

HJR 111 -- INCOME TAX AND SALES TAX

SPONSOR: Baker

Upon voter approval, this Constitutional amendment prohibits a state income tax rate of more than 5.5%.

Currently, the Missouri Constitution prohibits an increase of services or transactions upon which a sales tax may be imposed that was not already subject to a sales tax as of January 1, 2015. This Constitutional amendment creates an exception for subscriptions, licenses for digital products, and online purchases of tangible personal property.

Beginning January 1, 2025, any new such sales tax shall result in a reduction in the top rate of the state income tax rate that results in a reduction in income tax revenue that is substantially equivalent to the revenue generated by such new sales tax.

This bill is similar to SJR 50 (2024).