

HB 1139 -- INCOME TAX

SPONSOR: Eggleston

Currently, the top rate of income tax may be reduced over a period of years if certain triggers are met.

This bill replaces the current rates of tax on income based upon different levels of income of Missouri taxable income with a tax rate of 5.4% on all Missouri taxable income and has the current income tax cuts applied to this rate (Section 143.011).

Currently, the Missouri combined taxable income on a combined return must include all of the income and deductions of the husband and wife, and Missouri taxable income of each spouse is an amount that is the same proportion of their Missouri combined taxable income as the Missouri adjusted gross income of that spouse bears to their Missouri combined adjusted gross income.

Beginning, January 1, 2022, the Missouri combined taxable income on a combined return must include all of the income and deductions of the husband and wife (Section 143.031).

This bill increases the Missouri standard deduction to the allowable federal standard deduction plus \$3650 if filing single or married and filing separately, or plus \$7300 if married and filing jointly (Section 143.131).