

FIRST REGULAR SESSION

HOUSE BILL NO. 849

101ST GENERAL ASSEMBLY

INTRODUCED BY REPRESENTATIVE GRIFFITH.

1837H.011

DANA RADEMAN MILLER, Chief Clerk

AN ACT

To amend chapter 620, RSMo, by adding thereto two new sections relating to historic buildings.

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

Section A. Chapter 620, RSMo, is amended by adding thereto two new sections, to be known as sections 620.3200 and 620.3210, to read as follows:

620.3200. The department of economic development may, in addition to the fees provided under section 620.1900, charge a fee to the recipient of any tax credits issued by the department under the provisions of chapter 253 in an amount not to exceed one percent of the amount of tax credits issued. The fee shall be payable to the Missouri development finance board for the benefit of the capitol complex fund established pursuant to section 620.3210 and shall be paid by the recipient upon the issuance of the tax credits. The department of economic development shall issue invoices for fees payable under this section.

620.3210. 1. This section shall be known and may be cited as the "Capitol Complex Tax Credit Act".

2. As used in this section, the following terms mean:

- (1) "Board", the Missouri development finance board, a body corporate and politic created under sections 100.250 to 100.297 and sections 100.700 to 100.850;**
- (2) "Capitol complex", the following buildings located in Jefferson City, Missouri:**
 - (a) State capitol building, 201 West Capitol Avenue;**
 - (b) Supreme court building, 207 West High Street;**
 - (c) Old federal courthouse, 131 West High Street;**
 - (d) Highway building, 105 Capitol Avenue; and**

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.

- 11 (e) Governor's mansion, 100 Madison Street;
- 12 (3) "Certificate", a tax credit certificate issued under this section;
- 13 (4) "Department", the department of economic development;
- 14 (5) "Eligible artifact", any item of personal property specifically for display in a
15 building in the capitol complex or former fixtures that were previously owned by the state
16 and used within the capitol complex but have been removed. The board of public buildings
17 shall, in their sole discretion, make all determinations as to which items are eligible
18 artifacts and may employ such experts as may be useful in making such a determination;
- 19 (6) "Eligible artifact donation", a donation of an eligible artifact to the board of
20 public buildings. The value of such donation shall be set by the board of public buildings,
21 who may employ such experts as may be useful in making such a determination. The
22 board of public buildings shall, in their sole discretion, determine if an artifact is to be
23 accepted;
- 24 (7) "Eligible monetary donation", donations received from a qualified donor to the
25 capitol complex fund created in this section, or to an organization exempt from taxation
26 under 501(c)(3) of the Internal Revenue Service Code of 1986, as amended, whose mission
27 and purpose is to restore, renovate, improve, and maintain one or more buildings in the
28 capitol complex, that are to be used solely for projects to restore, renovate, improve, and
29 maintain buildings and their furnishings in the capitol complex and the administration
30 thereof. Eligible monetary donations may include:
- 31 (a) Cash, including checks, money orders, credit card payments, or similar cash
32 equivalents valued at the face value of the currency. Currency of other nations shall be
33 valued based on the exchange rate on the date of the gift. The date of the donation shall
34 be the date that cash or check is received by the applicant or the date posted to the donor's
35 account in the case of credit or debit cards;
- 36 (b) Stocks from a publicly traded company; and
- 37 (c) Bonds that are publicly traded;
- 38 (8) "Eligible recipient", the capitol complex fund, created in this section, or an
39 organization exempt from taxation under 501(c)(3) of the Internal Revenue Service Code
40 of 1986, as amended, whose mission and purpose is to restore, renovate, improve, and
41 maintain one or more buildings in the capitol complex;
- 42 (9) "Qualified donor", any of the following individuals or entities who make an
43 eligible monetary donation or eligible artifact donation to the capitol complex fund or
44 another eligible recipient:

45 (a) A person, firm, partner in a firm, corporation, or a shareholder in an S
46 corporation doing business in the state of Missouri and subject to the state income tax
47 imposed in chapter 143;

48 (b) An insurance company paying an annual tax on its gross premium receipts in
49 this state;

50 (c) Any other financial institution paying taxes to the state of Missouri or any
51 political subdivision of this state under chapter 148;

52 (d) An individual subject to the state income tax imposed in chapter 143; or

53 (e) Any charitable organization, including any foundation or not-for-profit
54 corporation, that is exempt from federal income tax and whose Missouri unrelated business
55 taxable income, if any, would be subject to the state income tax imposed under chapter 143.

56 3. There is hereby created a fund to be known as the "Capitol Complex Fund",
57 separate and distinct from all other board funds, that is hereby authorized to receive any
58 eligible monetary donation as provided in this section and revenues derived from fees
59 imposed pursuant to section 620.3200. The capitol complex fund shall be segregated into
60 two accounts: a rehabilitation and renovation account and a maintenance account. Ninety
61 percent of the revenues received from eligible monetary donations pursuant to the
62 provisions of this section and fees collected pursuant to section 620.3000 shall be deposited
63 in the rehabilitation and renovation account and seven and one-half percent of such
64 revenues shall be deposited in the maintenance account. The assets of these accounts,
65 together with any interest that may accrue thereon, shall be used by the board solely for
66 the purposes of restoration and maintenance of the buildings of the capitol complex as
67 defined in this section, and for no other purpose. The remaining two and one-half percent
68 of the revenues deposited into the fund may be used for the purposes of soliciting donations
69 to the fund, advertising and promoting the fund, and administering the fund. Any
70 amounts not used for those purposes shall be deposited back into the rehabilitation and
71 renovation account and the maintenance account, divided in the manner set forth in this
72 section. The board may, as an administrative cost, use the funds to hire fundraising
73 professionals and such other experts or advisors as necessary to carry out the board's
74 duties under this section. The choice of projects for which the moneys are to be used, as
75 well as the determination of the methods of carrying out the project and the procurement
76 of goods and services thereon, shall be made by the commissioner of administration. No
77 moneys shall be released from the fund for any expense without the approval of the
78 commissioner of administration, who may delegate that authority as the commissioner
79 deems appropriate. All contracts for rehabilitation, renovation, or maintenance work shall
80 be the responsibility of the commissioner of administration. A memorandum of

understanding may be executed between the commissioner of administration and the board determining the processes for obligation, reservation, and payment of eligible costs from the fund. The commissioner of administration shall not obligate costs in excess of the fund balance. The board shall not be responsible for any costs obligated in excess of available funds and shall be held harmless in any contracts related to rehabilitation, renovation, and maintenance of capitol complex buildings. No other board funds shall be used to pay obligations made by the commissioner of administration related to activities under this section.

4. For all tax years beginning on or after January 1, 2021, any qualified donor shall be allowed a credit against the taxes otherwise due under chapters 143 and 148, except for sections 143.191 to 143.265, in an amount of fifty percent of the eligible monetary donation. The amount of the tax credit claimed may exceed the amount of the donor's state income tax liability in the tax year for which the credit is claimed. Any amount of credit that exceeds the qualified donor's state income tax liability may be refundable or may be carried forward to any of the donor's four subsequent tax years.

5. For all tax years beginning on or after January 1, 2021, any qualified donor shall be allowed a credit against the taxes otherwise due under chapters 143 and 148, except for sections 143.191 to 143.265, in an amount of thirty percent of the eligible artifact donation. The amount of the tax credit claimed shall not exceed the amount of the qualified donor's state income tax liability in the tax year for which the credit is claimed. Any amount of credit that exceeds the qualified donor's state income tax liability shall not be refundable but may be carried forward to any of the donor's four subsequent tax years.

6. To claim a credit for an eligible monetary donation as set forth in subsection 4 of this section, a qualified donor shall make an eligible monetary donation to the board as custodian of the capitol complex fund or other eligible recipient. Upon receipt of such donation, the board or other eligible recipient shall issue to the qualified donor a statement evidencing receipt of such donation, including the value of such donation, with a copy to the department. Upon receipt of the statement from the board or eligible recipient, the department shall issue to the qualified donor a tax credit certificate equal to fifty percent of the amount of the donation, as indicated in the statement from the eligible recipient.

7. To claim a credit for an eligible artifact donation as set forth in subsection 5 of this section, a qualified donor shall donate an eligible artifact to the board of public buildings. If the board of public buildings determines that artifact is an eligible artifact and determines to accept the artifact, it shall issue a statement of donation to the qualified donor specifying the value placed on the artifact by the board of public buildings, with a copy to the department. Upon receiving a statement from the board of public buildings,

the department shall issue to the qualified donor a tax credit certificate equal to thirty percent of the amount of the donation, as indicated in the statement from the board of public buildings.

8. The department shall not authorize more than ten million dollars in tax credits provided under this section in any calendar year. Donations shall be processed for tax credits on a first-come, first-served basis. Donations received in excess of the tax credit cap shall be placed in line for tax credits issued the following year, or the qualified donor shall be given the opportunity to complete their donation without the expectation of a tax credit or shall request to have their donation returned.

9. Tax credits issued under the provisions of this section shall not be subject to the payment of any fee required under the provisions of section 620.1900.

10. Tax credits issued under this section may be assigned, transferred, sold, or otherwise conveyed, and the new owner of the tax credit shall have the same rights in the credit as the taxpayer originally issued the credit. If a tax credit is assigned, transferred, sold, or otherwise conveyed, a notarized endorsement shall be filed with the department specifying the name and address of the new owner of the tax credit and the value of the tax credit.

11. The department may promulgate rules to implement the provisions of this section. Any rule or portion of a rule, as that term is defined in section 536.010, that is created under the authority delegated in this section shall become effective only if it complies with and is subject to all of the provisions of chapter 536 and, if applicable, section 536.028. This section and chapter 536 are nonseverable, and if any of the powers vested with the general assembly pursuant to chapter 536 to review, to delay the effective date, or to disapprove and annul a rule are subsequently held unconstitutional, then the grant of rulemaking authority and any rule proposed or adopted after August 28, 2021, shall be invalid and void.

12. Pursuant to section 23.253 of the Missouri sunset act:

(1) The provisions of the new program authorized under this section shall sunset automatically six years after August 28, 2021, unless reauthorized by an act of the general assembly;

(2) If such program is reauthorized, the program authorized under this section shall sunset automatically twelve years after the effective date of the reauthorization; and

(3) This section shall terminate on September first of the calendar year immediately following the calendar year in which the program authorized under this section is sunset.

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