

SECOND REGULAR SESSION
HOUSE COMMITTEE SUBSTITUTE FOR
HOUSE BILL NOS. 1882 & 3097
103RD GENERAL ASSEMBLY

4260H.02C

JOSEPH ENGLER, Chief Clerk

AN ACT

To amend chapter 135, RSMo, by adding thereto one new section relating to a tax credit for contributions to certain youth police initiatives.

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

Section A. Chapter 135, RSMo, is amended by adding thereto one new section, to be
2 known as section 135.463, to read as follows:

135.463. 1. As used in this section, the following terms shall mean:

- 2 **(1) "Department", the Missouri department of public safety;**
3 **(2) "Eligible entity", a not-for-profit organization that operates a youth police**
4 **initiative in an urban area in this state;**
5 **(3) "State tax liability", any liability incurred by an eligible entity pursuant to**
6 **the provisions of chapter 143 or chapter 148, exclusive of the provisions relating to the**
7 **withholding of tax as provided for in sections 143.191 to 143.265 and related provisions;**
8 **(4) "Tax credit", a credit against the tax otherwise due under chapter 143 or**
9 **chapter 148, excluding withholding tax imposed under sections 143.191 to 143.265;**
10 **(5) "Taxpayer", any individual, partnership, or corporation as described under**
11 **section 143.441 or 143.471 that is subject to the tax imposed under chapter 143,**
12 **excluding withholding tax imposed under sections 143.191 to 143.265;**
13 **(6) "Urban area", an urbanized area as defined by the United States Census**
14 **Bureau;**
15 **(7) "Youth police initiative", a program conducted by an eligible entity for the**
16 **purpose of engaging at-risk youth and local police officers in activities and conversation**
17 **to build trust and break down stereotypes between youth and police.**

EXPLANATION — Matter enclosed in bold-faced brackets **[thus]** in the above bill is not enacted and is intended to be omitted from the law. Matter in **bold-face** type in the above bill is proposed language.

18 **2. For all tax years beginning on or after January 1, 2027, a taxpayer shall be**
19 **authorized to claim a tax credit against the taxpayer's state tax liability in an amount**
20 **equal to one hundred percent of any contribution made to an eligible entity for the**
21 **purpose of funding a youth police initiative in an urban area in this state.**

22 **3. (1) Tax credits authorized pursuant to this section shall not be refundable, but**
23 **may be carried forward for five subsequent tax years or until the full tax credit is**
24 **redeemed, whichever occurs first.**

25 **(2) Tax credits authorized pursuant to this section may be transferred, sold, or**
26 **assigned.**

27 **(3) The total amount of tax credits that may be authorized pursuant to this**
28 **section shall not exceed five hundred thousand dollars in any tax year.**

29 **4. (1) The department shall maintain a list of all eligible entities to which a**
30 **taxpayer may make a contribution that is eligible for a tax credit pursuant to this**
31 **section. Such list shall be updated at least annually and published on the department's**
32 **website.**

33 **(2) In order to redeem a tax credit pursuant to this section, a taxpayer shall**
34 **submit evidence of a contribution to an eligible entity to the department on forms to be**
35 **promulgated by the department. Such form shall include, but not be limited to:**

36 **(a) The taxpayer's name;**

37 **(b) The name of the eligible entity to which a contribution was made; and**

38 **(c) Documentation provided to the taxpayer by an eligible entity evidencing the**
39 **amount of the contribution made to such eligible entity.**

40 **5. The department may promulgate rules to implement the provisions of this**
41 **section. Any rule or portion of a rule, as that term is defined in section 536.010, that is**
42 **created under the authority delegated in this section shall become effective only if it**
43 **complies with and is subject to all of the provisions of chapter 536 and, if applicable,**
44 **section 536.028. This section and chapter 536 are nonseverable and if any of the powers**
45 **vested with the general assembly pursuant to chapter 536 to review, to delay the**
46 **effective date, or to disapprove and annul a rule are subsequently held unconstitutional,**
47 **then the grant of rulemaking authority and any rule proposed or adopted after August**
48 **28, 2026, shall be invalid and void.**

49 **6. Pursuant to section 23.253 of the Missouri Sunset Act:**

50 **(1) The program authorized pursuant to this section shall automatically sunset**
51 **six years after the effective date of this section unless reauthorized by an act of the**
52 **general assembly;**

53 **(2) This section shall terminate on September first of the calendar year**
54 **immediately following the calendar year in which the program authorized pursuant to**
55 **this section is sunset; and**

56 **(3) The provisions of this subsection shall not be construed to impair or impede**
57 **the state's fulfillment of any obligations, including the authorization, issuance, or**
58 **redemption of tax credits, incurred pursuant to this section prior to the date the**
59 **program authorized pursuant to this section is sunset.**

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