

HB 718 -- TAX CREDIT REFORM

SPONSOR: Curtman

This bill eliminates tax credits by creating an ending date to authorize and issue the credits. The last date to authorize economic development credits is August 28, 2017 and these credits must be issued by June 30, 2018. All other credits cannot be authorized or issued after December 31, 2017. Any credit issued before the ending date may be carried forward as provided by that credit, but not more than 10 years. The amount of tax credits redeemed each year will be limited based on the Office of Administration's redeemable tax credit budget as approved by a constitutional majority of both chambers of the General Assembly in conjunction with the annual state budget. By October 1, each department with credits issued, but not redeemed, will submit to the budget director the estimated amount of credits eligible for redemption for the following fiscal year. The credits that could have a carryover and need reviewed include: development tax credits, neighborhood assistance tax credits, new generation cooperative tax credits, and affordable housing tax credits issued under Section 32.115, RSMo; sporting event support contract tax credits issued under Sections 67.3000 and 67.3005; infrastructure tax credits issued under Section 100.286; bond guarantee tax credits issued under Section 100.297; business use incentives for large-scale development programs issued under Section 100.850; business facility tax credits issued under Section 135.110; training employees tax credits issued under Section 135.235; retained business facility tax credits under Section 135.279; wood energy producers tax credits under Section 135.305; low-income housing tax credits issued under Section 135.352; neighborhood preservation tax credits issued under Section 135.481; disabled access tax credits issued under Section 135.490; certified capital company tax credits and community development corporations tax credits issued under Section 135.503; rebuilding communities tax credits issued under Section 135.535; qualified beef tax credits issued under Section 135.679; meat processing facility investment tax credits issued under Section 135.686; wine and grape production tax credits issued under Section 135.700; film production companies tax credits issued under Section 135.750; enhanced enterprise zone tax credits issued under Sections 135.967 and 135.968; freight line company private car ad valorem tax credits issued under Section 137.1018; self-employed health insurance tax credits issued under Section 143.119; bank tax credits for S corporations issued under Section 143.471; bank franchise tax credits issued under Section 148.064; exam fee tax credits issued under Section 148.400; corporate franchise income tax credits issued under Section 148.620; S corporation shareholders of associations tax credits issued under Sections 148.655 and 148.657; Missouri health care

access fund donations tax credits issued under Section 191.1056; family development account tax credits issued under Section 208.770; historic preservation tax credits issued under Section 253.550; agricultural product utilization contributor tax credits and new generation cooperative incentive tax credits issued under Section 348.434; family farm breeding livestock loan tax credits issued under Section 348.505; property and casualty guaranty tax credits issued under Section 375.774; life and health insurance guaranty tax credits issued under Section 376.745; health insurance pool tax credits issued under Section 376.975; brownfield redevelopment program tax credits issued under Section 447.708; small business incubator tax credits issued under Section 620.495; Missouri works community college new jobs training and job retention training credits issued under Sections 620.800 to 620.809; Missouri works program credits issued under Sections 620.2000 to 620.2020; and the shared care tax credits issued under Section 660.055.

This bill is similar to HB 2530 (2016).