw
498 animal foods requiring cooking by the consumer as recommended by the Food and Drug
499 Administration in Chapter 3, Part 401.11 of the Food Code so as to prevent foodborne
500 illnesses;

501 (69) "Prescription", an order, formula, or recipe issued in any form of oral,
502 written, electronic, or other means of transmission by a duly licensed practitioner
503 authorized by the laws of the state;

504 (70) "Prewritten computer software", computer software, including prewritten
505 upgrades, that is not designed and developed by the author or other creator to the
506 specifications of a specific purchaser. The combining of two or more prewritten computer
507 software programs or prewritten portions thereof shall not cause the combination to be
508 other than prewritten computer software. Prewritten computer software shall include
509 software designed and developed by the author or other creator to the specifications of a
510 specific purchaser if it is sold to a person other than the specific purchaser. If a person
511 modifies or enhances computer software of which the person is not the author or creator,
512 the person shall be deemed to be the author or creator only of such person's modifications

513 or enhancements. Prewritten computer software or a prewritten portion thereof that is
514 modified or enhanced to any degree, if such modification or enhancement is designed and
515 developed to the specifications of a specific purchaser, remains prewritten computer
516 software, provided that, if there is a reasonable, separately stated charge or an invoice or
517 other statement of the price given to the purchaser, then such modification or enhancement
518 shall not constitute prewritten computer software;

519 (71) "Private communication service", a telecommunications service that entitles
520 the customer to exclusive or priority use of a communications channel or group of channels
521 between or among termination points, regardless of the manner in which such channel or
522 channels are connected, and includes switching capacity, extension lines, stations, and any
523 other associated services that are provided in connection with the use of such channel or
524 channels;

525 (72) "Product-based exemption", an exemption based on the description of the
526 product and not based on who purchases the product or how the purchaser intends to use
527 the product;

528 (73) "Product which is intended to be sold ultimately for final use or consumption",
529 tangible personal property or any service that is subject to state or local sales or use taxes
530 or any tax that is substantially equivalent to these taxes in this state or any other state;

531 (74) "Prosthetic device", a replacement, corrective, or supportive device, including
532 repair and replacement parts for the same, worn on or in the body to artificially replace
533 a missing portion of the body, prevent or correct physical deformity or malfunction, or
534 support a weak or deformed portion of the body. The term "prosthetic device" shall not
535 include corrective eyeglasses or contact lenses and shall be limited to the classification of
536 devices eligible for MO HealthNet and Medicare reimbursement;

537 (75) "Protective equipment", items for human wear and designed as protection of
538 the wearer against injury or disease or as protection against damage or injury of other
539 persons or property but not suitable for general use. Protective equipment is mutually
540 exclusive of clothing, clothing accessories or equipment, and sport or recreational
541 equipment;

542 (76) "Purchase", the acquisition of the ownership of or title to tangible personal
543 property through a sale, as defined herein, for the purpose of storage, use, or consumption
544 in this state;

545 (77) "Purchase price", applies to the measure subject to use tax and has the same
546 meaning as sales price;

547 (78) "Purchaser" [means] , a person [~~who purchases tangible~~] to whom a sale of
548 personal property **is made** or to whom [~~are rendered services, receipts from which are taxable~~
549 ~~under sections 144.010 to 144.525~~] a service is furnished;

550 ~~[(10)]~~ (79) "Qualified light aircraft purchaser", a purchaser of a light aircraft,
551 light aircraft kit, or light aircraft parts or components who is a nonresident of this state;
552 who will transport the light aircraft, light aircraft kit, or light aircraft parts or components
553 outside this state within ten days after the date of purchase; and who will register any light
554 aircraft so purchased in another state or country. Such purchaser shall not base such
555 aircraft in this state, and such purchaser shall not be a resident of the state unless such
556 purchaser has paid sales or use tax on such aircraft in another state;

557 (80) "Receive" or "receipt", taking possession of tangible personal property,
558 making first use of services, or taking possession or making first use of digital goods,
559 whichever comes first. Receive or receipt shall not include possession by a shipping
560 company on behalf of the purchaser;

561 (81) "Registered under the agreement", registration by a seller with the member
562 states under the central registration system provided in article IV of the agreement;

563 (82) "Research or experimentation activities" are the development of an experimental
564 or pilot model, plant process, formula, invention or similar property, and the improvement of
565 existing property of such type. Research or experimentation activities do not include activities
566 such as ordinary testing or inspection of materials or products for quality control, efficiency
567 surveys, advertising promotions or research in connection with literary, historical or similar
568 projects;

569 ~~[(11)]~~ "Sale" or "sales" includes ~~installment and credit sales, and the exchange of~~
570 ~~properties as well as the sale thereof for money, every closed transaction constituting a sale, and~~
571 ~~means any transfer, exchange or barter, conditional or otherwise, in any manner or by any means~~
572 ~~whatsoever, of tangible personal property for valuable consideration and the rendering,~~
573 ~~furnishing or selling for a valuable consideration any of the substances, things and services~~
574 ~~herein designated and defined as taxable under the terms of sections 144.010 to 144.525;~~

575 ~~————~~ ~~[(12)]~~ (83) "Sale at retail" [means any transfer made by any person engaged in business
576 as defined herein of the ownership of, or title to, tangible personal property to the purchaser, for
577 use or consumption and not for resale in any form as tangible personal property, for a valuable
578 consideration; except that, for the purposes of sections 144.010 to 144.525 and the tax imposed
579 thereby: (i) purchases of tangible personal property made by duly licensed physicians, dentists,
580 optometrists and veterinarians and used in the practice of their professions shall be deemed to
581 be purchases for use or consumption and not for resale; and (ii) the selling of computer printouts,
582 computer output or microfilm or microfiche and computer-assisted photo compositions to a

583 ~~purchaser to enable the purchaser to obtain for his or her own use the desired information~~
584 ~~contained in such computer printouts, computer output on microfilm or microfiche and~~
585 ~~computer-assisted photo compositions shall be considered as the sale of a service and not as the~~
586 ~~sale of tangible personal property] or "retail sale", any sale, lease, or rental for any purpose~~
587 **other than for resale, sublease, or subrent. Purchases of tangible personal property made**
588 **by duly licensed physicians, dentists, optometrists, and veterinarians and used in the**
589 **practice of their professions shall be deemed to be purchases for use or consumption and**
590 **not for resale.** Where necessary to conform to the context of sections 144.010 to 144.525 and
591 the tax imposed thereby, the term "sale at retail" shall be construed to embrace:

592 (a) Sales of admission tickets, cash admissions, charges and fees to or in places of
593 amusement, entertainment and recreation, games and athletic events, except amounts paid for
594 any instructional class;

595 (b) Sales of electricity, electrical current, water and gas, natural or artificial, to domestic,
596 commercial or industrial consumers;

597 (c) Sales of local and long distance telecommunications service to telecommunications
598 subscribers and to others through equipment of telecommunications subscribers for the
599 transmission of messages and conversations, and the sale, rental or leasing of all equipment or
600 services pertaining or incidental thereto;

601 (d) Sales of service for transmission of messages by telegraph companies;

602 (e) Sales or charges for all rooms, meals and drinks furnished at any hotel, motel, tavern,
603 inn, restaurant, eating house, drugstore, dining car, tourist camp, tourist cabin, or other place in
604 which rooms, meals or drinks are regularly served to the public; **and**

605 (f) Sales of tickets by every person operating a railroad, sleeping car, dining car, express
606 car, boat, airplane, and such buses and trucks as are licensed by the division of motor carrier and
607 railroad safety of the department of economic development of Missouri, engaged in the
608 transportation of persons for hire;

609 **(84) "School art supply":**

610 **(a) An item commonly used by a student in a course of study for artwork. The term**
611 **is mutually exclusive of the terms school supply, school instructional material, and school**
612 **computer supply; and**

613 **(b) The following is an all-inclusive list:**

614 **a. Clay and glazes;**

615 **b. Paints: acrylic, tempera, and oil;**

616 **c. Paintbrushes for artwork;**

617 **d. Sketch and drawing pads; and**

618 **e. Watercolors;**

619 **(85) "School computer supply":**

620 **(a) An item commonly used by a student in a course of study in which a computer**
621 **is used. The term is mutually exclusive of the terms school supply, school art supply, and**
622 **school instructional material; and**

623 **(b) The following is an all-inclusive list:**

624 **a. Computer storage media, diskettes, and compact disks;**

625 **b. Handheld electronic schedulers, except devices that are cellular phones;**

626 **c. Personal digital assistants, except devices that are cellular phones; and**

627 **d. Computer printers and printer supplies for computers, printer paper, and**
628 **printer ink;**

629 **(86) "School instructional material":**

630 **(a) Written material commonly used by a student in a course of study as a reference**
631 **and to learn the subject being taught. The term is mutually exclusive of the terms school**
632 **supply, school art supply, and school computer supply; and**

633 **(b) The following is an all-inclusive list:**

634 **a. Reference books;**

635 **b. Reference maps and globes;**

636 **c. Textbooks; and**

637 **d. Workbooks;**

638 **(87) "School supply":**

639 **(a) An item commonly used by a student in a course of study. The term is mutually**
640 **exclusive of the terms school art supply, school instructional material, and school computer**
641 **supply; and**

642 **(b) The following is an all-inclusive list:**

643 **a. Binders;**

644 **b. Book bags;**

645 **c. Calculators;**

646 **d. Cellophane tape;**

647 **e. Blackboard chalk;**

648 **f. Compasses;**

649 **g. Composition books;**

650 **h. Crayons;**

651 **i. Erasers;**

652 **j. Folders: expandable, pocket, plastic, and manila;**

653 **k. Glue, paste, and paste sticks;**

654 **l. Highlighters;**

- 655 **m. Index cards;**
656 **n. Index card boxes;**
657 **o. Legal pads;**
658 **p. Lunch boxes;**
659 **q. Markers;**
660 **r. Notebooks;**
661 **s. Paper: loose leaf, notebook paper, copy paper, graph paper, tracing paper,**
662 **manila paper, colored paper, poster board, and construction paper;**
663 **t. Pencil boxes and other school supply boxes;**
664 **u. Pencil sharpeners;**
665 **v. Pencils;**
666 **w. Pens;**
667 **x. Protractors;**
668 **y. Rulers;**
669 **z. Scissors; and**
670 **aa. Writing tablets;**
671 ~~[(13)]~~ **(88) "Seller" [means] , a person [selling or furnishing tangible] making sales,**
672 **leases, or rentals of personal property or [rendering services, on the receipts from which a tax**
673 **is imposed pursuant to section 144.020] services;**
674 **(89) "Selling agent", every person acting as a representative of a principal if such**
675 **principal is not registered with the director of revenue of the state of Missouri for the**
676 **collection of the taxes imposed under this chapter and who receives compensation by**
677 **reason of the sale of tangible personal property of the principal if such property is to be**
678 **stored, used, or consumed in this state;**
679 **(90) "Service address":**
680 **(a) The location of the telecommunications equipment to which a customer's call**
681 **is charged and from which the call originates or terminates, regardless of where the call**
682 **is billed or paid;**
683 **(b) If the location in paragraph (a) of this subdivision is not known, "service**
684 **address" means the origination point of the signal of the telecommunications services first**
685 **identified by either the seller's telecommunications system or by information received by**
686 **the seller from its service provider if the system used to transport such signals is not that**
687 **of the seller; and**
688 **(c) If the location in paragraphs (a) and (b) of this subdivision is not known, the**
689 **service address shall be the location of the customer's place of primary use;**

690 **(91) "Specified digital products", electronically transferred digital audio-visual**
691 **works, digital audio works, and digital books;**

692 **(92) "Sport or recreational equipment", items designed for human use and worn**
693 **in conjunction with an athletic or recreational activity that are not suitable for general use.**
694 **Sport or recreational equipment is mutually exclusive of clothing, clothing accessories or**
695 **equipment, and protective equipment;**

696 **(93) "State", any state of the United States, the District of Columbia, and the**
697 **Commonwealth of Puerto Rico;**

698 **(94) "Storage", any keeping or retention in this state of tangible personal property**
699 **purchased from a vendor, except property for sale or property that is temporarily kept or**
700 **retained in this state for subsequent use outside the state;**

701 **(95) "Tangible personal property", personal property that can be seen, weighed,**
702 **measured, felt, or touched, or that is in any other manner perceptible to the senses.**
703 **Tangible personal property shall include electricity, water, gas, steam, and prewritten**
704 **computer software. Tangible personal property shall not include specified digital**
705 **products, digital audio-visual works, digital audio works, or digital books;**

706 ~~[(14) The noun]~~ **(96) "Tax" [means]** , either the tax payable by the purchaser of a
707 commodity or service subject to tax, or the aggregate amount of taxes due from the vendor of
708 such commodities or services during the period for which he or she is required to report his or
709 her collections, as the context may require;

710 **(97) "Taxpayer", any person remitting the tax or who should remit the tax levied**
711 **by this chapter;**

712 **(98) "Telecommunications nonrecurring charges", an amount billed for the**
713 **installation, connection, change, or initiation of telecommunications service received by the**
714 **customer;**

715 ~~[(15)]~~ **(99) "Telecommunications service"**~~]; for the purpose of this chapter, the~~
716 ~~transmission of information by wire, radio, optical cable, coaxial cable, electronic impulses, or~~
717 ~~other similar means. As used in this definition, "information" means knowledge or intelligence~~
718 ~~represented by any form of writing, signs, signals, pictures, sounds, or any other symbols.~~
719 ~~Telecommunications service does not include the following if such services are separately stated~~
720 ~~on the customer's bill or on records of the seller maintained in the ordinary course of business:~~

721 ~~—— (a) Access to the internet, access to interactive computer services or electronic~~
722 ~~publishing services, except the amount paid for the telecommunications service used to provide~~
723 ~~such access;~~

724 ~~—— (b) Answering services and one-way paging services;~~

725 ~~—— (c) Private mobile radio services which are not two-way commercial mobile radio~~
726 ~~services such as wireless telephone, personal communications services or enhanced specialized~~
727 ~~mobile radio services as defined pursuant to federal law, or~~

728 ~~—— (d) Cable or satellite television or music services; and~~

729 ~~—— (16) "Product which is intended to be sold ultimately for final use or consumption"~~
730 ~~means tangible personal property, or any service that is subject to state or local sales or use taxes,~~
731 ~~or any tax that is substantially equivalent thereto, in this state or any other state.] :~~

732 **(a) The electronic transmission, conveyance, or routing of voice, data, audio, video,**
733 **or any other information or signals to a point or between or among points;**

734 **(b) Telecommunications service shall include such transmission, conveyance, or**
735 **routing in which computer processing applications are used to act on the form, code, or**
736 **protocol of the content for purposes of transmission, conveyance, or routing without regard**
737 **to whether such service is referred to as voice over internet protocol services or is classified**
738 **by the Federal Communications Commission as enhanced or value added;**

739 **(c) Telecommunications service shall include air-to-ground radiotelephone service,**
740 **mobile telecommunications service, post-paid calling service, prepaid calling service,**
741 **prepaid wireless calling service, and private communication service; and**

742 **(d) Telecommunications service shall not include:**

743 **a. Data processing and information services that allow data to be generated,**
744 **acquired, stored, processed, or retrieved and delivered by an electronic transmission to a**
745 **purchaser if such purchaser's primary purpose for the underlying transaction is the**
746 **processed data or information;**

747 **b. Installation or maintenance of wiring or equipment on a customer's premises;**

748 **c. Tangible personal property;**

749 **d. Advertising including, but not limited to, directory advertising;**

750 **e. Billing and collection services provided to third parties;**

751 **f. Internet access service;**

752 **g. Radio and television audio and video programming services, regardless of the**
753 **medium, including the furnishing of transmission, conveyance, and routing of such services**
754 **by the programming service provider. Radio and television audio and video programming**
755 **services shall include, but not be limited to, cable service, as defined in 47 U.S.C. Section**
756 **522(6), and audio and video programming services delivered by commercial mobile radio**
757 **service providers, as defined in 47 CFR 20.3;**

758 **h. Ancillary services; or**

759 **i. Digital products delivered electronically including, but not limited to, software,**
760 **music, video, reading materials, or ring tones;**

- 761 **(100) "Transportation equipment", any of the following:**
762 **(a) Locomotives and railcars that are utilized for the carriage of persons or**
763 **property in interstate commerce;**
764 **(b) Trucks and truck-tractors with a gross vehicle weight rating of ten thousand**
765 **one pounds or greater, trailers, semitrailers, or passenger buses that are:**
766 **a. Registered through the International Registration Plan; and**
767 **b. Operated under authority of a carrier authorized and certificated by the United**
768 **States Department of Transportation or another federal authority to engage in the carriage**
769 **of persons or property in interstate commerce;**
770 **(c) Aircraft that are operated by air carriers authorized and certificated by the**
771 **United States Department of Transportation or another federal or a foreign authority to**
772 **engage in the carriage of persons or property in interstate or foreign commerce; or**
773 **(d) Containers designed for use on and component parts attached or secured on the**
774 **items set forth in paragraphs (a) to (c) of this subdivision;**
775 **(101) "Tobacco", cigarettes, cigars, chewing or pipe tobacco, or any other item that**
776 **contains tobacco;**
777 **(102) "Use", the exercise of any right or power over tangible personal property**
778 **incident to the ownership or control of that property, except that it shall not include the**
779 **temporary storage of property in this state for subsequent use outside the state or the sale**
780 **of the property in the regular course of business;**
781 **(103) "Use-based exemption", an exemption based on a specified use of the product**
782 **by the purchaser;**
783 **(104) "Vendor", every person engaged in making sales of tangible personal**
784 **property by mail order, by advertising, by agent, or by peddling, soliciting, or taking**
785 **orders for sales of tangible personal property for storage, use, or consumption in this state;**
786 **all salespersons, solicitors, hawkers, representatives, consignees, peddlers, or canvassers,**
787 **as agents of the dealers, distributors, consignors, supervisors, principals, or employers**
788 **under whom they operate or from whom they obtain the tangible personal property sold**
789 **by them; every person who maintains a place of business in this state, maintains a stock of**
790 **goods in this state, or engages in business activities within this state; and every person who**
791 **engages in this state in the business of acting as a selling agent for persons not otherwise**
792 **vendors as defined in this subdivision. Irrespective of whether they are making sales on**
793 **their own behalf or on behalf of the dealers, distributors, consignors, supervisors,**
794 **principals, or employers shall be regarded as vendors, and the dealers, distributors,**
795 **consignors, supervisors, principals, or employers shall be regarded as vendors for the**
796 **purposes of sections 144.600 to 144.745.**

797 2. For purposes of the taxes imposed under sections 144.010 to 144.525, and any other
798 provisions of law pertaining to sales or use taxes which incorporate the provisions of sections
799 144.010 to 144.525 by reference, the term "manufactured homes" shall have the same meaning
800 given it in section 700.010.

801 3. Sections 144.010 to 144.525 may be known and quoted as the "Sales Tax Law".

144.014. 1. Notwithstanding other provisions of law to the contrary, beginning October
2 1, 1997, the tax levied and imposed pursuant to sections 144.010 to 144.525 and sections
3 144.600 to 144.746 on all retail sales of food **and food ingredients** shall be at the rate of one
4 percent. The revenue derived from the one percent rate pursuant to this section shall be
5 deposited by the state treasurer in the school district trust fund and shall be distributed as
6 provided in section 144.701.

7 2. ~~[For the purposes of this section, the term "food" shall include only those products and~~
8 ~~types of food for which food stamps may be redeemed pursuant to the provisions of the Federal~~
9 ~~Food Stamp Program as contained in 7 U.S.C. Section 2012, as that section now reads or as it~~
10 ~~may be amended hereafter, and shall include food dispensed by or through vending machines.~~
11 ~~For the purpose of this section,]~~ Except for **food sold through** vending ~~[machine sales, the term~~
12 ~~"food"]~~ **machines, subsection 1 of this section** shall not ~~[include]~~ **apply to** food or drink sold
13 by any establishment where the gross receipts derived from the sale of food prepared by such
14 establishment for immediate consumption on or off the premises of the establishment constitutes
15 more than eighty percent of the total gross receipts of that establishment, regardless of whether
16 such prepared food is consumed on the premises of that establishment, including, but not limited
17 to, sales of food by any restaurant, fast food restaurant, delicatessen, eating house, or café.

144.022. 1. In the case of a bundled transaction that includes any of the following:
2 **telecommunications service, ancillary service, internet access, or audio or video**
3 **programming service:**

4 **(1) If the price is attributable to products that are taxable and products that are**
5 **nontaxable, the portion of the price attributable to the nontaxable products may be subject**
6 **to tax unless the provider can identify by reasonable and verifiable standards such portion**
7 **from its books and records that are kept in the regular course of business for other**
8 **purposes including, but not limited to, nontax purposes;**

9 **(2) If the price is attributable to products that are subject to tax at different tax**
10 **rates, the total price shall be treated as attributable to the products subject to tax at the**
11 **highest tax rate unless the provider can identify by reasonable and verifiable standards the**
12 **portion of the price attributable to the products subject to tax at the lower rate from its**
13 **books and records that are kept in the regular course of business for other purposes**
14 **including, but not limited to, nontax purposes; and**

15 **(3) The provisions of this section shall apply unless otherwise provided by federal**
16 **law.**

17 **2. In the case of a transaction that includes an optional computer software**
18 **maintenance contract for prewritten computer software, the following provisions apply:**

19 **(1) If an optional computer software maintenance contract only obligates the**
20 **vendor to provide upgrades and updates, it shall be characterized as a sale of prewritten**
21 **computer software;**

22 **(2) If an optional computer software maintenance contract only obligates the**
23 **vendor to provide support services, it shall be characterized as a sale of services and not**
24 **a sale of tangible personal property; and**

25 **(3) If an optional computer software maintenance contract is a bundled transaction**
26 **in which both taxable and nontaxable or exempt products that are not separately itemized**
27 **on the invoice or similar billing document, the purchase price under the contract shall be**
28 **taxable.**

 144.030. 1. There is hereby specifically exempted from the provisions of sections
2 144.010 to 144.525 and from the computation of the tax levied, assessed or payable pursuant to
3 sections 144.010 to 144.525 such retail sales as may be made in commerce between this state and
4 any other state of the United States, or between this state and any foreign country, and any retail
5 sale which the state of Missouri is prohibited from taxing pursuant to the Constitution or laws
6 of the United States of America, and such retail sales of tangible personal property which the
7 general assembly of the state of Missouri is prohibited from taxing or further taxing by the
8 constitution of this state.

9 2. There are also specifically exempted from the provisions of the local sales tax law as
10 defined in section 32.085, section 238.235, and sections 144.010 to 144.525 and 144.600 to
11 144.761 and from the computation of the tax levied, assessed or payable pursuant to the local
12 sales tax law as defined in section 32.085, section 238.235, and sections 144.010 to 144.525 and
13 144.600 to 144.745:

14 (1) Motor fuel or special fuel subject to an excise tax of this state, unless all or part of
15 such excise tax is refunded pursuant to section 142.824; or upon the sale at retail of fuel to be
16 consumed in manufacturing or creating gas, power, steam, electrical current or in furnishing
17 water to be sold ultimately at retail; or feed for livestock or poultry; or grain to be converted into
18 foodstuffs which are to be sold ultimately in processed form at retail; or seed, limestone or
19 fertilizer which is to be used for seeding, liming or fertilizing crops which when harvested will
20 be sold at retail or will be fed to livestock or poultry to be sold ultimately in processed form at
21 retail; economic poisons registered [~~pursuant to the provisions of~~] **under sections 281.220 to**
22 **281.310**, the Missouri pesticide registration [~~law (sections 281.220 to 281.310)]~~ **act**, which are

23 to be used in connection with the growth or production of crops, fruit trees or orchards applied
24 before, during, or after planting, the crop of which when harvested will be sold at retail or will
25 be converted into foodstuffs which are to be sold ultimately in processed form at retail;

26 (2) Materials, manufactured goods, machinery and parts which when used in
27 manufacturing, processing, compounding, mining, producing or fabricating become a component
28 part or ingredient of the new personal property resulting from such manufacturing, processing,
29 compounding, mining, producing or fabricating and which new personal property is intended to
30 be sold ultimately for final use or consumption; and materials, including without limitation,
31 gases and manufactured goods, including without limitation slagging materials and firebrick,
32 which are ultimately consumed in the manufacturing process by blending, reacting or interacting
33 with or by becoming, in whole or in part, component parts or ingredients of steel products
34 intended to be sold ultimately for final use or consumption;

35 (3) Materials, replacement parts and equipment purchased for use directly upon, and for
36 the repair and maintenance or manufacture of, motor vehicles, watercraft, railroad rolling stock
37 or aircraft engaged as common carriers of persons or property;

38 (4) Motor vehicles registered in excess of fifty-four thousand pounds, and the trailers
39 pulled by such motor vehicles, that are actually used in the normal course of business to haul
40 property on the public highways of the state, and that are capable of hauling loads commensurate
41 with the motor vehicle's registered weight; and the materials, replacement parts, and equipment
42 purchased for use directly upon, and for the repair and maintenance or manufacture of such
43 vehicles. For purposes of this subdivision, motor vehicle and public highway shall have the
44 meaning as ascribed in section 390.020;

45 (5) Replacement machinery, equipment, and parts and the materials and supplies solely
46 required for the installation or construction of such replacement machinery, equipment, and
47 parts, used directly in manufacturing, mining, fabricating or producing a product which is
48 intended to be sold ultimately for final use or consumption; and machinery and equipment, and
49 the materials and supplies required solely for the operation, installation or construction of such
50 machinery and equipment, purchased and used to establish new, or to replace or expand existing,
51 material recovery processing plants in this state. For the purposes of this subdivision, a "material
52 recovery processing plant" means a facility that has as its primary purpose the recovery of
53 materials into a usable product or a different form which is used in producing a new product and
54 shall include a facility or equipment which are used exclusively for the collection of recovered
55 materials for delivery to a material recovery processing plant but shall not include motor vehicles
56 used on highways. For purposes of this section, the terms "motor vehicle" and "highway" shall
57 have the same meaning pursuant to section 301.010. Material recovery is not the reuse of
58 materials within a manufacturing process or the use of a product previously recovered. The

59 material recovery processing plant shall qualify under the provisions of this section regardless
60 of ownership of the material being recovered;

61 (6) Machinery and equipment, and parts and the materials and supplies solely required
62 for the installation or construction of such machinery and equipment, purchased and used to
63 establish new or to expand existing manufacturing, mining or fabricating plants in the state if
64 such machinery and equipment is used directly in manufacturing, mining or fabricating a product
65 which is intended to be sold ultimately for final use or consumption;

66 (7) Tangible personal property which is used exclusively in the manufacturing,
67 processing, modification or assembling of products sold to the United States government or to
68 any agency of the United States government;

69 (8) Animals or poultry used for breeding or feeding purposes, or captive wildlife;

70 (9) Newsprint, ink, computers, photosensitive paper and film, toner, printing plates and
71 other machinery, equipment, replacement parts and supplies used in producing newspapers
72 published for dissemination of news to the general public;

73 (10) The rentals of films, records or any type of sound or picture transcriptions for public
74 commercial display;

75 (11) Pumping machinery and equipment used to propel products delivered by pipelines
76 engaged as common carriers;

77 (12) Railroad rolling stock for use in transporting persons or property in interstate
78 commerce and motor vehicles licensed for a gross weight of twenty-four thousand pounds or
79 more or trailers used by common carriers, as defined in section 390.020, in the transportation of
80 persons or property;

81 (13) Electrical energy used in the actual primary manufacture, processing, compounding,
82 mining or producing of a product, or electrical energy used in the actual secondary processing
83 or fabricating of the product, or a material recovery processing plant as defined in subdivision
84 (5) of this subsection, in facilities owned or leased by the taxpayer, if the total cost of electrical
85 energy so used exceeds ten percent of the total cost of production, either primary or secondary,
86 exclusive of the cost of electrical energy so used or if the raw materials used in such processing
87 contain at least twenty-five percent recovered materials as defined in section 260.200. There
88 shall be a rebuttable presumption that the raw materials used in the primary manufacture of
89 automobiles contain at least twenty-five percent recovered materials. For purposes of this
90 subdivision, "processing" means any mode of treatment, act or series of acts performed upon
91 materials to transform and reduce them to a different state or thing, including treatment necessary
92 to maintain or preserve such processing by the producer at the production facility;

93 (14) Anodes which are used or consumed in manufacturing, processing, compounding,
94 mining, producing or fabricating and which have a useful life of less than one year;

95 (15) Machinery, equipment, appliances and devices purchased or leased and used solely
96 for the purpose of preventing, abating or monitoring air pollution, and materials and supplies
97 solely required for the installation, construction or reconstruction of such machinery, equipment,
98 appliances and devices;

99 (16) Machinery, equipment, appliances and devices purchased or leased and used solely
100 for the purpose of preventing, abating or monitoring water pollution, and materials and supplies
101 solely required for the installation, construction or reconstruction of such machinery, equipment,
102 appliances and devices;

103 (17) Tangible personal property purchased by a rural water district;

104 (18) All amounts paid or charged for admission or participation or other fees paid by or
105 other charges to individuals in or for any place of amusement, entertainment or recreation, games
106 or athletic events, including museums, fairs, zoos and planetariums, owned or operated by a
107 municipality or other political subdivision where all the proceeds derived therefrom benefit the
108 municipality or other political subdivision and do not inure to any private person, firm, or
109 corporation, provided, however, that a municipality or other political subdivision may enter into
110 revenue-sharing agreements with private persons, firms, or corporations providing goods or
111 services, including management services, in or for the place of amusement, entertainment or
112 recreation, games or athletic events, and provided further that nothing in this subdivision shall
113 exempt from tax any amounts retained by any private person, firm, or corporation under such
114 revenue-sharing agreement;

115 (19) All sales of ~~[insulin, and all sales, rentals, repairs, and parts of durable medical~~
116 ~~equipment, prosthetic devices, and orthopedic devices as defined on January 1, 1980, by the~~
117 ~~federal Medicare program pursuant to Title XVIII of the Social Security Act of 1965, including~~
118 ~~the items specified in Section 1862(a)(12) of that act, and also specifically including hearing aids~~
119 ~~and hearing aid supplies and all sales of drugs which may be legally dispensed by a licensed~~
120 ~~pharmacist only upon a lawful prescription of a practitioner licensed to administer those items,~~
121 ~~including samples and materials used to manufacture samples which may be dispensed by a~~
122 ~~practitioner authorized to dispense such samples and all sales or rental of medical oxygen, home~~
123 ~~respiratory equipment and accessories including parts, and hospital beds and accessories and~~
124 ~~ambulatory aids including parts, and all sales or rental of manual and powered wheelchairs~~
125 ~~including parts, and stairway lifts, Braille writers, electronic Braille equipment and, if purchased~~
126 ~~or rented by or on behalf of a person with one or more physical or mental disabilities to enable~~
127 ~~them to function more independently, all sales or rental of scooters including parts, and reading~~
128 ~~machines, electronic print enlargers and magnifiers, electronic alternative and augmentative~~
129 ~~communication devices, and items used solely to modify motor vehicles to permit the use of such~~
130 ~~motor vehicles by individuals with disabilities or sales of] over-the-counter [or nonprescription]~~

131 drugs to individuals with disabilities, **and all sales of drugs, durable medical equipment,**
132 **prosthetic devices, and mobility enhancing equipment,** and drugs required by the Food and
133 Drug Administration to meet the over-the-counter drug product labeling requirements in 21 CFR
134 201.66, or its successor, as prescribed by a health care practitioner licensed to prescribe;

135 (20) All sales made by or to religious and charitable organizations and institutions in
136 their religious, charitable or educational functions and activities and all sales made by or to all
137 elementary and secondary schools operated at public expense in their educational functions and
138 activities;

139 (21) All sales of aircraft to common carriers for storage or for use in interstate commerce
140 and all sales made by or to not-for-profit civic, social, service or fraternal organizations,
141 including fraternal organizations which have been declared tax-exempt organizations pursuant
142 to Section 501(c)(8) or (10) of the 1986 Internal Revenue Code, as amended, in their civic or
143 charitable functions and activities and all sales made to eleemosynary and penal institutions and
144 industries of the state, and all sales made to any private not-for-profit institution of higher
145 education not otherwise excluded pursuant to subdivision (20) of this subsection or any
146 institution of higher education supported by public funds, and all sales made to a state relief
147 agency in the exercise of relief functions and activities;

148 (22) All ticket sales made by benevolent, scientific and educational associations which
149 are formed to foster, encourage, and promote progress and improvement in the science of
150 agriculture and in the raising and breeding of animals, and by nonprofit summer theater
151 organizations if such organizations are exempt from federal tax pursuant to the provisions of the
152 Internal Revenue Code and all admission charges and entry fees to the Missouri state fair or any
153 fair conducted by a county agricultural and mechanical society organized and operated pursuant
154 to sections 262.290 to 262.530;

155 (23) All sales made to any private not-for-profit elementary or secondary school, all sales
156 of feed additives, medications or vaccines administered to livestock or poultry in the production
157 of food or fiber, all sales of pesticides used in the production of crops, livestock or poultry for
158 food or fiber, all sales of bedding used in the production of livestock or poultry for food or fiber,
159 all sales of propane or natural gas, electricity or diesel fuel used exclusively for drying
160 agricultural crops, natural gas used in the primary manufacture or processing of fuel ethanol as
161 defined in section 142.028, natural gas, propane, and electricity used by an eligible new
162 generation cooperative or an eligible new generation processing entity as defined in section
163 348.432, and all sales of farm machinery and equipment, other than airplanes, motor vehicles and
164 trailers, and any freight charges on any exempt item. As used in this subdivision, the term "feed
165 additives" means tangible personal property which, when mixed with feed for livestock or
166 poultry, is to be used in the feeding of livestock or poultry. As used in this subdivision, the term

167 "pesticides" includes adjuvants such as crop oils, surfactants, wetting agents and other assorted
168 pesticide carriers used to improve or enhance the effect of a pesticide and the foam used to mark
169 the application of pesticides and herbicides for the production of crops, livestock or poultry. As
170 used in this subdivision, the term "farm machinery and equipment" means new or used farm
171 tractors and such other new or used farm machinery and equipment and repair or replacement
172 parts thereon and any accessories for and upgrades to such farm machinery and equipment, rotary
173 mowers used exclusively for agricultural purposes, and supplies and lubricants used exclusively,
174 solely, and directly for producing crops, raising and feeding livestock, fish, poultry, pheasants,
175 chukar, quail, or for producing milk for ultimate sale at retail, including field drain tile, and
176 one-half of each purchaser's purchase of diesel fuel therefor which is:

- 177 (a) Used exclusively for agricultural purposes;
178 (b) Used on land owned or leased for the purpose of producing farm products; and
179 (c) Used directly in producing farm products to be sold ultimately in processed form or
180 otherwise at retail or in producing farm products to be fed to livestock or poultry to be sold
181 ultimately in processed form at retail;

182 (24) Except as otherwise provided in section 144.032, all sales of metered water service,
183 electricity, ~~[electrical current, natural, artificial or propane gas, wood, coal or home heating oil]~~
184 **pipel natural or artificial gas, or other fuels delivered by the seller** for domestic use ~~[and~~
185 ~~in any city not within a county, all sales of metered or unmetered water service for domestic use]:~~

186 (a) "Domestic use" means that portion of metered water service, electricity, ~~[electrical~~
187 ~~current, natural, artificial or propane gas, wood, coal or home heating oil, and in any city not~~
188 ~~within a county, metered or unmetered water service, which]~~ **pipel natural or artificial gas,**
189 **or other fuels delivered by the seller that** an individual occupant of a residential premises uses
190 for nonbusiness, noncommercial or nonindustrial purposes. Utility service through a single or
191 master meter for residential apartments or condominiums, including service for common areas
192 and facilities and vacant units, shall be deemed to be for domestic use. Each seller shall establish
193 and maintain a system whereby individual purchases are determined as exempt or nonexempt;

194 (b) Regulated utility sellers shall determine whether individual purchases are exempt or
195 nonexempt based upon the seller's utility service rate classifications as contained in tariffs on file
196 with and approved by the Missouri public service commission. Sales and purchases made
197 pursuant to the rate classification "residential" and sales to and purchases made by or on behalf
198 of the occupants of residential apartments or condominiums through a single or master meter,
199 including service for common areas and facilities and vacant units, shall be considered as sales
200 made for domestic use and such sales shall be exempt from sales tax. Sellers shall charge sales
201 tax upon the entire amount of purchases classified as nondomestic use. The seller's utility

202 service rate classification and the provision of service thereunder shall be conclusive as to
203 whether or not the utility must charge sales tax;

204 (c) Each person making domestic use purchases of ~~[services or property and]~~ **electricity,**
205 **piped natural or artificial gas, or other fuels delivered by the seller** who uses any portion of
206 the services or property so purchased for a nondomestic use shall, by the fifteenth day of the
207 fourth month following the year of purchase, and without assessment, notice or demand, file a
208 return and pay sales tax on that portion of nondomestic purchases. Each person making
209 nondomestic purchases of ~~[services or property and]~~ **electricity, piped natural or artificial gas,**
210 **or other fuels delivered by the seller** who uses any portion of the ~~[services or property]~~
211 **electricity, piped natural or artificial gas, or other fuels delivered by the seller** so purchased
212 for domestic use, and each person making domestic purchases on behalf of occupants of
213 residential apartments or condominiums through a single or master meter, including service for
214 common areas and facilities and vacant units, under a nonresidential utility service rate
215 classification may, between the first day of the first month and the fifteenth day of the fourth
216 month following the year of purchase, apply for credit or refund to the director of revenue and
217 the director shall give credit or make refund for taxes paid on the domestic use portion of the
218 purchase. The person making such purchases on behalf of occupants of residential apartments
219 or condominiums shall have standing to apply to the director of revenue for such credit or refund;

220 (25) All sales of handicraft items made by the seller or the seller's spouse if the seller or
221 the seller's spouse is at least sixty-five years of age, and if the total gross proceeds from such
222 sales do not constitute a majority of the annual gross income of the seller;

223 (26) Excise taxes, collected on sales at retail, imposed by Sections 4041, ~~[4061,]~~ 4071,
224 4081, ~~[4091,]~~ 4161, 4181, 4251, 4261 and 4271 of Title 26, United States Code. The director
225 of revenue shall promulgate rules pursuant to chapter 536 to eliminate all state and local sales
226 taxes on such excise taxes;

227 (27) Sales of fuel consumed or used in the operation of ships, barges, or waterborne
228 vessels which are used primarily in or for the transportation of property or cargo, or the
229 conveyance of persons for hire, on navigable rivers bordering on or located in part in this state,
230 if such fuel is delivered by the seller to the purchaser's barge, ship, or waterborne vessel while
231 it is afloat upon such river;

232 (28) All sales made to an interstate compact agency created pursuant to sections 70.370
233 to 70.441 or sections 238.010 to 238.100 in the exercise of the functions and activities of such
234 agency as provided pursuant to the compact;

235 (29) Computers, computer software and computer security systems purchased for use
236 by architectural or engineering firms headquartered in this state. For the purposes of this

237 subdivision, "headquartered in this state" means the office for the administrative management
238 of at least four integrated facilities operated by the taxpayer is located in the state of Missouri;

239 (30) All livestock sales when either the seller is engaged in the growing, producing or
240 feeding of such livestock, or the seller is engaged in the business of buying and selling, bartering
241 or leasing of such livestock;

242 (31) All sales of barges which are to be used primarily in the transportation of property
243 or cargo on interstate waterways;

244 (32) Electrical energy or gas, whether natural, artificial or propane, water, or other
245 utilities which are ultimately consumed in connection with the manufacturing of cellular glass
246 products or in any material recovery processing plant as defined in subdivision (5) of this
247 subsection;

248 (33) Notwithstanding other provisions of law to the contrary, all sales of pesticides or
249 herbicides used in the production of crops, aquaculture, livestock or poultry;

250 (34) Tangible personal property and utilities purchased for use or consumption directly
251 or exclusively in the research and development of agricultural/biotechnology and plant genomics
252 products and prescription pharmaceuticals consumed by humans or animals;

253 (35) All sales of grain bins for storage of grain for resale;

254 (36) All sales of feed which are developed for and used in the feeding of pets owned by
255 a commercial breeder when such sales are made to a commercial breeder, as defined in section
256 273.325, and licensed pursuant to sections 273.325 to 273.357;

257 (37) All purchases by a contractor on behalf of an entity located in another state,
258 provided that the entity is authorized to issue a certificate of exemption for purchases to a
259 contractor under the provisions of that state's laws. For purposes of this subdivision, the term
260 "certificate of exemption" shall mean any document evidencing that the entity is exempt from
261 sales and use taxes on purchases pursuant to the laws of the state in which the entity is located.
262 Any contractor making purchases on behalf of such entity shall maintain a copy of the entity's
263 exemption certificate as evidence of the exemption. If the exemption certificate issued by the
264 exempt entity to the contractor is later determined by the director of revenue to be invalid for any
265 reason and the contractor has accepted the certificate in good faith, neither the contractor or the
266 exempt entity shall be liable for the payment of any taxes, interest and penalty due as the result
267 of use of the invalid exemption certificate. Materials shall be exempt from all state and local
268 sales and use taxes when purchased by a contractor for the purpose of fabricating tangible
269 personal property which is used in fulfilling a contract for the purpose of constructing, repairing
270 or remodeling facilities for the following:

271 (a) An exempt entity located in this state, if the entity is one of those entities able to issue
272 project exemption certificates in accordance with the provisions of section 144.062; or

273 (b) An exempt entity located outside the state if the exempt entity is authorized to issue
274 an exemption certificate to contractors in accordance with the provisions of that state's law and
275 the applicable provisions of this section;

276 (38) All sales or other transfers of tangible personal property to a lessor who leases the
277 property under a lease of one year or longer executed or in effect at the time of the sale or other
278 transfer to an interstate compact agency created pursuant to sections 70.370 to 70.441 or sections
279 238.010 to 238.100;

280 (39) Sales of tickets to any collegiate athletic championship event that is held in a facility
281 owned or operated by a governmental authority or commission, a quasi-governmental agency,
282 a state university or college or by the state or any political subdivision thereof, including a
283 municipality, and that is played on a neutral site and may reasonably be played at a site located
284 outside the state of Missouri. For purposes of this subdivision, "neutral site" means any site that
285 is not located on the campus of a conference member institution participating in the event;

286 (40) All purchases by a sports complex authority created under section 64.920, and all
287 sales of utilities by such authority at the authority's cost that are consumed in connection with
288 the operation of a sports complex leased to a professional sports team;

289 (41) All materials, replacement parts, and equipment purchased for use directly upon,
290 and for the modification, replacement, repair, and maintenance of aircraft, aircraft power plants,
291 and aircraft accessories;

292 (42) Sales of sporting clays, wobble, skeet, and trap targets to any shooting range or
293 similar places of business for use in the normal course of business and money received by a
294 shooting range or similar places of business from patrons and held by a shooting range or similar
295 place of business for redistribution to patrons at the conclusion of a shooting event;

296 (43) All sales of motor fuel, as defined in section 142.800, used in any watercraft, as
297 defined in section 306.010;

298 (44) Any new or used aircraft sold or delivered in this state to a person who is not a
299 resident of this state or a corporation that is not incorporated in this state, and such aircraft is not
300 to be based in this state and shall not remain in this state more than ten business days subsequent
301 to the last to occur of:

302 (a) The transfer of title to the aircraft to a person who is not a resident of this state or a
303 corporation that is not incorporated in this state; or

304 (b) The date of the return to service of the aircraft in accordance with 14 CFR 91.407 for
305 any maintenance, preventive maintenance, rebuilding, alterations, repairs, or installations that
306 are completed contemporaneously with the transfer of title to the aircraft to a person who is not
307 a resident of this state or a corporation that is not incorporated in this state;

308 (45) All internet access or the use of internet access regardless of whether the tax is
309 imposed on a provider of internet access or a buyer of internet access. For purposes of this
310 subdivision, the following terms shall mean:

311 (a) "Direct costs", costs incurred by a governmental authority solely because of an
312 internet service provider's use of the public right-of-way. The term shall not include costs that
313 the governmental authority would have incurred if the internet service provider did not make
314 such use of the public right-of-way. Direct costs shall be determined in a manner consistent with
315 generally accepted accounting principles;

316 (b) "Internet", computer and telecommunications facilities, including equipment and
317 operating software, that comprises the interconnected worldwide network that employ the
318 transmission control protocol or internet protocol, or any predecessor or successor protocols to
319 that protocol, to communicate information of all kinds by wire or radio;

320 (c) "Internet access", a service that enables users to connect to the internet to access
321 content, information, or other services without regard to whether the service is referred to as
322 telecommunications, communications, transmission, or similar services, and without regard to
323 whether a provider of the service is subject to regulation by the Federal Communications
324 Commission as a common carrier under 47 U.S.C. Section 201, et seq. For purposes of this
325 subdivision, internet access also includes: the purchase, use, or sale of communications services,
326 including telecommunications services as defined in section 144.010, to the extent the
327 communications services are purchased, used, or sold to provide the service described in this
328 subdivision or to otherwise enable users to access content, information, or other services offered
329 over the internet; services that are incidental to the provision of a service described in this
330 subdivision, when furnished to users as part of such service, including a home page, electronic
331 mail, and instant messaging, including voice-capable and video-capable electronic mail and
332 instant messaging, video clips, and personal electronic storage capacity; a home page electronic
333 mail and instant messaging, including voice-capable and video-capable electronic mail and
334 instant messaging, video clips, and personal electronic storage capacity that are provided
335 independently or that are not packed with internet access. As used in this subdivision, internet
336 access does not include voice, audio, and video programming or other products and services,
337 except services described in this paragraph or this subdivision, that use internet protocol or any
338 successor protocol and for which there is a charge, regardless of whether the charge is separately
339 stated or aggregated with the charge for services described in this paragraph or this subdivision;

340 (d) "Tax", any charge imposed by the state or a political subdivision of the state for the
341 purpose of generating revenues for governmental purposes and that is not a fee imposed for a
342 specific privilege, service, or benefit conferred, except as described as otherwise under this
343 subdivision, or any obligation imposed on a seller to collect and to remit to the state or a political

344 subdivision of the state any gross retail tax, sales tax, or use tax imposed on a buyer by such a
 345 governmental entity. The term tax shall not include any franchise fee or similar fee imposed or
 346 authorized under ~~[section]~~ **sections 67.1830 to 67.1846** or 67.2689; Section 622 or 653 of the
 347 Communications Act of 1934, 47 U.S.C. Section 542 and 47 U.S.C. Section 573; or any other
 348 fee related to obligations of telecommunications carriers under the Communications Act of 1934,
 349 47 U.S.C. Section 151, et seq., except to the extent that:

350 a. The fee is not imposed for the purpose of recovering direct costs incurred by the
 351 franchising or other governmental authority from providing the specific privilege, service, or
 352 benefit conferred to the payer of the fee; or

353 b. The fee is imposed for the use of a public right-of-way based on a percentage of the
 354 service revenue, and the fee exceeds the incremental direct costs incurred by the governmental
 355 authority associated with the provision of that right-of-way to the provider of internet access
 356 service.

357

358 Nothing in this subdivision shall be interpreted as an exemption from taxes due on goods or
 359 services that were subject to tax on January 1, 2016; **and**

360 **(46) All school instructional materials.**

361 3. Any ruling, agreement, or contract, whether written or oral, express or implied,
 362 between a person and this state's executive branch, or any other state agency or department,
 363 stating, agreeing, or ruling that such person is not required to collect sales and use tax in this
 364 state despite the presence of a warehouse, distribution center, or fulfillment center in this state
 365 that is owned or operated by the person or an affiliated person shall be null and void unless it is
 366 specifically approved by a majority vote of each of the houses of the general assembly. For
 367 purposes of this subsection, an "affiliated person" means any person that is a member of the same
 368 controlled group of corporations as defined in Section 1563(a) of the Internal Revenue Code of
 369 1986, as amended, as the vendor or any other entity that, notwithstanding its form of
 370 organization, bears the same ownership relationship to the vendor as a corporation that is a
 371 member of the same controlled group of corporations as defined in Section 1563(a) of the
 372 Internal Revenue Code, as amended.

144.032. The provisions of section 144.030 to the contrary notwithstanding, any city
 2 imposing a sales tax under the provisions of sections 94.500 to 94.570, or any county imposing
 3 a sales tax under the provisions of sections 66.600 to 66.635, or any county imposing a sales tax
 4 under the provisions of sections 67.500 to 67.729, or any hospital district imposing a sales tax
 5 under the provisions of section 205.205 may by ordinance impose a sales tax upon all sales of
 6 ~~[metered water services,] electricity, [electrical current and natural, artificial or propane gas,~~
 7 ~~wood, coal, or home heating oil]~~ **piped natural or artificial gas, or other fuels delivered by**

8 **the seller** for domestic use only. Such tax shall be administered by the department of revenue
9 and assessed by the retailer in the same manner as any other city, county, or hospital district sales
10 tax. Domestic use shall be determined in the same manner as the determination of domestic use
11 for exemption of such sales from the state sales tax under the provisions of section 144.030.

144.043. 1. [As used in this section, the following terms mean:

2 ~~—— (1) "Light aircraft", a light airplane that seats no more than four persons, with a gross~~
3 ~~weight of three thousand pounds or less, which is primarily used for recreational flying or flight~~
4 ~~training;~~

5 ~~—— (2) "Light aircraft kit", factory manufactured parts and components, including engine,~~
6 ~~propeller, instruments, wheels, brakes, and air frame parts which make up a complete aircraft kit~~
7 ~~or partial kit designed to be assembled into a light aircraft and then operated by a qualified~~
8 ~~purchaser for recreational and educational purposes;~~

9 ~~—— (3) "Parts and components", manufactured light aircraft parts, including air frame and~~
10 ~~engine parts, that are required by the qualified purchaser to complete a light aircraft kit, or spare~~
11 ~~or replacement parts for an already completed light aircraft;~~

12 ~~—— (4) "Qualified purchaser", a purchaser of a light aircraft, light aircraft kit, parts or~~
13 ~~components who is nonresident of this state, who will transport the light aircraft, light aircraft~~
14 ~~kit, parts or components outside this state within ten days after the date of purchase, and who will~~
15 ~~register any light aircraft so purchased in another state or country. Such purchaser shall not base~~
16 ~~such aircraft in this state and such purchaser shall not be a resident of the state unless such~~
17 ~~purchaser has paid sales or use tax on such aircraft in another state.~~

18 ~~—— 2. In addition to the exemptions granted under the provisions of section 144.030, there~~
19 ~~shall also be specifically exempted from the provisions of sections 144.010 to 144.525, sections~~
20 ~~144.600 to 144.748, section 238.235, and from the provisions of any local sales tax law, as~~
21 ~~defined in section 32.085, and from the computation of the tax levied, assessed or payable under~~
22 ~~sections 144.010 to 144.525, sections 144.600 to 144.748, section 238.235, and under any local~~
23 ~~sales tax law, as defined in section 32.085, all sales of new light aircraft, light aircraft kits, parts~~
24 ~~or components manufactured or substantially completed within this state, when such new light~~
25 ~~aircraft, light aircraft kits, parts or components are sold by the manufacturer to a qualified~~
26 ~~purchaser. The director of revenue shall prescribe the manner for a purchaser of a light aircraft,~~
27 ~~light aircraft kit, parts or components to establish that such person is a qualified purchaser and~~
28 ~~is eligible for the exemption established in this section] **Except for the defined**
29 **telecommunications services in subsection 3 of this section, the sale of telecommunications**
30 **service sold on a call-by-call basis shall be sourced to:**~~

31 **(1) Each level of taxing jurisdiction where the call originates and terminates in that**
32 **jurisdiction; or**

33 **(2) Each level of taxing jurisdiction where the call either originates or terminates**
34 **and in which the service address is also located.**

35 **2. Except for the defined telecommunications services in subsection 3 of this section,**
36 **a sale of telecommunications services sold on a basis other than a call-by-call basis is**
37 **sourced to the customer's place of primary use.**

38 **3. The sale of the following telecommunications services shall be sourced to each**
39 **level of taxing jurisdiction as follows:**

40 **(1) A sale of mobile telecommunications services other than air-to-ground**
41 **radiotelephone service and prepaid calling service is sourced to the customer's place of**
42 **primary use as required by the Mobile Telecommunications Sourcing Act;**

43 **(2) A sale of post-paid calling service is sourced to the origination point of the**
44 **telecommunications signal as first identified by either:**

45 **(a) The seller's telecommunications system; or**

46 **(b) Information received by the seller from its service provider if the system used**
47 **to transport such signals is not that of the seller;**

48 **(3) A sale of prepaid calling service or a sale of a prepaid wireless calling service**
49 **is sourced in accordance with section 144.111, provided, however, in the case of a sale of**
50 **prepaid wireless calling service, the rule provided in subdivision (5) of subsection 2 of**
51 **section 144.111 shall include as an option the location associated with the mobile telephone**
52 **number; and**

53 **(4) A sale of a private communication service is sourced as follows:**

54 **(a) Service for a separate charge related to a customer channel termination point**
55 **is sourced to each level of jurisdiction in which such customer channel termination point**
56 **is located;**

57 **(b) Service if all customer termination points are located entirely within one**
58 **jurisdiction or levels of jurisdiction is sourced in such jurisdiction in which the customer**
59 **channel termination points are located;**

60 **(c) Service for segments of a channel between two customer channel termination**
61 **points located in different jurisdictions and in which segments of channel are separately**
62 **charged is sourced fifty percent in each level of jurisdiction in which the customer channel**
63 **termination points are located; and**

64 **(d) Service for segments of a channel located in more than one jurisdiction or levels**
65 **of jurisdiction and in which segments are not separately billed is sourced in each**
66 **jurisdiction based on the percentage determined by dividing the number of customer**
67 **channel termination points in such jurisdiction by the total number of customer channel**
68 **termination points.**

69 **4. The sale of internet access service is sourced to the customer's place of primary**
70 **use.**

71 **5. The sale of an ancillary service is sourced to the customer's place of primary use.**

144.049. 1. [~~For purposes of this section, the following terms mean:~~

2 ~~——(1) "Clothing", any article of wearing apparel, including footwear, intended to be worn~~
3 ~~on or about the human body. The term shall include but not be limited to cloth and other~~
4 ~~material used to make school uniforms or other school clothing. Items normally sold in pairs~~
5 ~~shall not be separated to qualify for the exemption. The term shall not include watches,~~
6 ~~watchbands, jewelry, handbags, handkerchiefs, umbrellas, scarves, ties, headbands, or belt~~
7 ~~buckles; and~~

8 ~~——(2) "Personal computers", a laptop, desktop, or tower computer system which consists~~
9 ~~of a central processing unit, random access memory, a storage drive, a display monitor, and a~~
10 ~~keyboard and devices designed for use in conjunction with a personal computer, such as a disk~~
11 ~~drive, memory module, compact disk drive, daughterboard, digitizer, microphone, modem,~~
12 ~~motherboard, mouse, multimedia speaker, printer, scanner, single-user hardware, single-user~~
13 ~~operating system, soundcard, or video card;~~

14 ~~——(3) "School supplies", any item normally used by students in a standard classroom for~~
15 ~~educational purposes, including but not limited to textbooks, notebooks, paper, writing~~
16 ~~instruments, crayons, art supplies, rulers, book bags, backpacks, handheld calculators, chalk,~~
17 ~~maps, and globes. The term shall not include watches, radios, CD players, headphones, sporting~~
18 ~~equipment, portable or desktop telephones, copiers or other office equipment, furniture, or~~
19 ~~fixtures. School supplies shall also include computer software having a taxable value of three~~
20 ~~hundred fifty dollars or less and any graphing calculator having a taxable value of one hundred~~
21 ~~fifty dollars or less.~~

22 ~~——2.] In each year beginning on or after January 1, 2005, there is hereby specifically~~
23 ~~exempted from state sales tax law all retail sales of any article of clothing having a taxable value~~
24 ~~of one hundred dollars or less[;] ; all retail sales of school supplies, **school art supplies, and**~~
25 ~~**school instructional materials** not to exceed fifty dollars per purchase[;] ; all **prewritten**~~
26 ~~computer software with a taxable value of three hundred fifty dollars or less[;] ; all graphing~~
27 ~~calculators having a taxable value of one hundred fifty dollars or less[;] ; and all retail sales of~~
28 ~~[personal] computers [or computer peripheral devices] **and school computer supplies** not to~~
29 ~~exceed one thousand five hundred dollars, during a three-day period beginning at 12:01 a.m. on~~
30 ~~the first Friday in August and ending at midnight on the Sunday following.~~

31 ~~[3. If the governing body of any political subdivision adopted an ordinance that applied~~
32 ~~to the 2004 sales tax holiday to prohibit the provisions of this section from allowing the sales tax~~
33 ~~holiday to apply to such political subdivision's local sales tax, then, notwithstanding any~~

34 provision of a local ordinance to the contrary, the 2005 sales tax holiday shall not apply to such
35 political subdivision's local sales tax. However, any such political subdivision may enact an
36 ordinance to allow the 2005 sales tax holiday to apply to its local sales taxes. A political
37 subdivision must notify the department of revenue not less than forty-five calendar days prior
38 to the beginning date of the sales tax holiday occurring in that year of any ordinance or order
39 rescinding an ordinance or order to opt out.

40 ~~4.]~~ 2. This section shall not apply to any sales which take place within the Missouri state
41 fairgrounds.

42 ~~[5.]~~ 3. This section applies to sales of items bought for personal use only.

43 ~~[6. After the 2005 sales tax holiday, any political subdivision may, by adopting an~~
44 ~~ordinance or order, choose to prohibit future annual sales tax holidays from applying to its local~~
45 ~~sales tax. After opting out, the political subdivision may rescind the ordinance or order. The~~
46 ~~political subdivision must notify the department of revenue not less than forty-five calendar days~~
47 ~~prior to the beginning date of the sales tax holiday occurring in that year of any ordinance or~~
48 ~~order rescinding an ordinance or order to opt out.~~

49 ~~7.]~~ 4. This section may not apply to any retailer when less than two percent of the
50 retailer's merchandise offered for sale qualifies for the sales tax holiday. The retailer shall offer
51 a sales tax refund in lieu of the sales tax holiday.

144.054. 1. As used in this section, the following terms mean:

2 (1) "Processing", any mode of treatment, act, or series of acts performed upon materials
3 to transform or reduce them to a different state or thing, including treatment necessary to
4 maintain or preserve such processing by the producer at the production facility;

5 (2) "Recovered materials", those materials which have been diverted or removed from
6 the solid waste stream for sale, use, reuse, or recycling, whether or not they require subsequent
7 separation and processing.

8 2. In addition to all other exemptions granted under this chapter, there is hereby
9 specifically exempted from the provisions of ~~[sections 144.010 to 144.525 and 144.600 to~~
10 ~~144.761,]~~ **this chapter** and from the computation of the tax levied, assessed, or payable under
11 ~~[sections 144.010 to 144.525 and 144.600 to 144.761,]~~ **this chapter** electrical energy and gas,
12 whether natural, artificial, or propane, water, coal, and energy sources, chemicals, machinery,
13 equipment, and materials used or consumed in the manufacturing, processing, compounding,
14 mining, or producing of any product, or used or consumed in the processing of recovered
15 materials, or used in research and development related to manufacturing, processing,
16 compounding, mining, or producing any product. ~~[The exemptions granted in this subsection~~
17 ~~shall not apply to local sales taxes as defined in section 32.085 and the provisions of this~~

18 subsection shall be in addition to any state and local sales tax exemption provided in section
19 144.030.]

20 3. In addition to all other exemptions granted under this chapter, there is hereby
21 specifically exempted from the provisions of [~~sections 144.010 to 144.525 and 144.600 to~~
22 ~~144.761, and section 238.235, and the local sales tax law as defined in section 32.085, and from~~
23 ~~the computation of the tax levied, assessed, or payable under sections 144.010 to 144.525 and~~
24 ~~144.600 to 144.761, and section 238.235, and the local sales tax law as defined in section~~
25 ~~32.085,] **this chapter and from the computation of the tax levied, assessed, and payable**
26 **under this chapter** all utilities, machinery, and equipment used or consumed directly in
27 television or radio broadcasting and all sales and purchases of tangible personal property,
28 utilities, services, or any other transaction that would otherwise be subject to the state or local
29 sales or use tax when such sales are made to or purchases are made by a contractor for use in
30 fulfillment of any obligation under a defense contract with the United States government, and
31 all sales and leases of tangible personal property by any county, city, incorporated town, or
32 village, provided such sale or lease is authorized under chapter 100, and such transaction is
33 certified for sales tax exemption by the department of economic development, and tangible
34 personal property used for railroad infrastructure brought into this state for processing,
35 fabrication, or other modification for use outside the state in the regular course of business.~~

36 4. In addition to all other exemptions granted under this chapter, there is hereby
37 specifically exempted from the provisions of [~~sections 144.010 to 144.525 and 144.600 to~~
38 ~~144.761, and section 238.235, and the local sales tax law as defined in section 32.085,] **this**
39 **chapter** and from the computation of the tax levied, assessed, or payable under [~~sections 144.010~~
40 ~~to 144.525 and 144.600 to 144.761, and section 238.235, and the local sales tax law as defined~~
41 ~~in section 32.085] **this chapter**, all sales and purchases of tangible personal property, utilities,
42 services, or any other transaction that would otherwise be subject to the state or local sales or use
43 tax when such sales are made to or purchases are made by a private partner for use in completing
44 a project under sections 227.600 to 227.669.~~~~

45 5. In addition to all other exemptions granted under this chapter, there is hereby
46 specifically exempted from the provisions of sections 144.010 to 144.525 and 144.600 to
47 144.761, and section 238.235, and the local sales tax law as defined in section 32.085, and from
48 the computation of the tax levied, assessed, or payable under sections 144.010 to 144.525 and
49 144.600 to 144.761, and section 238.235, and the local sales tax law as defined in section 32.085,
50 all materials, manufactured goods, machinery and parts, electrical energy and gas, whether
51 natural, artificial or propane, water, coal and other energy sources, chemicals, soaps, detergents,
52 cleaning and sanitizing agents, and other ingredients and materials inserted by commercial or

53 industrial laundries to treat, clean, and sanitize textiles in facilities which process at least five
54 hundred pounds of textiles per hour and at least sixty thousand pounds per week.

144.080. 1. Every person receiving any payment or consideration upon the sale of
2 property or rendering of service, subject to the tax imposed by the provisions of sections 144.010
3 to 144.525, is exercising the taxable privilege of selling the property or rendering the service at
4 retail and is subject to the tax levied in section 144.020. The person shall be responsible not only
5 for the collection of the amount of the tax imposed on the sale or service to the extent possible
6 under the provisions of section 144.285, but shall, on or before the last day of the month
7 following each calendar quarterly period of three months, file a return with the director of
8 revenue showing the person's gross receipts and the amount of tax levied in section 144.020 for
9 the preceding quarter, and shall remit to the director of revenue, with the return, the taxes levied
10 in section 144.020, except as provided in subsections 2 and 3 of this section. The director of
11 revenue may promulgate rules or regulations changing the filing and payment requirements of
12 sellers, but shall not require any seller to file and pay more frequently than required in this
13 section.

14 2. ~~[Where the aggregate amount levied and imposed upon a seller by section 144.020 is~~
15 ~~in excess of two hundred fifty dollars for either the first or second month of a calendar quarter,~~
16 ~~the seller shall file a return and pay such aggregate amount for such months to the director of~~
17 ~~revenue by the twentieth day of the succeeding month.~~

18 ~~3.]~~ Where the aggregate amount levied and imposed upon a seller by section 144.020 is
19 less than forty-five dollars in a calendar quarter, the director of revenue shall by regulation permit
20 the seller to file a return for a calendar year. The return shall be filed and the taxes paid on or
21 before January thirty-first of the succeeding year.

22 [4.] 3. The seller of any property or person rendering any service, subject to the tax
23 imposed by sections 144.010 to 144.525, shall collect the tax from the purchaser of such property
24 or the recipient of the service to the extent possible under the provisions of section 144.285, but
25 the seller's inability to collect any part or all of the tax does not relieve the seller of the obligation
26 to pay to the state the tax imposed by section 144.020; except that the collection of the tax
27 imposed by sections 144.010 to 144.525 on motor vehicles and trailers shall be made as provided
28 in sections 144.070 and 144.440.

29 [5.] 4. Any person may advertise or hold out or state to the public or to any customer
30 directly that the tax or any part thereof imposed by sections 144.010 to 144.525, and required to
31 be collected by the person, will be assumed or absorbed by the person, provided that the amount
32 of tax assumed or absorbed shall be stated on any invoice or receipt for the property sold or
33 service rendered. Any person violating any of the provisions of this section shall be guilty of a

34 misdemeanor. This subsection shall not apply to any retailer prohibited from collecting and
35 remitting sales tax under section 66.630.

**144.082. 1. The director shall participate in an online registration system that will
2 allow sellers to register in this state and other member states.**

**3 2. By registering, the seller agrees to collect and remit sales and use taxes for all
4 taxable sales into this state as well as the other member states, including member states
5 joining after the seller's registration. Withdrawal or revocation of this state from the
6 agreement shall not relieve a seller of its responsibility to remit taxes previously or
7 subsequently collected on behalf of this state.**

**8 3. If the seller has a requirement to register prior to registering under the
9 agreement, such seller shall obtain a retail sales license under section 144.083 and register
10 under section 144.650.**

**11 4. Registration with the central registration system and the collection of sales and
12 use taxes in this state shall not be used as a factor in determining whether the seller has
13 nexus with this state for any tax at any time.**

144.083. 1. The director of revenue shall require all persons who are responsible for the
2 collection of taxes under the provisions of section 144.080 to procure a retail sales license at no
3 cost to the licensee which shall be prominently displayed at the licensee's place of business, and
4 the license is valid until revoked by the director or surrendered by the person to whom issued
5 when sales are discontinued. The director shall issue the retail sales license within ten working
6 days following the receipt of a properly completed application. Any person applying for a retail
7 sales license or reinstatement of a revoked sales tax license who owes any tax under sections
8 144.010 to 144.510 or sections 143.191 to 143.261 must pay the amount due plus interest and
9 penalties before the department may issue the applicant a license or reinstate the revoked license.
10 All persons beginning business subsequent to August 13, 1986, and who are required to collect
11 the sales tax shall secure a retail sales license prior to making sales at retail. Such license may,
12 after ten days' notice, be revoked by the director of revenue only in the event the licensee shall
13 be in default for a period of sixty days in the payment of any taxes levied under section 144.020
14 or sections 143.191 to 143.261. Notwithstanding the provisions of section 32.057 in the event
15 of revocation, the director of revenue may publish the status of the business account including
16 the date of revocation in a manner as determined by the director.

**17 2. The possession of a retail sales license and a statement from the department of revenue
18 that the licensee owes no tax due under sections 144.010 to 144.510 or sections 143.191 to
19 143.261 shall be a prerequisite to the issuance or renewal of any city or county occupation
20 license or any state license which is required for conducting any business where goods are sold
21 at retail. The date of issuance on the statement that the licensee owes no tax due shall be no**

22 more than ninety days before the date of submission for application or renewal of the local
23 license. The revocation of a retailer's license by the director shall render the occupational license
24 or the state license null and void.

25 3. No person responsible for the collection of taxes under section 144.080 shall make
26 sales at retail unless such person is the holder of a valid retail sales license. After all appeals
27 have been exhausted, the director of revenue may notify the county or city law enforcement
28 agency representing the area in which the former licensee's business is located that the retail sales
29 license of such person has been revoked, and that any county or city occupation license of such
30 person is also revoked. The county or city may enforce the provisions of this section, and may
31 prohibit further sales at retail by such person.

32 4. In addition to the provisions of subsection 2 of this section, beginning January 1,
33 2009, the possession of a statement from the department of revenue stating no tax is due under
34 sections 143.191 to 143.265 or sections 144.010 to 144.510 shall also be a prerequisite to the
35 issuance or renewal of any city or county occupation license or any state license required for
36 conducting any business where goods are sold at retail. The statement of no tax due shall be
37 dated no longer than ninety days before the date of submission for application or renewal of the
38 city or county license.

39 ~~[5. Notwithstanding any law or rule to the contrary, sales tax shall only apply to the sale~~
40 ~~price paid by the final purchaser and not to any off-invoice discounts or other pricing discounts~~
41 ~~or mechanisms negotiated between manufacturers, wholesalers, and retailers.]~~

**144.084. 1. The director shall promulgate rules and regulations for remittance of
2 returns. Such rules shall:**

3 **(1) Allow for electronic payments by all remitters by both ACH credit and ACH**
4 **debit;**

5 **(2) Provide an alternative method for making "same day" payments if an electronic**
6 **funds transfer fails;**

7 **(3) Provide that if a due date falls on a legal banking holiday in the state, the taxes**
8 **shall be due on the next succeeding business day; and**

9 **(4) Require that any data that accompanies a remittance be formatted using**
10 **uniform tax type and payment type codes approved by the streamlined sales and use tax**
11 **governing board.**

12 **2. All model 1 sellers, model 2 sellers, and model 3 sellers shall file returns**
13 **electronically. Any model 1 seller, model 2 seller, or model 3 seller shall submit its sales**
14 **and use tax returns in a simplified format approved by the director at such times as may**
15 **be prescribed by the director.**

144.100. 1. Every person making any taxable sales of property or service, except
2 transactions provided for in sections 144.070 and 144.440, individually or by duly authorized
3 officer or agent, shall make and file a written return with the director of revenue in such manner
4 as he may prescribe.

5 2. The returns shall be on blanks designed and furnished by the director of the
6 department of revenue and shall be filed at the times provided in sections 144.080 and 144.090.
7 The returns shall ~~[show the amount of gross receipts from sales of taxable property and services~~
8 ~~by the person and the amount of tax due thereon by that person during and for the period covered~~
9 ~~by the return]~~ state:

10 (1) **The name and address of the retailer;**

11 (2) **The total amount of gross sales of all tangible personal property and taxable**
12 **services rendered by the retailer during the period for which the return is made;**

13 (3) **The total amount received during the period for which the return is made on**
14 **charge and time sales of tangible personal property made and taxable services rendered**
15 **prior to the period for which the return is made;**

16 (4) **Deductions allowed by law from such total amount of gross sales and from total**
17 **amount received during the period for which the return is made on such charge and time**
18 **sales;**

19 (5) **Receipts during the period for which the return is made from the total amount**
20 **of sales of tangible personal property and taxable services rendered during such period in**
21 **the course of such business, after deductions allowed by law have been made;**

22 (6) **Receipts during the period for which the return is made from charge and time**
23 **sales of tangible personal property made and taxable services rendered prior to such**
24 **period in the course of such business, after deductions allowed by law have been made;**

25 (7) **Gross receipts during the period for which the return is made from sales of**
26 **tangible personal property and taxable services rendered in the course of such business**
27 **upon the basis of which the tax is imposed; and**

28 (8) **Such other pertinent information as the director may require.**

29 3. **In making such return, the retailer shall determine the market value of any**
30 **consideration, other than money, received in connection with the sale of any tangible**
31 **personal property in the course of the business and shall include such value in the return.**
32 **Such value shall be subject to review and revision by the director as hereinafter provided.**
33 **Refunds made by a retailer during the period for which the return is made on account of**
34 **tangible personal property returned to the retailer shall be allowed as a deduction under**
35 **subdivision (4) of subsection 2 of this section in case the retailer has included the receipts**
36 **from such sale in a return made by such retailer and paid taxes on such sale. The retailer**

37 shall, at the time of making such return, pay to the director the amount of tax owed, except
38 as otherwise provided in this section. The director may extend the time for making returns
39 and paying the tax required by this section for any period not to exceed sixty days under
40 such rules and regulations as the director of revenue may prescribe.

41 **4. The director shall only require a single tax return for each taxing period, and**
42 **such return shall include only the taxing jurisdictions in which the seller makes sales**
43 **within the state.** With each return, the person shall remit to the director of revenue the full
44 amount of the tax due.

45 ~~[3-]~~ **5.** In case of charge and time sales the gross receipts thereof shall be included as
46 sales in the returns as and when payments are received by the person, without any deduction
47 therefrom whatsoever.

48 ~~[4-]~~ **6.** If an error or omission is discovered in a return or a change be necessary to show
49 the true facts, the error may be corrected, the omission supplied, or the change made in the return
50 next filed with the director for the filing period immediately following the filing period in which
51 the error was made or the omission occurred, as prescribed by law, except that no refund under
52 this chapter shall be allowed for any amount of tax paid by a seller which is based upon charges
53 incident to credit card discounts. Any other omission or error must be corrected by filing an
54 amended return for the erroneously reported period if the amount of tax is less than that
55 originally reported, or an additional return if the amount of tax is greater than that originally
56 reported. An additional return shall be deemed filed on the date the envelope in which it is
57 mailed is postmarked or the date it is received by the director, whichever is earlier. Any payment
58 of tax, interest, penalty or additions to tax shall be deemed filed on the date the envelope
59 containing the payment is postmarked or the date the payment is received by the director,
60 whichever is earlier. If a refund or credit results from the filing of an amended return, no refund
61 or credit shall be allowed unless an application for refund or credit is properly completed and
62 submitted to the director pursuant to section 144.190.

63 ~~[5-]~~ **7.** The amount of gross receipts from sales and the amount of tax due returned by
64 the person, as well as all matters contained in the return, is subject to review and revision in the
65 manner herein provided for the correction of the returns.

144.105. 1. A seller shall be allowed a deduction from taxable sales for bad debts
2 **attributable to taxable sales of such seller that have become uncollectable. Any deduction**
3 **taken that is attributed to bad debts shall not include interest.**

4 **2. The amount of the bad debt deduction shall be calculated pursuant to 26 U.S.C.**
5 **Section 166(b), except that such amount shall be adjusted to exclude financing charges or**
6 **interest, sales or use taxes charged on the purchase price, uncollectable amounts on**

7 property that remain in the possession of the seller until the full purchase price is paid, and
8 expenses incurred in attempting to collect any debt or repossessed property.

9 **3. Bad debts may be deducted on the return for the period during which the bad**
10 **debt is written off as uncollectable in the seller's books and records and is eligible to be**
11 **deducted for federal income tax purposes. For purposes of this subsection, a seller who is**
12 **not required to file federal income tax returns may deduct a bad debt on a return filed for**
13 **the period in which the bad debt is written off as uncollectable in the seller's books and**
14 **records and would be eligible for a bad debt deduction for federal income tax purposes if**
15 **the seller were required to file a federal income tax return.**

16 **4. If a deduction is taken for a bad debt and the debt is subsequently collected in**
17 **whole or in part, the tax on the amount so collected shall be paid and reported on the**
18 **return filed for the period in which the collection is made.**

19 **5. If the amount of bad debt exceeds the amount of taxable sales for the period**
20 **during which the bad debt is written off, a refund claim may be filed by the seller within**
21 **the applicable statute of limitations for refund claim; however, the statute of limitations**
22 **shall be measured from the due date of the return on which the bad debt could first be**
23 **claimed.**

24 **6. If filing responsibilities have been assumed by a certified service provider, such**
25 **service provider may claim, on behalf of the seller, any bad debt allowance provided by**
26 **this section. The certified service provider shall credit or refund the full amount of any**
27 **bad debt allowance or refund received to the seller.**

28 **7. For the purposes of reporting a payment received on a previously claimed bad**
29 **debt, any payments made on a debt or account shall first be applied proportionally to the**
30 **taxable price of the property or service and the sales tax thereon and secondly to interest,**
31 **service charges, and any other charges.**

32 **8. In situations where the books and records of the seller or certified service**
33 **provider on behalf of the seller claiming the bad debt allowance support an allocation of**
34 **the bad debts among the member states, such an allocation shall be permitted.**

144.111. 1. (1) All retail sales in Missouri, excluding leases and rentals, of tangible
2 **personal property or digital goods shall be sourced to the location where the order is**
3 **received by the seller.**

4 **(2) This subsection shall apply only if:**

5 **(a) The location where receipt of the product by the purchaser occurs is determined**
6 **in accordance with subsection 2 of this section; and**

7 **(b) At the time the order is received, the record keeping system of the seller used**
8 **to calculate the proper amount of sales or use tax to be imposed captures the location**
9 **where the order is received.**

10 **(3) If the sale is sourced under this section to the location where the order is**
11 **received by the seller, only the sales tax for the location where the order is received by the**
12 **seller may be levied. No additional sales or use tax based on the location where the product**
13 **is delivered to the purchaser may be levied on that sale. The purchaser shall not be entitled**
14 **to any refund if the combined state and local rate or rates at the location where the product**
15 **is received by the purchaser is lower than the rate where the order is received by the seller.**

16 **(4) A purchaser shall have no additional liability to the state for tax, penalty, or**
17 **interest on a sale for which the purchaser remits tax to the seller in the amount invoiced**
18 **by the seller if such invoice amount is calculated at either the rate applicable to the location**
19 **where receipt by the purchaser occurs or at the rate applicable to the location where the**
20 **order is received by the seller. A purchaser may rely on a written representation by the**
21 **seller as to the location where the order for such sale was received by the seller. If the**
22 **purchaser does not have a written representation by the seller as to the location where the**
23 **order for such sale was received by the seller, the purchaser may use a location indicated**
24 **by a business address for the seller that is available from the business records of the**
25 **purchaser that are maintained in the ordinary course of the purchaser's business to**
26 **determine the rate applicable to the location where the order was received.**

27 **(5) The location where the order is received by or on behalf of the seller means the**
28 **physical location of a seller or third party such as an established outlet, office location, or**
29 **automated order receipt system operated by or on behalf of the seller where an order is**
30 **initially received by or on behalf of the seller and not where the order may be subsequently**
31 **accepted, completed, or fulfilled. An order is received when all of the information from the**
32 **purchaser necessary to the determination whether the order can be accepted has been**
33 **received by or on behalf of the seller. The location from which a product is shipped shall**
34 **not be used in determining the location where the order is received by the seller.**

35 **(6) If taxable services are sold with tangible personal property or digital products**
36 **pursuant to a single contract or in the same transaction or are billed on the same billing**
37 **statement or statements and, because of the application of this section, would be sourced**
38 **to different jurisdictions, this subsection shall apply to determine the source for tax.**

39 **2. Except as provided in section 144.112, if the location where the order is received**
40 **by the seller and the location where the receipt of the product by the purchaser or the**
41 **purchaser's donee, as designated by the purchaser, occurs are in different states, then the**
42 **retail sale, excluding lease or rental, of a product shall be sourced as follows:**

43 **(1) If the product is received by the purchaser at a business location of the seller,**
44 **the sale shall be sourced to such business location;**

45 **(2) If the product is not received by the purchaser at a business location of the**
46 **seller, the sale shall be sourced to the location where receipt by the purchaser or the**
47 **purchaser's donee, as designated by the purchaser, occurs, including the location indicated**
48 **by instructions for delivery to the purchaser or donee, known to the seller;**

49 **(3) If subdivisions (1) and (2) of this subsection do not apply, the sale shall be**
50 **sourced to the location indicated by an address for the purchaser that is available from the**
51 **business records of the seller that are maintained in the ordinary course of the seller's**
52 **business if use of this address shall not constitute bad faith;**

53 **(4) If subdivisions (1), (2), and (3) of this subsection do not apply, the sale shall be**
54 **sourced to the location indicated by an address for the purchaser obtained during the**
55 **consummation of the sale, including the address of a purchaser's payment instrument, if**
56 **no other address is available and if use of this address shall not constitute bad faith; and**

57 **(5) If the previous rules of subdivisions (1), (2), (3), and (4) of this subsection do not**
58 **apply, including the circumstances in which the seller is without sufficient information to**
59 **apply the previous rules, then the location will be determined by the address from which**
60 **tangible personal property was shipped, from which the digital good or computer software**
61 **delivered electronically was first available for transmission from the seller, or from which**
62 **the service was provided, disregarding for these purposes any location that merely**
63 **provided the digital transfer of the product sold.**

64 **3. Notwithstanding subsections 1 and 2 of this section, all sales of motor vehicles,**
65 **trailers, semitrailers, watercraft, and aircraft that do not qualify as transportation**
66 **equipment shall be sourced to the address of the owner thereof.**

67 **4. The lease or rental of tangible personal property, other than property identified**
68 **in subsection 2 or 3 of this section or transactions regulated under sections 407.660 to**
69 **407.665, shall be sourced as follows:**

70 **(1) For a lease or rental that requires recurring periodic payments, the first**
71 **periodic payment is sourced the same as a retail sale in accordance with the provisions of**
72 **subsection 1 of this section. Periodic payments made subsequent to the first payment are**
73 **sourced to the primary property location for each period covered by the payment. The**
74 **primary property location shall be as indicated by an address for the property provided**
75 **by the lessee that is available to the lessor from its records maintained in the ordinary**
76 **course of business if use of this address shall not constitute bad faith. The property**
77 **location shall not be altered by intermittent use at different locations, such as use of**
78 **business property that accompanies employees on business trips and service calls;**

79 **(2) For a lease or rental that does not require recurring periodic payments, the**
80 **payment is sourced the same as a retail sale in accordance with the provisions of subsection**
81 **1 of this section; and**

82 **(3) This subsection shall not affect the imposition or computation of sales or use tax**
83 **on leases or rentals based on a lump sum or accelerated basis or on the acquisition of**
84 **property for lease.**

85 **5. The lease or rental of motor vehicles, trailers, semitrailers, or aircraft that do not**
86 **qualify as transportation equipment, as defined in section 144.010, shall be sourced as**
87 **follows:**

88 **(1) For a lease or rental that requires recurring periodic payments, each periodic**
89 **payment is sourced to the primary property location. The primary property location shall**
90 **be as indicated by an address for the property provided by the lessee that is available to**
91 **the lessor from its records maintained in the ordinary course of business if use of such**
92 **address does not constitute bad faith. Such location shall not be altered by intermittent use**
93 **at different locations;**

94 **(2) For a lease or rental that does not require recurring periodic payments, the**
95 **payment is sourced the same as a retail sale in accordance with the provisions of subsection**
96 **1 of this section; and**

97 **(3) This subsection shall not affect the imposition or computation of sales or use tax**
98 **on leases or rentals based on a lump sum or accelerated basis or on the acquisition of**
99 **property for lease.**

100 **6. The retail sale, including lease or rental, of transportation equipment shall be**
101 **sourced the same as a retail sale in accordance with the provisions of subsection 1 of this**
102 **section, notwithstanding the exclusion of lease or rental in subsection 1 of this section.**

144.112. 1. The retail sale of a product shall be sourced in accordance with section
2 **144.111. The provisions of section 144.111 shall apply regardless of the characterization**
3 **of a product as tangible personal property, a digital good, or a service. The provisions of**
4 **section 144.111 shall only apply to determine a seller's obligation to pay or collect and**
5 **remit sales or use tax with respect to the seller's retail sale of a product. The provisions of**
6 **this subsection shall not affect the obligation of a purchaser or lessee to remit tax on the**
7 **use of the product to the taxing jurisdictions of that use.**

8 **2. Section 144.111 shall not apply to sales or use taxes levied on the following:**

9 **(1) Retail sales or transfers of watercraft, modular homes, manufactured homes,**
10 **or mobile homes; and**

11 **(2) Telecommunications services and ancillary services.**

144.113. 1. (1) A purchaser of advertising and promotional direct mail may
2 provide the seller with:

3 (a) A direct pay permit;

4 (b) An agreement certificate of exemption claiming direct mail or other written
5 statement approved, authorized, or accepted by the state; or

6 (c) Information showing the jurisdictions to which the advertising and promotional
7 direct mail is to be delivered to recipients.

8 (2) If the purchaser provides the permit, certificate, or statement referred to in
9 paragraph (a) or (b) of subdivision (1) of subsection 1 of this section, the seller, in the
10 absence of bad faith, is relieved of all obligations to collect, pay, or remit any tax on any
11 transaction involving advertising and promotional direct mail to which the permit,
12 certificate, or statement applies. The purchaser shall source the sale to the jurisdictions
13 to which the advertising and promotional direct mail is to be delivered to the recipients and
14 shall report and pay any applicable tax due.

15 (3) If the purchaser provides the seller information showing the jurisdictions to
16 which the advertising and promotional direct mail is to be delivered to recipients, the seller
17 shall source the sale to the jurisdictions to which the advertising and promotional direct
18 mail is to be delivered and shall collect and remit the applicable tax. In the absence of bad
19 faith, the seller is relieved of any further obligation to collect any additional tax on the sale
20 of advertising and promotional direct mail where the seller has sourced the sale according
21 to the delivery information provided by the purchaser.

22 (4) If the purchaser does not provide the seller with any of the items listed in
23 paragraph (a), (b), or (c) of subdivision (1) of subsection 1 of this section, the sale shall be
24 sourced according to subdivision (5) of subsection 2 of section 144.111. The state to which
25 the advertising and promotional direct mail is delivered may disallow credit for tax paid
26 on sales sourced under this subdivision.

27 (5) Notwithstanding section 144.111, this subsection shall apply to sales of
28 advertising and promotional direct mail.

29 2. (1) Except as otherwise provided in this subsection, sales of other direct mail are
30 sourced in accordance with subdivision (3) of subsection 2 of section 144.111.

31 (2) A purchaser of other direct mail may provide the seller with either:

32 (a) A direct pay permit; or

33 (b) An agreement certificate of exemption claiming direct mail or other written
34 statement approved, authorized, or accepted by the state.

35 (3) If the purchaser provides the permit, certificate, or statement referred to in
36 paragraph (a) or (b) of subdivision (2) of this subsection, the seller, in the absence of bad

37 faith, is relieved of all obligations to collect, pay, or remit any tax on any transaction
38 involving other direct mail to which the permit, certificate, or statement. Notwithstanding
39 subdivision (1) of this subsection, the sale shall be sourced to the jurisdictions to which the
40 other direct mail is to be delivered to the recipients, and the purchaser shall report and pay
41 applicable tax due.

42 (4) Notwithstanding section 144.111, this subsection shall apply to sales of other
43 direct mail.

44 3. (1) (a) This section applies to a transaction characterized under state law as the
45 sale of services only if the service is an integral part of the production and distribution of
46 printed material that meets the definition of direct mail; and

47 (b) This section shall not apply to any transaction that includes the development
48 of billing information or the provision of any data processing service that is more than
49 incidental regardless of whether advertising and promotional direct mail is included in the
50 same mailing.

51 (2) If a transaction is a bundled transaction that includes advertising and
52 promotional direct mail, this section applies only if the primary purpose of the transaction
53 is the sale of products or services that meet the definition of advertising and promotional
54 direct mail.

55 (3) Nothing in this section shall limit any purchaser's:

56 (a) Obligation for sales or use tax to any state to which the direct mail is delivered;

57 (b) Right under local, state, federal, or constitutional law to a credit for sales or use
58 taxes legally due and paid to other jurisdictions; or

59 (c) Right to a refund of sales or use taxes overpaid to any jurisdiction.

60 (4) This section applies for purposes of uniformly sourcing direct mail transactions
61 and shall not impose requirements on states regarding the taxation of products that meet
62 the definition of direct mail or to the application of sales for resale or other exemptions.

144.114. 1. The state shall review software submitted to the streamlined sales and
2 use tax governing board for certification as a certified automated system (CAS) under
3 section 501 of the streamlined sales and use tax agreement. Such review shall include a
4 review to determine that the program adequately classifies the state's product-based
5 exemptions. Upon completion of the review, the state shall certify to the governing board
6 its acceptance or rejection of the classifications made by the system. The state shall relieve
7 a certified service provider (CSP) or model 2 seller from liability to this state and its local
8 jurisdictions for failure to collect sales or use taxes resulting from the CSP or model 2
9 seller's reliance on the certification provided by the state.

10 **2. The streamlined sales and use tax governing board and this state shall not be**
11 **responsible for classification of an item or transaction with the product-based exemptions.**
12 **The relief from liability provided in this section shall not be available for a CSP or model**
13 **2 seller that has incorrectly classified an item or transaction into a product-based**
14 **exemption certified by this state. This subsection shall apply to the individual listing of**
15 **items or transactions within a product definition approved by the governing board or the**
16 **state.**

17 **3. If the state determines that an item or transaction is incorrectly classified as to**
18 **its taxability, it shall notify the CSP or model 2 seller of the incorrect classification. The**
19 **CSP or model 2 seller shall have ten days to revise the classification after receipt of notice**
20 **from the state of the determination. Upon expiration of the ten days, such CSP or model**
21 **2 seller shall be liable for failure to collect the correct amount of sales or use taxes due and**
22 **owing to the state.**

144.123. 1. The director shall provide and maintain a database that describes
2 **boundary changes for all taxing jurisdictions and the effective dates of such changes for**
3 **sales and use tax purposes.**

4 **2. The director shall provide and maintain a database of all sales and use tax rates**
5 **for all taxing jurisdictions. For the identification of counties and cities, codes**
6 **corresponding to the rates shall be provided according to Federal Information Processing**
7 **Standards (FIPS) as developed by the National Institute of Standards and Technology. For**
8 **the identification of all other jurisdictions, codes corresponding to the rates shall be in a**
9 **format determined by the director.**

10 **3. The director shall provide and maintain a database that assigns each five- and**
11 **nine-digit zip code to the proper rates and taxing jurisdictions. The lowest combined tax**
12 **rate imposed in the zip code area shall apply if the area includes more than one tax rate in**
13 **any level of taxing jurisdiction. If a nine-digit zip code designation is not available for a**
14 **street address, or if a seller or a certified service provider (CSP) is unable to determine the**
15 **nine-digit zip code designation applicable to a purchase after exercising due diligence to**
16 **determine the designation, the seller or CSP may apply the rate for the five-digit zip code**
17 **area. For purposes of this section, there shall be a rebuttable presumption that a seller or**
18 **CSP has exercised due diligence if the seller has attempted to determine the nine-digit zip**
19 **code designation by utilizing software approved by the director that makes this designation**
20 **from the street address and the five-digit zip code applicable to a purchase.**

21 **4. The director may provide address-based boundary database records for**
22 **assigning taxing jurisdictions and associated rates that shall be in addition to the**
23 **requirements of subsection 3 of this section. The database records shall be in the same**

24 approved format as the database records required under subsection 3 of this section and
25 shall meet the requirements developed pursuant to the federal Mobile Telecommunications
26 Sourcing Act, 4 U.S.C. Section 119(a). If the director develops address-based assignment
27 database records pursuant to the agreement, sellers that register under the agreement shall
28 be required to use such database. A seller or CSP shall use such database records in place
29 of the five- and nine-digit zip code database records provided for in subsection 3 of this
30 section. If a seller or CSP is unable to determine the applicable rate and jurisdiction using
31 an address-based database record after exercising due diligence, the seller or CSP may
32 apply the nine-digit zip code designation applicable to a purchase. If a nine-digit zip code
33 designation is not available for a street address or if a seller or CSP is unable to determine
34 the nine-digit zip code designation applicable to a purchase after exercising due diligence
35 to determine the designation, the seller or CSP may apply the rate for the five-digit zip
36 code area. For the purposes of this section, there shall be a rebuttable presumption that
37 a seller or CSP has exercised due diligence if the seller or CSP has attempted to determine
38 the tax rate and jurisdiction by utilizing software approved by the director and makes the
39 assignment from the address and zip code information applicable to the purchase. If the
40 director has met the requirements of subsection 3 of this section, the director may also elect
41 to certify vendor-provided address-based databases for assigning tax rates and
42 jurisdictions. The databases shall be in the same approved format as the database records
43 under this section and meet the requirements developed pursuant to the federal Mobile
44 Telecommunications Sourcing Act, 4 U.S.C. Section 119(a). If the director certifies a
45 vendor address-based database, a seller or CSP may use such database in place of the
46 database provided for in this subsection.

47 5. The electronic databases provided for in subsections 1, 2, 3, and 4 of this section
48 shall be in downloadable format as determined by the director. The databases may be
49 directly provided by the director or provided by a vendor as designated by the director.
50 A database provided by a vendor as designated by the director shall be applicable and
51 subject to the provisions of section 144.1031 and this section. The databases shall be
52 provided at no cost to the user of the database. The provisions of subsections 3 and 4 of
53 this section shall not apply if the purchased product is received by the purchaser at the
54 business location of the seller.

55 6. No seller or CSP shall be liable for reliance upon erroneous data provided by the
56 director on tax rates, boundaries, or taxing jurisdiction assignments.

144.124. 1. The director shall complete a taxability matrix. The state's entries in
2 the matrix shall be provided and maintained by the director in a database that is in a
3 downloadable format.

4 **2. The director shall provide reasonable notice of changes in the taxability of the**
5 **products or services listed in the taxability matrix.**

6 **3. A seller or certified service provider (CSP) shall be relieved from liability to this**
7 **state or any local taxing jurisdiction for having charged and collected the incorrect amount**
8 **of state or local sales or use tax resulting from such seller's or CSP's reliance upon**
9 **erroneous data provided by the director in the taxability matrix.**

144.125. 1. (1) Amnesty shall be granted for uncollected or unpaid sales or use tax
2 **to a seller who registers to pay or to collect and remit applicable sales or use tax on sales**
3 **made to purchasers in this state in accordance with the terms of the agreement, provided**
4 **that the seller was not so registered in this state in the twelve-month period preceding the**
5 **effective date of this state's participation in the agreement.**

6 **(2) Amnesty shall preclude assessment for uncollected or unpaid sales or use tax**
7 **together with penalty or interest for sales made during the period the seller was not**
8 **registered in this state, provided registration occurs within twelve months of the effective**
9 **date of this state's participation in the agreement.**

10 **(3) Amnesty shall be provided if this state joins the agreement after the seller has**
11 **registered.**

12 **2. Amnesty shall not be available to a seller with respect to any matter or matters**
13 **for which the seller received notice of the commencement of an audit and for which audit**
14 **is not yet finally resolved, including any related administrative and judicial processes. The**
15 **amnesty shall not be available for sales or use taxes already paid or remitted to this state**
16 **or to taxes collected by the seller.**

17 **3. Amnesty provided under this section shall be fully effective, absent the seller's**
18 **fraud or intentional misrepresentation of a material fact, as long as the seller continues**
19 **registration and payment or collection and remittance of applicable sales or use taxes for**
20 **a period of at least thirty-six months. The statute of limitations applicable to asserting a**
21 **tax liability during this thirty-six-month period shall be tolled.**

22 **4. Amnesty provided under this section shall be applicable only to sales or use taxes**
23 **due from a seller in its capacity as a seller and not to sales or use taxes due from a seller in**
24 **its capacity as a purchaser.**

25 **5. The provisions of this section shall become effective as of the date that the state**
26 **joins and becomes a member state of the agreement.**

144.140. 1. From every remittance to the director of revenue made on or before the date
2 **when the same becomes due, the person required to remit the same shall be entitled to deduct and**
3 **retain an amount equal to two percent thereof.**

4 **2. If the director of the department of revenue enters into the streamlined sales and**
5 **use tax agreement under section 32.070, the director shall provide a monetary allowance**
6 **from the taxes collected to each of the following:**

7 **(1) A certified service provider, in accordance with the agreement and under the**
8 **terms of the contract signed with the provider, provided that such allowance shall not**
9 **exceed two percent of the amount collected;**

10 **(2) Any vendor registered under the agreement that selects a certified automated**
11 **system to perform part of its sales or use tax functions; or**

12 **(3) Any vendor registered under the agreement that uses a proprietary system to**
13 **calculate taxes due and has entered into a performance agreement with states that are**
14 **members of the streamlined sales and use tax agreement.**

15 **3. The monetary allowance provided for vendors in subdivision (2) or (3) of**
16 **subsection 2 of this section shall be in an amount equal to two percent of the taxes collected.**

17 **4. Any vendor receiving an allowance under subsection 2 of this section shall not**
18 **be entitled simultaneously to deduct the allowance provided for in subsection 1 of this**
19 **section.**

144.210. 1. The burden of proving that a sale of tangible personal property, services,
2 substances or things was not a sale at retail shall be upon the person who made the sale, except
3 that with respect to sales, services, or transactions provided for in section 144.070. ~~[The seller~~
4 ~~shall obtain and maintain exemption certificates signed by the purchaser or his agent as evidence~~
5 ~~for any exempt sales claimed; provided, however, that before any administrative tribunal of this~~
6 ~~state, a seller may prove that sale is exempt from tax under this chapter in accordance with proof~~
7 ~~admissible under the applicable rules of evidence; except that when a purchaser has purchased~~
8 ~~tangible personal property or services sales tax free under a claim of exemption which is found~~
9 ~~to be improper, the director of revenue may collect the proper amount of tax, interest, additions~~
10 ~~to tax and penalty from the purchaser directly. Any tax, interest, additions to tax or penalty~~
11 ~~collected by the director from the purchaser shall be credited against the amount otherwise due~~
12 ~~from the seller on the purchases or sales where the exemption was claimed.]~~

13 2. If the director of revenue is not satisfied with the return and payment of the tax made
14 by any person, he is hereby authorized and empowered to make an additional assessment of tax
15 due from such person, based upon the facts contained in the return or upon any information
16 within his possession or that shall come into his possession.

17 3. The director of revenue shall give to the person written notice of such additional or
18 revised assessment by certified or registered mail to the person at his or its last known address.

144.212. 1. In addition to all other provisions of law providing for exemptions, if
2 **an exemption is claimed by a purchaser:**

3 **(1) The seller shall obtain identifying information of the purchaser and the reason**
4 **for claiming a tax exemption at the time of the purchase;**

5 **(2) A purchaser shall not be required to provide a signature to claim an exemption**
6 **from tax unless a paper exemption certificate is used;**

7 **(3) The seller shall use the standard form for claiming an exemption electronically**
8 **prescribed by the director of the department of revenue and acceptable to the streamlined**
9 **sales and use tax governing board;**

10 **(4) The seller shall obtain the same information for proof of a claimed exemption**
11 **regardless of the medium in which the transaction occurred;**

12 **(5) The seller shall maintain proper records of exempt transactions and provide**
13 **such records to the director of the department of revenue or the director's designee upon**
14 **request; and**

15 **(6) In the case of drop shipment sales, a third-party vendor such as a drop shipper**
16 **may claim a resale exemption based on an exemption certificate provided by its customer**
17 **or any other acceptable information available to the third-party vendor evidencing**
18 **qualification for a resale exemption, regardless of whether the customer is registered to**
19 **collect and remit sales and use tax in the state where the sale is sourced.**

20 **2. Sellers that comply with the requirements of this section shall be relieved from**
21 **collecting and remitting tax otherwise applicable if it is determined that the purchaser**
22 **improperly claimed an exemption, and such purchaser shall be liable for the nonpayment**
23 **of tax. Relief from liability provided under this section shall not apply to a seller who**
24 **fraudulently fails to collect tax, to a seller who solicits purchasers to participate in the**
25 **unlawful claim of an exemption, to a seller who accepts an exemption certificate if the**
26 **purchaser claims an entity-based exemption if the subject of the transaction sought to be**
27 **covered by the exemption certificate is actually received by the purchaser at a location**
28 **operated by the seller and the state in which that location resides provides an exemption**
29 **certificate that clearly and affirmatively indicates that the claimed exemption is not**
30 **available in such state, or to a seller who accepts an exemption certificate claiming multiple**
31 **points of use for tangible personal property other than computer software for which an**
32 **exemption claiming multiple points of use:**

33 **(1) A seller shall be relieved from collecting and remitting tax otherwise applicable**
34 **if the seller obtains a fully completed exemption certificate or captures the relevant data**
35 **elements required under the agreement within ninety days subsequent to the date of sale;**

36 **(2) If a seller fails to obtain an exemption certificate or all relevant data elements**
37 **as provided in this section, the seller may, within one hundred twenty days subsequent to**
38 **a request for substantiation by the director of the department of revenue or the director's**

39 designee, either prove that the transaction was not subject to tax by other means or obtain
40 a fully completed exemption certificate from the purchaser, taken in good faith.

41 **3. Nothing in this section shall affect the ability of the director of the department**
42 **of revenue or the director's designee to require purchasers to update exemption certificate**
43 **information or to reapply with the state to claim certain exemptions.**

44 **4. Notwithstanding the provisions of subsection 2 of this section to the contrary, the**
45 **director shall relieve a seller of the tax otherwise applicable if the seller obtains a blanket**
46 **exemption certificate for a purchaser with which the seller has a recurring business**
47 **relationship. The director shall not request from the seller renewal of blanket certificates**
48 **or updates of exemption certificate information or data elements if there is a recurring**
49 **business relationship between the buyer and seller. For purposes of this section, a**
50 **recurring business relationship exists if a period of no more than twelve months elapses**
51 **between sales transactions.**

144.285. 1. [~~In order to permit sellers required to collect and report the sales tax to~~
2 ~~collect the amount required to be reported and remitted, but not to change the requirements of~~
3 ~~reporting or remitting tax or to serve as a levy of the tax, and in order to avoid fractions of~~
4 ~~pennies, the director of revenue shall establish brackets, showing the amounts of tax to be~~
5 ~~collected on sales of specified amounts, which shall be applicable to all taxable transactions]~~
6 **When a seller is computing the amount of tax owed by the purchaser and remitted to the**
7 **state:**

8 **(1) Tax computation shall be carried to the third decimal place; and**

9 **(2) The tax shall be rounded to a whole cent using a method that rounds up to the**
10 **next cent if the third decimal place is greater than four.**

11 2. [~~In all instances where statements covering taxable purchases are rendered to the~~
12 ~~taxpayer on a monthly or other periodic basis, the amount of tax shall be determined by applying~~
13 ~~the applicable tax rate to the taxable purchases represented on the statement, rounded to the~~
14 ~~nearest whole cent, or by application of the brackets established by the director of revenue, at the~~
15 ~~option of the retail vendor]~~ **Sellers may elect to compute the tax due on a transaction on an**
16 **item or an invoice basis. The provision of this subsection may be applied to the aggregated**
17 **state and local taxes.**

18 3. No vendor or seller shall knowingly charge or receive from a purchaser as a sales tax
19 any sum in excess of the sums provided for in this section.

20 4. [~~A vendor may, at his option, determine the amount charged to and received from each~~
21 ~~purchaser by use of a formula which applies the applicable tax rate to each taxable purchase,~~
22 ~~rounded to the nearest whole cent. The formula shall be uniformly and consistently applied to~~
23 ~~all purchases similarly situated.~~

24 ~~5.]~~ Amounts which a vendor charges to and receives from the purchaser in accordance
 25 with this section shall not be includable in ~~[his]~~ **the vendor's** gross receipts if the amounts are
 26 separately charged or stated.

27 ~~[6.]~~ **5.** If sales tax for one or more local political subdivisions is owed by a taxpayer
 28 pursuant to chapter 66, 67, 92, or 94 and that taxpayer remits less than all sales tax due for a
 29 filing period specified in section 144.080, the director of revenue shall deposit the tax remitted
 30 proportionately to each taxing jurisdiction in accordance with the percentage that each such
 31 jurisdiction's share of the tax due for the filing period bears to the total tax due from such
 32 taxpayer for such period. The unpaid balance due along with penalties and interest shall be
 33 similarly prorated among the state and all local jurisdictions for which tax was due during the
 34 filing period for which an underpayment occurs. The provisions of this subsection shall apply
 35 to all returns or remittances relating to sales made on or after January 1, 1984.

144.526. 1. This section shall be known and may be cited as the "Show Me Green Sales
 2 Tax Holiday".

3 2. ~~[For purposes of this section, the following terms mean:~~

4 ~~1) "Appliance", clothes washers and dryers, water heaters, trash compactors,
 5 dishwashers, conventional ovens, ranges, stoves, air conditioners, furnaces, refrigerators and
 6 freezers; and~~

7 ~~2) "Energy star certified", any appliance approved by both the United States
 8 Environmental Protection Agency and the United States Department of Energy as eligible to
 9 display the energy star label, as amended from time to time.~~

10 ~~3.]~~ In each year beginning on or after January 1, 2009, there is hereby specifically
 11 exempted from state sales tax law all retail sales of any ~~[energy star certified]~~ **new appliance that**
 12 **is an energy star qualified product**, up to one thousand five hundred dollars per appliance,
 13 during a seven-day period beginning at 12:01 a.m. on April nineteenth and ending at midnight
 14 on April twenty-fifth.

15 ~~[4. A political subdivision may allow the sales tax holiday under this section to apply to
 16 its local sales taxes by enacting an ordinance to that effect. Any such political subdivision shall
 17 notify the department of revenue not less than forty-five calendar days prior to the beginning date
 18 of the sales tax holiday occurring in that year of any such ordinance or order.~~

19 ~~5. This section may not apply to any retailer when less than two percent of the retailer's
 20 merchandise offered for sale qualifies for the sales tax holiday. The retailer shall offer a sales
 21 tax refund in lieu of the sales tax holiday.]~~

144.655. 1. Every vendor, on or before the last day of the month following each calendar
 2 quarterly period of three months, shall file with the director of revenue a return of all taxes
 3 collected for the preceding quarter in the form prescribed by the director of revenue, showing the

4 total sales price of the tangible personal property sold by the vendor, the storage, use or
5 consumption of which is subject to the tax levied by this law, and other information the director
6 of revenue deems necessary. The return shall be accompanied by a remittance of the amount of
7 the tax required to be collected by the vendor during the period covered by the return. Returns
8 shall be signed by the vendor or the vendor's authorized agent. The director of revenue may
9 promulgate rules or regulations changing the filing and payment requirements of vendors, but
10 shall not require any vendor to file and pay more frequently than required in this section.

11 2. Where the aggregate amount of tax required to be collected by a vendor is in excess
12 of two hundred and fifty dollars for either the first or second month of a calendar quarter, the
13 vendor shall pay such aggregate amount for such months to the director of revenue by the
14 twentieth day of the succeeding month. The amount so paid shall be allowed as a credit against
15 the liability shown on the vendor's quarterly return required by this section.

16 3. Where the aggregate amount of tax required to be collected by a vendor is less than
17 forty-five dollars in a calendar quarter, the director of revenue shall by regulation permit the
18 vendor to file a return for a calendar year. The return shall be filed and the taxes paid on or
19 before January thirty-first of the succeeding year.

20 4. Except as provided in subsection 5 of this section, every person purchasing tangible
21 personal property, the storage, use or consumption of which is subject to the tax levied by
22 sections 144.600 to 144.748, who has not paid the tax due to a vendor registered in accordance
23 with the provisions of section 144.650, shall file with the director of revenue a return for the
24 preceding reporting period in the form and manner that the director of revenue prescribes,
25 showing the total sales price of the tangible property purchased during the preceding reporting
26 period and any other information that the director of revenue deems necessary for the proper
27 administration of sections 144.600 to 144.748. The return shall be accompanied by a remittance
28 of the amount of the tax required by sections 144.600 to 144.748 to be paid by the person.
29 Returns shall be signed by the person liable for the tax or such person's duly authorized agent.
30 For purposes of this subsection, the reporting period shall be determined by the director of
31 revenue and may be a calendar quarter or a calendar year. Annual returns and payments required
32 by the director pursuant to this subsection shall be due on or before April fifteenth of the year
33 for the preceding calendar year and quarterly returns and payments shall be due on or before the
34 last day of the month following each calendar period of three months. Upon the taxpayer's
35 request, the director may allow the filing of such returns and payments on a monthly basis. If
36 a taxpayer elects to file a monthly return and payment, such return and payment shall be due on
37 or before the twentieth day of the succeeding month.

38 5. Any person purchasing tangible personal property subject to the taxes imposed by
39 sections 144.600 to 144.748 shall not be required to file a use tax return with the director of

40 revenue if such purchases on which such taxes were not paid do not exceed in the aggregate two
 41 thousand dollars in any calendar year.

42 6. Nothing in subsection 5 of this section shall relieve a vendor of liability to collect the
 43 tax imposed pursuant to sections 144.600 to 144.748 on the total gross receipts of all sales of
 44 tangible personal property used, stored or consumed in this state and to remit all taxes collected
 45 to the director of revenue in accordance with the provisions of this section nor shall it relieve a
 46 purchaser from paying such taxes to a vendor registered in accordance with the provisions of
 47 section 144.650.

48 **7. Any out-of-state seller that is not legally required to register for use tax in this**
 49 **state but chooses to collect and remit use tax under sections 144.600 to 144.761 shall file a**
 50 **return for the calendar year. The return shall be filed and the taxes paid on or before**
 51 **January thirty-first of the succeeding year. In the event that any out-of-state seller that is**
 52 **not legally required to register for use tax in this state but chooses to collect and remit use**
 53 **tax under sections 144.600 to 144.761 has accumulated state and local use tax funds in an**
 54 **amount equal to one thousand dollars or more, such vendor shall file a return and remit**
 55 **the amount due for the month in which the accumulated state and local use tax funds equal**
 56 **or exceed one thousand dollars.**

144.710. [~~From every remittance made by a vendor as required by sections 144.600 to~~
 2 ~~144.745 to the director of revenue on or before the date when the remittance becomes due, the~~
 3 ~~vendor may deduct and retain an amount equal to two percent thereof]~~ **Sections 144.210 and**
 4 **144.212, pertaining to the allowance for timely remittance of payment, are applicable to**
 5 **the tax levied by this law.**

221.407. 1. The commission of any regional jail district may impose, by order, a sales
 2 tax in the amount of one-eighth of one percent, one-fourth of one percent, three-eighths of one
 3 percent, or one-half of one percent on all retail sales made in such region which are subject to
 4 taxation pursuant to the provisions of sections 144.010 to 144.525 for the purpose of providing
 5 jail services and court facilities and equipment for such region. The tax authorized by this
 6 section shall be in addition to any and all other sales taxes allowed by law, except that no order
 7 imposing a sales tax pursuant to this section shall be effective unless the commission submits
 8 to the voters of the district, on any election date authorized in chapter 115, a proposal to
 9 authorize the commission to impose a tax.

10 2. The ballot of submission shall contain, but need not be limited to, the following
 11 language:

12 Shall the regional jail district of (counties' names) impose a region-wide
 13 sales tax of (insert amount) for the purpose of providing jail services and court
 14 facilities and equipment for the region?

15

YES

NO

16

17 If you are in favor of the question, place an "X" in the box opposite "Yes". If you are opposed
 18 to the question, place an "X" in the box opposite "No".

19

20 If a majority of the votes cast on the proposal by the qualified voters of the district voting thereon
 21 are in favor of the proposal, then the order and any amendment to such order shall be in effect
 22 on the first day of the second **calendar** quarter ~~[immediately following the election approving~~
 23 ~~the proposal]~~ **after the director of revenue receives notification of adoption of the local sales**
 24 **tax**. If the proposal receives less than the required majority, the commission shall have no power
 25 to impose the sales tax authorized pursuant to this section unless and until the commission shall
 26 again have submitted another proposal to authorize the commission to impose the sales tax
 27 authorized by this section and such proposal is approved by the required majority of the qualified
 28 voters of the district voting on such proposal; however, in no event shall a proposal pursuant to
 29 this section be submitted to the voters sooner than twelve months from the date of the last
 30 submission of a proposal pursuant to this section.

31 3. All revenue received by a district from the tax authorized pursuant to this section shall
 32 be deposited in a special trust fund and shall be used solely for providing jail services and court
 33 facilities and equipment for such district for so long as the tax shall remain in effect.

34 4. Once the tax authorized by this section is abolished or terminated by any means, all
 35 funds remaining in the special trust fund shall be used solely for providing jail services and court
 36 facilities and equipment for the district. Any funds in such special trust fund which are not
 37 needed for current expenditures may be invested by the commission in accordance with
 38 applicable laws relating to the investment of other county funds.

39 5. All sales taxes collected by the director of revenue pursuant to this section on behalf
 40 of any district, less one percent for cost of collection which shall be deposited in the state's
 41 general revenue fund after payment of premiums for surety bonds as provided in section 32.087,
 42 shall be deposited in a special trust fund, which is hereby created, to be known as the "Regional
 43 Jail District Sales Tax Trust Fund". The moneys in the regional jail district sales tax trust fund
 44 shall not be deemed to be state funds and shall not be commingled with any funds of the state.
 45 The director of revenue shall keep accurate records of the amount of money in the trust fund
 46 which was collected in each district imposing a sales tax pursuant to this section, and the records
 47 shall be open to the inspection of officers of each member county and the public. Not later than
 48 the tenth day of each month the director of revenue shall distribute all moneys deposited in the
 49 trust fund during the preceding month to the district which levied the tax. Such funds shall be
 50 deposited with the treasurer of each such district, and all expenditures of funds arising from the

51 regional jail district sales tax trust fund shall be paid pursuant to an appropriation adopted by the
52 commission and shall be approved by the commission. Expenditures may be made from the fund
53 for any function authorized in the order adopted by the commission submitting the regional jail
54 district tax to the voters.

55 6. The director of revenue may authorize the state treasurer to make refunds from the
56 amounts in the trust fund and credited to any district for erroneous payments and overpayments
57 made, and may redeem dishonored checks and drafts deposited to the credit of such districts.
58 If any district abolishes the tax, the commission shall notify the director of revenue of the action
59 at least ninety days prior to the effective date of the repeal, and the director of revenue may order
60 retention in the trust fund, for a period of one year, of two percent of the amount collected after
61 receipt of such notice to cover possible refunds or overpayment of the tax and to redeem
62 dishonored checks and drafts deposited to the credit of such accounts. After one year has elapsed
63 after the effective date of abolition of the tax in such district, the director of revenue shall remit
64 the balance in the account to the district and close the account of that district. The director of
65 revenue shall notify each district in each instance of any amount refunded or any check redeemed
66 from receipts due the district.

67 7. Except as provided in this section, all provisions of sections 32.085 and 32.087 shall
68 apply to the tax imposed pursuant to this section.

69 8. The provisions of this section shall expire September 30, 2015.

238.235. 1. (1) Any transportation development district may by resolution impose a
2 transportation development district sales tax on all retail sales made in such transportation
3 development district which are subject to taxation pursuant to the provisions of sections 144.010
4 to 144.525, except such transportation development district sales tax shall not apply to the sale
5 or use of motor vehicles, trailers, boats or outboard motors [~~nor to all sales of electricity or
6 electrical current, water and gas, natural or artificial, nor to sales of service to telephone
7 subscribers, either local or long distance~~]. Such transportation development district sales tax
8 may be imposed for any transportation development purpose designated by the transportation
9 development district in its ballot of submission to its qualified voters, except that no resolution
10 enacted pursuant to the authority granted by this section shall be effective unless:

11 (a) The board of directors of the transportation development district submits to the
12 qualified voters of the transportation development district a proposal to authorize the board of
13 directors of the transportation development district to impose or increase the levy of an existing
14 tax pursuant to the provisions of this section; or

15 (b) The voters approved the question certified by the petition filed pursuant to subsection
16 5 of section 238.207.

17 (2) If the transportation district submits to the qualified voters of the transportation
18 development district a proposal to authorize the board of directors of the transportation
19 development district to impose or increase the levy of an existing tax pursuant to the provisions
20 of paragraph (a) of subdivision (1) of this subsection, the ballot of submission shall contain, but
21 need not be limited to, the following language:

22 Shall the transportation development district of (transportation development
23 district's name) impose a transportation development district-wide sales tax at the rate of
24 (insert amount) for a period of (insert number) years from the date on which such tax is
25 first imposed for the purpose of (insert transportation development purpose)?

26 YES NO

27

28 If you are in favor of the question, place an "X" in the box opposite "YES". If you are opposed
29 to the question, place an "X" in the box opposite "NO".

30

31 If a majority of the votes cast on the proposal by the qualified voters voting thereon are in favor
32 of the proposal, then the resolution and any amendments thereto shall be in effect. If a majority
33 of the votes cast by the qualified voters voting are opposed to the proposal, then the board of
34 directors of the transportation development district shall have no power to impose the sales tax
35 authorized by this section unless and until the board of directors of the transportation
36 development district shall again have submitted another proposal to authorize it to impose the
37 sales tax pursuant to the provisions of this section and such proposal is approved by a majority
38 of the qualified voters voting thereon.

39 ~~(3) [The sales tax authorized by this section shall become effective on the first day of the~~
40 ~~second calendar quarter after the department of revenue receives notification of the tax.~~

41 ~~————(4) In each transportation development district in which a sales tax has been imposed in~~
42 ~~the manner provided by this section, every retailer shall add the tax imposed by the transportation~~
43 ~~development district pursuant to this section to the retailer's sale price, and when so added such~~
44 ~~tax shall constitute a part of the price, shall be a debt of the purchaser to the retailer until paid,~~
45 ~~and shall be recoverable at law in the same manner as the purchase price.~~

46 ~~————(5) In order to permit sellers required to collect and report the sales tax authorized by this~~
47 ~~section to collect the amount required to be reported and remitted, but not to change the~~
48 ~~requirements of reporting or remitting tax or to serve as a levy of the tax, and in order to avoid~~
49 ~~fractions of pennies, the transportation development district may establish appropriate brackets~~
50 ~~which shall be used in the district imposing a tax pursuant to this section in lieu of those brackets~~
51 ~~provided in section 144.285.~~

52 ———~~(6)~~ All revenue received by a transportation development district from the tax authorized
53 by this section which has been designated for a certain transportation development purpose shall
54 be deposited in a special trust fund and shall be used solely for such designated purpose. Upon
55 the expiration of the period of years approved by the qualified voters pursuant to subdivision (2)
56 of this subsection or if the tax authorized by this section is repealed pursuant to subsection ~~[6]~~
57 **4** of this section, all funds remaining in the special trust fund shall continue to be used solely for
58 such designated transportation development purpose. Any funds in such special trust fund which
59 are not needed for current expenditures may be invested by the board of directors in accordance
60 with applicable laws relating to the investment of other transportation development district
61 funds.

62 ~~[(7)]~~ **(4)** The sales tax may be imposed in increments of one-eighth of one percent, up
63 to a maximum of one percent on the receipts from the sale at retail of all tangible personal
64 property or taxable services at retail within the transportation development district adopting such
65 tax, if such property and services are subject to taxation by the state of Missouri pursuant to the
66 provisions of sections 144.010 to 144.525, except such transportation development district sales
67 tax shall not apply to the sale or use of motor vehicles, trailers, boats or outboard motors ~~[not to~~
68 ~~public utilities]~~. Any transportation development district sales tax imposed pursuant to this
69 section shall be imposed at a rate that shall be uniform throughout the district.

70 2. The resolution imposing the sales tax pursuant to this section shall impose upon all
71 sellers a tax for the privilege of engaging in the business of selling tangible personal property or
72 rendering taxable services at retail to the extent and in the manner provided in sections 144.010
73 to 144.525, and the rules and regulations of the director of revenue issued pursuant thereto;
74 except that the rate of the tax shall be the rate imposed by the resolution as the sales tax and the
75 tax shall be reported and returned to and collected by the transportation development district.

76 3. ~~[On and after the effective date of any tax imposed pursuant to this section, the~~
77 ~~director of revenue shall perform all functions incident to the administration, collection,~~
78 ~~enforcement, and operation of the tax, and the director of revenue shall collect, in addition to all~~
79 ~~other sales taxes imposed by law, the additional tax authorized pursuant to this section. The tax~~
80 ~~imposed pursuant to this section and the taxes imposed pursuant to all other laws of the state of~~
81 ~~Missouri shall be collected together and reported upon such forms and pursuant to such~~
82 ~~administrative rules and regulations as may be prescribed by the director of revenue.~~

83 ———~~4. (1) All applicable provisions contained in sections 144.010 to 144.525, governing the~~
84 ~~state sales tax, sections 32.085 and 32.087 and section 32.057, the uniform confidentiality~~
85 ~~provision, shall apply to the collection of the tax imposed by this section, except as modified in~~
86 ~~this section.~~

87 ———(2) All exemptions granted to agencies of government, organizations, persons and to the
88 sale of certain articles and items of tangible personal property and taxable services pursuant to
89 the provisions of sections 144.010 to 144.525 are hereby made applicable to the imposition and
90 collection of the tax imposed by this section.

91 ———(3) The same sales tax permit, exemption certificate and retail certificate required by
92 sections 144.010 to 144.525 for the administration and collection of the state sales tax shall
93 satisfy the requirements of this section, and no additional permit or exemption certificate or retail
94 certificate shall be required, except that the transportation development district may prescribe
95 a form of exemption certificate for an exemption from the tax imposed by this section.

96 ———(4) All discounts allowed the retailer pursuant to the provisions of the state sales tax laws
97 for the collection of and for payment of taxes pursuant to such laws are hereby allowed and made
98 applicable to any taxes collected pursuant to the provisions of this section.

99 ———(5) The penalties provided in section 32.057 and sections 144.010 to 144.525 for
100 violation of those sections are hereby made applicable to violations of this section.

101 ———(6) For the purpose of a sales tax imposed by a resolution pursuant to this section, all
102 retail sales except retail sales of motor vehicles shall be deemed to be consummated at the place
103 of business of the retailer unless the tangible personal property sold is delivered by the retailer
104 or the retailer's agent to an out-of-state destination or to a common carrier for delivery to an
105 out-of-state destination. In the event a retailer has more than one place of business in this state
106 which participates in the sale, the sale shall be deemed to be consummated at the place of
107 business of the retailer where the initial order for the tangible personal property is taken, even
108 though the order must be forwarded elsewhere for acceptance, approval of credit, shipment or
109 billing. A sale by a retailer's employee shall be deemed to be consummated at the place of
110 business from which the employee works.

111 ———5.] All sales taxes received by the transportation development district shall be deposited
112 by the director of revenue in a special fund to be expended for the purposes authorized in this
113 section. The director of revenue shall keep accurate records of the amount of money which was
114 collected pursuant to this section, and the records shall be open to the inspection of officers of
115 each transportation development district and the general public.

116 [6-] 4. (1) No transportation development district imposing a sales tax pursuant to this
117 section may repeal or amend such sales tax unless such repeal or amendment will not impair the
118 district's ability to repay any liabilities which it has incurred, money which it has borrowed or
119 revenue bonds, notes or other obligations which it has issued or which have been issued by the
120 commission or any local transportation authority to finance any project or projects.

121 (2) Whenever the board of directors of any transportation development district in which
122 a transportation development sales tax has been imposed in the manner provided by this section

123 receives a petition, signed by ten percent of the qualified voters calling for an election to repeal
124 such transportation development sales tax, the board of directors shall, if such repeal will not
125 impair the district's ability to repay any liabilities which it has incurred, money which it has
126 borrowed or revenue bonds, notes or other obligations which it has issued or which have been
127 issued by the commission or any local transportation authority to finance any project or projects,
128 submit to the qualified voters of such transportation development district a proposal to repeal the
129 transportation development sales tax imposed pursuant to the provisions of this section. If a
130 majority of the votes cast on the proposal by the qualified voters voting thereon are in favor of
131 the proposal to repeal the transportation development sales tax, then the resolution imposing the
132 transportation development sales tax, along with any amendments thereto, is repealed. If a
133 majority of the votes cast by the qualified voters voting thereon are opposed to the proposal to
134 repeal the transportation development sales tax, then the ordinance or resolution imposing the
135 transportation development sales tax, along with any amendments thereto, shall remain in effect.

136 ~~[7-]~~ **5.** Notwithstanding any provision of sections 99.800 to 99.865 and this section to
137 the contrary, the sales tax imposed by a district whose project is a public mass transportation
138 system shall not be considered economic activity taxes as such term is defined under sections
139 99.805 and 99.918 and shall not be subject to allocation under the provisions of subsection 3 of
140 section 99.845, or subsection 4 of section 99.957.

141 **6. After the effective date of any tax imposed under the provisions of this section,**
142 **the director of revenue shall perform all functions incident to the administration,**
143 **collection, enforcement, and operation of the tax and collect, in addition to the sales tax for**
144 **the state of Missouri, the additional tax authorized under the authority of this section. The**
145 **tax imposed under this section and the tax imposed under the sales tax law of the state of**
146 **Missouri shall be collected together and reported upon such forms and under such**
147 **administrative rules and regulations as may be prescribed by the director of revenue.**

148 **7. Except as provided in this section, all provisions of sections 32.085 to 32.087 shall**
149 **apply to the tax imposed under this section.**

238.410. 1. Any county transit authority established pursuant to section 238.400 may
2 impose a sales tax of up to one percent on all retail sales made in such county which are subject
3 to taxation under the provisions of sections 144.010 to 144.525. The tax authorized by this
4 section shall be in addition to any and all other sales taxes allowed by law, except that no sales
5 tax imposed under the provisions of this section shall be effective unless the governing body of
6 the county, on behalf of the transit authority, submits to the voters of the county, at a county or
7 state general, primary or special election, a proposal to authorize the transit authority to impose
8 a tax.

9 2. The ballot of submission shall contain, but need not be limited to, the following
10 language:

11 Shall the Transit Authority impose a countywide sales tax of (insert
12 amount) in order to provide revenues for the operation of transportation facilities operated by the
13 transit authority?

14 YES NO

15

16 If you are in favor of the question, place an "X" in the box opposite "YES". If you are opposed
17 to the question, place an "X" in the box opposite "NO".

18

19 If a majority of the votes cast on the proposal by the qualified voters voting thereon are in favor
20 of the proposal, then the tax shall become effective on the first day of the second calendar quarter
21 following notification to the department of revenue of adoption of the tax. If a majority of the
22 votes cast by the qualified voters voting are opposed to the proposal, then the transit authority
23 shall have no power to impose the sales tax authorized by this section unless and until another
24 proposal to authorize the transit authority to impose the sales tax authorized by this section has
25 been submitted and such proposal is approved by a majority of the qualified voters voting
26 thereon.

27 3. All revenue received by the transit authority from the tax authorized under the
28 provisions of this section shall be deposited in a special trust fund and shall be used solely by the
29 transit authority for construction, purchase, lease, maintenance and operation of transportation
30 facilities located within the county for so long as the tax shall remain in effect. Any funds in
31 such special trust fund which are not needed for current expenditures may be invested by the
32 transit authority in accordance with applicable laws relating to the investment of county funds.

33 4. No transit authority imposing a sales tax pursuant to this section may repeal or amend
34 such sales tax unless such repeal or amendment is submitted to and approved by the voters of the
35 county in the same manner as provided in subsection 1 of this section for approval of such tax.
36 Whenever the governing body of any county in which a sales tax has been imposed in the manner
37 provided by this section receives a petition, signed by ten percent of the registered voters of such
38 county voting in the last gubernatorial election, calling for an election to repeal such sales tax,
39 the governing body shall submit to the voters of such county a proposal to repeal the sales tax
40 imposed under the provisions of this section. If a majority of the votes cast on the proposal by
41 the registered voters voting thereon are in favor of the proposal to repeal the sales tax, then such
42 sales tax is repealed. If a majority of the votes cast by the registered voters voting thereon are
43 opposed to the proposal to repeal the sales tax, then such sales tax shall remain in effect.

44 5. The sales tax imposed under the provisions of this section shall impose upon all sellers
45 a tax for the privilege of engaging in the business of selling tangible personal property or
46 rendering taxable services at retail to the extent and in the manner provided in sections 144.010
47 to 144.525 and the rules and regulations of the director of revenue issued pursuant thereto;
48 except that the rate of the tax shall be the rate approved pursuant to this section. The amount
49 reported and returned to the director of revenue by the seller shall be computed on the basis of
50 the combined rate of the tax imposed by sections 144.010 to 144.525 and the tax imposed by this
51 section, plus any amounts imposed under other provisions of law.

52 6. After the effective date of any tax imposed under the provisions of this section, the
53 director of revenue shall perform all functions incident to the administration, collection,
54 enforcement, and operation of the tax, and the director of revenue shall collect in addition to the
55 sales tax for the state of Missouri the additional tax authorized under the authority of this section.
56 The tax imposed under this section and the tax imposed under the sales tax law of the state of
57 Missouri shall be collected together and reported upon such forms and under such administrative
58 rules and regulations as may be prescribed by the director of revenue. In order to permit sellers
59 required to collect and report the sales tax to collect the amount required to be reported and
60 remitted, but not to change the requirements of reporting or remitting tax or to serve as a levy
61 of the tax, and in order to avoid fractions of pennies, the applicable provisions of section 144.285
62 shall apply to all taxable transactions.

63 7. All applicable provisions contained in sections 144.010 to 144.525 governing the state
64 sales tax and section 32.057, the uniform confidentiality provision, shall apply to the collection
65 of the tax imposed by this section, except as modified in this section. All exemptions granted
66 to agencies of government, organizations, persons and to the sale of certain articles and items
67 of tangible personal property and taxable services under the provisions of sections 144.010 to
68 144.525 are hereby made applicable to the imposition and collection of the tax imposed by this
69 section. The same sales tax permit, exemption certificate and retail certificate required by
70 sections 144.010 to 144.525 for the administration and collection of the state sales tax shall
71 satisfy the requirements of this section, and no additional permit or exemption certificate or retail
72 certificate shall be required; except that the director of revenue may prescribe a form of
73 exemption certificate for an exemption from the tax imposed by this section. All discounts
74 allowed the retailer under the provisions of the state sales tax law for the collection of and for
75 payment of taxes under chapter 144 are hereby allowed and made applicable to any taxes
76 collected under the provisions of this section. The penalties provided in section 32.057 and
77 sections 144.010 to 144.525 for a violation of those sections are hereby made applicable to
78 violations of this section.

79 8. ~~[For the purposes of a sales tax imposed pursuant to this section, all retail sales shall~~
80 ~~be deemed to be consummated at the place of business of the retailer, except for tangible~~
81 ~~personal property sold which is delivered by the retailer or his agent to an out-of-state destination~~
82 ~~or to a common carrier for delivery to an out-of-state destination and except for the sale of motor~~
83 ~~vehicles, trailers, boats and outboard motors, which is provided for in subsection 12 of this~~
84 ~~section. In the event a retailer has more than one place of business in this state which~~
85 ~~participates in the sale, the sale shall be deemed to be consummated at the place of business of~~
86 ~~the retailer where the initial order for the tangible personal property is taken, even though the~~
87 ~~order must be forwarded elsewhere for acceptance, approval of credit, shipment or billing. A~~
88 ~~sale by a retailer's employee shall be deemed to be consummated at the place of business from~~
89 ~~which he works.~~

90 ~~9.]~~ All sales taxes collected by the director of revenue under this section on behalf of any
91 transit authority, less one percent for cost of collection which shall be deposited in the state's
92 general revenue fund after payment of premiums for surety bonds as provided in this section,
93 shall be deposited in the state treasury in a special trust fund, which is hereby created, to be
94 known as the "County Transit Authority Sales Tax Trust Fund". The moneys in the county
95 transit authority sales tax trust fund shall not be deemed to be state funds and shall not be
96 commingled with any funds of the state. The director of revenue shall keep accurate records of
97 the amount of money in the trust fund which was collected in each transit authority imposing a
98 sales tax under this section, and the records shall be open to the inspection of officers of the
99 county and the public. Not later than the tenth day of each month the director of revenue shall
100 distribute all moneys deposited in the trust fund during the preceding month to the transit
101 authority which levied the tax.

102 ~~[10.]~~ 9. The director of revenue may authorize the state treasurer to make refunds from
103 the amounts in the trust fund and credited to any transit authority for erroneous payments and
104 overpayments made, and may authorize the state treasurer to redeem dishonored checks and
105 drafts deposited to the credit of such transit authorities. If any transit authority abolishes the tax,
106 the transit authority shall notify the director of revenue of the action at least ninety days prior to
107 the effective date of the repeal and the director of revenue may order retention in the trust fund,
108 for a period of one year, of two percent of the amount collected after receipt of such notice to
109 cover possible refunds or overpayment of the tax and to redeem dishonored checks and drafts
110 deposited to the credit of such accounts. After one year has elapsed after the effective date of
111 abolition of the tax in such transit authority, the director of revenue shall authorize the state
112 treasurer to remit the balance in the account to the transit authority and close the account of that
113 transit authority. The director of revenue shall notify each transit authority of each instance of
114 any amount refunded or any check redeemed from receipts due the transit authority. The director

115 of revenue shall annually report on his management of the trust fund and administration of the
116 sales taxes authorized by this section. He shall provide each transit authority imposing the tax
117 authorized by this section with a detailed accounting of the source of all funds received by him
118 for the transit authority.

119 ~~[11-]~~ **10.** The director of revenue and any of his deputies, assistants and employees who
120 shall have any duties or responsibilities in connection with the collection, deposit, transfer,
121 transmittal, disbursement, safekeeping, accounting, or recording of funds which come into the
122 hands of the director of revenue under the provisions of this section shall enter a surety bond or
123 bonds payable to any and all transit authorities in whose behalf such funds have been collected
124 under this section in the amount of one hundred thousand dollars; but the director of revenue
125 may enter into a blanket bond or bonds covering himself and all such deputies, assistants and
126 employees. The cost of the premium or premiums for the surety bond or bonds shall be paid by
127 the director of revenue from the share of the collection retained by the director of revenue for the
128 benefit of the state.

129 ~~[12-]~~ **11.** Sales taxes imposed pursuant to this section and use taxes on the purchase and
130 sale of motor vehicles, trailers, boats, and outboard motors shall not be collected and remitted
131 by the seller, but shall be collected by the director of revenue at the time application is made for
132 a certificate of title, if the address of the applicant is within a county where a sales tax is imposed
133 under this section. The amounts so collected, less the one percent collection cost, shall be
134 deposited in the county transit authority sales tax trust fund. The purchase or sale of motor
135 vehicles, trailers, boats, and outboard motors shall be deemed to be consummated at the address
136 of the applicant. As used in this subsection, the term "boat" shall only include motorboats and
137 vessels as the terms "motorboat" and "vessel" are defined in section 306.010.

138 ~~[13-]~~ **12.** In any county where the transit authority sales tax has been imposed, if any
139 person is delinquent in the payment of the amount required to be paid by him under this section
140 or in the event a determination has been made against him for taxes and penalty under this
141 section, the limitation for bringing suit for the collection of the delinquent tax and penalty shall
142 be the same as that provided in sections 144.010 to 144.525. Where the director of revenue has
143 determined that suit must be filed against any person for the collection of delinquent taxes due
144 the state under the state sales tax law, and where such person is also delinquent in payment of
145 taxes under this section, the director of revenue shall notify the transit authority to which
146 delinquent taxes are due under this section by United States registered mail or certified mail at
147 least ten days before turning the case over to the attorney general. The transit authority, acting
148 through its attorney, may join in such suit as a party plaintiff to seek a judgment for the
149 delinquent taxes and penalty due such transit authority. In the event any person fails or refuses
150 to pay the amount of any sales tax due under this section, the director of revenue shall promptly

151 notify the transit authority to which the tax would be due so that appropriate action may be taken
152 by the transit authority.

153 ~~[14.]~~ **13.** Where property is seized by the director of revenue under the provisions of any
154 law authorizing seizure of the property of a taxpayer who is delinquent in payment of the tax
155 imposed by the state sales tax law, and where such taxpayer is also delinquent in payment of any
156 tax imposed by this section, the director of revenue shall permit the transit authority to join in
157 any sale of property to pay the delinquent taxes and penalties due the state and to the transit
158 authority under this section. The proceeds from such sale shall first be applied to all sums due
159 the state, and the remainder, if any, shall be applied to all sums due such transit authority under
160 this section.

161 ~~[15. The transit authority created under the provisions of sections 238.400 to 238.412~~
162 ~~shall notify any and all affected businesses of the change in tax rate caused by the imposition of~~
163 ~~the tax authorized by sections 238.400 to 238.412.~~

164 ~~—————16.]~~ **14.** In the event that any transit authority in any county with a charter form of
165 government and with more than two hundred fifty thousand but fewer than three hundred fifty
166 thousand inhabitants submits a proposal in any election to increase the sales tax under this
167 section, and such proposal is approved by the voters, the county shall be reimbursed for the costs
168 of submitting such proposal from the funds derived from the tax levied under this section.

169 **15. Except as provided in sections 238.400 to 238.412, all provisions of sections**
170 **32.085 to 32.087 shall apply to the tax imposed under sections 238.410 to 238.412.**

~~[66.601. The duties of the director of revenue with respect to the
2 allocation, division and distribution of sales and use tax proceeds determined to
3 be due any county of the first classification having a charter form of government
4 and having a population of nine hundred thousand or more inhabitants and all
5 municipalities within such county, resulting from taxes levied or imposed under
6 the authority of sections 66.600 to 66.630, section 144.748, and sections 94.850
7 to 94.857, may be delegated to the county levying the county sales tax under
8 sections 66.600 to 66.630, at the discretion of the director of revenue and with the
9 consent of the county. Notwithstanding the provisions of section 32.057 to the
10 contrary, if such duties are so assigned, the director of revenue shall furnish the
11 county with sufficient information to perform such duties in such form as may be
12 agreed upon by the director and the county at no cost to the county. The county
13 shall be bound by the provisions of section 32.057, and shall use any information
14 provided by the director of revenue under the provisions of this section solely for
15 the purpose of allocating, dividing and distributing such sales and use tax
16 revenues. The county shall exercise all of the director's powers and duties with
17 respect to such allocation, division and distribution, and shall receive no fee for
18 carrying out such powers and duties.]~~

19

2 ~~[67.1713. Beginning January 1, 2002, there is hereby specifically~~
3 ~~exempted from the tax imposed pursuant to section 67.1712 all sales of food as~~
4 ~~defined by section 144.014.]~~

2 ~~[67.1971. All entities remitting the sales tax authorized pursuant to~~
3 ~~section 67.1959 shall have their liability reduced by an amount equal to~~
4 ~~twenty-five percent of any taxes collected and remitted pursuant to sections~~
5 ~~94.802 to 94.805.]~~

2 ~~[144.069. All sales taxes associated with the titling of motor vehicles;~~
3 ~~trailers, boats and outboard motors under the laws of Missouri shall be imposed~~
4 ~~at the rate in effect at the location of the address of the owner thereof, and all~~
5 ~~sales taxes associated with the titling of vehicles under leases of over sixty-day~~
6 ~~duration of motor vehicles, trailers, boats and outboard motors shall be imposed~~
7 ~~at the rate in effect, unless the vehicle, trailer, boat or motor has been registered~~
8 ~~and sales taxes have been paid prior to the consummation of the lease agreement~~
9 ~~at the location of the address of the lessee thereof on the date the lease is~~
10 ~~consummated, and all applicable sales taxes levied by any political subdivision~~
11 ~~shall be collected and remitted on such sales from the purchaser or lessee by the~~
12 ~~state department of revenue on that basis.]~~

2 ~~[144.517. In addition to the exemptions granted pursuant to section~~
3 ~~144.030, there shall also be exempted from state sales and use taxes all sales of~~
4 ~~textbooks, as defined by section 170.051, when such textbook is purchased by a~~
5 ~~student who possesses proof of current enrollment at any Missouri public or~~
6 ~~private university, college or other postsecondary institution of higher learning~~
7 ~~offering a course of study leading to a degree in the liberal arts, humanities or~~
8 ~~sciences or in a professional, vocational or technical field, provided that the~~
9 ~~books which are exempt from state sales tax are those required or recommended~~
10 ~~for a class. Upon request the institution or department must provide at least one~~
11 ~~list of textbooks to the bookstore each semester. Alternately, the student may~~
12 ~~provide to the bookstore a list from the instructor, department or institution of his~~
13 ~~or her required or recommended textbooks. This exemption shall not apply to~~
14 ~~any locally imposed sales or use tax.]~~

2 ~~[144.605. The following words and phrases as used in sections 144.600~~
3 ~~to 144.745 mean and include:~~

4 ~~—— (1) "Calendar quarter", the period of three consecutive calendar months~~
5 ~~ending on March thirty-first, June thirtieth, September thirtieth or December~~
6 ~~thirty-first;~~

6 ~~—— (2) "Engages in business activities within this state" includes:~~

7 ~~—— (a) Maintaining or having a franchisee or licensee operating under the~~
8 ~~seller's trade name in this state if the franchisee or licensee is required to collect~~
9 ~~sales tax pursuant to sections 144.010 to 144.525;~~
10 ~~—— (b) Soliciting sales or taking orders by sales agents or traveling~~
11 ~~representatives;~~
12 ~~—— (c) A vendor is presumed to engage in business activities within this state~~
13 ~~if any person, other than a common carrier acting in its capacity as such, that has~~
14 ~~substantial nexus with this state:~~
15 ~~—— a. Sells a similar line of products as the vendor and does so under the~~
16 ~~same or a similar business name;~~
17 ~~—— b. Maintains an office, distribution facility, warehouse, or storage place,~~
18 ~~or similar place of business in the state to facilitate the delivery of property or~~
19 ~~services sold by the vendor to the vendor's customers;~~
20 ~~—— c. Delivers, installs, assembles, or performs maintenance services for the~~
21 ~~vendor's customers within the state;~~
22 ~~—— d. Facilitates the vendor's delivery of property to customers in the state~~
23 ~~by allowing the vendor's customers to pick up property sold by the vendor at an~~
24 ~~office, distribution facility, warehouse, storage place, or similar place of business~~
25 ~~maintained by the person in the state; or~~
26 ~~—— e. Conducts any other activities in the state that are significantly~~
27 ~~associated with the vendor's ability to establish and maintain a market in the state~~
28 ~~for the sales;~~
29 ~~—— (d) The presumption in paragraph (c) may be rebutted by demonstrating~~
30 ~~that the person's activities in the state are not significantly associated with the~~
31 ~~vendor's ability to establish or maintain a market in this state for the vendor's~~
32 ~~sales;~~
33 ~~—— (e) Notwithstanding paragraph (c), a vendor shall be presumed to engage~~
34 ~~in business activities within this state if the vendor enters into an agreement with~~
35 ~~one or more residents of this state under which the resident, for a commission or~~
36 ~~other consideration, directly or indirectly refers potential customers, whether by~~
37 ~~a link on an internet website, an in-person oral presentation, telemarketing, or~~
38 ~~otherwise, to the vendor, if the cumulative gross receipts from sales by the vendor~~
39 ~~to customers in the state who are referred to the vendor by all residents with this~~
40 ~~type of an agreement with the vendor is in excess of ten thousand dollars during~~
41 ~~the preceding twelve months;~~
42 ~~—— (f) The presumption in paragraph (e) may be rebutted by submitting proof~~
43 ~~that the residents with whom the vendor has an agreement did not engage in any~~
44 ~~activity within the state that was significantly associated with the vendor's ability~~
45 ~~to establish or maintain the vendor's market in the state during the preceding~~
46 ~~twelve months. Such proof may consist of sworn written statements from all of~~
47 ~~the residents with whom the vendor has an agreement stating that they did not~~
48 ~~engage in any solicitation in the state on behalf of the vendor during the~~

49 preceding year provided that such statements were provided and obtained in good
50 faith;

51 ~~———— (3) "Maintains a place of business in this state" includes maintaining,~~
52 ~~occupying, or using, permanently or temporarily, directly or indirectly, by~~
53 ~~whatever name called, an office, place of distribution, sales or sample room or~~
54 ~~place, warehouse or storage place, or other place of business in this state, whether~~
55 ~~owned or operated by the vendor or by any other person other than a common~~
56 ~~carrier acting in its capacity as such;~~

57 ~~———— (4) "Person", any individual, firm, copartnership, joint venture,~~
58 ~~association, corporation, municipal or private, and whether organized for profit~~
59 ~~or not, state, county, political subdivision, state department, commission, board,~~
60 ~~bureau or agency, except the state transportation department, estate, trust,~~
61 ~~business trust, receiver or trustee appointed by the state or federal court,~~
62 ~~syndicate, or any other group or combination acting as a unit, and the plural as~~
63 ~~well as the singular number;~~

64 ~~———— (5) "Purchase", the acquisition of the ownership of, or title to, tangible~~
65 ~~personal property, through a sale, as defined herein, for the purpose of storage,~~
66 ~~use or consumption in this state;~~

67 ~~———— (6) "Purchaser", any person who is the recipient for a valuable~~
68 ~~consideration of any sale of tangible personal property acquired for use, storage~~
69 ~~or consumption in this state;~~

70 ~~———— (7) "Sale", any transfer, barter or exchange of the title or ownership of~~
71 ~~tangible personal property, or the right to use, store or consume the same, for a~~
72 ~~consideration paid or to be paid, and any transaction whether called leases,~~
73 ~~rentals, bailments, loans, conditional sales or otherwise, and notwithstanding that~~
74 ~~the title or possession of the property or both is retained for security. For the~~
75 ~~purpose of this law the place of delivery of the property to the purchaser, user,~~
76 ~~storer or consumer is deemed to be the place of sale, whether the delivery be by~~
77 ~~the vendor or by common carriers, private contractors, mails, express, agents,~~
78 ~~salesmen, solicitors, hawkers, representatives, consignors, peddlers, canvassers~~
79 ~~or otherwise;~~

80 ~~———— (8) "Sales price", the consideration including the charges for services,~~
81 ~~except charges incident to the extension of credit, paid or given, or contracted to~~
82 ~~be paid or given, by the purchaser to the vendor for the tangible personal~~
83 ~~property, including any services that are a part of the sale, valued in money,~~
84 ~~whether paid in money or otherwise, and any amount for which credit is given to~~
85 ~~the purchaser by the vendor, without any deduction therefrom on account of the~~
86 ~~cost of the property sold, the cost of materials used, labor or service cost, losses~~
87 ~~or any other expenses whatsoever, except that cash discounts allowed and taken~~
88 ~~on sales shall not be included and "sales price" shall not include the amount~~
89 ~~charged for property returned by customers upon rescission of the contract of~~
90 ~~sales when the entire amount charged therefor is refunded either in cash or credit~~
91 ~~or the amount charged for labor or services rendered in installing or applying the~~

92 property sold, the use, storage or consumption of which is taxable pursuant to
 93 sections 144.600 to 144.745. In determining the amount of tax due pursuant to
 94 sections 144.600 to 144.745, any charge incident to the extension of credit shall
 95 be specifically exempted;

96 ~~———— (9) "Selling agent", every person acting as a representative of a principal;~~
 97 ~~when such principal is not registered with the director of revenue of the state of~~
 98 ~~Missouri for the collection of the taxes imposed pursuant to sections 144.010 to~~
 99 ~~144.525 or sections 144.600 to 144.745 and who receives compensation by~~
 100 ~~reason of the sale of tangible personal property of the principal, if such property~~
 101 ~~is to be stored, used, or consumed in this state;~~

102 ~~———— (10) "Storage", any keeping or retention in this state of tangible personal~~
 103 ~~property purchased from a vendor, except property for sale or property that is~~
 104 ~~temporarily kept or retained in this state for subsequent use outside the state;~~

105 ~~———— (11) "Tangible personal property", all items subject to the Missouri sales~~
 106 ~~tax as provided in subdivisions (1) and (3) of section 144.020;~~

107 ~~———— (12) "Taxpayer", any person remitting the tax or who should remit the tax~~
 108 ~~levied by sections 144.600 to 144.745;~~

109 ~~———— (13) "Use", the exercise of any right or power over tangible personal~~
 110 ~~property incident to the ownership or control of that property, except that it does~~
 111 ~~not include the temporary storage of property in this state for subsequent use~~
 112 ~~outside the state, or the sale of the property in the regular course of business;~~

113 ~~———— (14) "Vendor", every person engaged in making sales of tangible~~
 114 ~~personal property by mail order, by advertising, by agent or peddling tangible~~
 115 ~~personal property, soliciting or taking orders for sales of tangible personal~~
 116 ~~property, for storage, use or consumption in this state, all salesmen, solicitors,~~
 117 ~~hawkers, representatives, consignees, peddlers or canvassers, as agents of the~~
 118 ~~dealers, distributors, consignors, supervisors, principals or employers under~~
 119 ~~whom they operate or from whom they obtain the tangible personal property sold~~
 120 ~~by them, and every person who maintains a place of business in this state,~~
 121 ~~maintains a stock of goods in this state, or engages in business activities within~~
 122 ~~this state and every person who engages in this state in the business of acting as~~
 123 ~~a selling agent for persons not otherwise vendors as defined in this subdivision.~~
 124 ~~Irrespective of whether they are making sales on their own behalf or on behalf of~~
 125 ~~the dealers, distributors, consignors, supervisors, principals or employers, they~~
 126 ~~must be regarded as vendors and the dealers, distributors, consignors,~~
 127 ~~supervisors, principals or employers must be regarded as vendors for the~~
 128 ~~purposes of sections 144.600 to 144.745.]~~

129
 2 ~~144.1000. Sections 144.1000 to 144.1015 shall be known as and referred~~
 3 ~~to as the "Simplified Sales and Use Tax Administration Act".]~~

2 ~~[144.1003. As used in sections 144.1000 to 144.1015, the following~~
 terms shall mean: (1) "Agreement", the streamlined sales and use tax agreement;

3 (2) "~~Certified automated system~~", software certified jointly by the states that are
4 signatories to the agreement to calculate the tax imposed by each jurisdiction on
5 a transaction, determine the amount of tax to remit to the appropriate state and
6 maintain a record of the transaction; (3) "~~Certified service provider~~", an agent
7 certified jointly by the states that are signatories to the agreement to perform all
8 of the seller's sales tax functions; (4) "~~Person~~", an individual, trust, estate,
9 fiduciary, partnership, limited liability company, limited liability partnership,
10 corporation or any other legal entity; (5) "~~Sales tax~~", any sales tax levied
11 pursuant to this chapter, section 32.085, or any other sales tax authorized by
12 statute and levied by this state or its political subdivisions; (6) "~~Seller~~", any
13 person making sales, leases or rentals of personal property or services; (7)
14 "~~State~~", any state of the United States and the District of Columbia; (8) "~~Use
15 tax~~", the use tax levied pursuant to this chapter.]
16

2 [144.1006. For the purposes of reviewing and, if necessary, amending the
3 agreement embodying the simplification recommendations contained in section
4 144.1015, the state may enter into multistate discussions. For purposes of such
5 discussions, the state shall be represented by seven delegates, one of whom shall
6 be appointed by the governor, two members appointed by the speaker of the
7 house of representatives, one member appointed by the minority leader of the
8 house of representatives, two members appointed by the president pro tempore
9 of the senate and one member appointed by the minority leader of the senate.
10 The delegates need not be members of the general assembly and at least one of
11 the delegates appointed by the speaker of the house of representatives and one
12 member appointed by the president pro tempore of the senate shall be from the
13 private sector and represent the interests of Missouri businesses. The delegates
14 shall recommend to the committees responsible for reviewing tax issues in the
15 senate and the house of representatives each year any amendment of state statutes
16 required to be substantially in compliance with the agreement. Such delegates
17 shall make a written report by the fifteenth day of January each year regarding the
18 status of the multistate discussions and upon final adoption of the terms of the
19 sales and use tax agreement by the multistate body.]

2 [144.1009. No provision of the agreement authorized by sections
3 144.1000 to 144.1015 in whole or in part invalidates or amends any provision of
4 the law of this state. Implementation of any condition of this agreement in this
5 state, whether adopted before, at, or after membership of this state in the
6 agreement, must be by action of the general assembly. Such report shall be
7 delivered to the governor, the secretary of state, the president pro tempore of the
8 senate and the speaker of the house of representatives and shall simultaneously
9 be made publicly available by the secretary of state to any person requesting a
10 copy.]

2 ~~[144.1012. Unless five of the seven delegates agree, the delegates shall~~
3 ~~not enter into or vote for any streamlined sales and use tax agreement that:~~
4 ~~—— (1) Requires adoption of a definition of any term that would cause any~~
5 ~~item or transaction that is now excluded or exempted from sales or use tax to~~
6 ~~become subject to sales or use tax;~~
7 ~~—— (2) Requires the state of Missouri to fully exempt or fully apply sales~~
8 ~~taxes to the sale of food or any other item;~~
9 ~~—— (3) Restricts the ability of local governments under statutes in effect on~~
10 ~~August 28, 2002, to enact one or more local taxes on one or more items without~~
11 ~~application of the tax to all sales within the taxing jurisdiction, however,~~
12 ~~restriction of any such taxes allowed by statutes effective after August 28, 2002,~~
13 ~~may be supported;~~
14 ~~—— (4) Provides for adoption of any uniform rate structure that would result~~
15 ~~in a tax increase for any Missouri taxpayer;~~
16 ~~—— (5) Affects the sourcing of sales tax transactions; or~~
17 ~~—— (6) Prohibits limitations or thresholds on the application of sales and use~~
18 ~~tax rates or prohibits any current sales or use tax exemption in the state of~~
19 ~~Missouri, including exemptions that are based on the value of the transaction or~~
20 ~~item.]~~

2 ~~[144.1015. In addition to the requirements of section 144.1012, the~~
3 ~~delegates should consider the following features when deciding whether or not~~
4 ~~to enter into any streamlined sales and use tax agreement:~~
5 ~~—— (1) The agreement should address the limitation of the number of state~~
6 ~~rates over time;~~
7 ~~—— (2) The agreement should establish uniform standards for administration~~
8 ~~of exempt sales and the form used for filing sales and use tax returns and~~
9 ~~remittances;~~
10 ~~—— (3) The agreement should require the state to provide a central, electronic~~
11 ~~registration system that allows a seller to register to collect and remit sales and~~
12 ~~use taxes for all signatory states;~~
13 ~~—— (4) The agreement should provide that registration with the central~~
14 ~~registration system and the collection of sales and use taxes in the signatory states~~
15 ~~will not be used as a factor in determining whether the seller has nexus with a~~
16 ~~state for any tax;~~
17 ~~—— (5) The agreement should provide for reduction of the burdens of~~
18 ~~complying with local sales and use taxes through the following so long as they~~
19 ~~do not conflict with the provisions of section 144.1012:~~
20 ~~—— (a) Restricting variances between the state and local tax bases;~~
21 ~~—— (b) Requiring states to administer any sales and use taxes levied by local~~
22 ~~jurisdictions within the state so that sellers collecting and remitting these taxes~~
23 ~~will not have to register or file returns with, remit funds to, or be subject to~~
~~independent audits from local taxing jurisdictions;~~

- 24 ~~———— (c) Restricting the frequency of changes in the local sales and use tax~~
25 ~~rates and setting effective dates for the application of local jurisdictional~~
26 ~~boundary changes to local sales and use taxes; and~~
27 ~~———— (d) Providing notice of changes in local sales and use tax rates and of~~
28 ~~changes in the boundaries of local taxing jurisdictions;~~
29 ~~———— (6) The agreement should outline any monetary allowances that are to be~~
30 ~~provided by the states to sellers or certified service providers. The agreement~~
31 ~~must allow for a joint public and private sector study of the compliance cost on~~
32 ~~sellers and certified service providers to collect sales and use taxes for state and~~
33 ~~local governments under various levels of complexity to be completed by July 1,~~
34 ~~2003;~~
35 ~~———— (7) The agreement should require each state to certify compliance with~~
36 ~~the terms of the agreement prior to joining and to maintain compliance, under the~~
37 ~~laws of the member state, with all provisions of the agreement while a member,~~
38 ~~only if the agreement and any amendment thereto complies with the provisions~~
39 ~~of section 144.1012;~~
40 ~~———— (8) The agreement should require each state to adopt a uniform policy for~~
41 ~~certified service providers that protects the privacy of consumers and maintains~~
42 ~~the confidentiality of tax information; and~~
43 ~~———— (9) The agreement should provide for the appointment of an advisory~~
44 ~~council of private sector representatives and an advisory council of nonmember~~
45 ~~state representatives to consult with in the administration of the agreement.]~~
46

Section B. This act shall become effective on January 1, 2019.

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