

SCS SB 174 -- TAXATION OF FINANCIAL INSTITUTIONS

MISSOURI ADJUSTED GROSS INCOME

This bill exempts interest received on deposits held at a federal reserve bank from Missouri adjusted gross income (Section 143.121, RSMo).

BANK FRANCHISE TAX CREDIT

Currently, law provides for a tax credit for banking institutions to compensate for franchise taxes paid by banking institutions, as well as a tax credit that may be claimed in the event the corporate franchise tax is repealed by the General Assembly. Because the corporate franchise tax was repealed on January 1, 2016, for all tax years beginning on or after January 1, 2020, this bill disallows the tax credit designed to compensate for the franchise tax (Section 148.064).