

SENATE SUBSTITUTE  
FOR  
HOUSE COMMITTEE SUBSTITUTE  
FOR  
HOUSE BILLS NOS. 594 & 508  
AN ACT

To repeal sections 67.547, 67.582, 67.1366, 67.1367, 94.900, 135.010, 135.025, 135.030, 137.1050, 143.121, 321.552, 321.554, and 321.556, RSMo, and to enact in lieu thereof fifteen new sections relating to taxation.

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

Section A. Sections 67.547, 67.582, 67.1366, 67.1367, 2 94.900, 135.010, 135.025, 135.030, 137.1050, 143.121, 321.552, 3 321.554, and 321.556, RSMo, are repealed and fifteen new 4 sections enacted in lieu thereof, to be known as sections 5 67.547, 67.582, 67.1366, 67.1367, 94.900, 135.010, 135.025, 6 135.030, 137.1050, 143.121, 144.029, 144.812, 321.552, 321.554, 7 and 321.556, to read as follows:

67.547. 1. In addition to the tax authorized by 2 section 67.505, any county as defined in section 67.750 may, 3 by a majority vote of its governing body, impose an 4 additional county sales tax on all sales which are subject 5 to taxation under the provisions of sections 144.010 to 6 144.525. The tax authorized by this section shall be in 7 addition to any and all other sales tax allowed by law; 8 except that no ordinance or order imposing a sales tax under 9 the provisions of this section shall be effective unless the 10 governing body of the county submits to the voters of the 11 county, at a county or state general, primary or special 12 election, a proposal to authorize the governing body of the 13 county to impose such tax.

14 2. The ballot of submission shall contain, but need  
15 not be limited to the following language:

16 Shall the county of \_\_\_\_\_ (county's name) impose  
17 a countywide sales tax of \_\_\_\_\_ (insert rate)  
18 percent for the purpose of \_\_\_\_\_ (insert  
19 purpose)?

20  YES  NO

21 If you are in favor of the question, place an "X"  
22 in the box opposite "YES". If you are opposed to  
23 the question, place an "X" in the box opposite  
24 "NO".

25 If a majority of the votes cast on the proposal by the  
26 qualified voters voting thereon are in favor of the  
27 proposal, then the ordinance or order and any amendments  
28 thereto shall be in effect. If a majority of the votes cast  
29 by the qualified voters voting are opposed to the proposal,  
30 then the governing body of the county shall have no power to  
31 impose the sales tax as herein authorized unless and until  
32 the governing body of the county submits another proposal to  
33 authorize the governing body of the county to impose the  
34 sales tax under the provisions of this section and such  
35 proposal is approved by a majority of the qualified voters  
36 voting thereon. A county shall not submit to the voters a  
37 proposed sales tax under this section for a period of two  
38 years from the date of an election in which the county  
39 previously submitted to the voters a proposed sales tax  
40 under this section, regardless of whether the initial  
41 proposed sales tax was approved or disapproved by the  
42 voters. The revenue collected from the sales tax authorized  
43 under this section shall only be used for the purpose  
44 approved by voters of the county.

45 3. (1) The sales tax may be imposed at a rate of one-  
46 eighth of one percent, one-fourth of one percent, three-

47 eighths of one percent, or one-half of one percent on the  
48 receipts from the sale at retail of all tangible personal  
49 property or taxable services at retail within any county  
50 adopting such tax if such property and services are subject  
51 to taxation by the state of Missouri under the provisions of  
52 sections 144.010 to 144.525. In any city not within a  
53 county or any county described in subsection 5 of this  
54 section, no sales tax for the purpose of funding zoological  
55 activities and zoological facilities as those terms are  
56 defined in section 184.500 shall exceed a rate of one-eighth  
57 of one percent unless the sales tax was levied and collected  
58 before August 28, 2017. Beginning August 28, 2017, no  
59 county shall submit to the voters any proposal that results  
60 in a combined rate of sales taxes adopted under this section  
61 in excess of one percent.

62 (2) Notwithstanding the provisions of subdivision (1)  
63 of this subsection to the contrary, beginning August 28,  
64 2025, a county with more than eight thousand but fewer than  
65 eight thousand nine hundred inhabitants and with a county  
66 seat with more than seven hundred thirty but fewer than  
67 eight hundred inhabitants may impose a sales tax that  
68 results in a combined rate of sales tax adopted pursuant to  
69 this section in excess of one percent, but not in excess of  
70 one and one-half percent, provided that any such sales tax  
71 shall be for the purpose of providing law enforcement  
72 services. All sales tax elections conducted during the  
73 November 8, 2022, general election shall be deemed in  
74 compliance with this subdivision, provided that the total  
75 combined sales tax rate adopted pursuant to this section  
76 does not exceed one and one-half percent.

77 4. Except as modified in this section, all provisions  
78 of sections 32.085 and 32.087 shall apply to the tax imposed  
79 under this section.

80           5. In any first class county having a charter form of  
81 government and having a population of nine hundred thousand  
82 or more, the proceeds of the sales tax authorized by this  
83 section shall be distributed so that an amount equal to  
84 three-eighths of the proceeds of the tax shall be  
85 distributed to the county and the remaining five-eighths  
86 shall be distributed to the cities, towns and villages and  
87 the unincorporated area of the county on the ratio that the  
88 population of each bears to the total population of the  
89 county. Three-eighths of the tax rate adopted by such a  
90 county shall be included in the calculation of the county's  
91 one percent combined tax rate ceiling provided in  
92 subsection 3 of this section. The population of each city,  
93 town or village and the unincorporated area of the county  
94 and the total population of the county shall be determined  
95 on the basis of the most recent federal decennial census.  
96 The provisions of this subsection shall not apply if the  
97 revenue collected is used to support zoological activities  
98 of the zoological subdistrict as defined under section  
99 184.352.

100           6. Except as prohibited under section 184.353,  
101 residents of any county that does not adopt a sales tax  
102 under this section for the purpose of supporting zoological  
103 activities may be charged an admission fee for zoological  
104 facilities, programs, or events that are not part of the  
105 zoological subdistrict defined under subdivision (15) of  
106 section 184.352 as of August 28, 2017.

107           7. In any county of the second classification with  
108 more than nineteen thousand seven hundred but fewer than  
109 nineteen thousand eight hundred inhabitants, the proceeds of  
110 the sales tax authorized by this section shall be  
111 distributed so that an amount equal to three-fourths of the  
112 proceeds of the tax shall be distributed to the county and

113 the remaining one-fourth shall be distributed equally among  
114 the incorporated cities, towns, and villages of the county.  
115 Upon request from any city, town, or village within the  
116 county, the county shall make available for inspection the  
117 distribution report provided to the county by the department  
118 of revenue. Any expenses incurred by the county in  
119 supplying such report to a city, town, or village shall be  
120 paid by such city, town, or village.

121 8. In any first class county having a charter form of  
122 government and having a population of nine hundred thousand  
123 or more, no tax shall be imposed pursuant to this section  
124 for the purpose of funding in whole or in part the  
125 construction, operation or maintenance of a sports stadium,  
126 field house, indoor or outdoor recreational facility,  
127 center, playing field, parking facility or anything  
128 incidental or necessary to a complex suitable for any type  
129 of professional sport or recreation, either upon, above or  
130 below the ground.

131 9. No county in this state, other than a county with a  
132 charter form of government and with more than nine hundred  
133 fifty thousand inhabitants and a city not within a county,  
134 shall impose a tax under this section for the purpose of  
135 funding in whole or in part the construction, operation, or  
136 maintenance of any zoological activities, zoological  
137 facilities, zoological organizations, the metropolitan  
138 zoological park and museum district as created under section  
139 184.350, or any zoological boards.

140 10. The director of revenue may authorize the state  
141 treasurer to make refunds from the amounts in the trust fund  
142 and credited to any county for erroneous payments and  
143 overpayments made, and may redeem dishonored checks and  
144 drafts deposited to the credit of such counties. If any  
145 county abolishes the tax, the county shall notify the

146 director of revenue of the action at least ninety days prior  
147 to the effective date of the repeal and the director of  
148 revenue may order retention in the trust fund, for a period  
149 of one year, of two percent of the amount collected after  
150 receipt of such notice to cover possible refunds or  
151 overpayment of the tax and to redeem dishonored checks and  
152 drafts deposited to the credit of such accounts. After one  
153 year has elapsed after the effective date of abolition of  
154 the tax in such county, the director of revenue shall remit  
155 the balance in the account to the county and close the  
156 account of that county. The director of revenue shall  
157 notify each county of each instance of any amount refunded  
158 or any check redeemed from receipts due the county.

159 11. No revenue received from a tax for the purpose of  
160 funding zoological activities in any county shall be used  
161 for the benefit of any entity that has ever been named  
162 Grant's Farm or is located at ten thousand five hundred one  
163 Gravois Road, Saint Louis, Missouri, or successor address,  
164 or to supplant any funding received from the metropolitan  
165 zoological park and museum district established under  
166 section 184.350.

67.582. 1. The governing body of any county, except a  
2 county of the first class with a charter form of government  
3 with a population of greater than four hundred thousand  
4 inhabitants, is hereby authorized to impose, by ordinance or  
5 order, a sales tax in the amount of up to [one-half of] one  
6 percent on all retail sales made in such county which are  
7 subject to taxation under the provisions of sections 144.010  
8 to 144.525 for the purpose of providing law enforcement  
9 services for such county. The tax authorized by this  
10 section shall be in addition to any and all other sales  
11 taxes allowed by law, except that no ordinance or order  
12 imposing a sales tax under the provisions of this section

13 shall be effective unless the governing body of the county  
14 submits to the voters of the county, at a county or state  
15 general, primary or special election, a proposal to  
16 authorize the governing body of the county to impose a tax.

17 2. The ballot of submission shall contain, but need  
18 not be limited to, the following language:

19 (1) If the proposal submitted involves only  
20 authorization to impose the tax authorized by this section  
21 the ballot shall contain substantially the following:

22 Shall the county of \_\_\_\_\_ (county's name) impose  
23 a countywide sales tax of \_\_\_\_\_ (insert amount)  
24 for the purpose of providing law enforcement  
25 services for the county?

26  YES  NO

27 If you are in favor of the question, place an "X"  
28 in the box opposite "YES". If you are opposed to  
29 the question, place an "X" in the box opposite  
30 "NO"; or

31 (2) If the proposal submitted involves authorization  
32 to enter into agreements to form a regional jail district  
33 and obligates the county to make payments from the tax  
34 authorized by this section the ballot shall contain  
35 substantially the following:

36 Shall the county of \_\_\_\_\_ (county's name) be  
37 authorized to enter into agreements for the  
38 purpose of forming a regional jail district and  
39 obligating the county to impose a countywide sales  
40 tax of \_\_\_\_\_ (insert amount) to fund \_\_\_\_\_  
41 dollars of the costs to construct a regional jail  
42 and to fund the costs to operate a regional jail,  
43 with any funds in excess of that necessary to  
44 construct and operate such jail to be used for law  
45 enforcement purposes?

46  YES  NO

47           If you are in favor of the question, place an "X"  
48           in the box opposite "YES". If you are opposed to  
49           the question, place an "X" in the box opposite  
50           "NO".

51    If a majority of the votes cast on the proposal by the  
52    qualified voters voting thereon are in favor of the proposal  
53    submitted pursuant to subdivision (1) of this subsection,  
54    then the ordinance or order and any amendments thereto shall  
55    be in effect on the first day of the second quarter  
56    immediately following the election approving the proposal.  
57    If the constitutionally required percentage of the voters  
58    voting thereon are in favor of the proposal submitted  
59    pursuant to subdivision (2) of this subsection, then the  
60    ordinance or order and any amendments thereto shall be in  
61    effect on the first day of the second quarter immediately  
62    following the election approving the proposal. If a  
63    proposal receives less than the required majority, then the  
64    governing body of the county shall have no power to impose  
65    the sales tax herein authorized unless and until the  
66    governing body of the county shall again have submitted  
67    another proposal to authorize the governing body of the  
68    county to impose the sales tax authorized by this section  
69    and such proposal is approved by the required majority of  
70    the qualified voters voting thereon. However, in no event  
71    shall a proposal pursuant to this section be submitted to  
72    the voters sooner than twelve months from the date of the  
73    last proposal pursuant to this section.

74           3. All revenue received by a county from the tax  
75    authorized under the provisions of this section shall be  
76    deposited in a special trust fund and shall be used solely  
77    for providing law enforcement services for such county for  
78    so long as the tax shall remain in effect. Revenue placed



79 in the special trust fund may also be utilized for capital  
80 improvement projects for law enforcement facilities and for  
81 the payment of any interest and principal on bonds issued  
82 for said capital improvement projects.

83 4. Once the tax authorized by this section is  
84 abolished or is terminated by any means, all funds remaining  
85 in the special trust fund shall be used solely for providing  
86 law enforcement services for the county. Any funds in such  
87 special trust fund which are not needed for current  
88 expenditures may be invested by the governing body in  
89 accordance with applicable laws relating to the investment  
90 of other county funds.

91 5. All sales taxes collected by the director of  
92 revenue under this section on behalf of any county, less one  
93 percent for cost of collection which shall be deposited in  
94 the state's general revenue fund after payment of premiums  
95 for surety bonds as provided in section 32.087, shall be  
96 deposited in a special trust fund, which is hereby created,  
97 to be known as the "County Law Enforcement Sales Tax Trust  
98 Fund". The moneys in the county law enforcement sales tax  
99 trust fund shall not be deemed to be state funds and shall  
100 not be commingled with any funds of the state. The director  
101 of revenue shall keep accurate records of the amount of  
102 money in the trust and which was collected in each county  
103 imposing a sales tax under this section, and the records  
104 shall be open to the inspection of officers of the county  
105 and the public. Not later than the tenth day of each month  
106 the director of revenue shall distribute all moneys  
107 deposited in the trust fund during the preceding month to  
108 the county which levied the tax; such funds shall be  
109 deposited with the county treasurer of each such county, and  
110 all expenditures of funds arising from the county law  
111 enforcement sales tax trust fund shall be by an

112 appropriation act to be enacted by the governing body of  
113 each such county. Expenditures may be made from the fund  
114 for any law enforcement functions authorized in the  
115 ordinance or order adopted by the governing body submitting  
116 the law enforcement tax to the voters.

117         6. The director of revenue may authorize the state  
118 treasurer to make refunds from the amounts in the trust fund  
119 and credited to any county for erroneous payments and  
120 overpayments made, and may redeem dishonored checks and  
121 drafts deposited to the credit of such counties. If any  
122 county abolishes the tax, the county shall notify the  
123 director of revenue of the action at least ninety days prior  
124 to the effective date of the repeal and the director of  
125 revenue may order retention in the trust fund, for a period  
126 of one year, of two percent of the amount collected after  
127 receipt of such notice to cover possible refunds or  
128 overpayment of the tax and to redeem dishonored checks and  
129 drafts deposited to the credit of such accounts. After one  
130 year has elapsed after the effective date of abolition of  
131 the tax in such county, the director of revenue shall remit  
132 the balance in the account to the county and close the  
133 account of that county. The director of revenue shall  
134 notify each county of each instance of any amount refunded  
135 or any check redeemed from receipts due the county.

136         7. Except as modified in this section, all provisions  
137 of sections 32.085 and 32.087 shall apply to the tax imposed  
138 under this section.

67.1366. 1. The governing body of a charter city with  
2 a population of more than one hundred thousand located in a  
3 charter county of the first classification may impose a tax  
4 on the charges for all sleeping rooms paid by the transient  
5 guests of hotels, motels, bed and breakfast inns and  
6 campgrounds which shall be at least five percent, but not

7 more than seven percent per occupied room per night, except  
8 that such tax shall not become effective unless the  
9 governing body of the city submits to the voters of the city  
10 at a state general, primary or special election, a proposal  
11 to authorize the governing body of the city to impose a tax  
12 under the provisions of this section. The tax authorized by  
13 this section shall be in addition to any charge paid to the  
14 owner or operator and shall be in addition to any and all  
15 taxes imposed by law and the proceeds of such tax shall be  
16 used by the city for funding the promotion, operation and  
17 development of tourism and for the operating costs of a  
18 community center. Such tax shall be stated separately from  
19 all other charges and taxes.

20 2. The question shall be submitted in substantially  
21 the following form:

22 Shall the \_\_\_\_\_ (city) levy a tax of \_\_\_\_\_  
23 percent on each sleeping room or campsite occupied  
24 and rented by transient guests which are used by  
25 transients for sleeping in the \_\_\_\_\_ (city),  
26 where the proceeds shall be expended for promotion  
27 of tourism and the costs of operating a community  
28 center?

29  YES  NO

30 If a majority of the votes cast on the question by the  
31 qualified voters voting thereon are in favor of the  
32 question, then the tax shall become effective on the first  
33 day of the calendar quarter following the calendar quarter  
34 in which the election was held. If a majority of the votes  
35 cast on the question by the qualified voters voting thereon  
36 are opposed to the question, then the governing body for the  
37 city shall have no power to impose the tax authorized by  
38 subsection 1 of this section unless and until the governing  
39 body of the city again submits the question to the qualified

40 voters of the city and such question is approved by a  
41 majority of the qualified voters voting on the question.

42 3. On and after the effective date of any tax  
43 authorized under the provisions of subsection 1 of this  
44 section, the city may adopt one of the two following  
45 provisions for the collection and administration of the tax:

46 (1) The city may adopt rules and regulations for the  
47 internal collection of such tax by the city officers usually  
48 responsible for collection and administration of city taxes;  
49 or

50 (2) The city may enter into an agreement with the  
51 director of revenue of the state of Missouri for the purpose  
52 of collecting the tax authorized in subsection 1 of this  
53 section. In the event any city enters into an agreement  
54 with the director of revenue of the state of Missouri for  
55 the collection of the tax authorized in subsection 1 of this  
56 section, the director of revenue shall perform all functions  
57 incident to the administration, collection, enforcement and  
58 operation of such tax, and the director of revenue shall  
59 collect the additional tax authorized pursuant to the  
60 provisions of subsection 1 of this section. The tax  
61 authorized under the provisions of subsection 1 of this  
62 section shall be collected and reported upon such forms and  
63 under such administrative rules and regulations as may be  
64 prescribed by the director of revenue, and the director of  
65 revenue shall retain an amount not to exceed one percent for  
66 cost of collection.

67 4. If a tax is imposed by a city pursuant to  
68 subsection 1 of this section, the city may collect a penalty  
69 of one percent and interest not to exceed two percent per  
70 month on unpaid taxes which shall be considered delinquent  
71 thirty days after the last day of each quarter.

72           5. Nothing contained herein shall be construed to  
73 limit the power of a constitutional charter city in a  
74 noncharter county from imposing a business license tax on  
75 hotels, motels, bed and breakfast inns and campgrounds upon  
76 such terms, conditions and procedures as set forth in its  
77 own charter or ordinances.

          67.1367. 1. (1) The governing body of the following  
2 counties may impose a tax as provided in this section:

3           (a) Any county of the third classification without a  
4 township form of government and with more than eighteen  
5 thousand but fewer than twenty thousand inhabitants and with  
6 a city of the fourth classification with more than eight  
7 thousand but fewer than nine thousand inhabitants as the  
8 county seat;

9           (b) Any county with more than seventeen thousand six  
10 hundred but fewer than nineteen thousand inhabitants and  
11 with a county seat with more than four thousand but fewer  
12 than five thousand fifty inhabitants; or

13           (c) Any county with more than seventeen thousand six  
14 hundred but fewer than nineteen thousand inhabitants and  
15 with a county seat with more than eight thousand but fewer  
16 than ten thousand inhabitants.

17           (2) The governing body of any county listed in  
18 subdivision (1) of this subsection may impose a tax on the  
19 charges for all sleeping rooms paid by the transient guests  
20 of hotels [or], motels, bed and breakfast inns, or  
21 campground cabins situated in the county or a portion  
22 thereof, which shall be no more than six percent per  
23 occupied room or cabin per night, except that such tax shall  
24 not become effective unless the governing body of the county  
25 submits to the voters of the county at a state general or  
26 primary election, a proposal to authorize the governing body  
27 of the county to impose a tax pursuant to this section. The

28 tax authorized by this section shall be in addition to the  
29 charge for the sleeping room and shall be in addition to any  
30 and all taxes imposed by law and the proceeds of such tax  
31 shall be used by the county solely for the promotion of  
32 tourism. Such tax shall be stated separately from all other  
33 charges and taxes.

34 2. The ballot of submission for the tax authorized in  
35 this section shall be in substantially the following form:

36 Shall \_\_\_\_\_ (insert the name of the county)  
37 impose a tax on the charges for all sleeping rooms  
38 paid by the transient guests of hotels [and],  
39 motels, bed and breakfast inns, and campground  
40 cabins situated in \_\_\_\_\_ (name of county) at a  
41 rate of \_\_\_\_\_ (insert rate of percent) percent  
42 for the sole purpose of promoting tourism?

43  YES  NO

44 3. As used in this section, "transient guests" means a  
45 person or persons who occupy a room or rooms in a hotel  
46 [or], motel, bed and breakfast inns, and campground cabins  
47 for thirty-one days or less during any calendar quarter.

48 4. Any county that imposed a tax on the charges for  
49 all sleeping rooms paid by the transient guests of hotels  
50 and motels under this section before August 28, 2025, may  
51 impose such tax upon the charges for all sleeping rooms or  
52 cabins paid by the transient guests of bed and breakfast  
53 inns and campgrounds under this section without requiring a  
54 separate vote authorizing the imposition of such tax upon  
55 such charges for such bed and breakfast inns and campgrounds.

94.900. 1. (1) The governing body of the following  
2 cities may impose a tax as provided in this section:

3 (a) Any city of the third classification with more  
4 than ten thousand eight hundred but less than ten thousand  
5 nine hundred inhabitants located at least partly within a

6 county of the first classification with more than one  
7 hundred eighty-four thousand but less than one hundred  
8 eighty-eight thousand inhabitants;

9 (b) Any city of the fourth classification with more  
10 than four thousand five hundred but fewer than five thousand  
11 inhabitants;

12 (c) Any city of the fourth classification with more  
13 than eight thousand nine hundred but fewer than nine  
14 thousand inhabitants;

15 (d) Any home rule city with more than forty-eight  
16 thousand but fewer than forty-nine thousand inhabitants;

17 (e) Any home rule city with more than seventy-three  
18 thousand but fewer than seventy-five thousand inhabitants;

19 (f) Any city of the fourth classification with more  
20 than thirteen thousand five hundred but fewer than sixteen  
21 thousand inhabitants;

22 (g) Any city of the fourth classification with more  
23 than seven thousand but fewer than eight thousand  
24 inhabitants;

25 (h) Any city of the fourth classification with more  
26 than four thousand but fewer than four thousand five hundred  
27 inhabitants and located in any county of the first  
28 classification with more than one hundred fifty thousand but  
29 fewer than two hundred thousand inhabitants;

30 (i) Any city of the third classification with more  
31 than thirteen thousand but fewer than fifteen thousand  
32 inhabitants and located in any county of the third  
33 classification without a township form of government and  
34 with more than thirty-three thousand but fewer than thirty-  
35 seven thousand inhabitants;

36 (j) Any city of the fourth classification with more  
37 than three thousand but fewer than three thousand three  
38 hundred inhabitants and located in any county of the third

39 classification without a township form of government and  
40 with more than eighteen thousand but fewer than twenty  
41 thousand inhabitants and that is not the county seat of such  
42 county;

43 (k) Any city with more than ten thousand but fewer  
44 than eleven thousand inhabitants and partially located in a  
45 county with more than two hundred thirty thousand but fewer  
46 than two hundred sixty thousand inhabitants;

47 (l) Any city with more than four thousand nine hundred  
48 but fewer than five thousand six hundred inhabitants and  
49 located in a county with more than thirty thousand but fewer  
50 than thirty-five thousand inhabitants; [or]

51 (m) Any city with more than twelve thousand five  
52 hundred but fewer than fourteen thousand inhabitants and  
53 that is the county seat of a county with more than twenty-  
54 two thousand but fewer than twenty-five thousand inhabitants;

55 (n) Any village with more than four hundred thirty but  
56 fewer than four hundred eighty inhabitants and partially  
57 located in a county with more than forty thousand but fewer  
58 than fifty thousand inhabitants and with a county seat with  
59 more than two thousand but fewer than six thousand  
60 inhabitants;

61 (o) Any city with more than sixteen thousand but fewer  
62 than eighteen thousand inhabitants and located in more than  
63 one county;

64 (p) Any city with more than twelve thousand five  
65 hundred but fewer than fourteen thousand inhabitants and  
66 located in a county with more than twenty-two thousand but  
67 fewer than twenty-five thousand inhabitants and with a  
68 county seat with more than nine hundred but fewer than one  
69 thousand four hundred inhabitants;



70           (q) Any city with more than fifty-one thousand but  
71 fewer than fifty-eight thousand inhabitants and located in  
72 more than one county; or

73           (r) Any city with more than eight thousand but fewer  
74 than nine thousand inhabitants and that is the county seat  
75 of a county with more than nineteen thousand but fewer than  
76 twenty-two thousand inhabitants.

77           (2) The governing body of any city listed in  
78 subdivision (1) of this subsection is hereby authorized to  
79 impose, by ordinance or order, a sales tax in the amount of  
80 up to one-half of one percent on all retail sales made in  
81 such city which are subject to taxation under the provisions  
82 of sections 144.010 to 144.525 for the purpose of improving  
83 the public safety for such city, which shall be limited to  
84 expenditures on equipment, salaries and benefits, and  
85 facilities for police, fire and emergency medical  
86 providers. The tax authorized by this section shall be in  
87 addition to any and all other sales taxes allowed by law,  
88 except that no ordinance or order imposing a sales tax  
89 pursuant to the provisions of this section shall be  
90 effective unless the governing body of the city submits to  
91 the voters of the city, at a county or state general,  
92 primary or special election, a proposal to authorize the  
93 governing body of the city to impose a tax.

94           2. If the proposal submitted involves only  
95 authorization to impose the tax authorized by this section,  
96 the ballot of submission shall contain, but need not be  
97 limited to, the following language:

98           Shall the city of \_\_\_\_\_ (city's name) impose a  
99 citywide sales tax of \_\_\_\_\_ (insert amount) for  
100 the purpose of improving the public safety of the  
101 city?

102            YES

NO

103           If you are in favor of the question, place an "X"  
104           in the box opposite "YES". If you are opposed to  
105           the question, place an "X" in the box opposite "NO".  
106

107   If a majority of the votes cast on the proposal by the  
108   qualified voters voting thereon are in favor of the proposal  
109   submitted pursuant to this subsection, then the ordinance or  
110   order and any amendments thereto shall be in effect on the  
111   first day of the second calendar quarter after the director  
112   of revenue receives notification of adoption of the local  
113   sales tax. If a proposal receives less than the required  
114   majority, then the governing body of the city shall have no  
115   power to impose the sales tax herein authorized unless and  
116   until the governing body of the city shall again have  
117   submitted another proposal to authorize the governing body  
118   of the city to impose the sales tax authorized by this  
119   section and such proposal is approved by the required  
120   majority of the qualified voters voting thereon. However,  
121   in no event shall a proposal pursuant to this section be  
122   submitted to the voters sooner than twelve months from the  
123   date of the last proposal pursuant to this section.

124           3. All revenue received by a city from the tax  
125   authorized under the provisions of this section shall be  
126   deposited in a special trust fund and shall be used solely  
127   for improving the public safety for such city for so long as  
128   the tax shall remain in effect.

129           4. Once the tax authorized by this section is  
130   abolished or is terminated by any means, all funds remaining  
131   in the special trust fund shall be used solely for improving  
132   the public safety for the city. Any funds in such special  
133   trust fund which are not needed for current expenditures may  
134   be invested by the governing body in accordance with

135 applicable laws relating to the investment of other city  
136 funds.

137         5. All sales taxes collected by the director of the  
138 department of revenue under this section on behalf of any  
139 city, less one percent for cost of collection which shall be  
140 deposited in the state's general revenue fund after payment  
141 of premiums for surety bonds as provided in section 32.087,  
142 shall be deposited in a special trust fund, which is hereby  
143 created, to be known as the "City Public Safety Sales Tax  
144 Trust Fund". The moneys in the trust fund shall not be  
145 deemed to be state funds and shall not be commingled with  
146 any funds of the state. The provisions of section 33.080 to  
147 the contrary notwithstanding, money in this fund shall not  
148 be transferred and placed to the credit of the general  
149 revenue fund. The director of the department of revenue  
150 shall keep accurate records of the amount of money in the  
151 trust and which was collected in each city imposing a sales  
152 tax pursuant to this section, and the records shall be open  
153 to the inspection of officers of the city and the public.  
154 Not later than the tenth day of each month the director of  
155 the department of revenue shall distribute all moneys  
156 deposited in the trust fund during the preceding month to  
157 the city which levied the tax; such funds shall be deposited  
158 with the city treasurer of each such city, and all  
159 expenditures of funds arising from the trust fund shall be  
160 by an appropriation act to be enacted by the governing body  
161 of each such city. Expenditures may be made from the fund  
162 for any functions authorized in the ordinance or order  
163 adopted by the governing body submitting the tax to the  
164 voters.

165         6. The director of the department of revenue may make  
166 refunds from the amounts in the trust fund and credited to  
167 any city for erroneous payments and overpayments made, and

168 may redeem dishonored checks and drafts deposited to the  
169 credit of such cities. If any city abolishes the tax, the  
170 city shall notify the director of the department of revenue  
171 of the action at least ninety days prior to the effective  
172 date of the repeal and the director of the department of  
173 revenue may order retention in the trust fund, for a period  
174 of one year, of two percent of the amount collected after  
175 receipt of such notice to cover possible refunds or  
176 overpayment of the tax and to redeem dishonored checks and  
177 drafts deposited to the credit of such accounts. After one  
178 year has elapsed after the effective date of abolition of  
179 the tax in such city, the director of the department of  
180 revenue shall remit the balance in the account to the city  
181 and close the account of that city. The director of the  
182 department of revenue shall notify each city of each  
183 instance of any amount refunded or any check redeemed from  
184 receipts due the city.

185 7. Except as modified in this section, all provisions  
186 of sections 32.085 and 32.087 shall apply to the tax imposed  
187 pursuant to this section.

188 8. If any city in subsection 1 of this section enacts  
189 the tax authorized in this section, the city shall budget an  
190 amount to public safety that is no less than the amount  
191 budgeted in the year immediately preceding the enactment of  
192 the tax. The revenue from the tax shall supplement and not  
193 replace amounts budgeted by the city.

135.010. As used in sections 135.010 to 135.030 the  
2 following words and terms mean:

3 (1) "Claimant", a person or persons claiming a credit  
4 under sections 135.010 to 135.030. If the persons are  
5 eligible to file a joint federal income tax return and  
6 reside at the same address at any time during the taxable  
7 year, then the credit may only be allowed if claimed on a

8 combined Missouri income tax return or a combined claim  
9 return reporting their combined incomes and property taxes.  
10 A claimant shall not be allowed a property tax credit unless  
11 the claimant or spouse has attained the age of sixty-five on  
12 or before the last day of the calendar year and the claimant  
13 or spouse was a resident of Missouri for the entire year, or  
14 the claimant or spouse is a veteran of any branch of the  
15 Armed Forces of the United States or this state who became  
16 one hundred percent disabled as a result of such service, or  
17 the claimant or spouse is disabled as defined in subdivision  
18 (2) of this section, and such claimant or spouse provides  
19 proof of such disability in such form and manner, and at  
20 such times, as the director of revenue may require, or if  
21 the claimant has reached the age of sixty on or before the  
22 last day of the calendar year and such claimant received  
23 surviving spouse Social Security benefits during the  
24 calendar year and the claimant provides proof, as required  
25 by the director of revenue, that the claimant received  
26 surviving spouse Social Security benefits during the  
27 calendar year for which the credit will be claimed. A  
28 claimant shall not be allowed a property tax credit if the  
29 claimant filed a valid claim for a credit under section  
30 137.106 in the year following the year for which the  
31 property tax credit is claimed. The residency requirement  
32 shall be deemed to have been fulfilled for the purpose of  
33 determining the eligibility of a surviving spouse for a  
34 property tax credit if a person of the age of sixty-five  
35 years or older who would have otherwise met the requirements  
36 for a property tax credit dies before the last day of the  
37 calendar year. The residency requirement shall also be  
38 deemed to have been fulfilled for the purpose of determining  
39 the eligibility of a claimant who would have otherwise met

40 the requirements for a property tax credit but who dies  
41 before the last day of the calendar year;

42 (2) "Disabled", the inability to engage in any  
43 substantial gainful activity by reason of any medically  
44 determinable physical or mental impairment which can be  
45 expected to result in death or which has lasted or can be  
46 expected to last for a continuous period of not less than  
47 twelve months. A claimant shall not be required to be  
48 gainfully employed prior to such disability to qualify for a  
49 property tax credit;

50 (3) "Gross rent", amount paid by a claimant to a  
51 landlord for the rental, at arm's length, of a homestead  
52 during the calendar year, exclusive of charges for health  
53 and personal care services and food furnished as part of the  
54 rental agreement, whether or not expressly set out in the  
55 rental agreement. If the director of revenue determines  
56 that the landlord and tenant have not dealt at arm's length,  
57 and that the gross rent is excessive, then he shall  
58 determine the gross rent based upon a reasonable amount of  
59 rent. Gross rent shall be deemed to be paid only if  
60 actually paid prior to the date a return is filed. The  
61 director of revenue may prescribe regulations requiring a  
62 return of information by a landlord receiving rent,  
63 certifying for a calendar year the amount of gross rent  
64 received from a tenant claiming a property tax credit and  
65 shall, by regulation, provide a method for certification by  
66 the claimant of the amount of gross rent paid for any  
67 calendar year for which a claim is made. The regulations  
68 authorized by this subdivision may require a landlord or a  
69 tenant or both to provide data relating to health and  
70 personal care services and to food. Neither a landlord nor  
71 a tenant may be required to provide data relating to  
72 utilities, furniture, home furnishings or appliances;

73 (4) "Homestead", the dwelling in Missouri owned or  
74 rented by the claimant and not to exceed five acres of land  
75 surrounding it as is reasonably necessary for use of the  
76 dwelling as a home. It may consist of part of a  
77 multidwelling or multipurpose building and part of the land  
78 upon which it is built. "Owned" includes a vendee in  
79 possession under a land contract and one or more tenants by  
80 the entirety, joint tenants, or tenants in common and  
81 includes a claimant actually in possession if he was the  
82 immediate former owner of record, if a lineal descendant is  
83 presently the owner of record, and if the claimant actually  
84 pays all taxes upon the property. It may include a mobile  
85 home;

86 (5) "Income", Missouri adjusted gross income as  
87 defined in section 143.121 less two thousand dollars for all  
88 calendar years ending on or before December 31, 2025, or in  
89 the case of a homestead owned and occupied, for the entire  
90 year, by the claimant, less four thousand dollars as an  
91 exemption for the claimant's spouse residing at the same  
92 address[, ] for all calendar years ending on or before  
93 December 31, 2025, or for all calendar years beginning on or  
94 after January 1, 2026, less two thousand eight hundred  
95 dollars, or in the case of a homestead owned and occupied,  
96 for the entire year, by the claimant, less five thousand  
97 eight hundred dollars, as an exemption for the claimant's  
98 spouse residing at the same address; and increased, where  
99 necessary, to reflect the following:

100 (a) Social Security, railroad retirement, and veterans  
101 payments and benefits unless the claimant is a one hundred  
102 percent service-connected, disabled veteran or a spouse of a  
103 one hundred percent service-connected, disabled veteran.  
104 The one hundred percent service-connected disabled veteran  
105 shall not be required to list veterans payments and benefits;

106           (b) The total amount of all other public and private  
107 pensions and annuities;

108           (c) Public relief, public assistance, and unemployment  
109 benefits received in cash, other than benefits received  
110 under this chapter;

111           (d) No deduction being allowed for losses not incurred  
112 in a trade or business;

113           (e) Interest on the obligations of the United States,  
114 any state, or any of their subdivisions and  
115 instrumentalities;

116           (6) "Property taxes accrued", property taxes paid,  
117 exclusive of special assessments, penalties, interest, and  
118 charges for service levied on a claimant's homestead in any  
119 calendar year. Property taxes shall qualify for the credit  
120 only if actually paid prior to the date a return is filed.  
121 The director of revenue shall require a tax receipt or other  
122 proof of property tax payment. If a homestead is owned only  
123 partially by claimant, then "property taxes accrued" is that  
124 part of property taxes levied on the homestead which was  
125 actually paid by the claimant. For purposes of this  
126 subdivision, property taxes are "levied" when the tax roll  
127 is delivered to the director of revenue for collection. If  
128 a claimant owns a homestead part of the preceding calendar  
129 year and rents it or a different homestead for part of the  
130 same year, "property taxes accrued" means only taxes levied  
131 on the homestead both owned and occupied by the claimant,  
132 multiplied by the percentage of twelve months that such  
133 property was owned and occupied as the homestead of the  
134 claimant during the year. When a claimant owns and occupies  
135 two or more different homesteads in the same calendar year,  
136 property taxes accrued shall be the sum of taxes allocable  
137 to those several properties occupied by the claimant as a  
138 homestead for the year. If a homestead is an integral part



139 of a larger unit such as a farm, or multipurpose or  
140 multidwelling building, property taxes accrued shall be that  
141 percentage of the total property taxes accrued as the value  
142 of the homestead is of the total value. For purposes of  
143 this subdivision "unit" refers to the parcel of property  
144 covered by a single tax statement of which the homestead is  
145 a part;

146 (7) "Rent constituting property taxes accrued", twenty  
147 percent of the gross rent paid by a claimant and spouse in  
148 the calendar year.

135.025. The property taxes accrued and rent  
2 constituting property taxes accrued on each return shall be  
3 totaled. This total, up to seven hundred fifty dollars in  
4 rent constituting property taxes actually paid or eleven  
5 hundred dollars in actual property tax paid, shall be used  
6 in determining the property tax credit for all calendar  
7 years ending on or before December 31, 2025. For all  
8 calendar years beginning on or after January 1, 2026, this  
9 total, up to one thousand fifty-five dollars in rent  
10 constituting property taxes actually paid or one thousand  
11 five hundred fifty dollars in actual property tax paid,  
12 shall be used in determining the property tax credit.  
13 Beginning January 1, 2027, the property tax credit totals  
14 under this section shall be adjusted annually for inflation  
15 based on the Consumer Price Index for All Urban Consumers  
16 for the Midwest Region, as defined and officially recorded  
17 by the United States Department of Labor or its successor.  
18 The director of revenue shall prescribe regulations  
19 providing for allocations where part of a claimant's  
20 homestead is rented to another or used for nondwelling  
21 purposes or where a homestead is owned or rented or used as  
22 a dwelling for part of a year.

135.030. 1. As used in this section:

2 (1) The term "maximum upper limit" shall, for each  
3 calendar year after December 31, 1997, but before calendar  
4 year 2008, be the sum of twenty-five thousand dollars. For  
5 all calendar years beginning on or after January 1, 2008,  
6 but ending on or before December 31, 2025, the maximum upper  
7 limit shall be the sum of twenty-seven thousand five hundred  
8 dollars. In the case of a homestead owned and occupied for  
9 the entire year by the claimant, for all calendar years  
10 ending on or before December 31, 2025, the maximum upper  
11 limit shall be the sum of thirty thousand dollars. For all  
12 calendar years beginning on or after January 1, 2026, the  
13 maximum upper limit shall be the sum of:

14 (a) Thirty-eight thousand two hundred dollars for  
15 claimants with a filing status of single;

16 (b) Forty-two thousand two hundred dollars for  
17 claimants with a filing status of single and who owned and  
18 occupied a homestead for the entire year;

19 (c) Forty-one thousand dollars for claimants with a  
20 filing status of married filing combined; and

21 (d) Forty-eight thousand dollars for claimants with a  
22 filing status of married filing combined and who owned and  
23 occupied a homestead for the entire year.

24 Beginning January 1, 2027, such amounts shall be adjusted  
25 annually for inflation based on the Consumer Price Index for  
26 All Urban Consumers, as defined and officially recorded by  
27 the United States Department of Labor or its successor;

28 (2) The term "minimum base" shall, for each calendar  
29 year after December 31, 1997, but before calendar year 2008,  
30 be the sum of thirteen thousand dollars. For all calendar  
31 years beginning on or after January 1, 2008, the minimum  
32 base shall be the sum of fourteen thousand three hundred  
33 dollars.

34           2. (1) If the income on a return is equal to or less  
35 than the maximum upper limit for the calendar year for which  
36 the return is filed, the property tax credit shall be  
37 determined from a table of credits based upon the amount by  
38 which the total property tax described in section 135.025  
39 exceeds the percent of income in the following list:

40           If the income on the           The percent is:  
41           return is:

42           Not over the minimum base 0 percent with credit not  
43   to exceed \$1,100 in  
44   actual property tax or  
45   rent equivalent paid up  
46   to \$750

47           Over the minimum base but 1/16 percent accumulative  
48           not over the maximum       per \$300 from 0 percent  
49           upper limit                   to 4 percent.

50           (2) The director of revenue shall prescribe a table  
51 based upon [the preceding sentences] subdivision (1) of this  
52 subsection. The property tax shall be in increments of  
53 twenty-five dollars and the income in increments of three  
54 hundred dollars. The credit shall be the amount rounded to  
55 the nearest whole dollar computed on the basis of the  
56 property tax and income at the midpoints of each increment.  
57 As used in this subsection, the term "accumulative" means an  
58 increase by continuous or repeated application of the  
59 percent to the income increment at each three hundred dollar  
60 level.

61           3. (1) For all calendar years beginning on or after  
62 January 1, 2026, if the income on a return is equal to or  
63 less than the maximum upper limit for the calendar year for  
64 which the return is filed, the property tax credit shall be  
65 determined from a table of credits based upon the amount by  
66 which the total property tax described in section 135.025  
67 exceeds the percent of income in the following list:

68	<u>If the income on the</u>	<u>The percent is:</u>
69	<u>return is:</u>	
70	<u>Not over the minimum base</u>	<u>0 percent with credit not</u>
71		<u>to exceed \$1,550 in</u>
72		<u>actual property tax or</u>
73		<u>rent equivalent paid up</u>
74		<u>to \$1,055, as adjusted</u>
75		<u>for inflation.</u>
76	<u>Over the minimum base but</u>	<u>1/16 percent accumulative</u>
77	<u>not over the maximum</u>	<u>per \$495, as adjusted for</u>
78	<u>upper limit</u>	<u>inflation, from 0 percent</u>
79		<u>to 2 percent.</u>

80           (2) The director of revenue shall prescribe a table  
81 based upon subdivision (1) of this subsection. The property  
82 tax shall be in increments of twenty-five dollars and the  
83 income in increments of four hundred ninety-five dollars,  
84 with such amount adjusted annually for inflation based on  
85 the Consumer Price Index for All Urban Consumers, as defined  
86 and officially recorded by the United States Department of  
87 Labor or its successor. The credit shall be the amount  
88 rounded to the nearest whole dollar computed on the basis of  
89 the property tax and income at the midpoints of each  
90 increment. As used in this subsection, the term  
91 "accumulative" means an increase by continuous or repeated  
92 application of the percent to the income increment at each  
93 four hundred ninety-five dollar level, as adjusted pursuant  
94 to this subdivision.

95           4. Notwithstanding subsection 4 of section 32.057, the  
96 department of revenue or any duly authorized employee or  
97 agent shall determine whether any taxpayer filing a report  
98 or return with the department of revenue who has not applied  
99 for the credit allowed pursuant to section 135.020 may  
100 qualify for the credit, and shall notify any qualified  
101 claimant of the claimant's potential eligibility, where the  
102 department determines such potential eligibility exists.

137.1050. 1. For the purposes of this section, the following terms shall mean:

(1) "Eligible credit amount", the difference between an eligible taxpayer's real property tax liability on such taxpayer's homestead for a given tax year, minus the real property tax liability on such homestead in the eligible taxpayer's initial credit year;

(2) "Eligible taxpayer", a Missouri resident who:

(a) Is sixty-two years of age or older;

(b) Is an owner of record of a homestead or has a legal or equitable interest in such property as evidenced by a written instrument; and

(c) Is liable for the payment of real property taxes on such homestead;

(3) "Homestead", real property actually occupied by an eligible taxpayer as the primary residence. An eligible taxpayer shall not claim more than one primary residence;

(4) "Initial credit year":

(a) In the case of a taxpayer that meets all requirements of subdivision (2) of this subsection prior to the year in which a credit is authorized pursuant to subsection 2 of this section, the year in which such credit is authorized;

(b) For all other taxpayers, the year in which the taxpayer meets all requirements of subdivision (2) of this subsection.

If in any tax year subsequent to the eligible taxpayer's initial credit year the eligible taxpayer's real property tax liability is lower than such liability in the initial credit year, such tax year shall be considered the eligible taxpayer's initial credit year for all subsequent tax years. This provision shall not apply if an eligible taxpayer's real property tax liability is lower than such

34 liability in the taxpayer's initial credit year solely due  
35 to a reduction in a property tax levy made pursuant to  
36 section 321.554.

37 2. (1) Any county authorized to impose a property tax  
38 may grant a property tax credit to eligible taxpayers  
39 residing in such county in an amount equal to the taxpayer's  
40 eligible credit amount, provided that:

41 (a) Such county adopts an ordinance authorizing such  
42 credit; or

43 (b) a. A petition in support of a referendum on such  
44 a credit is signed by at least five percent of the  
45 registered voters of such county voting in the last  
46 gubernatorial election and the petition is delivered to the  
47 governing body of the county, which shall subsequently hold  
48 a referendum on such credit.

49 b. The ballot of submission for the question submitted  
50 to the voters pursuant to paragraph (b) of this subdivision  
51 shall be in substantially the following form:

52 Shall the County of \_\_\_\_\_ exempt senior citizens  
53 aged 62 and older from increases in the property  
54 tax liability due on such senior citizens' primary  
55 residence?

56  YES  NO

57 If a majority of the votes cast on the proposal by the  
58 qualified voters voting thereon are in favor of the  
59 proposal, then the credit shall be in effect.

60 (2) An ordinance adopted pursuant to paragraph (a) of  
61 subdivision (1) of this subsection shall not preclude such  
62 ordinance from being amended or superseded by a petition  
63 subsequently adopted pursuant to paragraph (b) of  
64 subdivision (1) of this subsection.

65           3. (1) A county granting credit pursuant to this  
66 section shall apply such credit when calculating the  
67 eligible taxpayer's property tax liability for the tax  
68 year. The amount of the credit shall be noted on the  
69 statement of tax due sent to the eligible taxpayer by the  
70 county collector. The county governing body may adopt  
71 reasonable procedures in order to carry out the purposes and  
72 intent of this section, provided that the county shall not  
73 adopt any procedure that limits the definition or scope of  
74 eligible credit amount or eligible taxpayer as defined in  
75 this section.

76           (2) If an eligible taxpayer makes new construction and  
77 improvements to such eligible taxpayer's homestead, the real  
78 property tax liability for the taxpayer's initial credit  
79 year shall be increased to reflect the real property tax  
80 liability attributable to such new construction and  
81 improvements.

82           (3) If an eligible taxpayer's homestead is annexed  
83 into a taxing jurisdiction to which such eligible taxpayer  
84 did not owe real property tax in the eligible taxpayer's  
85 initial credit year, then the real property tax liability  
86 for the taxpayer's initial credit year shall be increased to  
87 reflect the real property tax liability owed to the annexing  
88 taxing jurisdiction.

89           4. For the purposes of calculating property tax levies  
90 pursuant to section 137.073, the total amount of credits  
91 authorized by a county pursuant to this section shall be  
92 considered tax revenue, as such term is defined in section  
93 137.073, actually received.

94           5. A county granting a tax credit pursuant to this  
95 section shall notify each political subdivision within such  
96 county of the total credit amount applicable to such

97 political subdivision by no later than November thirtieth of  
98 each year.

143.121. 1. The Missouri adjusted gross income of a  
2 resident individual shall be the taxpayer's federal adjusted  
3 gross income subject to the modifications in this section.

4 2. There shall be added to the taxpayer's federal  
5 adjusted gross income:

6 (1) The amount of any federal income tax refund  
7 received for a prior year which resulted in a Missouri  
8 income tax benefit. The amount added pursuant to this  
9 subdivision shall not include any amount of a federal income  
10 tax refund attributable to a tax credit reducing a  
11 taxpayer's federal tax liability pursuant to Public Law 116-  
12 136 or 116-260, enacted by the 116th United States Congress,  
13 for the tax year beginning on or after January 1, 2020, and  
14 ending on or before December 31, 2020, and deducted from  
15 Missouri adjusted gross income pursuant to section 143.171.  
16 The amount added under this subdivision shall also not  
17 include any amount of a federal income tax refund  
18 attributable to a tax credit reducing a taxpayer's federal  
19 tax liability under any other federal law that provides  
20 direct economic impact payments to taxpayers to mitigate  
21 financial challenges related to the COVID-19 pandemic, and  
22 deducted from Missouri adjusted gross income under section  
23 143.171;

24 (2) Interest on certain governmental obligations  
25 excluded from federal gross income by 26 U.S.C. Section 103  
26 of the Internal Revenue Code, as amended. The previous  
27 sentence shall not apply to interest on obligations of the  
28 state of Missouri or any of its political subdivisions or  
29 authorities and shall not apply to the interest described in  
30 subdivision (1) of subsection 3 of this section. The amount  
31 added pursuant to this subdivision shall be reduced by the



32 amounts applicable to such interest that would have been  
33 deductible in computing the taxable income of the taxpayer  
34 except only for the application of 26 U.S.C. Section 265 of  
35 the Internal Revenue Code, as amended. The reduction shall  
36 only be made if it is at least five hundred dollars;

37 (3) The amount of any deduction that is included in  
38 the computation of federal taxable income pursuant to 26  
39 U.S.C. Section 168 of the Internal Revenue Code as amended  
40 by the Job Creation and Worker Assistance Act of 2002 to the  
41 extent the amount deducted relates to property purchased on  
42 or after July 1, 2002, but before July 1, 2003, and to the  
43 extent the amount deducted exceeds the amount that would  
44 have been deductible pursuant to 26 U.S.C. Section 168 of  
45 the Internal Revenue Code of 1986 as in effect on January 1,  
46 2002;

47 (4) The amount of any deduction that is included in  
48 the computation of federal taxable income for net operating  
49 loss allowed by 26 U.S.C. Section 172 of the Internal  
50 Revenue Code of 1986, as amended, other than the deduction  
51 allowed by 26 U.S.C. Section 172(b)(1)(G) and 26 U.S.C.  
52 Section 172(i) of the Internal Revenue Code of 1986, as  
53 amended, for a net operating loss the taxpayer claims in the  
54 tax year in which the net operating loss occurred or carries  
55 forward for a period of more than twenty years and carries  
56 backward for more than two years. Any amount of net  
57 operating loss taken against federal taxable income but  
58 disallowed for Missouri income tax purposes pursuant to this  
59 subdivision after June 18, 2002, may be carried forward and  
60 taken against any income on the Missouri income tax return  
61 for a period of not more than twenty years from the year of  
62 the initial loss; and

63 (5) For nonresident individuals in all taxable years  
64 ending on or after December 31, 2006, the amount of any

65 property taxes paid to another state or a political  
66 subdivision of another state for which a deduction was  
67 allowed on such nonresident's federal return in the taxable  
68 year unless such state, political subdivision of a state, or  
69 the District of Columbia allows a subtraction from income  
70 for property taxes paid to this state for purposes of  
71 calculating income for the income tax for such state,  
72 political subdivision of a state, or the District of  
73 Columbia;

74 (6) For all tax years beginning on or after January 1,  
75 2018, any interest expense paid or accrued in a previous  
76 taxable year, but allowed as a deduction under 26 U.S.C.  
77 Section 163, as amended, in the current taxable year by  
78 reason of the carryforward of disallowed business interest  
79 provisions of 26 U.S.C. Section 163(j), as amended. For the  
80 purposes of this subdivision, an interest expense is  
81 considered paid or accrued only in the first taxable year  
82 the deduction would have been allowable under 26 U.S.C.  
83 Section 163, as amended, if the limitation under 26 U.S.C.  
84 Section 163(j), as amended, did not exist.

85 3. There shall be subtracted from the taxpayer's  
86 federal adjusted gross income the following amounts to the  
87 extent included in federal adjusted gross income:

88 (1) Interest received on deposits held at a federal  
89 reserve bank or interest or dividends on obligations of the  
90 United States and its territories and possessions or of any  
91 authority, commission or instrumentality of the United  
92 States to the extent exempt from Missouri income taxes  
93 pursuant to the laws of the United States. The amount  
94 subtracted pursuant to this subdivision shall be reduced by  
95 any interest on indebtedness incurred to carry the described  
96 obligations or securities and by any expenses incurred in  
97 the production of interest or dividend income described in

98 this subdivision. The reduction in the previous sentence  
99 shall only apply to the extent that such expenses including  
100 amortizable bond premiums are deducted in determining the  
101 taxpayer's federal adjusted gross income or included in the  
102 taxpayer's Missouri itemized deduction. The reduction shall  
103 only be made if the expenses total at least five hundred  
104 dollars;

105 (2) The portion of any gain, from the sale or other  
106 disposition of property having a higher adjusted basis to  
107 the taxpayer for Missouri income tax purposes than for  
108 federal income tax purposes on December 31, 1972, that does  
109 not exceed such difference in basis. If a gain is  
110 considered a long-term capital gain for federal income tax  
111 purposes, the modification shall be limited to one-half of  
112 such portion of the gain;

113 (3) The amount necessary to prevent the taxation  
114 pursuant to this chapter of any annuity or other amount of  
115 income or gain which was properly included in income or gain  
116 and was taxed pursuant to the laws of Missouri for a taxable  
117 year prior to January 1, 1973, to the taxpayer, or to a  
118 decedent by reason of whose death the taxpayer acquired the  
119 right to receive the income or gain, or to a trust or estate  
120 from which the taxpayer received the income or gain;

121 (4) Accumulation distributions received by a taxpayer  
122 as a beneficiary of a trust to the extent that the same are  
123 included in federal adjusted gross income;

124 (5) The amount of any state income tax refund for a  
125 prior year which was included in the federal adjusted gross  
126 income;

127 (6) The portion of capital gain specified in section  
128 135.357 that would otherwise be included in federal adjusted  
129 gross income;

130           (7) The amount that would have been deducted in the  
131 computation of federal taxable income pursuant to 26 U.S.C.  
132 Section 168 of the Internal Revenue Code as in effect on  
133 January 1, 2002, to the extent that amount relates to  
134 property purchased on or after July 1, 2002, but before July  
135 1, 2003, and to the extent that amount exceeds the amount  
136 actually deducted pursuant to 26 U.S.C. Section 168 of the  
137 Internal Revenue Code as amended by the Job Creation and  
138 Worker Assistance Act of 2002;

139           (8) For all tax years beginning on or after January 1,  
140 2005, the amount of any income received for military service  
141 while the taxpayer serves in a combat zone which is included  
142 in federal adjusted gross income and not otherwise excluded  
143 therefrom. As used in this section, "combat zone" means any  
144 area which the President of the United States by Executive  
145 Order designates as an area in which Armed Forces of the  
146 United States are or have engaged in combat. Service is  
147 performed in a combat zone only if performed on or after the  
148 date designated by the President by Executive Order as the  
149 date of the commencing of combat activities in such zone,  
150 and on or before the date designated by the President by  
151 Executive Order as the date of the termination of combatant  
152 activities in such zone;

153           (9) For all tax years ending on or after July 1, 2002,  
154 with respect to qualified property that is sold or otherwise  
155 disposed of during a taxable year by a taxpayer and for  
156 which an additional modification was made under subdivision  
157 (3) of subsection 2 of this section, the amount by which  
158 additional modification made under subdivision (3) of  
159 subsection 2 of this section on qualified property has not  
160 been recovered through the additional subtractions provided  
161 in subdivision (7) of this subsection;

162 (10) For all tax years beginning on or after January  
163 1, 2014, the amount of any income received as payment from  
164 any program which provides compensation to agricultural  
165 producers who have suffered a loss as the result of a  
166 disaster or emergency, including the:

- 167 (a) Livestock Forage Disaster Program;
- 168 (b) Livestock Indemnity Program;
- 169 (c) Emergency Assistance for Livestock, Honeybees, and  
170 Farm-Raised Fish;
- 171 (d) Emergency Conservation Program;
- 172 (e) Noninsured Crop Disaster Assistance Program;
- 173 (f) Pasture, Rangeland, Forage Pilot Insurance Program;
- 174 (g) Annual Forage Pilot Program;
- 175 (h) Livestock Risk Protection Insurance Plan;
- 176 (i) Livestock Gross Margin Insurance Plan;

177 (11) For all tax years beginning on or after January  
178 1, 2018, any interest expense paid or accrued in the current  
179 taxable year, but not deducted as a result of the limitation  
180 imposed under 26 U.S.C. Section 163(j), as amended. For the  
181 purposes of this subdivision, an interest expense is  
182 considered paid or accrued only in the first taxable year  
183 the deduction would have been allowable under 26 U.S.C.  
184 Section 163, as amended, if the limitation under 26 U.S.C.  
185 Section 163(j), as amended, did not exist;

186 (12) One hundred percent of any retirement benefits  
187 received by any taxpayer as a result of the taxpayer's  
188 service in the Armed Forces of the United States, including  
189 reserve components and the National Guard of this state, as  
190 defined in 32 U.S.C. Sections 101(3) and 109, and any other  
191 military force organized under the laws of this state; [and]

192 (13) For all tax years beginning on or after January  
193 1, 2022, one hundred percent of any federal, state, or local  
194 grant moneys received by the taxpayer if the grant money was

195 disbursed for the express purpose of providing or expanding  
196 access to broadband internet to areas of the state deemed to  
197 be lacking such access; and

198 (14) (a) For all tax years beginning on or after  
199 January 1, 2025, one hundred percent of all income reported  
200 as a capital gain for federal income tax purposes by an  
201 individual subject to tax pursuant to section 143.011; and

202 (b) For all tax years beginning on or after January  
203 first of the tax year following the tax year in which the  
204 top rate of tax imposed pursuant to section 143.011 is equal  
205 to or less than four and one-half percent, one hundred  
206 percent of all income reported as a capital gain for federal  
207 income tax purposes by an entity subject to tax pursuant to  
208 section 143.071.

209 4. There shall be added to or subtracted from the  
210 taxpayer's federal adjusted gross income the taxpayer's  
211 share of the Missouri fiduciary adjustment provided in  
212 section 143.351.

213 5. There shall be added to or subtracted from the  
214 taxpayer's federal adjusted gross income the modifications  
215 provided in section 143.411.

216 6. In addition to the modifications to a taxpayer's  
217 federal adjusted gross income in this section, to calculate  
218 Missouri adjusted gross income there shall be subtracted  
219 from the taxpayer's federal adjusted gross income any gain  
220 recognized pursuant to 26 U.S.C. Section 1033 of the  
221 Internal Revenue Code of 1986, as amended, arising from  
222 compulsory or involuntary conversion of property as a result  
223 of condemnation or the imminence thereof.

224 7. (1) As used in this subsection, "qualified health  
225 insurance premium" means the amount paid during the tax year  
226 by such taxpayer for any insurance policy primarily

227 providing health care coverage for the taxpayer, the  
228 taxpayer's spouse, or the taxpayer's dependents.

229 (2) In addition to the subtractions in subsection 3 of  
230 this section, one hundred percent of the amount of qualified  
231 health insurance premiums shall be subtracted from the  
232 taxpayer's federal adjusted gross income to the extent the  
233 amount paid for such premiums is included in federal taxable  
234 income. The taxpayer shall provide the department of  
235 revenue with proof of the amount of qualified health  
236 insurance premiums paid.

237 8. (1) Beginning January 1, 2014, in addition to the  
238 subtractions provided in this section, one hundred percent  
239 of the cost incurred by a taxpayer for a home energy audit  
240 conducted by an entity certified by the department of  
241 natural resources under section 640.153 or the  
242 implementation of any energy efficiency recommendations made  
243 in such an audit shall be subtracted from the taxpayer's  
244 federal adjusted gross income to the extent the amount paid  
245 for any such activity is included in federal taxable  
246 income. The taxpayer shall provide the department of  
247 revenue with a summary of any recommendations made in a  
248 qualified home energy audit, the name and certification  
249 number of the qualified home energy auditor who conducted  
250 the audit, and proof of the amount paid for any activities  
251 under this subsection for which a deduction is claimed. The  
252 taxpayer shall also provide a copy of the summary of any  
253 recommendations made in a qualified home energy audit to the  
254 department of natural resources.

255 (2) At no time shall a deduction claimed under this  
256 subsection by an individual taxpayer or taxpayers filing  
257 combined returns exceed one thousand dollars per year for  
258 individual taxpayers or cumulatively exceed two thousand  
259 dollars per year for taxpayers filing combined returns.

260 (3) Any deduction claimed under this subsection shall  
261 be claimed for the tax year in which the qualified home  
262 energy audit was conducted or in which the implementation of  
263 the energy efficiency recommendations occurred. If  
264 implementation of the energy efficiency recommendations  
265 occurred during more than one year, the deduction may be  
266 claimed in more than one year, subject to the limitations  
267 provided under subdivision (2) of this subsection.

268 (4) A deduction shall not be claimed for any otherwise  
269 eligible activity under this subsection if such activity  
270 qualified for and received any rebate or other incentive  
271 through a state-sponsored energy program or through an  
272 electric corporation, gas corporation, electric cooperative,  
273 or municipally owned utility.

274 9. The provisions of subsection 8 of this section  
275 shall expire on December 31, 2020.

276 10. (1) As used in this subsection, the following  
277 terms mean:

278 (a) "Beginning farmer", a taxpayer who:

279 a. Has filed at least one but not more than ten  
280 Internal Revenue Service Schedule F (Form 1040) Profit or  
281 Loss From Farming forms since turning eighteen years of age;

282 b. Is approved for a beginning farmer loan through the  
283 USDA Farm Service Agency Beginning Farmer direct or  
284 guaranteed loan program;

285 c. Has a farming operation that is determined by the  
286 department of agriculture to be new production agriculture  
287 but is the principal operator of a farm and has substantial  
288 farming knowledge; or

289 d. Has been determined by the department of  
290 agriculture to be a qualified family member;



291 (b) "Farm owner", an individual who owns farmland and  
292 disposes of or relinquishes use of all or some portion of  
293 such farmland as follows:

294 a. A sale to a beginning farmer;

295 b. A lease or rental agreement not exceeding ten years  
296 with a beginning farmer; or

297 c. A crop-share arrangement not exceeding ten years  
298 with a beginning farmer;

299 (c) "Qualified family member", an individual who is  
300 related to a farm owner within the fourth degree by blood,  
301 marriage, or adoption and who is purchasing or leasing or is  
302 in a crop-share arrangement for land from all or a portion  
303 of such farm owner's farming operation.

304 (2) (a) In addition to all other subtractions  
305 authorized in this section, a taxpayer who is a farm owner  
306 who sells all or a portion of such farmland to a beginning  
307 farmer may subtract from such taxpayer's Missouri adjusted  
308 gross income an amount to the extent included in federal  
309 adjusted gross income as provided in this subdivision.

310 (b) Subject to the limitations in paragraph (c) of  
311 this subdivision, the amount that may be subtracted shall be  
312 equal to the portion of capital gains received from the sale  
313 of such farmland that such taxpayer receives in the tax year  
314 for which such taxpayer subtracts such capital gain.

315 (c) A taxpayer may subtract the following amounts and  
316 percentages per tax year in total capital gains received  
317 from the sale of such farmland under this subdivision:

318 a. For the first two million dollars received, one  
319 hundred percent;

320 b. For the next one million dollars received, eighty  
321 percent;

322 c. For the next one million dollars received, sixty  
323 percent;

324           d. For the next one million dollars received, forty  
325 percent; and

326           e. For the next one million dollars received, twenty  
327 percent.

328           (d) The department of revenue shall prepare an annual  
329 report reviewing the costs and benefits and containing  
330 statistical information regarding the subtraction of capital  
331 gains authorized under this subdivision for the previous tax  
332 year including, but not limited to, the total amount of all  
333 capital gains subtracted and the number of taxpayers  
334 subtracting such capital gains. Such report shall be  
335 submitted before February first of each year to the  
336 committee on agriculture policy of the Missouri house of  
337 representatives and the committee on agriculture, food  
338 production and outdoor resources of the Missouri senate, or  
339 the successor committees.

340           (3) (a) In addition to all other subtractions  
341 authorized in this section, a taxpayer who is a farm owner  
342 who enters a lease or rental agreement for all or a portion  
343 of such farmland with a beginning farmer may subtract from  
344 such taxpayer's Missouri adjusted gross income an amount to  
345 the extent included in federal adjusted gross income as  
346 provided in this subdivision.

347           (b) Subject to the limitation in paragraph (c) of this  
348 subdivision, the amount that may be subtracted shall be  
349 equal to the portion of cash rent income received from the  
350 lease or rental of such farmland that such taxpayer receives  
351 in the tax year for which such taxpayer subtracts such  
352 income.

353           (c) No taxpayer shall subtract more than twenty-five  
354 thousand dollars per tax year in total cash rent income  
355 received from the lease or rental of such farmland under  
356 this subdivision.

357 (4) (a) In addition to all other subtractions  
358 authorized in this section, a taxpayer who is a farm owner  
359 who enters a crop-share arrangement on all or a portion of  
360 such farmland with a beginning farmer may subtract from such  
361 taxpayer's Missouri adjusted gross income an amount to the  
362 extent included in federal adjusted gross income as provided  
363 in this subdivision.

364 (b) Subject to the limitation in paragraph (c) of this  
365 subdivision, the amount that may be subtracted shall be  
366 equal to the portion of income received from the crop-share  
367 arrangement on such farmland that such taxpayer receives in  
368 the tax year for which such taxpayer subtracts such income.

369 (c) No taxpayer shall subtract more than twenty-five  
370 thousand dollars per tax year in total income received from  
371 the lease or rental of such farmland under this subdivision.

372 (5) The department of agriculture shall, by rule,  
373 establish a process to verify that a taxpayer is a beginning  
374 farmer for purposes of this section and shall provide  
375 verification to the beginning farmer and farm seller of such  
376 farmer's and seller's certification and qualification for  
377 the exemption provided in this subsection.

144.029. 1. There is hereby specifically exempted  
2 from the provisions of and from the computation of the tax  
3 levied, assessed or payable pursuant to this chapter all  
4 retail sales of diapers, incontinence products, and feminine  
5 hygiene products.

6 2. For the purposes of this section, the following  
7 terms shall mean:

8 (1) "Diapers", absorbent garments worn by infants or  
9 toddlers who are not toilet-trained or by individuals who  
10 are incapable of controlling their bladder or bowel  
11 movements;

12           (2) "Feminine hygiene products", personal care  
13 products used to manage menstrual flow including, but not  
14 limited to, tampons, pads, liners, and cups;

15           (3) "Incontinence products", products designed  
16 specifically for hygiene matters related to urinary  
17 incontinence.

144.812. 1. For purposes of this section, the  
2 following terms shall mean:

3           (1) "Machinery and equipment used to provide broadband  
4 communications service", includes, but is not limited to,  
5 wires, cables, fiber, conduits, antennas, poles, switches,  
6 routers, amplifiers, rectifiers, repeaters, receivers,  
7 multiplexers, duplexers, transmitters, circuit cards,  
8 insulating and protective materials and cases, power  
9 equipment, backup power equipment, diagnostic equipment,  
10 storage devices, customer premise equipment, modems,  
11 software, cable modem termination system components and Wi-  
12 Fi equipment, and other general central office or headend  
13 and hub equipment, such as channel cards, frames, and  
14 cabinets, or equipment used in successor technologies,  
15 including items used to monitor, test, maintain, enable, or  
16 facilitate qualifying equipment, machinery, ancillary  
17 components, appurtenances, accessories, or other  
18 infrastructure that is used in whole or in part to provide  
19 broadband communications service;

20           (2) "Broadband communications service", internet  
21 access as defined in 47 U.S.C. Section 151, note,  
22 telecommunications service, video programming service, or  
23 any combination thereof;

24           (3) "Broadband communications service provider", a  
25 person engaged in the provision of broadband communications  
26 service or an affiliate of such person;

27           (4) "Person", the same meaning as such term is defined  
28 under section 144.010.

29           2. For all tax years beginning on or after January 1,  
30 2026, in addition to the exemptions granted under the  
31 provisions of section 144.030, there shall also be  
32 specifically exempted from the provisions of sections  
33 144.010 to 144.525, sections 144.600 to 144.746, and section  
34 238.235; the provisions of any local sales tax law, as  
35 defined in section 32.085; the computation of the tax  
36 levied, assessed, or payable under sections 144.010 to  
37 144.525, sections 144.600 to 144.746, and section 238.235;  
38 and the provisions of any local sales tax law, as defined in  
39 section 32.085, all sales, purchases, or use of machinery  
40 and equipment used to provide broadband communications  
41 service by a broadband communications service provider.

42           3. To qualify for the exemption provided under this  
43 section, the broadband communications service provider shall  
44 furnish to the seller a certificate in writing to the effect  
45 that an exemption under this section is applicable to the  
46 machinery and equipment used to provide broadband  
47 communications service so purchased or used. The director  
48 of revenue shall permit any such broadband communications  
49 service provider to enter into a direct pay agreement with  
50 the department of revenue, pursuant to which such provider  
51 may pay directly to the department of revenue any applicable  
52 sales and use taxes on such equipment.

53           4. No inference, implication, or presumption of  
54 legislative construction shall be drawn or made by reason of  
55 the adoption of this section with respect to subdivisions  
56 (4) to (6) of subsection 2 of 144.030 or the qualification  
57 for the exemptions provided therein. This subsection,  
58 therefore, expresses the legislative intent that adoption of  
59 this section shall have no impact on subdivisions (4) to (6)

60 of subsection 2 of 144.030 or, as clarified in those  
61 subdivisions, the application of *Southwestern Bell Tel. Co.*  
62 *v. Director of Revenue*, 78 S.W.3d 763 (Mo. banc 2002) and  
63 *Southwestern Bell Tel. Co. v. Director of Revenue*, 182  
64 S.W.3d 226 (Mo. banc 2005).

321.552. 1. [Except in any county of the first  
2 classification with over two hundred thousand inhabitants,  
3 or any county of the first classification without a charter  
4 form of government and with more than seventy-three thousand  
5 seven hundred but less than seventy-three thousand eight  
6 hundred inhabitants; or any county of the first  
7 classification without a charter form of government and with  
8 more than one hundred eighty-four thousand but less than one  
9 hundred eighty-eight thousand inhabitants; or any county  
10 with a charter form of government with over one million  
11 inhabitants; or any county with a charter form of government  
12 with over two hundred eighty thousand inhabitants but less  
13 than three hundred thousand inhabitants,] The governing body  
14 of any ambulance or fire protection district may impose a  
15 sales tax in an amount up to [one-half of] one percent on  
16 all retail sales made in such ambulance or fire protection  
17 district which are subject to taxation pursuant to the  
18 provisions of sections 144.010 to 144.525 provided that such  
19 sales tax shall be accompanied by a reduction in the  
20 district's tax rate as defined in section 137.073. The tax  
21 authorized by this section shall be in addition to any and  
22 all other sales taxes allowed by law, except that no sales  
23 tax imposed pursuant to the provisions of this section shall  
24 be effective unless the governing body of the ambulance or  
25 fire protection district submits to the voters of such  
26 ambulance or fire protection district, at a municipal or  
27 state general, primary or special election, a proposal to

28 authorize the governing body of the ambulance or fire  
29 protection district to impose a tax pursuant to this section.

30 2. The ballot of submission shall contain, but need  
31 not be limited to, the following language:

32 Shall \_\_\_\_\_ (insert name of ambulance or fire  
33 protection district) impose a sales tax of \_\_\_\_\_  
34 (insert amount up to [one-half] of] one percent)  
35 for the purpose of providing revenues for the  
36 operation of the \_\_\_\_\_ (insert name of ambulance  
37 or fire protection district) and the total  
38 property tax levy on properties in the \_\_\_\_\_  
39 (insert name of the ambulance or fire protection  
40 district) shall be reduced annually by an amount  
41 which reduces property tax revenues by an amount  
42 equal to fifty percent of the previous year's  
43 revenue collected from this sales tax?

44  YES  NO

45 If you are in favor of the question, place an "X"  
46 in the box opposite "YES". If you are opposed to  
47 the question, place an "X" in the box opposite  
48 "NO".

49 3. If a majority of the votes cast on the proposal by  
50 the qualified voters voting thereon are in favor of the  
51 proposal, then the sales tax authorized in this section  
52 shall be in effect and the governing body of the ambulance  
53 or fire protection district shall lower the level of its tax  
54 rate by an amount which reduces property tax revenues by an  
55 amount equal to fifty percent of the amount of sales tax  
56 collected in the preceding year. If a majority of the votes  
57 cast by the qualified voters voting are opposed to the  
58 proposal, then the governing body of the ambulance or fire  
59 protection district shall not impose the sales tax  
60 authorized in this section unless and until the governing  
61 body of such ambulance or fire protection district resubmits  
62 a proposal to authorize the governing body of the ambulance  
63 or fire protection district to impose the sales tax

64 authorized by this section and such proposal is approved by  
65 a majority of the qualified voters voting thereon.

66 4. All revenue received by a district from the tax  
67 authorized pursuant to this section shall be deposited in a  
68 special trust fund, and be used solely for the purposes  
69 specified in the proposal submitted pursuant to this section  
70 for so long as the tax shall remain in effect.

71 5. All sales taxes collected by the director of  
72 revenue pursuant to this section, less one percent for cost  
73 of collection which shall be deposited in the state's  
74 general revenue fund after payment of premiums for surety  
75 bonds as provided in section 32.087, shall be deposited in a  
76 special trust fund, which is hereby created, to be known as  
77 the "Ambulance or Fire Protection District Sales Tax Trust  
78 Fund". The moneys in the ambulance or fire protection  
79 district sales tax trust fund shall not be deemed to be  
80 state funds and shall not be commingled with any funds of  
81 the state. The director of revenue shall keep accurate  
82 records of the amount of money in the trust and the amount  
83 collected in each district imposing a sales tax pursuant to  
84 this section, and the records shall be open to inspection by  
85 officers of the county and to the public. Not later than  
86 the tenth day of each month the director of revenue shall  
87 distribute all moneys deposited in the trust fund during the  
88 preceding month to the governing body of the district which  
89 levied the tax; such funds shall be deposited with the board  
90 treasurer of each such district.

91 6. The director of revenue may make refunds from the  
92 amounts in the trust fund and credit any district for  
93 erroneous payments and overpayments made, and may redeem  
94 dishonored checks and drafts deposited to the credit of such  
95 district. If any district abolishes the tax, the district  
96 shall notify the director of revenue of the action at least



97 ninety days prior to the effective date of the repeal and  
98 the director of revenue may order retention in the trust  
99 fund, for a period of one year, of two percent of the amount  
100 collected after receipt of such notice to cover possible  
101 refunds or overpayment of the tax and to redeem dishonored  
102 checks and drafts deposited to the credit of such accounts.  
103 After one year has elapsed after the effective date of  
104 abolition of the tax in such district, the director of  
105 revenue shall remit the balance in the account to the  
106 district and close the account of that district. The  
107 director of revenue shall notify each district of each  
108 instance of any amount refunded or any check redeemed from  
109 receipts due the district.

110 7. Except as modified in this section, all provisions  
111 of sections 32.085 and 32.087 shall apply to the tax imposed  
112 pursuant to this section.

321.554. 1. [Except in any county of the first  
2 classification with more than two hundred forty thousand  
3 three hundred but less than two hundred forty thousand four  
4 hundred inhabitants, or any county of the first  
5 classification with more than seventy-three thousand seven  
6 hundred but less than seventy-three thousand eight hundred  
7 inhabitants, or any county of the first classification with  
8 more than one hundred eighty-four thousand but less than one  
9 hundred eighty-eight thousand inhabitants, or any county  
10 with a charter form of government and with more than one  
11 million inhabitants, or any county with a charter form of  
12 government and with more than two hundred fifty thousand but  
13 less than three hundred fifty thousand inhabitants,] When  
14 the revenue from the ambulance or fire protection district  
15 sales tax is collected for distribution pursuant to section  
16 321.552, the board of the ambulance or fire protection  
17 district, after determining its budget for the year pursuant

18 to section 67.010 and the rate of levy needed to produce the  
19 required revenue and after making any other adjustments to  
20 the levy that may be required by any other law, shall reduce  
21 the total operating levy of the district in an amount  
22 sufficient to decrease the revenue it would have received  
23 therefrom by an amount equal to fifty percent of the  
24 previous fiscal year's sales tax receipts. Loss of revenue  
25 due to a decrease in the assessed valuation of real property  
26 located within the ambulance or fire protection district as  
27 a result of general reassessment and from state-assessed  
28 railroad and utility distributable property based upon the  
29 previous fiscal year's receipts shall be considered in  
30 lowering the rate of levy to comply with this section in the  
31 year of general reassessment and in each subsequent year.  
32 In the event that in the immediately preceding year the  
33 ambulance or fire protection district actually received more  
34 or less sales tax revenue than estimated, the ambulance or  
35 fire protection district board may adjust its operating levy  
36 for the current year to reflect such increase or decrease.  
37 The director of revenue shall certify the amount payable  
38 from the ambulance or fire protection district sales tax  
39 trust fund to the general revenue fund to the state  
40 treasurer.

41 2. Except that, in the first year in which any sales  
42 tax is collected pursuant to section 321.552, any taxing  
43 authority subject to this section shall not reduce the tax  
44 rate as defined in section 137.073.

45 3. In a year of general reassessment, as defined by  
46 section 137.073, or assessment maintenance as defined by  
47 section 137.115 in which an ambulance or fire protection  
48 district in reliance upon the information then available to  
49 it relating to the total assessed valuation of such  
50 ambulance or fire protection district revises its property

51 tax levy pursuant to section 137.073 or 137.115, and it is  
52 subsequently determined by decisions of the state tax  
53 commission or a court pursuant to sections 138.430 to  
54 138.433 or due to clerical errors or corrections in the  
55 calculation or recordation of assessed valuations that the  
56 assessed valuation of such ambulance or fire protection  
57 district has been changed, and but for such change the  
58 ambulance or fire protection district would have adopted a  
59 different levy on the date of its original action, then the  
60 ambulance or fire protection district may adjust its levy to  
61 an amount to reflect such change in assessed valuation,  
62 including, if necessary, a change in the levy reduction  
63 required by this section to the amount it would have levied  
64 had the correct assessed valuation been known to it on the  
65 date of its original action, provided:

66 (1) The ambulance or fire protection district first  
67 levies the maximum levy allowed without a vote of the people  
68 by Article X, Section 11(b) of the Constitution; and

69 (2) The ambulance or fire protection district first  
70 adopts the tax rate ceiling otherwise authorized by other  
71 laws of this state; and

72 (3) The levy adjustment or reduction may include a one-  
73 time correction to recoup lost revenues the ambulance or  
74 fire protection district was entitled to receive during the  
75 prior year.

321.556. 1. [Except in any county of the first  
2 classification with more than two hundred forty thousand  
3 three hundred but less than two hundred forty thousand four  
4 hundred inhabitants, or any county of the first  
5 classification with more than seventy-three thousand seven  
6 hundred but less than seventy-three thousand eight hundred  
7 inhabitants, or any county of the first classification with  
8 more than one hundred eighty-four thousand but less than one

9 hundred eighty-eight thousand inhabitants, or any county  
10 with a charter form of government and with more than one  
11 million inhabitants, or any county with a charter form of  
12 government and with more than two hundred fifty thousand but  
13 less than three hundred fifty thousand inhabitants,] The  
14 governing body of any ambulance or fire protection district,  
15 when presented with a petition signed by at least twenty  
16 percent of the registered voters in the ambulance or fire  
17 protection district that voted in the last gubernatorial  
18 election, calling for an election to repeal the tax pursuant  
19 to section 321.552, shall submit the question to the voters  
20 using the same procedure by which the imposition of the tax  
21 was voted. The ballot of submission shall be in  
22 substantially the following form:

23 Shall \_\_\_\_\_ (insert name of ambulance or fire  
24 protection district) repeal the \_\_\_\_\_ (insert  
25 amount up to one-half) of one percent sales tax  
26 now in effect in the \_\_\_\_\_ (insert name of  
27 ambulance or fire protection district) and  
28 reestablish the property tax levy in the district  
29 to the rate in existence prior to the enactment of  
30 the sales tax?

31  YES  NO

32 If you are in favor of the question, place an "X"  
33 in the box opposite "Yes". If you are opposed to  
34 the question, place an "X" in the box opposite  
35 "No".

36 2. If a majority of the votes cast on the proposal by  
37 the qualified voters of the district voting thereon are in  
38 favor of repeal, that repeal shall become effective December  
39 thirty-first of the calendar year in which such repeal was  
40 approved.