

FIRST EXTRAORDINARY SESSION

# SENATE BILL NO. 8

96TH GENERAL ASSEMBLY

---

---

INTRODUCED BY SENATOR MAYER.

Read 1st time September 6, 2011, and ordered printed.

TERRY L. SPIELER, Secretary.

0031S.011

---

---

## AN ACT

To repeal sections 32.115, 100.286, 100.297, 135.010, 135.025, 135.030, 135.090, 135.313, 135.326, 135.327, 135.350, 135.352, 135.460, 135.484, 135.490, 135.535, 135.550, 135.562, 135.575, 135.600, 135.630, 135.647, 135.679, 135.700, 135.815, 135.825, 135.950, 135.973, 135.1150, 143.119, 144.054, 144.062, 178.760, 178.761, 178.762, 178.763, 178.764, 178.892, 178.893, 178.894, 178.895, 178.896, 196.1109, 196.1115, 208.770, 253.545, 253.550, 253.557, 253.559, 348.251, 348.253, 348.256, 348.261, 348.262, 348.263, 348.264, 348.271, 348.300, 348.430, 348.432, 348.434, 348.500, 348.505, 447.708, 620.470, 620.472, 620.474, 620.475, 620.476, 620.478, 620.479, 620.480, 620.481, 620.482, 620.495, and 660.055, RSMo, and to enact in lieu thereof eighty-two new sections relating to taxation, with penalty provisions and an emergency clause.

---

---

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

Section A. Sections 32.115, 100.286, 100.297, 135.010, 135.025, 135.030, 2 135.090, 135.313, 135.326, 135.327, 135.350, 135.352, 135.460, 135.484, 135.490, 3 135.535, 135.550, 135.562, 135.575, 135.600, 135.630, 135.647, 135.679, 135.700, 4 135.815, 135.825, 135.950, 135.973, 135.1150, 143.119, 144.054, 144.062, 178.760, 5 178.761, 178.762, 178.763, 178.764, 178.892, 178.893, 178.894, 178.895, 178.896, 6 196.1109, 196.1115, 208.770, 253.545, 253.550, 253.557, 253.559, 348.251, 7 348.253, 348.256, 348.261, 348.262, 348.263, 348.264, 348.271, 348.300, 348.430, 8 348.432, 348.434, 348.500, 348.505, 447.708, 620.470, 620.472, 620.474, 620.475, 9 620.476, 620.478, 620.479, 620.480, 620.481, 620.482, 620.495, and 660.055, 10 RSMo, are repealed and eighty-two new sections enacted in lieu thereof, to be 11 known as sections 32.115, 67.2050, 67.3000, 67.3005, 100.286, 100.297, 135.010,

**EXPLANATION—Matter enclosed in bold-faced brackets [thus] in this bill is not enacted and is intended to be omitted in the law.**

12 135.025, 135.030, 135.090, 135.326, 135.327, 135.350, 135.352, 135.460, 135.484,  
13 135.490, 135.535, 135.550, 135.562, 135.600, 135.630, 135.647, 135.679, 135.700,  
14 135.815, 135.825, 135.950, 135.973, 135.1150, 135.1180, 135.1500, 135.1503,  
15 135.1505, 135.1507, 135.1509, 135.1511, 135.1513, 135.1515, 135.1517, 135.1519,  
16 135.1521, 144.054, 144.062, 144.540, 144.810, 196.1109, 196.1115, 208.770,  
17 253.545, 253.550, 253.557, 253.559, 348.250, 348.251, 348.256, 348.257, 348.261,  
18 348.262, 348.263, 348.264, 348.265, 348.269, 348.271, 348.300, 348.430, 348.432,  
19 348.434, 348.500, 447.708, 620.495, 620.800, 620.803, 620.806, 620.809, 620.2000,  
20 620.2005, 620.2010, 620.2015, 620.2020, 660.055, and 1, to read as follows:

32.115. 1. The department of revenue shall grant a tax credit, to be  
2 applied in the following order until used, against:

3 (1) The annual tax on gross premium receipts of insurance companies in  
4 chapter 148;

5 (2) The tax on banks determined pursuant to subdivision (2) of subsection  
6 2 of section 148.030;

7 (3) The tax on banks determined in subdivision (1) of subsection 2 of  
8 section 148.030;

9 (4) The tax on other financial institutions in chapter 148;

10 (5) The corporation franchise tax in chapter 147;

11 (6) The state income tax in chapter 143; and

12 (7) The annual tax on gross receipts of express companies in chapter 153.

13 2. For proposals approved pursuant to section 32.110:

14 (1) The amount of the tax credit shall not exceed fifty percent of the total  
15 amount contributed during the taxable year by the business firm or, in the case  
16 of a financial institution, where applicable, during the relevant income period in  
17 programs approved pursuant to section 32.110;

18 (2) Except as provided in subsection 2 or 5 of this section, a tax credit of  
19 up to seventy percent may be allowed for contributions to programs where  
20 activities fall within the scope of special program priorities as defined with the  
21 approval of the governor in regulations promulgated by the director of the  
22 department of economic development;

23 (3) Except as provided in subsection 2 or 5 of this section, the tax credit  
24 allowed for contributions to programs located in any community shall be equal to  
25 seventy percent of the total amount contributed where such community is a city,  
26 town or village which has fifteen thousand or less inhabitants as of the last  
27 decennial census and is located in a county which is either located in:

28 (a) An area that is not part of a standard metropolitan statistical area;  
29 (b) A standard metropolitan statistical area but such county has only one  
30 city, town or village which has more than fifteen thousand inhabitants; or  
31 (c) A standard metropolitan statistical area and a substantial number of  
32 persons in such county derive their income from agriculture. Such community  
33 may also be in an unincorporated area in such county as provided in subdivision  
34 (1), (2) or (3) of this subsection. Except in no case shall the total economic benefit  
35 of the combined federal and state tax savings to the taxpayer exceed the amount  
36 contributed by the taxpayer during the tax year;

37 (4) Such tax credit allocation, equal to seventy percent of the total amount  
38 contributed, shall not exceed four million dollars in fiscal year 1999 and six  
39 million dollars in fiscal year 2000 and any subsequent fiscal year. When the  
40 maximum dollar limit on the seventy percent tax credit allocation is committed,  
41 the tax credit allocation for such programs shall then be equal to fifty percent  
42 credit of the total amount contributed. Regulations establishing special program  
43 priorities are to be promulgated during the first month of each fiscal year and at  
44 such times during the year as the public interest dictates. Such credit shall not  
45 exceed two hundred and fifty thousand dollars annually except as provided in  
46 subdivision (5) of this subsection. No tax credit shall be approved for any bank,  
47 bank and trust company, insurance company, trust company, national bank,  
48 savings association, or building and loan association for activities that are a part  
49 of its normal course of business. Any tax credit not used in the period the  
50 contribution was made may be carried over the next five succeeding calendar or  
51 fiscal years until the full credit has been claimed. Except as otherwise provided  
52 for proposals approved pursuant to section 32.111, 32.112 or 32.117, in no event  
53 shall the total amount of all other tax credits allowed pursuant to sections 32.100  
54 to 32.125 exceed thirty-two million dollars in any one fiscal year, of which six  
55 million shall be credits allowed pursuant to section 135.460. If six million dollars  
56 in credits are not approved, then the remaining credits may be used for programs  
57 approved pursuant to sections 32.100 to 32.125;

58 (5) The credit may exceed two hundred fifty thousand dollars annually  
59 and shall not be limited if community services, crime prevention, education, job  
60 training, physical revitalization or economic development, as defined by section  
61 32.105, is rendered in an area defined by federal or state law as an impoverished,  
62 economically distressed, or blighted area or as a neighborhood experiencing  
63 problems endangering its existence as a viable and stable neighborhood, or if the

64 community services, crime prevention, education, job training, physical  
65 revitalization or economic development is limited to impoverished persons.

66 3. For proposals approved pursuant to section 32.111:

67 (1) The amount of the tax credit shall not exceed fifty-five percent of the  
68 total amount invested in affordable housing assistance activities or market rate  
69 housing in distressed communities as defined in section 135.530 by a business  
70 firm. Whenever such investment is made in the form of an equity investment or  
71 a loan, as opposed to a donation alone, tax credits may be claimed only where the  
72 loan or equity investment is accompanied by a donation which is eligible for  
73 federal income tax charitable deduction, and where the total value of the tax  
74 credits herein plus the value of the federal income tax charitable deduction is less  
75 than or equal to the value of the donation. Any tax credit not used in the period  
76 for which the credit was approved may be carried over the next ten succeeding  
77 calendar or fiscal years until the full credit has been allowed. If the affordable  
78 housing units or market rate housing units in distressed communities for which  
79 a tax is claimed are within a larger structure, parts of which are not the subject  
80 of a tax credit claim, then expenditures applicable to the entire structure shall  
81 be reduced on a prorated basis in proportion to the ratio of the number of square  
82 feet devoted to the affordable housing units or market rate housing units in  
83 distressed communities, for purposes of determining the amount of the tax  
84 credit. The total amount of tax credit granted for programs approved pursuant  
85 to section 32.111 for the fiscal year beginning July 1, 1991, shall not exceed two  
86 million dollars, to be increased by no more than two million dollars each  
87 succeeding fiscal year, until the total tax credits that may be approved reaches  
88 ten million dollars in any fiscal year;

89 (2) For any year during the compliance period indicated in the land use  
90 restriction agreement, the owner of the affordable housing rental units for which  
91 a credit is being claimed shall certify to the commission that all tenants renting  
92 claimed units are income eligible for affordable housing units and that the rentals  
93 for each claimed unit are in compliance with the provisions of sections 32.100 to  
94 32.125. The commission is authorized, in its discretion, to audit the records and  
95 accounts of the owner to verify such certification;

96 (3) In the case of owner-occupied affordable housing units, the qualifying  
97 owner occupant shall, before the end of the first year in which credits are  
98 claimed, certify to the commission that the occupant is income eligible during the  
99 preceding two years, and at the time of the initial purchase contract, but not

100 thereafter. The qualifying owner occupant shall further certify to the commission,  
101 before the end of the first year in which credits are claimed, that during the  
102 compliance period indicated in the land use restriction agreement, the cost of the  
103 affordable housing unit to the occupant for the claimed unit can reasonably be  
104 projected to be in compliance with the provisions of sections 32.100 to  
105 32.125. Any succeeding owner occupant acquiring the affordable housing unit  
106 during the compliance period indicated in the land use restriction agreement  
107 shall make the same certification;

108 (4) If at any time during the compliance period the commission determines  
109 a project for which a proposal has been approved is not in compliance with the  
110 applicable provisions of sections 32.100 to 32.125 or rules promulgated therefor,  
111 the commission may within one hundred fifty days of notice to the owner either  
112 seek injunctive enforcement action against the owner, or seek legal damages  
113 against the owner representing the value of the tax credits, or foreclose on the  
114 lien in the land use restriction agreement, selling the project at a public sale, and  
115 paying to the owner the proceeds of the sale, less the costs of the sale and less the  
116 value of all tax credits allowed herein. The commission shall remit to the director  
117 of revenue the portion of the legal damages collected or the sale proceeds  
118 representing the value of the tax credits. However, except in the event of  
119 intentional fraud by the taxpayer, the proposal's certificate of eligibility for tax  
120 credits shall not be revoked.

121 4. For proposals approved pursuant to section 32.112, the amount of the  
122 tax credit shall not exceed fifty-five percent of the total amount contributed to a  
123 neighborhood organization by business firms. Any tax credit not used in the  
124 period for which the credit was approved may be carried over the next ten  
125 succeeding calendar or fiscal years until the full credit has been allowed. The  
126 total amount of tax credit granted for programs approved pursuant to section  
127 32.112 shall not exceed one million dollars for each fiscal year.

128 5. The total amount of tax credits used for market rate housing in  
129 distressed communities pursuant to sections 32.100 to 32.125 shall not exceed  
130 thirty percent of the total amount of all tax credits authorized pursuant to  
131 sections 32.111 and 32.112.

132 **6. Notwithstanding any provision of law to the contrary, except**  
133 **as otherwise provided under 620.2020, no tax credits provided under**  
134 **sections 32.100 to 32.125 shall be authorized on or after August 28,**  
135 **2015. The provisions of this subsection shall not be construed to limit**

136 or in any way impair the department's ability to issue tax credits  
137 authorized prior to August 28, 2015, or a taxpayer's ability to redeem  
138 such tax credits.

67.2050. 1. As used in this section, unless the context clearly  
2 indicates otherwise, the following terms shall mean:

3 (1) "Facility", a location composed of real estate, buildings,  
4 fixtures, machinery, and equipment;

5 (2) "Municipality", any county, city, incorporated town, or village  
6 of the state;

7 (3) "NAICS", the 2007 edition of the North American Industry  
8 Classification System developed under the direction and guidance of  
9 the federal Office of Management and Budget. Any NAICS sector,  
10 subsector, industry group, or industry identified in this section shall  
11 include its corresponding classification in previous and subsequent  
12 federal industry classification systems;

13 (4) "Technology business facility", a facility purchased,  
14 constructed, extended, or improved under this section, provided that  
15 such business facility is engaged in:

16 (a) Wired telecommunications carriers (NAICS 517110);

17 (b) Data processing, hosting, and related services (NAICS  
18 518210); or

19 (c) Internet publishing and broadcasting and web search portals  
20 (NAICS 519130), at the business facility;

21 (5) "Technology business facility project" or "project", the  
22 purchase, construction, extension, and improvement of technology  
23 business facilities, whether of the facility as a whole or of any one or  
24 more of the facility's components of real estate, buildings, fixtures,  
25 machinery, and equipment.

26 2. The governing body of any municipality may:

27 (1) Carry out technology business facility projects for economic  
28 development under this section;

29 (2) Accept grants from the federal and state governments for  
30 technology business facility project purposes, and may enter into such  
31 agreements as are not contrary to the laws of this state and which may  
32 be required as a condition of grants by the federal government or its  
33 agencies; and

34 (3) Receive gifts and donations from private sources to be used

35 for technology business facility project purposes.

36           3. The governing body of the municipality may enter into loan  
37 agreements, sell, lease, or mortgage to private persons, partnerships,  
38 or corporations any one or more of the components of a facility  
39 received, purchased, constructed, or extended by the municipality for  
40 development of a technology business facility project. The loan  
41 agreement, installment sale agreement, lease, or other such document  
42 shall contain such other terms as are agreed upon between the  
43 municipality and the obligor, provided that such terms shall be  
44 consistent with this section. When, in the judgment of the governing  
45 body of the municipality, the technology business facility project will  
46 result in economic benefits to the municipality, the governing body may  
47 lawfully enter into an agreement that includes nominal monetary  
48 consideration to the municipality in exchange for the use of one or  
49 more components of the facility.

50           4. Transactions involving the lease or rental of any components  
51 of a project under this section shall be specifically exempted from the  
52 provisions of the local sales tax law as defined in section 32.085, section  
53 238.235, and sections 144.010 to 144.525 and 144.600 to 144.761, and from  
54 the computation of the tax levied, assessed, or payable under the local  
55 sales tax law as defined in section 32.085, section 238.235, and sections  
56 144.010 to 144.525 and 144.600 to 144.745.

57           5. Leasehold interests granted and held under this section shall  
58 not be subject to property taxes.

59           6. Any payments in lieu of taxes expected to be made by any  
60 lessee of the project shall be applied in accordance with this  
61 section. The lessee may reimburse the municipality for its actual costs  
62 of administering the plan. All amounts paid in excess of such actual  
63 costs shall, immediately upon receipt thereof, be disbursed by the  
64 municipality's treasurer or other financial officer to each affected  
65 taxing entity in proportion to the current ad valorem tax levy of each  
66 affected taxing entity.

67           7. The county assessor shall include the current assessed value  
68 of all property within the affected taxing entities in the aggregate  
69 valuation of assessed property entered upon the assessor's book and  
70 verified under section 137.245, and such value shall be used for the  
71 purpose of the debt limitation on local government under section 26(b),

72 article VI, Constitution of Missouri.

73 8. The governing body of any municipality may sell or otherwise  
74 dispose of the property, buildings, or plants acquired under this section  
75 to private persons or corporations for technology business facility  
76 project purposes upon approval by the governing body. The terms and  
77 method of the sale or other disposal shall be established by the  
78 governing body so as to reasonably protect the economic well-being of  
79 the municipality and to promote the development of technology  
80 business facility projects. A private person or corporation that initially  
81 transfers property to the municipality for the purposes of a technology  
82 business facility project and does not charge a purchase price to the  
83 municipality shall retain the right, upon request to the municipality,  
84 to have the municipality retransfer the donated property to the person  
85 or corporation at no cost.

86 9. The provisions of this section shall not be construed to allow  
87 political subdivisions to provide telecommunications services or  
88 telecommunications facilities to the extent that they are prohibited  
89 from doing so by section 392.410.

67.3000. 1. As used in this section and section 67.3005, the  
2 following words shall mean:

3 (1) "Active Member", an organization located in the state of  
4 Missouri, which solicits and services sports events, sports  
5 organizations, and other types of sports-related activities in that  
6 community;

7 (2) "Applicant" or "applicants", one or more certified sponsors,  
8 endorsing counties, endorsing municipalities, or a local organizing  
9 committee, acting individually or collectively;

10 (3) "Certified sponsor" or "certified sponsors", a nonprofit  
11 organization which is an active member of the National Association of  
12 Sports Commissions;

13 (4) "Department", the Missouri department of economic  
14 development;

15 (5) "Director", the director of revenue;

16 (6) "Eligible costs", shall include:

17 (a) Costs necessary for conducting the sporting event;

18 (b) Costs relating to the preparations necessary for the conduct  
19 of the sporting event; and



20 (c) An applicant's pledged obligations to the site selection  
21 organization as evidenced by the support contract for the sporting  
22 event.

23 Eligible costs shall not include any cost associated with the  
24 rehabilitation or construction of any facilities used to host the sporting  
25 event, but may include costs associated with the retrofitting of a  
26 facility necessary to accommodate the sporting event and direct  
27 payments to a for-profit site selection organization;

28 (7) "Eligible donation", donations received, by a certified sponsor  
29 or local organizing committee, from a taxpayer that may include cash,  
30 publically traded stocks and bonds, and real estate that will be valued  
31 and documented according to rules promulgated by the  
32 department. Such donations shall be used solely to provide funding to  
33 attract sporting events to this state;

34 (8) "Endorsing municipality" or "endorsing municipalities", any  
35 city, town, incorporated village, or county that contains a site selected  
36 by a site selection organization for one or more sporting events;

37 (9) "Joinder agreement", an agreement entered into by one or  
38 more applicants, acting individually or collectively, and a site selection  
39 organization setting out representations and assurances by each  
40 applicant in connection with the selection of a site in this state for the  
41 location of a sporting event;

42 (10) "Joinder undertaking", an agreement entered into by one or  
43 more applicants, acting individually or collectively, and a site selection  
44 organization that each applicant will execute a joinder agreement in  
45 the event that the site selection organization selects a site in this state  
46 for a sporting event;

47 (11) "Local organizing committee", a nonprofit corporation or its  
48 successor in interest that:

49 (a) Has been authorized by one or more certified sponsors,  
50 endorsing municipalities, or endorsing counties, acting individually or  
51 collectively, to pursue an application and bid on its or the applicant's  
52 behalf to a site selection organization for selection as the site of one or  
53 more sporting events; or

54 (b) With the authorization of one or more certified sponsors,  
55 endorsing municipalities, or endorsing counties, acting individually or  
56 collectively, executes an agreement with a site selection organization

57 regarding a bid to host one or more sporting events;

58 (12) "Site selection organization", the National Collegiate Athletic  
59 Association (NCAA); an NCAA member conference, university, or  
60 institution; the National Association of Intercollegiate Athletics (NAIA);  
61 the United States Olympic Committee (USOC); a national governing  
62 body (NGB) or international federation of a sport recognized by the  
63 USOC; the United States Golf Association (USGA); the United States  
64 Tennis Association (USTA); the Amateur Softball Association of America  
65 (ASA); other major regional, national, and international sports  
66 associations, and amateur organizations that promote, organize, or  
67 administer sporting games, or competitions; or other major regional,  
68 national, and international organizations that promote or organize  
69 sporting events;

70 (13) "Sporting event" or "sporting events", an amateur sporting  
71 event that is competitively bid;

72 (14) "Support contract" or "support contracts", an event award  
73 notification, joinder undertaking, joinder agreement, or contract  
74 executed by an applicant and a site selection organization;

75 (15) "Tax credit" or "tax credits", a credit or credits issued by the  
76 department against the tax otherwise due under chapter 143 or 148,  
77 excluding withholding tax imposed by sections 143.191 to 143.265;

78 (16) "Taxpayer", any of the following individuals or entities who  
79 make an eligible donation:

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

83 (b) A corporation subject to the annual corporation franchise tax  
84 imposed in chapter 147;

85 (c) An insurance company paying an annual tax on its gross  
86 premium receipts in this state;

87 (d) Any other financial institution paying taxes to the state of  
88 Missouri or any political subdivision of this state under chapter 148;

89 (e) An individual subject to the state income tax imposed in  
90 chapter 143;

91 (f) Any charitable organization which is exempt from federal  
92 income tax and whose Missouri unrelated business taxable income, if  
93 any, would be subject to the state income tax imposed under chapter

94 143.

95           2. An applicant may submit a copy of a support contract for a  
96 sporting event to the department. Within sixty days of receipt of the  
97 sporting event support contract, the department may review the  
98 applicant's support contract and certify such support contract if it  
99 complies with the requirements of this section. Upon certification of  
100 the support contract by the department, the applicant may be  
101 authorized to receive the tax credit under subsection 4 of this section.

102           3. No more than thirty days following the conclusion of the  
103 sporting event, the applicant shall submit eligible costs and  
104 documentation of the costs evidenced by receipts, paid invoices, or  
105 other documentation in a manner prescribed by the department.

106           4. No later than seven days following the conclusion of the  
107 sporting event, the department, in consultation with the director, may  
108 determine the total number of tickets sold at face value for such event.  
109 No later than sixty days following the receipt of eligible costs and  
110 documentation of such costs from the applicant as required in  
111 subsection 3 of this section, the department may issue a refundable tax  
112 credit to the applicant for the lesser of one hundred percent of eligible  
113 costs incurred by the applicant or an amount equal to five dollars for  
114 every admission ticket sold to such event. Tax credits authorized by  
115 this section may be claimed against taxes imposed by chapters 143 and  
116 148 and shall be claimed within one year of the close of the taxable  
117 year for which the credits were issued. Tax credits authorized by this  
118 section may be transferred, sold, or assigned by filing a notarized  
119 endorsement thereof with the department that names the transferee,  
120 the amount of tax credit transferred, and the value received for the  
121 credit, as well as any other information reasonably requested by the  
122 department.

123           5. In no event shall the amount of tax credits issued by the  
124 department under subsection 4 of this section exceed three million  
125 dollars in any fiscal year.

126           6. An applicant shall provide any information necessary as  
127 determined by the department for the department and the director to  
128 fulfill the duties required by this section. At any time upon the request  
129 of the state of Missouri, a certified sponsor shall subject itself to an  
130 audit conducted by the state.

131           7. This section shall not be construed as creating or requiring a  
132 state guarantee of obligations imposed on an endorsing municipality  
133 under a support contract or any other agreement relating to hosting  
134 one or more sporting events in this state.

135           8. The department shall only certify an applicant's support  
136 contract for a sporting event in which the site selection organization  
137 has yet to select a location for the sporting event as of the effective  
138 date of this act. Support contracts shall not be certified by the  
139 department after August 28, 2017, provided that the support contracts  
140 may be certified prior to August 28, 2017, for sporting events that will  
141 be held after such date.

142           9. The department may promulgate rules as necessary to  
143 implement the provisions of this section. Any rule or portion of a rule,  
144 as that term is defined in section 536.010 that is created under the  
145 authority delegated in this section shall become effective only if it  
146 complies with and is subject to all of the provisions of chapter 536, and,  
147 if applicable, section 536.028. This section and chapter 536 are  
148 nonseverable and if any of the powers vested with the general assembly  
149 pursuant to chapter 536, to review, to delay the effective date, or to  
150 disapprove and annul a rule are subsequently held unconstitutional,  
151 then the grant of rulemaking authority and any rule proposed or  
152 adopted after the effective date of this act, shall be invalid and void.

67.3005. 1. For all taxable years beginning on or after January  
2 1, 2011, any taxpayer shall be allowed a credit against the taxes  
3 otherwise due under chapter 143, 147, or 148 excluding withholding tax  
4 imposed by sections 143.191 to 143.265 in an amount equal to fifty  
5 percent of the amount of an eligible donation, subject to the  
6 restrictions in this section. The amount of the tax credit claimed shall  
7 not exceed the amount of the taxpayer's state income tax liability in the  
8 tax year for which the credit is claimed. Any amount of credit that the  
9 taxpayer is prohibited by this section from claiming in a tax year shall  
10 not be refundable, but may be carried forward to any of the taxpayer's  
11 four subsequent taxable years.

12           2. To claim the credit authorized in this section, a certified  
13 sponsor or local organizing committee shall submit to the department  
14 an application for the tax credit authorized by this section on behalf of  
15 taxpayers. The department shall verify that the applicant has

16 submitted the following items accurately and completely:

17 (1) A valid application in the form and format required by the  
18 department;

19 (2) A statement attesting to the eligible donation received, which  
20 shall include the name and taxpayer identification number of the  
21 individual making the eligible donation, the amount of the eligible  
22 donation, and the date the eligible donation was received; and

23 (3) Payment from the certified sponsor or local organizing  
24 committee equal to the value of the tax credit for which application is  
25 made.

26 If the certified sponsor or local organizing committee applying for the  
27 tax credit meets all criteria required by this subsection, the department  
28 shall issue a certificate in the appropriate amount.

29 3. Tax credits issued under this section may be assigned,  
30 transferred, sold, or otherwise conveyed, and the new owner of the tax  
31 credit shall have the same rights in the credit as the  
32 taxpayer. Whenever a certificate is assigned, transferred, sold, or  
33 otherwise conveyed, a notarized endorsement shall be filed with the  
34 department specifying the name and address of the new owner of the  
35 tax credit or the value of the credit. In no event shall the amount of  
36 tax credits issued by the department under this section exceed ten  
37 million dollars in any fiscal year.

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

49 5. Under section 23.253 of the Missouri sunset act:

50 (1) The provisions of the new program authorized under this  
51 section shall automatically sunset six years after August 28, 2011,  
52 unless reauthorized by an act of the general assembly; and

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

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

100.286. 1. Within the discretion of the board, the development and  
2 reserve fund, the infrastructure development fund or the export finance fund may  
3 be pledged to secure the payment of any bonds or notes issued by the board, or  
4 to secure the payment of any loan made by the board or a participating lender  
5 which loan:

6           (1) Is requested to finance any project or export trade activity;

7           (2) Is requested by a borrower who is demonstrated to be financially  
8 responsible;

9           (3) Can reasonably be expected to provide a benefit to the economy of this  
10 state;

11           (4) Is otherwise secured by a mortgage or deed of trust on real or personal  
12 property or other security satisfactory to the board; provided that loans to finance  
13 export trade activities may be secured by export accounts receivable or  
14 inventories of exportable goods satisfactory to the board;

15           (5) Does not exceed five million dollars;

16           (6) Does not have a term longer than five years if such loan is made to  
17 finance export trade activities; and

18           (7) Is, when used to finance export trade activities, made to small or  
19 medium size businesses or agricultural businesses, as may be defined by the  
20 board.

21           2. The board shall prescribe standards for the evaluation of the financial  
22 condition, business history, and qualifications of each borrower and the terms and  
23 conditions of loans which may be secured, and may require each application to  
24 include a financial report and evaluation by an independent certified public  
25 accounting firm, in addition to such examination and evaluation as may be  
26 conducted by any participating lender.

27           3. Each application for a loan secured by the development and reserve  
28 fund, the infrastructure development fund or the export finance fund shall be  
29 reviewed in the first instance by any participating lender to whom the application  
30 was submitted. If satisfied that the standards prescribed by the board are met

31 and that the loan is otherwise eligible to be secured by the development and  
32 reserve fund, the infrastructure development fund or the export finance fund, the  
33 participating lender shall certify the same and forward the application for final  
34 approval to the board.

35 4. The securing of any loans by the development and reserve fund, the  
36 infrastructure development fund or the export finance fund shall be conditioned  
37 upon approval of the application by the board, and receipt of an annual reserve  
38 participation fee, as prescribed by the board, submitted by or on behalf of the  
39 borrower.

40 5. The securing of any loan by the export finance fund for export trade  
41 activities shall be conditioned upon the board's compliance with any applicable  
42 treaties and international agreements, such as the general agreement on tariffs  
43 and trade and the subsidies code, to which the United States is then a party.

44 6. Any taxpayer, including any charitable organization that is exempt  
45 from federal income tax and whose Missouri unrelated business taxable income,  
46 if any, would be subject to the state income tax imposed under chapter 143, may,  
47 subject to the limitations provided under subsection 8 of this section, receive a tax  
48 credit against any tax otherwise due under the provisions of chapter 143,  
49 excluding withholding tax imposed by sections 143.191 to 143.261, chapter 147,  
50 or chapter 148, in the amount of fifty percent of any amount contributed in money  
51 or property by the taxpayer to the development and reserve fund, the  
52 infrastructure development fund or the export finance fund during the taxpayer's  
53 tax year, provided, however, the total tax credits awarded in any calendar year  
54 beginning after January 1, 1994, shall not be the greater of ten million dollars or  
55 five percent of the average growth in general revenue receipts in the preceding  
56 three fiscal years. This limit may be exceeded only upon joint agreement by the  
57 commissioner of administration, the director of the department of economic  
58 development, and the director of the department of revenue that such action is  
59 essential to ensure retention or attraction of investment in Missouri. If the board  
60 receives, as a contribution, real property, the contributor at such contributor's  
61 own expense shall have two independent appraisals conducted by appraisers  
62 certified by the Master Appraisal Institute. Both appraisals shall be submitted  
63 to the board, and the tax credit certified by the board to the contributor shall be  
64 based upon the value of the lower of the two appraisals. The board shall not  
65 certify the tax credit until the property is deeded to the board. Such credit shall  
66 not apply to reserve participation fees paid by borrowers under sections 100.250

67 to 100.297. The portion of earned tax credits which exceeds the taxpayer's tax  
68 liability may be carried forward for up to five years.

69           7. Notwithstanding any provision of law to the contrary, any taxpayer  
70 may sell, assign, exchange, convey or otherwise transfer tax credits allowed in  
71 subsection 6 of this section under the terms and conditions prescribed in  
72 subdivisions (1) and (2) of this subsection. Such taxpayer, hereinafter the  
73 assignor for the purpose of this subsection, may sell, assign, exchange or  
74 otherwise transfer earned tax credits:

75           (1) For no less than seventy-five percent of the par value of such credits;  
76 and

77           (2) In an amount not to exceed one hundred percent of annual earned  
78 credits. The taxpayer acquiring earned credits, hereinafter the assignee for the  
79 purpose of this subsection, may use the acquired credits to offset up to one  
80 hundred percent of the tax liabilities otherwise imposed by chapter 143, excluding  
81 withholding tax imposed by sections 143.191 to 143.261, chapter 147, or chapter  
82 148. Unused credits in the hands of the assignee may be carried forward for up  
83 to five years, provided all such credits shall be claimed within ten years following  
84 the tax years in which the contribution was made. The assignor shall enter into  
85 a written agreement with the assignee establishing the terms and conditions of  
86 the agreement and shall perfect such transfer by notifying the board in writing  
87 within thirty calendar days following the effective day of the transfer and shall  
88 provide any information as may be required by the board to administer and carry  
89 out the provisions of this section. Notwithstanding any other provision of law to  
90 the contrary, the amount received by the assignor of such tax credit shall be  
91 taxable as income of the assignor, and the excess of the par value of such credit  
92 over the amount paid by the assignee for such credit shall be taxable as income  
93 of the assignee.

94           8. Provisions of subsections 1 to 7 of this section to the contrary  
95 notwithstanding, no more than ten million dollars in tax credits provided under  
96 this section, may be authorized or approved annually. The limitation on tax  
97 credit authorization and approval provided under this subsection may be exceeded  
98 only upon mutual agreement, evidenced by a signed and properly notarized letter,  
99 by the commissioner of the office of administration, the director of the department  
100 of economic development, and the director of the department of revenue that such  
101 action is essential to ensure retention or attraction of investment in Missouri  
102 provided, however, that in no case shall more than twenty-five million dollars in



103 tax credits be authorized or approved during such year. Taxpayers shall file,  
104 with the board, an application for tax credits authorized under this section on a  
105 form provided by the board. The provisions of this subsection shall not be  
106 construed to limit or in any way impair the ability of the board to authorize tax  
107 credits for issuance for projects authorized or approved, by a vote of the board,  
108 on or before the thirtieth day following the effective date of this act, or a  
109 taxpayer's ability to redeem such tax credits.

110 **9. Notwithstanding any provision of law to the contrary, no tax**  
111 **credits provided under this section shall be authorized on or after**  
112 **August 28, 2014. The provisions of this subsection shall not be**  
113 **construed to limit or in any way impair the board's ability to issue tax**  
114 **credits authorized prior to August 28, 2014, or a taxpayer's ability to**  
115 **redeem such tax credits.**

100.297. 1. The board may authorize a tax credit, as described in this  
2 section, to the owner of any revenue bonds or notes issued by the board pursuant  
3 to the provisions of sections 100.250 to 100.297, for infrastructure facilities as  
4 defined in subdivision (9) of section 100.255, if, prior to the issuance of such  
5 bonds or notes, the board determines that:

6 (1) The availability of such tax credit is a material inducement to the  
7 undertaking of the project in the state of Missouri and to the sale of the bonds or  
8 notes;

9 (2) The loan with respect to the project is adequately secured by a first  
10 deed of trust or mortgage or comparable lien, or other security satisfactory to the  
11 board.

12 2. Upon making the determinations specified in subsection 1 of this  
13 section, the board may declare that each owner of an issue of revenue bonds or  
14 notes shall be entitled, in lieu of any other deduction with respect to such bonds  
15 or notes, to a tax credit against any tax otherwise due by such owner pursuant  
16 to the provisions of chapter 143, excluding withholding tax imposed by sections  
17 143.191 to 143.261, chapter 147, or chapter 148, in the amount of one hundred  
18 percent of the unpaid principal of and unpaid interest on such bonds or notes  
19 held by such owner in the taxable year of such owner following the calendar year  
20 of the default of the loan by the borrower with respect to the project. The  
21 occurrence of a default shall be governed by documents authorizing the issuance  
22 of the bonds. The tax credit allowed pursuant to this section shall be available  
23 to the original owners of the bonds or notes or any subsequent owner or owners

24 thereof. Once an owner is entitled to a claim, any such tax credits shall be  
25 transferable as provided in subsection 7 of section 100.286. Notwithstanding any  
26 provision of Missouri law to the contrary, any portion of the tax credit to which  
27 any owner of a revenue bond or note is entitled pursuant to this section which  
28 exceeds the total income tax liability of such owner of a revenue bond or note  
29 shall be carried forward and allowed as a credit against any future taxes imposed  
30 on such owner within the next ten years pursuant to the provisions of chapter  
31 143, excluding withholding tax imposed by sections 143.191 to 143.261, chapter  
32 147, or chapter 148. The eligibility of the owner of any revenue bond or note  
33 issued pursuant to the provisions of sections 100.250 to 100.297 for the tax credit  
34 provided by this section shall be expressly stated on the face of each such bond  
35 or note. The tax credit allowed pursuant to this section shall also be available  
36 to any financial institution or guarantor which executes any credit facility as  
37 security for bonds issued pursuant to this section to the same extent as if such  
38 financial institution or guarantor was an owner of the bonds or notes, provided  
39 however, in such case the tax credits provided by this section shall be available  
40 immediately following any default of the loan by the borrower with respect to the  
41 project. In addition to reimbursing the financial institution or guarantor for  
42 claims relating to unpaid principal and interest, such claim may include payment  
43 of any unpaid fees imposed by such financial institution or guarantor for use of  
44 the credit facility.

45         3. The aggregate principal amount of revenue bonds or notes outstanding  
46 at any time with respect to which the tax credit provided in this section shall be  
47 available shall not exceed fifty million dollars.

48         **4. Notwithstanding any provision of law to the contrary, no tax**  
49 **credits provided under this section shall be authorized on or after**  
50 **August 28, 2014. The provisions of this subsection shall not be**  
51 **construed to limit or in any way impair the board's ability to issue tax**  
52 **credits authorized prior to August 28, 2014, or a taxpayer's ability to**  
53 **redeem such tax credits.**

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

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

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

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

38 (3) ["Gross rent", amount paid by a claimant to a landlord for the rental,  
39 at arm's length, of a homestead during the calendar year, exclusive of charges for  
40 health and personal care services and food furnished as part of the rental  
41 agreement, whether or not expressly set out in the rental agreement. If the  
42 director of revenue determines that the landlord and tenant have not dealt at

43 arm's length, and that the gross rent is excessive, then he shall determine the  
44 gross rent based upon a reasonable amount of rent. Gross rent shall be deemed  
45 to be paid only if actually paid prior to the date a return is filed. The director of  
46 revenue may prescribe regulations requiring a return of information by a landlord  
47 receiving rent, certifying for a calendar year the amount of gross rent received  
48 from a tenant claiming a property tax credit and shall, by regulation, provide a  
49 method for certification by the claimant of the amount of gross rent paid for any  
50 calendar year for which a claim is made. The regulations authorized by this  
51 subdivision may require a landlord or a tenant or both to provide data relating  
52 to health and personal care services and to food. Neither a landlord nor a tenant  
53 may be required to provide data relating to utilities, furniture, home furnishings  
54 or appliances;

55 (4) "Homestead", the dwelling in Missouri owned [or rented] by the  
56 claimant and not to exceed five acres of land surrounding it as is reasonably  
57 necessary for use of the dwelling as a home. It may consist of part of a  
58 multidwelling or multipurpose building and part of the land upon which it is  
59 built. "Owned" includes a vendee in possession under a land contract and one or  
60 more tenants by the entirety, joint tenants, or tenants in common and includes  
61 a claimant actually in possession if he was the immediate former owner of record,  
62 if a lineal descendant is presently the owner of record, and if the claimant  
63 actually pays all taxes upon the property. It may include a mobile home;

64 [(5)] (4) "Income", Missouri adjusted gross income as defined in section  
65 143.121 less two thousand dollars, or in the case of a homestead owned and  
66 occupied, for the entire year, by the claimant, less four thousand dollars as an  
67 exemption for the claimant's spouse residing at the same address, and increased,  
68 where necessary, to reflect the following:

69 (a) Social Security, railroad retirement, and veterans payments and  
70 benefits unless the claimant is a one hundred percent service-connected, disabled  
71 veteran or a spouse of a one hundred percent service-connected, disabled  
72 veteran. The one hundred percent service-connected disabled veteran shall not  
73 be required to list veterans payments and benefits;

74 (b) The total amount of all other public and private pensions and  
75 annuities;

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

78 (d) No deduction being allowed for losses not incurred in a trade or

79 business;

80 (e) Interest on the obligations of the United States, any state, or any of  
81 their subdivisions and instrumentalities;

82 [(6)] (5) "Property taxes accrued", property taxes paid, exclusive of  
83 special assessments, penalties, interest, and charges for service levied on a  
84 claimant's homestead in any calendar year. Property taxes shall qualify for the  
85 credit only if actually paid prior to the date a return is filed. The director of  
86 revenue shall require a tax receipt or other proof of property tax payment. If a  
87 homestead is owned only partially by claimant, then "property taxes accrued" is  
88 that part of property taxes levied on the homestead which was actually paid by  
89 the claimant. For purposes of this subdivision, property taxes are "levied" when  
90 the tax roll is delivered to the director of revenue for collection. If a claimant  
91 owns a homestead part of the preceding calendar year and rents it or a different  
92 homestead for part of the same year, "property taxes accrued" means only taxes  
93 levied on the homestead both owned and occupied by the claimant, multiplied by  
94 the percentage of twelve months that such property was owned and occupied as  
95 the homestead of the claimant during the year. When a claimant owns and  
96 occupies two or more different homesteads in the same calendar year, property  
97 taxes accrued shall be the sum of taxes allocable to those several properties  
98 occupied by the claimant as a homestead for the year. If a homestead is an  
99 integral part of a larger unit such as a farm, or multipurpose or multidwelling  
100 building, property taxes accrued shall be that percentage of the total property  
101 taxes accrued as the value of the homestead is of the total value. For purposes  
102 of this subdivision "unit" refers to the parcel of property covered by a single tax  
103 statement of which the homestead is a part[;

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

135.025. 1. The property taxes accrued [and rent constituting property  
2 taxes accrued] on each return shall be totaled. This total, up to [seven hundred  
3 fifty dollars in rent constituting property taxes actually paid or] eleven hundred  
4 dollars in actual property tax paid, shall be used in determining the property tax  
5 credit. The director of revenue shall prescribe regulations providing for  
6 allocations where part of a claimant's homestead is rented to another or used for  
7 nondwelling purposes or where a homestead is owned [or rented] or used as a  
8 dwelling for part of a year.

9 2. The director of the department of revenue shall calculate the

10 amount of property tax credit that was attributable to renters in fiscal  
11 year 2011. Beginning with the budget request for fiscal year 2013, the  
12 director of the department of revenue shall annually request that such  
13 amount be appropriated from the general revenue fund to the Missouri  
14 senior services protection fund. The money in the Missouri senior  
15 services protection fund shall be appropriated for the Missouri Rx plan  
16 under section 208.782, for services for seniors through the area  
17 agencies on aging, and other programs for low income seniors.

18 3. There is hereby created in the state treasury the "Missouri  
19 Senior Services Protection Fund" which shall consist of money collected  
20 under this section. The state treasurer shall be custodian of the fund.  
21 In accordance with sections 30.170 and 30.180, the state treasurer may  
22 approve disbursements. The fund shall be a dedicated fund and, upon  
23 appropriation, money in the fund shall be used solely for the  
24 administration of this section. Notwithstanding the provisions of  
25 section 33.080, to the contrary, any moneys remaining in the fund at the  
26 end of the biennium shall not revert to the credit of the general  
27 revenue fund. The state treasurer shall invest moneys in the fund in  
28 the same manner as other funds are invested. Any interest and moneys  
29 earned on such investments shall be credited to the fund.

135.030. 1. As used in this section:

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

9 (2) The term "minimum base" shall, for each calendar year after December  
10 31, 1997, but before calendar year 2008, be the sum of thirteen thousand  
11 dollars. For all calendar years beginning on or after January 1, 2008, the  
12 minimum base shall be the sum of fourteen thousand three hundred dollars.

13 2. If the income on a return is equal to or less than the maximum upper  
14 limit for the calendar year for which the return is filed, the property tax credit  
15 shall be determined from a table of credits based upon the amount by which the  
16 total property tax described in section 135.025 exceeds the percent of income in

17 the following list:

18 If the income on the return is:

The percent is:

19 Not over the minimum base

0 percent with credit

20

not to exceed \$1,100

21

in actual property tax

22

[or rent equivalent] paid

23

[up to \$750]

24 Over the minimum base but

1/16 percent accumulative

25 not over the maximum upper

per \$300 from 0 percent

26 limit

to 4 percent.

27 The director of revenue shall prescribe a table based upon the preceding

28 sentences. The property tax shall be in increments of twenty-five dollars and the

29 income in increments of three hundred dollars. The credit shall be the amount

30 rounded to the nearest whole dollar computed on the basis of the property tax

31 and income at the midpoints of each increment. As used in this subsection, the

32 term "accumulative" means an increase by continuous or repeated application of

33 the percent to the income increment at each three hundred dollar level.

34 3. Notwithstanding subsection 4 of section 32.057, the department of

35 revenue or any duly authorized employee or agent shall determine whether any

36 taxpayer filing a report or return with the department of revenue who has not

37 applied for the credit allowed pursuant to section 135.020 may qualify for the

38 credit, and shall notify any qualified claimant of the claimant's potential

39 eligibility, where the department determines such potential eligibility exists.

40 4. **Notwithstanding any provision of law to the contrary, no tax**

41 **credits provided under sections 135.010 to 135.030 shall be authorized**

42 **on or after August 28, 2015. The provisions of this subsection shall not**

43 **be construed to limit or in any way impair the department's ability to**

44 **issue tax credits authorized prior to August 28, 2015, or a taxpayer's**

45 **ability to redeem such tax credits.**

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

2 (1) "Homestead", the dwelling in Missouri owned by the surviving spouse

3 and not exceeding five acres of land surrounding it as is reasonably necessary for

4 use of the dwelling as a home. As used in this section, "homestead" shall not

5 include any dwelling which is occupied by more than two families;

6 (2) "Public safety officer", any firefighter, police officer, capitol police

7 officer, parole officer, probation officer, correctional employee, water patrol officer,

8 park ranger, conservation officer, commercial motor enforcement officer,  
9 emergency medical technician, first responder, or highway patrolman employed  
10 by the state of Missouri or a political subdivision thereof who is killed in the line  
11 of duty, unless the death was the result of the officer's own misconduct or abuse  
12 of alcohol or drugs;

13 (3) "Surviving spouse", a spouse, who has not remarried, of a public safety  
14 officer.

15 2. For all tax years beginning on or after January 1, 2008, a surviving  
16 spouse shall be allowed a credit against the tax otherwise due under chapter 143,  
17 excluding withholding tax imposed by sections 143.191 to 143.265, in an amount  
18 equal to the total amount of the property taxes on the surviving spouse's  
19 homestead paid during the tax year for which the credit is claimed. A surviving  
20 spouse may claim the credit authorized under this section for each tax year  
21 beginning the year of death of the public safety officer spouse until the tax year  
22 in which the surviving spouse remarries. No credit shall be allowed for the tax  
23 year in which the surviving spouse remarries. If the amount allowable as a credit  
24 exceeds the income tax reduced by other credits, then the excess shall be  
25 considered an overpayment of the income tax.

26 3. The department of revenue shall promulgate rules to implement the  
27 provisions of this section.

28 4. Any rule or portion of a rule, as that term is defined in section 536.010,  
29 that is created under the authority delegated in this section shall become effective  
30 only if it complies with and is subject to all of the provisions of chapter 536 and,  
31 if applicable, section 536.028. This section and chapter 536 are nonseverable and  
32 if any of the powers vested with the general assembly pursuant to chapter 536 to  
33 review, to delay the effective date, or to disapprove and annul a rule are  
34 subsequently held unconstitutional, then the grant of rulemaking authority and  
35 any rule proposed or adopted after August 28, 2007, shall be invalid and void.

36 5. [Pursuant to section 23.253 of the Missouri sunset act:

37 (1) The provisions of the new program authorized under this section shall  
38 automatically sunset six years after August 28, 2007, unless reauthorized by an  
39 act of the general assembly; and

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

43 (3) This section shall terminate on September first of the calendar year



44 immediately following the calendar year in which the program authorized under  
45 this section is sunset.] **Pursuant to section 23.253 of the Missouri sunset**  
46 **act, the provisions of the program authorized under this section are**  
47 **hereby reauthorized and shall automatically sunset on August 28, 2015.**

135.326. As used in sections 135.325 to 135.339, the following terms shall  
2 mean:

3 (1) "Business entity", person, firm, a partner in a firm, corporation or a  
4 shareholder in an S corporation doing business in the state of Missouri and  
5 subject to the state income tax imposed by the provisions of chapter 143, or a  
6 corporation subject to the annual corporation franchise tax imposed by the  
7 provisions of chapter 147, or an insurance company paying an annual tax on its  
8 gross premium receipts in this state, or other financial institution paying taxes  
9 to the state of Missouri or any political subdivision of this state under the  
10 provisions of chapter 148, or an express company which pays an annual tax on  
11 its gross receipts in this state pursuant to chapter 153;

12 (2) "Handicap", a mental, physical, or emotional impairment that  
13 substantially limits one or more major life activities, whether the impairment is  
14 congenital or acquired by accident, injury or disease, and where the impairment  
15 is verified by medical findings;

16 (3) "Nonrecurring adoption expenses", reasonable and necessary adoption  
17 fees, court costs, attorney fees, and other expenses which are directly related to  
18 the legal adoption of a special needs child and which are not incurred in violation  
19 of federal, state, or local law. **"Nonrecurring adoption expenses" shall not**  
20 **include expenses incurred as a result of an international adoption;**

21 (4) "Special needs child", a child for whom it has been determined by the  
22 division of family services, or by a child-placing agency licensed by the state, or  
23 by a court of competent jurisdiction to be a child:

24 (a) That cannot or should not be returned to the home of his or her  
25 parents; and

26 (b) Who has a specific factor or condition such as ethnic background, age,  
27 membership in a minority or sibling group, medical condition, or handicap  
28 because of which it is reasonable to conclude that such child cannot be easily  
29 placed with adoptive parents;

30 (5) "State tax liability", any liability incurred by a taxpayer under the  
31 provisions of chapter 143, chapter 147, chapter 148, and chapter 153, exclusive  
32 of the provisions relating to the withholding of tax as provided for in sections

33 143.191 to 143.265 and related provisions.

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

2 (1) "CASA", an entity which receives funding from the court-appointed  
3 special advocate fund established under section 476.777, including an association  
4 based in this state, affiliated with a national association, organized to provide  
5 support to entities receiving funding from the court-appointed special advocate  
6 fund;

7 (2) "Child advocacy centers", the regional child assessment centers listed  
8 in subsection 2 of section 210.001;

9 (3) "Contribution", amount of donation to qualified agency;

10 (4) "Crisis care center", entities contracted with this state which provide  
11 temporary care for children whose age ranges from birth through seventeen years  
12 of age whose parents or guardian are experiencing an unexpected and unstable  
13 or serious condition that requires immediate action resulting in short-term care,  
14 usually three to five continuous, uninterrupted days, for children who may be at  
15 risk for child abuse, neglect, or in an emergency situation;

16 (5) "Department", the department of revenue;

17 (6) "Director", the director of the department of revenue;

18 (7) "Qualified agency", CASA, child advocacy centers, or a crisis care  
19 center;

20 (8) "Tax liability", the tax due under chapter 143 other than taxes  
21 withheld under sections 143.191 to 143.265.

22 2. Any person residing in this state who legally adopts a special needs  
23 child on or after January 1, 1988, and before January 1, 2000, shall be eligible to  
24 receive a tax credit of up to ten thousand dollars for nonrecurring adoption  
25 expenses for each child adopted that may be applied to taxes due under chapter  
26 143. Any business entity providing funds to an employee to enable that employee  
27 to legally adopt a special needs child shall be eligible to receive a tax credit of up  
28 to ten thousand dollars for nonrecurring adoption expenses for each child adopted  
29 that may be applied to taxes due under such business entity's state tax liability,  
30 except that only one ten thousand dollar credit is available for each special needs  
31 child that is adopted.

32 3. Any person residing in this state who proceeds in good faith with the  
33 adoption of a special needs child on or after January 1, 2000, shall be eligible to  
34 receive a tax credit of up to ten thousand dollars for nonrecurring adoption  
35 expenses for each child that may be applied to taxes due under chapter 143;

36 provided, however, that beginning on or after July 1, 2004, two million dollars of  
37 the tax credits allowed shall be allocated for the adoption of special needs  
38 children who are residents or wards of residents of this state at the time the  
39 adoption is initiated. Any business entity providing funds to an employee to  
40 enable that employee to proceed in good faith with the adoption of a special needs  
41 child shall be eligible to receive a tax credit of up to ten thousand dollars for  
42 nonrecurring adoption expenses for each child that may be applied to taxes due  
43 under such business entity's state tax liability, except that only one ten thousand  
44 dollar credit is available for each special needs child that is adopted.

45         4. Individuals and business entities may claim a tax credit for their total  
46 nonrecurring adoption expenses in each year that the expenses are incurred. A  
47 claim for fifty percent of the credit shall be allowed when the child is placed in  
48 the home. A claim for the remaining fifty percent shall be allowed when the  
49 adoption is final. The total of these tax credits shall not exceed the maximum  
50 limit of ten thousand dollars per child. The cumulative amount of tax credits  
51 which may be claimed by taxpayers claiming the credit for nonrecurring adoption  
52 expenses in any one fiscal year prior to July 1, 2004, shall not exceed two million  
53 dollars. The cumulative amount of tax credits that may be claimed by taxpayers  
54 claiming the credit for nonrecurring adoption expenses shall not be more than  
55 four million dollars but may be increased by appropriation in any fiscal year  
56 beginning on or after July 1, 2004; provided, however, that by December  
57 thirty-first following each July, if less than two million dollars in credits have  
58 been issued for adoption of special needs children who are not residents or wards  
59 of residents of this state at the time the adoption is initiated, the remaining  
60 amount of the cap shall be available for the adoption of special needs children  
61 who are residents or wards of residents of this state at the time the adoption is  
62 initiated. For all fiscal years beginning on or after July 1, 2006, applications to  
63 claim the adoption tax credit for special needs children who are residents or  
64 wards of residents of this state at the time the adoption is initiated shall be filed  
65 between July first and April fifteenth of each fiscal year. For all fiscal years  
66 beginning on or after July 1, 2006, applications to claim the adoption tax credit  
67 for special needs children who are not residents or wards of residents of this state  
68 at the time the adoption is initiated shall be filed between July first and  
69 December thirty-first of each fiscal year.

70         5. Notwithstanding any provision of law to the contrary, any individual  
71 or business entity may assign, transfer or sell tax credits allowed in this

72 section. Any sale of tax credits claimed pursuant to this section shall be at a  
73 discount rate of seventy-five percent or greater of the amount sold.

74           6. The director of revenue shall establish a procedure by which, for each  
75 fiscal year, the cumulative amount of tax credits authorized in this section is  
76 equally apportioned among all taxpayers within the two categories specified in  
77 subsection 3 of this section claiming the credit in that fiscal year. To the  
78 maximum extent possible, the director of revenue shall establish the procedure  
79 described in this subsection in such a manner as to ensure that taxpayers within  
80 each category can claim all the tax credits possible up to the cumulative amount  
81 of tax credits available for the fiscal year.

82           7. For all tax years beginning on or after January 1, 2006, a tax credit  
83 may be claimed in an amount equal to up to fifty percent of a verified  
84 contribution to a qualified agency and shall be named the children in crisis tax  
85 credit. The minimum amount of any tax credit issued shall not be less than fifty  
86 dollars and shall be applied to taxes due under chapter 143, excluding sections  
87 143.191 to 143.265. A contribution verification shall be issued to the taxpayer by  
88 the agency receiving the contribution. Such contribution verification shall include  
89 the taxpayer's name, Social Security number, amount of tax credit, amount of  
90 contribution, the name and address of the agency receiving the credit, and the  
91 date the contribution was made. The tax credit provided under this subsection  
92 shall be initially filed for the year in which the verified contribution is made.

93           8. The cumulative amount of the tax credits redeemed shall not exceed the  
94 unclaimed portion of the resident adoption category allocation as described in this  
95 section. The director of revenue shall determine the unclaimed portion  
96 available. The amount available shall be equally divided among the three  
97 qualified agencies: CASA, child advocacy centers, or crisis care centers to be used  
98 towards tax credits issued. In the event tax credits claimed under one agency do  
99 not total the allocated amount for that agency, the unused portion for that agency  
100 will be made available to the remaining agencies equally. In the event the total  
101 amount of tax credits claimed for any one agency exceeds the amount available  
102 for that agency, the amount redeemed shall and will be apportioned equally to all  
103 eligible taxpayers claiming the credit under that agency. After all children in  
104 crisis tax credits have been claimed, any remaining unclaimed portion of the  
105 reserved allocation for adoptions of special needs children who are residents or  
106 wards of residents of this state shall then be made available for adoption tax  
107 credit claims of special needs children who are not residents or wards of residents

108 of this state at the time the adoption is initiated.

109           9. Prior to December thirty-first of each year, the entities listed under the  
110 definition of qualified agency shall apply to the department of social services in  
111 order to verify their qualified agency status. Upon a determination that the  
112 agency is eligible to be a qualified agency, the department of social services shall  
113 provide a letter of eligibility to such agency. No later than February first of each  
114 year, the department of social services shall provide a list of qualified agencies  
115 to the department of revenue. All tax credit applications to claim the children in  
116 crisis tax credit shall be filed between July first and April fifteenth of each fiscal  
117 year. A taxpayer shall apply for the children in crisis tax credit by attaching a  
118 copy of the contribution verification provided by a qualified agency to such  
119 taxpayer's income tax return.

120           10. The tax credits provided under this section shall be subject to the  
121 provisions of section 135.333.

122           11. (1) In the event a credit denial, due to lack of available funds, causes  
123 a balance-due notice to be generated by the department of revenue, or any other  
124 redeeming agency, the taxpayer will not be held liable for any penalty or interest,  
125 provided the balance is paid, or approved payment arrangements have been  
126 made, within sixty days from the notice of denial.

127           (2) In the event the balance is not paid within sixty days from the notice  
128 of denial, the remaining balance shall be due and payable under the provisions  
129 of chapter 143.

130           12. The director shall calculate the level of appropriation necessary to  
131 issue all tax credits for nonresident special needs adoptions applied for under this  
132 section and provide such calculation to the speaker of the house of  
133 representatives, the president pro tempore of the senate, and the director of the  
134 division of budget and planning in the office of administration by January  
135 thirty-first of each year.

136           13. The department may promulgate such rules or regulations as are  
137 necessary to administer the provisions of this section. Any rule or portion of a  
138 rule, as that term is defined in section 536.010, that is created under the  
139 authority delegated in this section shall become effective only if it complies with  
140 and is subject to all of the provisions of chapter 536 and, if applicable, section  
141 536.028. This section and chapter 536 are nonseverable and if any of the powers  
142 vested with the general assembly pursuant to chapter 536 to review, to delay the  
143 effective date, or to disapprove and annul a rule are subsequently held

144 unconstitutional, then the grant of rulemaking authority and any rule proposed  
145 or adopted after August 28, 2006, shall be invalid and void.

146 14. [Pursuant to section 23.253 of the Missouri sunset act:

147 (1) The provisions of the new program authorized under subsections 7 to  
148 12 of this section shall automatically sunset six years after August 28, 2006,  
149 unless reauthorized by an act of the general assembly; and

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

153 (3) This section shall terminate on September first of the calendar year  
154 immediately following the calendar year in which the program authorized under  
155 this section is sunset.] **Notwithstanding any provision of law to the**  
156 **contrary, no tax credits provided under sections 135.325 to 135.339 shall**  
157 **be authorized on or after August 28, 2015. The provisions of this**  
158 **subsection shall not be construed to limit or in any way impair the**  
159 **department's ability to issue tax credits authorized prior to August 28,**  
160 **2015, or a taxpayer's ability to redeem such tax credits.**

135.350. As used in this section, unless the context clearly requires  
2 otherwise, the following words and phrases shall mean:

3 (1) "Commission", the Missouri housing development commission, or its  
4 successor agency;

5 (2) "Director", director of the department of revenue;

6 (3) "Eligibility statement", a statement authorized and issued by the  
7 commission certifying that a given project qualifies for the Missouri low-income  
8 housing tax credit. The commission shall promulgate rules establishing criteria  
9 upon which the eligibility statements will be issued. The eligibility statement  
10 shall specify the amount of the Missouri low-income housing tax credit  
11 allowed. The commission shall only authorize the tax credits to qualified projects  
12 which begin after June 18, 1991;

13 (4) **"Federal credit period", the same meaning as is prescribed the**  
14 **term "credit period" under section 42 of the 1986 Internal Revenue**  
15 **Code, as amended;**

16 (5) "Federal low-income housing tax credit", the federal tax credit as  
17 provided in section 42 of the 1986 Internal Revenue Code, as amended;

18 [(5)] (6) "Low-income project", a housing project which has restricted  
19 rents that do not exceed thirty percent of median income for at least forty percent

20 of its units occupied by persons of families having incomes of sixty percent or less  
21 of the median income, or at least twenty percent of the units occupied by persons  
22 or families having incomes of fifty percent or less of the median income;

23 [(6)] (7) "Median income", those incomes which are determined by the  
24 federal Department of Housing and Urban Development guidelines and adjusted  
25 for family size;

26 [(7)] (8) "Qualified Missouri project", a qualified low-income building as  
27 that term is defined in section 42 of the 1986 Internal Revenue Code, as  
28 amended, which is located in Missouri;

29 [(8)] (9) "Taxpayer", person, firm or corporation subject to the state  
30 income tax imposed by the provisions of chapter 143 (except withholding imposed  
31 by sections 143.191 to 143.265) or a corporation subject to the annual corporation  
32 franchise tax imposed by the provisions of chapter 147, or an insurance company  
33 paying an annual tax on its gross premium receipts in this state, or other  
34 financial institution paying taxes to the state of Missouri or any political  
35 subdivision of this state under the provisions of chapter 148, or an express  
36 company which pays an annual tax on its gross receipts in this state.

135.352. 1. A taxpayer owning an interest in a qualified Missouri project  
2 shall, subject to the limitations provided under the provisions of subsection 3 of  
3 this section, be allowed a state tax credit, whether or not allowed a federal tax  
4 credit, to be termed the Missouri low-income housing tax credit, if the commission  
5 issues an eligibility statement for that project.

6 2. For qualified Missouri projects placed in service after January 1, 1997,  
7 the Missouri low-income housing tax credit available to a project shall be such  
8 amount as the commission shall determine is necessary to ensure the feasibility  
9 of the project, up to an amount equal to the federal low-income housing tax credit  
10 for a qualified Missouri project, for a federal [tax] **credit** period, and such  
11 amount shall be subtracted from the amount of state tax otherwise due for the  
12 same tax period.

13 3. No more than six million dollars in tax credits shall be authorized each  
14 fiscal year **ending on or before June 30, 2011**, for projects financed through  
15 tax-exempt bond issuance.

16 4. **For purposes of the limitations provided under this**  
17 **subsection, the aggregate amount of tax credits allowed over a federal**  
18 **credit period shall be attributed to the fiscal year in which such credits**  
19 **are authorized by the commission for a qualified Missouri project. For**

20 each fiscal year beginning on or after July 1, 2011, there shall be a one  
21 hundred ten million dollar cap on tax credit authorizations for projects  
22 which are not financed through tax exempt bond issuance. For each  
23 fiscal year beginning on or after July 1, 2011, but ending on or before  
24 June 30, 2015, there shall be a twenty million dollar cap on tax credit  
25 authorizations for projects which are financed through tax exempt  
26 bond issuance. No tax credits shall be authorized after June 30, 2015,  
27 for projects financed through tax-exempt bond issuance.

28 5. The Missouri low-income housing tax credit shall be taken against the  
29 taxes and in the order specified pursuant to section 32.115. The credit authorized  
30 by this section shall not be refundable. Any amount of credit that exceeds the tax  
31 due for a taxpayer's taxable year may be carried back to any of the taxpayer's  
32 three prior taxable years or carried forward to any of the taxpayer's five  
33 subsequent taxable years. **For projects authorized on or after July 1, 2011,**  
34 **any amount of credit that exceeds the tax due for a taxpayer's taxable**  
35 **year may be carried forward to any of the taxpayer's five subsequent**  
36 **taxable years or carried back to any of the taxpayer's two prior taxable**  
37 **years.**

38 [5.] 6. All or any portion of Missouri tax credits issued in accordance with  
39 the provisions of sections 135.350 to 135.362 may be allocated to parties who are  
40 eligible pursuant to the provisions of subsection 1 of this section. Beginning  
41 January 1, 1995, for qualified projects which began on or after January 1, 1994,  
42 an owner of a qualified Missouri project shall certify to the director the amount  
43 of credit allocated to each taxpayer. The owner of the project shall provide to the  
44 director appropriate information so that the low-income housing tax credit can be  
45 properly allocated.

46 [6.] 7. In the event that recapture of Missouri low-income housing tax  
47 credits is required pursuant to subsection 2 of section 135.355, any statement  
48 submitted to the director as provided in this section shall include the proportion  
49 of the state credit required to be recaptured, the identity of each taxpayer subject  
50 to the recapture and the amount of credit previously allocated to such taxpayer.

51 8. **A taxpayer that receives state tax credits under the provisions**  
52 **of sections 253.545 to 253.559 shall be ineligible to receive state tax**  
53 **credits under the provisions of sections 135.350 to 135.363 for the same**  
54 **project, if such project is not financed through tax exempt bond**  
55 **issuance.**



56 [7.] 9. The director of the department may promulgate rules and  
57 regulations necessary to administer the provisions of this section. No rule or  
58 portion of a rule promulgated pursuant to the authority of this section shall  
59 become effective unless it has been promulgated pursuant to the provisions of  
60 section 536.024.

61 **10. Notwithstanding any provision of law to the contrary, no tax**  
62 **credits provided under this section shall be authorized on or after**  
63 **August 28, 2018. The provisions of this subsection shall not be**  
64 **construed to limit or in any way impair the department's ability to**  
65 **issue tax credits authorized prior to August 28, 2018, or a taxpayer's**  
66 **ability to redeem such tax credits.**

135.460. 1. This section and sections 620.1100 and 620.1103 shall be  
2 known and may be cited as the "Youth Opportunities and Violence Prevention  
3 Act".

4 2. As used in this section, the term "taxpayer" shall include corporations  
5 as defined in section 143.441 or 143.471, any charitable organization which is  
6 exempt from federal income tax and whose Missouri unrelated business taxable  
7 income, if any, would be subject to the state income tax imposed under chapter  
8 143, and individuals, individual proprietorships and partnerships.

9 3. A taxpayer shall be allowed a tax credit against the tax otherwise due  
10 pursuant to chapter 143, excluding withholding tax imposed by sections 143.191  
11 to 143.265, chapter 147, chapter 148, or chapter 153 in an amount equal to thirty  
12 percent for property contributions and fifty percent for monetary contributions of  
13 the amount such taxpayer contributed to the programs described in subsection 5  
14 of this section, not to exceed two hundred thousand dollars per taxable year, per  
15 taxpayer; except as otherwise provided in subdivision (5) of subsection 5 of this  
16 section. The department of economic development shall prescribe the method for  
17 claiming the tax credits allowed in this section. No rule or portion of a rule  
18 promulgated under the authority of this section shall become effective unless it  
19 has been promulgated pursuant to the provisions of chapter 536. All rulemaking  
20 authority delegated prior to June 27, 1997, is of no force and effect and repealed;  
21 however, nothing in this section shall be interpreted to repeal or affect the  
22 validity of any rule filed or adopted prior to June 27, 1997, if such rule complied  
23 with the provisions of chapter 536. The provisions of this section and chapter 536  
24 are nonseverable and if any of the powers vested with the general assembly  
25 pursuant to chapter 536, including the ability to review, to delay the effective

26 date, or to disapprove and annul a rule or portion of a rule, are subsequently held  
27 unconstitutional, then the purported grant of rulemaking authority and any rule  
28 so proposed and contained in the order of rulemaking shall be invalid and void.

29         4. The tax credits allowed by this section shall be claimed by the taxpayer  
30 to offset the taxes that become due in the taxpayer's tax period in which the  
31 contribution was made. Any tax credit not used in such tax period may be carried  
32 over the next five succeeding tax periods.

33         5. The tax credit allowed by this section may only be claimed for monetary  
34 or property contributions to public or private programs authorized to participate  
35 pursuant to this section by the department of economic development and may be  
36 claimed for the development, establishment, implementation, operation, and  
37 expansion of the following activities and programs:

38             (1) An adopt-a-school program. Components of the adopt-a-school  
39 program shall include donations for school activities, seminars, and functions;  
40 school-business employment programs; and the donation of property and  
41 equipment of the corporation to the school;

42             (2) Expansion of programs to encourage school dropouts to reenter and  
43 complete high school or to complete a graduate equivalency degree program;

44             (3) Employment programs. Such programs shall initially, but not  
45 exclusively, target unemployed youth living in poverty and youth living in areas  
46 with a high incidence of crime;

47             (4) New or existing youth clubs or associations;

48             (5) Employment/internship/apprenticeship programs in business or trades  
49 for persons less than twenty years of age, in which case the tax credit claimed  
50 pursuant to this section shall be equal to one-half of the amount paid to the  
51 intern or apprentice in that tax year, except that such credit shall not exceed ten  
52 thousand dollars per person;

53             (6) Mentor and role model programs;

54             (7) Drug and alcohol abuse prevention training programs for youth;

55             (8) Donation of property or equipment of the taxpayer to schools, including  
56 schools which primarily educate children who have been expelled from other  
57 schools, or donation of the same to municipalities, or not-for-profit corporations  
58 or other not-for-profit organizations which offer programs dedicated to youth  
59 violence prevention as authorized by the department;

60             (9) Not-for-profit, private or public youth activity centers;

61             (10) Nonviolent conflict resolution and mediation programs;

62 (11) Youth outreach and counseling programs.

63 6. Any program authorized in subsection 5 of this section shall, at least  
64 annually, submit a report to the department of economic development outlining  
65 the purpose and objectives of such program, the number of youth served, the  
66 specific activities provided pursuant to such program, the duration of such  
67 program and recorded youth attendance where applicable.

68 7. The department of economic development shall, at least annually  
69 submit a report to the Missouri general assembly listing the organizations  
70 participating, services offered and the number of youth served as the result of the  
71 implementation of this section.

72 8. The tax credit allowed by this section shall apply to all taxable years  
73 beginning after December 31, 1995.

74 9. For the purposes of the credits described in this section, in the case of  
75 a corporation described in section 143.471, partnership, limited liability company  
76 described in section 347.015, cooperative, marketing enterprise, or partnership,  
77 in computing Missouri's tax liability, such credits shall be allowed to the  
78 following:

79 (1) The shareholders of the corporation described in section 143.471;

80 (2) The partners of the partnership;

81 (3) The members of the limited liability company; and

82 (4) Individual members of the cooperative or marketing enterprise. Such  
83 credits shall be apportioned to the entities described in subdivisions (1) and (2)  
84 of this subsection in proportion to their share of ownership on the last day of the  
85 taxpayer's tax period.

86 **10. Notwithstanding any provision of law to the contrary, no tax**  
87 **credits provided under this section shall be authorized on or after**  
88 **August 28, 2015. The provisions of this subsection shall not be**  
89 **construed to limit or in any way impair the department's ability to**  
90 **issue tax credits authorized prior to August 28, 2015, or a taxpayer's**  
91 **ability to redeem such tax credits.**

135.484. 1. Beginning January 1, 2000, tax credits shall be allowed  
2 pursuant to section 135.481 in an amount not to exceed sixteen million dollars  
3 per year. Of this total amount of tax credits in any given year, eight million  
4 dollars shall be set aside for projects in areas described in subdivision (6) of  
5 section 135.478 and eight million dollars for projects in areas described in  
6 subdivision (10) of section 135.478. The maximum tax credit for a project

7 consisting of multiple-unit qualifying residences in a distressed community shall  
8 not exceed three million dollars.

9           2. Any amount of credit which exceeds the tax liability of a taxpayer for  
10 the tax year in which the credit is first claimed may be carried back to any of the  
11 taxpayer's three prior tax years and carried forward to any of the taxpayer's five  
12 subsequent tax years. A certificate of tax credit issued to a taxpayer by the  
13 department may be assigned, transferred, sold or otherwise conveyed. Whenever  
14 a certificate of tax credit is assigned, transferred, sold or otherwise conveyed, a  
15 notarized endorsement shall be filed with the department specifying the name  
16 and address of the new owner of the tax credit and the value of the credit.

17           3. The tax credits allowed pursuant to sections 135.475 to 135.487 may  
18 not be claimed in addition to any other state tax credits, with the exception of the  
19 historic structures rehabilitation tax credit authorized pursuant to sections  
20 253.545 to 253.559, which insofar as sections 135.475 to 135.487 are concerned  
21 may be claimed only in conjunction with the tax credit allowed pursuant to  
22 subsection 4 of section 135.481. In order for a taxpayer eligible for the historic  
23 structures rehabilitation tax credit to claim the tax credit allowed pursuant to  
24 subsection 4 of section 135.481, the taxpayer must comply with the requirements  
25 of sections 253.545 to 253.559, and in such cases, the amount of the tax credit  
26 pursuant to subsection 4 of section 135.481 shall be limited to the lesser of twenty  
27 percent of the taxpayer's eligible costs or forty thousand dollars.

28           **4. Notwithstanding any provision of law to the contrary, no tax**  
29 **credits provided under sections 135.475 to 135.487 shall be authorized**  
30 **on or after the effective date of this act. The provisions of this**  
31 **subsection shall not be construed to limit or in any way impair the**  
32 **department's ability to issue tax credits authorized prior to the**  
33 **effective date of this act, or a taxpayer's ability to redeem such tax**  
34 **credits.**

135.490. 1. In order to encourage and foster community improvement, an  
2 eligible small business, as defined in Section 44 of the Internal Revenue Code,  
3 shall be allowed a credit not to exceed five thousand dollars against the tax  
4 otherwise due pursuant to chapter 143, not including sections 143.191 to 143.265,  
5 in an amount equal to fifty percent of all eligible access expenditures exceeding  
6 the monetary cap provided by Section 44 of the Internal Revenue Code. For  
7 purposes of this section, "eligible access expenditures" means amounts paid or  
8 incurred by the taxpayer in order to comply with applicable access requirements

9 provided by the Americans With Disabilities Act of 1990, as further defined in  
10 Section 44 of the Internal Revenue Code and federal rulings interpreting Section  
11 44 of the Internal Revenue Code.

12 2. The tax credit allowed by this section shall be claimed by the taxpayer  
13 at the time such taxpayer files a return. Any amount of tax credit which exceeds  
14 the tax due shall be carried over to any subsequent taxable year, but shall not be  
15 refunded and shall not be transferable.

16 3. The director of the department of economic development and the  
17 director of the department of revenue shall jointly administer the tax credit  
18 authorized by this section. Both the director of the department of economic  
19 development and the director of the department of revenue are authorized to  
20 promulgate rules and regulations necessary to administer the provisions of this  
21 section. No rule or portion of a rule promulgated pursuant to the authority of  
22 this section shall become effective unless it has been promulgated pursuant to the  
23 provisions of chapter 536.

24 4. The provisions of this section shall become effective on January 1, 2000,  
25 and shall apply to all taxable years beginning after December 31, 1999.

26 **5. Notwithstanding any provision of law to the contrary, no tax**  
27 **credits provided under this section shall be authorized on or after**  
28 **August 28, 2015. The provisions of this subsection shall not be**  
29 **construed to limit or in any way impair the department's ability to**  
30 **issue tax credits authorized prior to August 28, 2015, or a taxpayer's**  
31 **ability to redeem such tax credits.**

135.535. 1. A corporation, limited liability corporation, partnership or  
2 sole proprietorship, which moves its operations from outside Missouri or outside  
3 a distressed community into a distressed community, or which commences  
4 operations in a distressed community on or after January 1, 1999, and in either  
5 case has more than seventy-five percent of its employees at the facility in the  
6 distressed community, and which has fewer than one hundred employees for  
7 whom payroll taxes are paid, and which is a manufacturing, biomedical, medical  
8 devices, scientific research, animal research, computer software design or  
9 development, computer programming, including Internet, web hosting, and other  
10 information technology, wireless or wired or other telecommunications or a  
11 professional firm shall receive a forty percent credit against income taxes owed  
12 pursuant to chapter 143, 147 or 148, other than taxes withheld pursuant to  
13 sections 143.191 to 143.265, for each of the three years after such move, if

14 approved by the department of economic development, which shall issue a  
15 certificate of eligibility if the department determines that the taxpayer is eligible  
16 for such credit. The maximum amount of credits per taxpayer set forth in this  
17 subsection shall not exceed one hundred twenty-five thousand dollars for each of  
18 the three years for which the credit is claimed. The department of economic  
19 development, by means of rule or regulation promulgated pursuant to the  
20 provisions of chapter 536, shall assign appropriate North American Industry  
21 Classification System numbers to the companies which are eligible for the tax  
22 credits provided for in this section. Such three-year credits shall be awarded only  
23 one time to any company which moves its operations from outside of Missouri or  
24 outside of a distressed community into a distressed community or to a company  
25 which commences operations within a distressed community. A taxpayer shall  
26 file an application for certification of the tax credits for the first year in which  
27 credits are claimed and for each of the two succeeding taxable years for which  
28 credits are claimed.

29           2. Employees of such facilities physically working and earning wages for  
30 that work within a distressed community whose employers have been approved  
31 for tax credits pursuant to subsection 1 of this section by the department of  
32 economic development for whom payroll taxes are paid shall also be eligible to  
33 receive a tax credit against individual income tax, imposed pursuant to chapter  
34 143, equal to one and one-half percent of their gross salary paid at such facility  
35 earned for each of the three years that the facility receives the tax credit provided  
36 by this section, so long as they were qualified employees of such entity. The  
37 employer shall calculate the amount of such credit and shall report the amount  
38 to the employee and the department of revenue.

39           3. A tax credit against income taxes owed pursuant to chapter 143, 147  
40 or 148, other than the taxes withheld pursuant to sections 143.191 to 143.265, in  
41 lieu of the credit against income taxes as provided in subsection 1 of this section,  
42 may be taken by such an entity in a distressed community in an amount of forty  
43 percent of the amount of funds expended for computer equipment and its  
44 maintenance, medical laboratories and equipment, research laboratory  
45 equipment, manufacturing equipment, fiber optic equipment, high speed  
46 telecommunications, wiring or software development expense up to a maximum  
47 of seventy-five thousand dollars in tax credits for such equipment or expense per  
48 year per entity and for each of three years after commencement in or moving  
49 operations into a distressed community.

50           4. A corporation, partnership or sole partnership, which has no more than  
51 one hundred employees for whom payroll taxes are paid, which is already located  
52 in a distressed community and which expends funds for such equipment pursuant  
53 to subsection 3 of this section in an amount exceeding its average of the prior two  
54 years for such equipment, shall be eligible to receive a tax credit against income  
55 taxes owed pursuant to chapters 143, 147 and 148 in an amount equal to the  
56 lesser of seventy-five thousand dollars or twenty-five percent of the funds  
57 expended for such additional equipment per such entity. Tax credits allowed  
58 pursuant to this subsection or subsection 1 of this section may be carried back to  
59 any of the three prior tax years and carried forward to any of the five tax years.

60           5. An existing corporation, partnership or sole proprietorship that is  
61 located within a distressed community and that relocates employees from another  
62 facility outside of the distressed community to its facility within the distressed  
63 community, and an existing business located within a distressed community that  
64 hires new employees for that facility may both be eligible for the tax credits  
65 allowed by subsections 1 and 3 of this section. To be eligible for such tax credits,  
66 such a business, during one of its tax years, shall employ within a distressed  
67 community at least twice as many employees as were employed at the beginning  
68 of that tax year. A business hiring employees shall have no more than one  
69 hundred employees before the addition of the new employees. This subsection  
70 shall only apply to a business which is a manufacturing, biomedical, medical  
71 devices, scientific research, animal research, computer software design or  
72 development, computer programming or telecommunications business, or a  
73 professional firm.

74           6. Tax credits shall be approved for applicants meeting the requirements  
75 of this section in the order that such applications are received. Certificates of tax  
76 credits issued in accordance with this section may be transferred, sold or assigned  
77 by notarized endorsement which names the transferee.

78           7. The tax credits allowed pursuant to subsections 1, 2, 3, 4 and 5 of this  
79 section shall be for an amount of no more than ten million dollars for each year  
80 beginning in 1999. [To the extent there are available tax credits remaining under  
81 the ten million dollar cap provided in this section, up to one hundred thousand  
82 dollars in the remaining credits shall first be used for tax credits authorized  
83 under section 135.562.] The total maximum credit for all entities already located  
84 in distressed communities and claiming credits pursuant to subsection 4 of this  
85 section shall be seven hundred and fifty thousand dollars. The department of

86 economic development in approving taxpayers for the credit as provided for in  
87 subsection 6 of this section shall use information provided by the department of  
88 revenue regarding taxes paid in the previous year, or projected taxes for those  
89 entities newly established in the state, as the method of determining when this  
90 maximum will be reached and shall maintain a record of the order of  
91 approval. Any tax credit not used in the period for which the credit was approved  
92 may be carried over until the full credit has been allowed.

93 8. A Missouri employer relocating into a distressed community and having  
94 employees covered by a collective bargaining agreement at the facility from which  
95 it is relocating shall not be eligible for the credits in subsection 1, 3, 4 or 5 of this  
96 section, and its employees shall not be eligible for the credit in subsection 2 of  
97 this section if the relocation violates or terminates a collective bargaining  
98 agreement covering employees at the facility, unless the affected collective  
99 bargaining unit concurs with the move.

100 9. Notwithstanding any provision of law to the contrary, no taxpayer shall  
101 earn the tax credits allowed in this section and the tax credits otherwise allowed  
102 in section 135.110, or the tax credits, exemptions, and refund otherwise allowed  
103 in sections 135.200, 135.220, 135.225 and 135.245, respectively, for the same  
104 business for the same tax period.

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

2 (1) "Contribution", a donation of cash, stock, bonds or other marketable  
3 securities, or real property;

4 (2) "Shelter for victims of domestic violence", a facility located in this  
5 state which meets the definition of a shelter for victims of domestic violence  
6 pursuant to section 455.200 and which meets the requirements of section 455.220;

7 (3) "State tax liability", in the case of a business taxpayer, any liability  
8 incurred by such taxpayer pursuant to the provisions of chapter 143, chapter 147,  
9 chapter 148, and chapter 153, exclusive of the provisions relating to the  
10 withholding of tax as provided for in sections 143.191 to 143.265 and related  
11 provisions, and in the case of an individual taxpayer, any liability incurred by  
12 such taxpayer pursuant to the provisions of chapter 143;

13 (4) "Taxpayer", a person, firm, a partner in a firm, corporation or a  
14 shareholder in an S corporation doing business in the state of Missouri and  
15 subject to the state income tax imposed by the provisions of chapter 143, or a  
16 corporation subject to the annual corporation franchise tax imposed by the  
17 provisions of chapter 147, including any charitable organization which is exempt



18 from federal income tax and whose Missouri unrelated business taxable income,  
19 if any, would be subject to the state income tax imposed under chapter 143, or an  
20 insurance company paying an annual tax on its gross premium receipts in this  
21 state, or other financial institution paying taxes to the state of Missouri or any  
22 political subdivision of this state pursuant to the provisions of chapter 148, or an  
23 express company which pays an annual tax on its gross receipts in this state  
24 pursuant to chapter 153, or an individual subject to the state income tax imposed  
25 by the provisions of chapter 143.

26         2. A taxpayer shall be allowed to claim a tax credit against the taxpayer's  
27 state tax liability, in an amount equal to fifty percent of the amount such  
28 taxpayer contributed to a shelter for victims of domestic violence.

29         3. The amount of the tax credit claimed shall not exceed the amount of the  
30 taxpayer's state tax liability for the taxable year that the credit is claimed, and  
31 such taxpayer shall not be allowed to claim a tax credit in excess of fifty thousand  
32 dollars per taxable year. However, any tax credit that cannot be claimed in the  
33 taxable year the contribution was made may be carried over to the next four  
34 succeeding taxable years until the full credit has been claimed.

35         4. Except for any excess credit which is carried over pursuant to  
36 subsection 3 of this section, a taxpayer shall not be allowed to claim a tax credit  
37 unless the total amount of such taxpayer's contribution or contributions to a  
38 shelter or shelters for victims of domestic violence in such taxpayer's taxable year  
39 has a value of at least one hundred dollars.

40         5. The director of the department of social services shall determine, at  
41 least annually, which facilities in this state may be classified as shelters for  
42 victims of domestic violence. The director of the department of social services  
43 may require of a facility seeking to be classified as a shelter for victims of  
44 domestic violence whatever information is reasonably necessary to make such a  
45 determination. The director of the department of social services shall classify a  
46 facility as a shelter for victims of domestic violence if such facility meets the  
47 definition set forth in subsection 1 of this section.

48         6. The director of the department of social services shall establish a  
49 procedure by which a taxpayer can determine if a facility has been classified as  
50 a shelter for victims of domestic violence, and by which such taxpayer can then  
51 contribute to such shelter for victims of domestic violence and claim a tax  
52 credit. Shelters for victims of domestic violence shall be permitted to decline a  
53 contribution from a taxpayer. The cumulative amount of tax credits which may

54 be claimed by all the taxpayers contributing to shelters for victims of domestic  
55 violence in any one fiscal year shall not exceed two million dollars.

56         7. The director of the department of social services shall establish a  
57 procedure by which, from the beginning of the fiscal year until some point in time  
58 later in the fiscal year to be determined by the director of the department of  
59 social services, the cumulative amount of tax credits are equally apportioned  
60 among all facilities classified as shelters for victims of domestic violence. If a  
61 shelter for victims of domestic violence fails to use all, or some percentage to be  
62 determined by the director of the department of social services, of its apportioned  
63 tax credits during this predetermined period of time, the director of the  
64 department of social services may reapportion these unused tax credits to those  
65 shelters for victims of domestic violence that have used all, or some percentage  
66 to be determined by the director of the department of social services, of their  
67 apportioned tax credits during this predetermined period of time. The director  
68 of the department of social services may establish more than one period of time  
69 and reapportion more than once during each fiscal year. To the maximum extent  
70 possible, the director of the department of social services shall establish the  
71 procedure described in this subsection in such a manner as to ensure that  
72 taxpayers can claim all the tax credits possible up to the cumulative amount of  
73 tax credits available for the fiscal year.

74         8. This section shall become effective January 1, 2000, and shall apply to  
75 all tax years after December 31, 1999.

76         **9. Notwithstanding any provision of law to the contrary, no tax**  
77 **credits provided under this section shall be authorized on or after**  
78 **August 28, 2015. The provisions of this subsection shall not be**  
79 **construed to limit or in any way impair the department's ability to**  
80 **issue tax credits authorized prior to August 28, 2015, or a taxpayer's**  
81 **ability to redeem such tax credits.**

135.562. 1. If any taxpayer with a federal adjusted gross income of thirty  
2 thousand dollars or less incurs costs for the purpose of making all or any portion  
3 of such taxpayer's principal dwelling accessible to an individual with a disability  
4 who permanently resides with the taxpayer, such taxpayer shall receive a tax  
5 credit against such taxpayer's Missouri income tax liability in an amount equal  
6 to the lesser of one hundred percent of such costs or two thousand five hundred  
7 dollars per taxpayer, per tax year.

8         2. Any taxpayer with a federal adjusted gross income greater than thirty

9 thousand dollars but less than sixty thousand dollars who incurs costs for the  
10 purpose of making all or any portion of such taxpayer's principal dwelling  
11 accessible to an individual with a disability who permanently resides with the  
12 taxpayer shall receive a tax credit against such taxpayer's Missouri income tax  
13 liability in an amount equal to the lesser of fifty percent of such costs or two  
14 thousand five hundred dollars per taxpayer per tax year. No taxpayer shall be  
15 eligible to receive tax credits under this section in any tax year immediately  
16 following a tax year in which such taxpayer received tax credits under the  
17 provisions of this section.

18 3. Tax credits issued pursuant to this section may be refundable in an  
19 amount not to exceed two thousand five hundred dollars per tax year.

20 4. Eligible costs for which the credit may be claimed include:

21 (1) Constructing entrance or exit ramps;

22 (2) Widening exterior or interior doorways;

23 (3) Widening hallways;

24 (4) Installing handrails or grab bars;

25 (5) Moving electrical outlets and switches;

26 (6) Installing stairway lifts;

27 (7) Installing or modifying fire alarms, smoke detectors, and other alerting  
28 systems;

29 (8) Modifying hardware of doors; or

30 (9) Modifying bathrooms.

31 5. The tax credits allowed, including the maximum amount that may be  
32 claimed, pursuant to this section shall be reduced by an amount sufficient to  
33 offset any amount of such costs a taxpayer has already deducted from such  
34 taxpayer's federal adjusted gross income or to the extent such taxpayer has  
35 applied any other state or federal income tax credit to such costs.

36 6. A taxpayer shall claim a credit allowed by this section in the same  
37 taxable year as the credit is issued, and at the time such taxpayer files his or her  
38 Missouri income tax return; provided that such return is timely filed.

39 7. The department may, in consultation with the department of social  
40 services, promulgate such rules or regulations as are necessary to administer the  
41 provisions of this section. Any rule or portion of a rule, as that term is defined  
42 in section 536.010, that is created under the authority delegated in this section  
43 shall become effective only if it complies with and is subject to all of the  
44 provisions of chapter 536 and, if applicable, section 536.028. This section and

45 chapter 536 are nonseverable and if any of the powers vested with the general  
46 assembly pursuant to chapter 536 to review, to delay the effective date or to  
47 disapprove and annul a rule are subsequently held unconstitutional, then the  
48 grant of rulemaking authority and any rule proposed or adopted after August 28,  
49 2007, shall be invalid and void.

50 8. The provisions of this section shall apply to all tax years beginning on  
51 or after January 1, 2008.

52 9. [The provisions of this section shall expire December 31, 2013.

53 10.] In no event shall the aggregate amount of all tax credits allowed  
54 pursuant to this section exceed one hundred thousand dollars in any given fiscal  
55 year. The tax credits issued pursuant to this section shall be on a first-come,  
56 first-served filing basis.

57 **10. Notwithstanding any provision of law to the contrary, no tax**  
58 **credits provided under this section shall be authorized on or after**  
59 **August 28, 2015. The provisions of this subsection shall not be**  
60 **construed to limit or in any way impair the department's ability to**  
61 **issue tax credits authorized prior to August 28, 2015, or a taxpayer's**  
62 **ability to redeem such tax credits.**

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

2 (1) "Contribution", a donation of cash, stock, bonds or other marketable  
3 securities, or real property;

4 (2) "Maternity home", a residential facility located in this state  
5 established for the purpose of providing housing and assistance to pregnant  
6 women who are carrying their pregnancies to term, and which is exempt from  
7 income taxation under the United States Internal Revenue Code;

8 (3) "State tax liability", in the case of a business taxpayer, any liability  
9 incurred by such taxpayer pursuant to the provisions of chapter 143, chapter 147,  
10 chapter 148, and chapter 153, exclusive of the provisions relating to the  
11 withholding of tax as provided for in sections 143.191 to 143.265, and related  
12 provisions, and in the case of an individual taxpayer, any liability incurred by  
13 such taxpayer pursuant to the provisions of chapter 143;

14 (4) "Taxpayer", a person, firm, a partner in a firm, corporation or a  
15 shareholder in an S corporation doing business in the state of Missouri and  
16 subject to the state income tax imposed by the provisions of chapter 143,  
17 including any charitable organization which is exempt from federal income tax  
18 and whose Missouri unrelated business taxable income, if any, would be subject

19 to the state income tax imposed under chapter 143, or a corporation subject to the  
20 annual corporation franchise tax imposed by the provisions of chapter 147, or an  
21 insurance company paying an annual tax on its gross premium receipts in this  
22 state, or other financial institution paying taxes to the state of Missouri or any  
23 political subdivision of this state pursuant to the provisions of chapter 148, or an  
24 express company which pays an annual tax on its gross receipts in this state  
25 pursuant to chapter 153, or an individual subject to the state income tax imposed  
26 by the provisions of chapter 143.

27         2. A taxpayer shall be allowed to claim a tax credit against the taxpayer's  
28 state tax liability, in an amount equal to fifty percent of the amount such  
29 taxpayer contributed to a maternity home.

30         3. The amount of the tax credit claimed shall not exceed the amount of the  
31 taxpayer's state tax liability for the taxable year that the credit is claimed, and  
32 such taxpayer shall not be allowed to claim a tax credit in excess of fifty thousand  
33 dollars per taxable year. However, any tax credit that cannot be claimed in the  
34 taxable year the contribution was made may be carried over to the next four  
35 succeeding taxable years until the full credit has been claimed.

36         4. Except for any excess credit which is carried over pursuant to  
37 subsection 3 of this section, a taxpayer shall not be allowed to claim a tax credit  
38 unless the total amount of such taxpayer's contribution or contributions to a  
39 maternity home or homes in such taxpayer's taxable year has a value of at least  
40 one hundred dollars.

41         5. The director of the department of social services shall determine, at  
42 least annually, which facilities in this state may be classified as maternity  
43 homes. The director of the department of social services may require of a facility  
44 seeking to be classified as a maternity home whatever information is reasonably  
45 necessary to make such a determination. The director of the department of social  
46 services shall classify a facility as a maternity home if such facility meets the  
47 definition set forth in subsection 1 of this section.

48         6. The director of the department of social services shall establish a  
49 procedure by which a taxpayer can determine if a facility has been classified as  
50 a maternity home, and by which such taxpayer can then contribute to such  
51 maternity home and claim a tax credit. Maternity homes shall be permitted to  
52 decline a contribution from a taxpayer. The cumulative amount of tax credits  
53 which may be claimed by all the taxpayers contributing to maternity homes in  
54 any one fiscal year shall not exceed two million dollars.

55           7. The director of the department of social services shall establish a  
56 procedure by which, from the beginning of the fiscal year until some point in time  
57 later in the fiscal year to be determined by the director of the department of  
58 social services, the cumulative amount of tax credits are equally apportioned  
59 among all facilities classified as maternity homes. If a maternity home fails to  
60 use all, or some percentage to be determined by the director of the department of  
61 social services, of its apportioned tax credits during this predetermined period of  
62 time, the director of the department of social services may reapportion these  
63 unused tax credits to those maternity homes that have used all, or some  
64 percentage to be determined by the director of the department of social services,  
65 of their apportioned tax credits during this predetermined period of time. The  
66 director of the department of social services may establish more than one period  
67 of time and reapportion more than once during each fiscal year. To the maximum  
68 extent possible, the director of the department of social services shall establish  
69 the procedure described in this subsection in such a manner as to ensure that  
70 taxpayers can claim all the tax credits possible up to the cumulative amount of  
71 tax credits available for the fiscal year.

72           8. This section shall become effective January 1, 2000, and shall apply to  
73 all tax years after December 31, 1999.

74           **9. Notwithstanding any provision of law to the contrary, no tax**  
75 **credits provided under this section shall be authorized on or after**  
76 **August 28, 2015. The provisions of this subsection shall not be**  
77 **construed to limit or in any way impair the department's ability to**  
78 **issue tax credits authorized prior to August 28, 2015, or a taxpayer's**  
79 **ability to redeem such tax credits.**

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

2           (1) "Contribution", a donation of cash, stock, bonds, or other marketable  
3 securities, or real property;

4           (2) "Director", the director of the department of social services;

5           (3) "Pregnancy resource center", a nonresidential facility located in this  
6 state:

7           (a) Established and operating primarily to provide assistance to women  
8 with crisis pregnancies or unplanned pregnancies by offering pregnancy testing,  
9 counseling, emotional and material support, and other similar services to  
10 encourage and assist such women in carrying their pregnancies to term; and

11           (b) Where childbirths are not performed; and

12 (c) Which does not perform, induce, or refer for abortions and which does  
13 not hold itself out as performing, inducing, or referring for abortions; and

14 (d) Which provides direct client services at the facility, as opposed to  
15 merely providing counseling or referral services by telephone; and

16 (e) Which provides its services at no cost to its clients; and

17 (f) When providing medical services, such medical services must be  
18 performed in accordance with Missouri statute; and

19 (g) Which is exempt from income taxation pursuant to the Internal  
20 Revenue Code of 1986, as amended;

21 (4) "State tax liability", in the case of a business taxpayer, any liability  
22 incurred by such taxpayer pursuant to the provisions of chapters 143, 147, 148,  
23 and 153, excluding sections 143.191 to 143.265 and related provisions, and in the  
24 case of an individual taxpayer, any liability incurred by such taxpayer pursuant  
25 to the provisions of chapter 143, excluding sections 143.191 to 143.265 and  
26 related provisions;

27 (5) "Taxpayer", a person, firm, a partner in a firm, corporation, or a  
28 shareholder in an S corporation doing business in the state of Missouri and  
29 subject to the state income tax imposed by the provisions of chapter 143, or a  
30 corporation subject to the annual corporation franchise tax imposed by the  
31 provisions of chapter 147, or an insurance company paying an annual tax on its  
32 gross premium receipts in this state, or other financial institution paying taxes  
33 to the state of Missouri or any political subdivision of this state pursuant to the  
34 provisions of chapter 148, or an express company which pays an annual tax on  
35 its gross receipts in this state pursuant to chapter 153, or an individual subject  
36 to the state income tax imposed by the provisions of chapter 143, or any  
37 charitable organization which is exempt from federal income tax and whose  
38 Missouri unrelated business taxable income, if any, would be subject to the state  
39 income tax imposed under chapter 143.

40 2. For all tax years beginning on or after January 1, 2007, a taxpayer  
41 shall be allowed to claim a tax credit against the taxpayer's state tax liability in  
42 an amount equal to fifty percent of the amount such taxpayer contributed to a  
43 pregnancy resource center.

44 3. The amount of the tax credit claimed shall not exceed the amount of the  
45 taxpayer's state tax liability for the taxable year for which the credit is claimed,  
46 and such taxpayer shall not be allowed to claim a tax credit in excess of fifty  
47 thousand dollars per taxable year. However, any tax credit that cannot be

48 claimed in the taxable year the contribution was made may be carried over to the  
49 next four succeeding taxable years until the full credit has been claimed.

50 4. Except for any excess credit which is carried over pursuant to  
51 subsection 3 of this section, a taxpayer shall not be allowed to claim a tax credit  
52 unless the total amount of such taxpayer's contribution or contributions to a  
53 pregnancy resource center or centers in such taxpayer's taxable year has a value  
54 of at least one hundred dollars.

55 5. The director shall determine, at least annually, which facilities in this  
56 state may be classified as pregnancy resource centers. The director may require  
57 of a facility seeking to be classified as a pregnancy resource center whatever  
58 information which is reasonably necessary to make such a determination. The  
59 director shall classify a facility as a pregnancy resource center if such facility  
60 meets the definition set forth in subsection 1 of this section.

61 6. The director shall establish a procedure by which a taxpayer can  
62 determine if a facility has been classified as a pregnancy resource  
63 center. Pregnancy resource centers shall be permitted to decline a contribution  
64 from a taxpayer. The cumulative amount of tax credits which may be claimed by  
65 all the taxpayers contributing to pregnancy resource centers in any one fiscal year  
66 shall not exceed two million dollars. Tax credits shall be issued in the order  
67 contributions are received.

68 7. The director shall establish a procedure by which, from the beginning  
69 of the fiscal year until some point in time later in the fiscal year to be determined  
70 by the director, the cumulative amount of tax credits are equally apportioned  
71 among all facilities classified as pregnancy resource centers. If a pregnancy  
72 resource center fails to use all, or some percentage to be determined by the  
73 director, of its apportioned tax credits during this predetermined period of time,  
74 the director may reapportion these unused tax credits to those pregnancy  
75 resource centers that have used all, or some percentage to be determined by the  
76 director, of their apportioned tax credits during this predetermined period of  
77 time. The director may establish more than one period of time and reapportion  
78 more than once during each fiscal year. To the maximum extent possible, the  
79 director shall establish the procedure described in this subsection in such a  
80 manner as to ensure that taxpayers can claim all the tax credits possible up to  
81 the cumulative amount of tax credits available for the fiscal year.

82 8. Each pregnancy resource center shall provide information to the  
83 director concerning the identity of each taxpayer making a contribution to the



84 pregnancy resource center who is claiming a tax credit pursuant to this section  
85 and the amount of the contribution. The director shall provide the information  
86 to the director of revenue. The director shall be subject to the confidentiality and  
87 penalty provisions of section 32.057 relating to the disclosure of tax information.

88 9. Notwithstanding any other law to the contrary, any tax credits granted  
89 under this section may be assigned, transferred, sold, or otherwise conveyed  
90 without consent or approval. Such taxpayer, hereinafter the assignor for  
91 purposes of this section, may sell, assign, exchange, or otherwise transfer earned  
92 tax credits:

93 (1) For no less than seventy-five percent of the par value of such credits;  
94 and

95 (2) In an amount not to exceed one hundred percent of annual earned  
96 credits.

97 10. [Pursuant to section 23.253 of the Missouri sunset act:

98 (1) Any new program authorized under this section shall automatically  
99 sunset six years after August 28, 2006, unless reauthorized by an act of the  
100 general assembly; and

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

104 (3) This section shall terminate on September first of the calendar year  
105 immediately following the calendar year in which a program authorized under  
106 this section is sunset.] **Pursuant to section 23.253 of the Missouri sunset  
107 act, the provisions of the program authorized under this section are  
108 hereby reauthorized and shall automatically sunset on August 28, 2015.**

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

2 (1) "Local food pantry", any food pantry that is:

3 (a) Exempt from taxation under section 501(c)(3) of the Internal Revenue  
4 Code of 1986, as amended; and

5 (b) Distributing emergency food supplies to Missouri low-income people  
6 who would otherwise not have access to food supplies in the area in which the  
7 taxpayer claiming the tax credit under this section resides;

8 (2) "Taxpayer", an individual, a firm, a partner in a firm, corporation, or  
9 a shareholder in an S corporation doing business in this state and subject to the  
10 state income tax imposed by chapter 143, excluding withholding tax imposed by  
11 sections 143.191 to 143.265.

12           2. For all tax years beginning on or after January 1, 2007, any taxpayer  
13 who donates cash or food, unless such food is donated after the food's expiration  
14 date, to any local food pantry shall be allowed a credit against the tax otherwise  
15 due under chapter 143, excluding withholding tax imposed by sections 143.191  
16 to 143.265, in an amount equal to fifty percent of the value of the donations made  
17 to the extent such amounts that have been subtracted from federal adjusted gross  
18 income or federal taxable income are added back in the determination of Missouri  
19 adjusted gross income or Missouri taxable income before the credit can be  
20 claimed. Each taxpayer claiming a tax credit under this section shall file an  
21 affidavit with the income tax return verifying the amount of their  
22 contributions. The amount of the tax credit claimed shall not exceed the amount  
23 of the taxpayer's state tax liability for the tax year that the credit is claimed, and  
24 shall not exceed two thousand five hundred dollars per taxpayer claiming the  
25 credit. Any amount of credit that the taxpayer is prohibited by this section from  
26 claiming in a tax year shall not be refundable, but may be carried forward to any  
27 of the taxpayer's three subsequent taxable years. No tax credit granted under  
28 this section shall be transferred, sold, or assigned. No taxpayer shall be eligible  
29 to receive a credit pursuant to this section if such taxpayer employs persons who  
30 are not authorized to work in the United States under federal law.

31           3. The cumulative amount of tax credits under this section which may be  
32 allocated to all taxpayers contributing to a local food pantry in any one fiscal year  
33 shall not exceed two million dollars. The director of revenue shall establish a  
34 procedure by which the cumulative amount of tax credits is apportioned among  
35 all taxpayers claiming the credit by April fifteenth of the fiscal year in which the  
36 tax credit is claimed. To the maximum extent possible, the director of revenue  
37 shall establish the procedure described in this subsection in such a manner as to  
38 ensure that taxpayers can claim all the tax credits possible up to the cumulative  
39 amount of tax credits available for the fiscal year.

40           4. Any local food pantry may accept or reject any donation of food made  
41 under this section for any reason. For purposes of this section, any donations of  
42 food accepted by a local food pantry shall be valued at fair market value, or at  
43 wholesale value if the taxpayer making the donation of food is a retail grocery  
44 store, food broker, wholesaler, or restaurant.

45           5. The department of revenue shall promulgate rules to implement the  
46 provisions of this section. Any rule or portion of a rule, as that term is defined  
47 in section 536.010, that is created under the authority delegated in this section

48 shall become effective only if it complies with and is subject to all of the  
49 provisions of chapter 536 and, if applicable, section 536.028. This section and  
50 chapter 536 are nonseverable and if any of the powers vested with the general  
51 assembly pursuant to chapter 536 to review, to delay the effective date, or to  
52 disapprove and annul a rule are subsequently held unconstitutional, then the  
53 grant of rulemaking authority and any rule proposed or adopted after August 28,  
54 2007, shall be invalid and void.

55 6. [Under section 23.253 of the Missouri sunset act:

56 (1) The provisions of the new program authorized under this section shall  
57 automatically sunset four years after August 28, 2007, unless reauthorized by an  
58 act of the general assembly; and

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

62 (3) This section shall terminate on September first of the calendar year  
63 immediately following the calendar year in which the program authorized under  
64 this section is sunset.] **Pursuant to section 23.253 of the Missouri sunset**  
65 **act, the provisions of the program authorized under this section are**  
66 **hereby reauthorized and shall automatically sunset on August 28, 2015.**

135.679. 1. This section shall be known and may be cited as the  
2 "Qualified Beef Tax Credit Act".

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

4 (1) "Agricultural property", any real and personal property, including but  
5 not limited to buildings, structures, improvements, equipment, and livestock, that  
6 is used in or is to be used in this state by residents of this state for:

7 (a) The operation of a farm or ranch; and

8 (b) Grazing, feeding, or the care of livestock;

9 (2) "Authority", the agricultural and small business development  
10 authority established in chapter 348;

11 (3) "Backgrounded", any additional weight at the time of the first  
12 qualifying sale, before being finished, above the established baseline weight;

13 (4) "Baseline weight", the average weight in the immediate past three  
14 years of all beef animals sold that are thirty months of age or younger,  
15 categorized by sex. Baseline weight for qualified beef animals that are physically  
16 out-of-state but whose ownership is retained by a resident of this state shall be  
17 established by the average transfer weight in the immediate past three years of

18 all beef animals that are thirty months of age or younger and that are transferred  
19 out-of-state but whose ownership is retained by a resident of this state,  
20 categorized by sex. The established baseline weight shall be effective for a period  
21 of three years. If the taxpayer is a qualifying beef animal producer with fewer  
22 than three years of production, the baseline weight shall be established by the  
23 available average weight in the immediate past year of all beef animals sold that  
24 are thirty months of age or younger, categorized by sex. If the qualifying beef  
25 animal producer has no previous production, the baseline weight shall be  
26 established by the authority;

27 (5) "Finished", the period from backgrounded to harvest;

28 (6) "Qualifying beef animal", any beef animal that is certified by the  
29 authority, that was born in this state after August 28, 2008, that was raised and  
30 backgrounded or finished in this state by the taxpayer, excluding any beef animal  
31 more than thirty months of age as verified by certified written birth records;

32 (7) "Qualifying sale", the first time a qualifying beef animal is sold in this  
33 state after the qualifying beef animal is backgrounded, and a subsequent sale if  
34 the weight of the qualifying beef animal at the time of the subsequent sale is  
35 greater than the weight of the qualifying beef animal at the time of the first  
36 qualifying sale of such beef animal;

37 (8) "Tax credit", a credit against the tax otherwise due under chapter 143,  
38 excluding withholding tax imposed by sections 143.191 to 143.265, or otherwise  
39 due under chapter 147;

40 (9) "Taxpayer", any individual or entity who:

41 (a) Is subject to the tax imposed in chapter 143, excluding withholding tax  
42 imposed by sections 143.191 to 143.265, or the tax imposed in chapter 147;

43 (b) In the case of an individual, is a resident of this state as verified by  
44 a 911 address or in the absence of a 911 system, a physical address; and

45 (c) Owns or rents agricultural property and principal place of business is  
46 located in this state.

47 3. For all taxable years beginning on or after January 1, 2009, [but ending  
48 on or before December 31, 2016,] a taxpayer shall be allowed a tax credit for the  
49 first qualifying sale and for a subsequent qualifying sale of all qualifying beef  
50 animals. The tax credit amount for the first qualifying sale shall be ten cents per  
51 pound, shall be based on the backgrounded weight of all qualifying beef animals  
52 at the time of the first qualifying sale, and shall be calculated as follows: the  
53 qualifying sale weight minus the baseline weight multiplied by ten cents, as long

54 as the qualifying sale weight is equal to or greater than two hundred pounds  
55 above the baseline weight. The tax credit amount for each subsequent qualifying  
56 sale shall be ten cents per pound, shall be based on the backgrounded weight of  
57 all qualifying beef animals at the time of the subsequent qualifying sale, and  
58 shall be calculated as follows: the qualifying sale weight minus the baseline  
59 weight multiplied by ten cents, as long as the qualifying sale weight is equal to  
60 or greater than two hundred pounds above the baseline weight. The authority  
61 may waive no more than twenty-five percent of the two hundred pound weight  
62 gain requirement, but any such waiver shall be based on a disaster declaration  
63 issued by the U. S. Department of Agriculture.

64 4. The amount of the tax credit claimed shall not exceed the amount of the  
65 taxpayer's state tax liability for the taxable year for which the credit is claimed.  
66 No tax credit claimed under this section shall be refundable. The tax credit shall  
67 be claimed in the taxable year in which the qualifying sale of the qualifying beef  
68 occurred, but any amount of credit that the taxpayer is prohibited by this section  
69 from claiming in a taxable year may be carried forward to any of the taxpayer's  
70 five subsequent taxable years and carried backward to any of the taxpayer's three  
71 previous taxable years. The amount of tax credits that may be issued to all  
72 eligible applicants claiming tax credits authorized in this section in a fiscal year  
73 shall not exceed three million dollars. Tax credits shall be issued on an  
74 as-received application basis until the fiscal year limit is reached. Any credits  
75 not issued in any fiscal year shall expire and shall not be issued in any  
76 subsequent years.

77 5. To claim the tax credit allowed under this section, the taxpayer shall  
78 submit to the authority an application for the tax credit on a form provided by the  
79 authority and any application fee imposed by the authority. The application shall  
80 be filed with the authority at the end of each calendar year in which a qualified  
81 sale was made and for which a tax credit is claimed under this section. The  
82 application shall include any certified documentation and information required  
83 by the authority. All required information obtained by the authority shall be  
84 confidential and not disclosed except by court order, subpoena, or as otherwise  
85 provided by law. If the taxpayer and the qualified sale meet all criteria required  
86 by this section and approval is granted by the authority, the authority shall issue  
87 a tax credit certificate in the appropriate amount. Tax credit certificates issued  
88 under this section may be assigned, transferred, sold, or otherwise conveyed, and  
89 the new owner of the tax credit certificate shall have the same rights in the tax

90 credit as the original taxpayer. Whenever a tax credit certificate is assigned,  
91 transferred, sold or otherwise conveyed, a notarized endorsement shall be filed  
92 with the authority specifying the name and address of the new owner of the tax  
93 credit certificate or the value of the tax credit.

94           6. Any information provided under this section shall be confidential  
95 information, to be shared with no one except state and federal animal health  
96 officials, except as provided in subsection 5 of this section.

97           7. The authority may promulgate rules to implement the provisions of this  
98 section. Any rule or portion of a rule, as that term is defined in section 536.010,  
99 that is created under the authority delegated in this section shall become effective  
100 only if it complies with and is subject to all of the provisions of chapter 536 and,  
101 if applicable, section 536.028. This section and chapter 536 are nonseverable and  
102 if any of the powers vested with the general assembly pursuant to chapter 536 to  
103 review, to delay the effective date, or to disapprove and annul a rule are  
104 subsequently held unconstitutional, then the grant of rulemaking authority and  
105 any rule proposed or adopted after August 28, 2007, shall be invalid and void.

106           8. **Notwithstanding any provision of law to the contrary, no tax**  
107 **credits provided under this section shall be authorized on or after**  
108 **August 28, 2014. The provisions of this subsection shall not be**  
109 **construed to limit or in any way impair the authority's ability to issue**  
110 **tax credits authorized prior to August 28, 2014, or a taxpayer's ability**  
111 **to redeem such tax credits.**

112           9. This section shall not be subject to the Missouri sunset act, sections  
113 23.250 to 23.298.

135.700. 1. For all tax years beginning on or after January 1, 1999, a  
2 grape grower or wine producer shall be allowed a tax credit against the state tax  
3 liability incurred pursuant to chapter 143, exclusive of the provisions relating to  
4 the withholding of tax as provided in sections 143.191 to 143.265, in an amount  
5 equal to twenty-five percent of the purchase price of all new equipment and  
6 materials used directly in the growing of grapes or the production of wine in the  
7 state. Each grower or producer shall apply to the department of economic  
8 development and specify the total amount of such new equipment and materials  
9 purchased during the calendar year. The department of economic development  
10 shall certify to the department of revenue the amount of such tax credit to which  
11 a grape grower or wine producer is entitled pursuant to this section. The  
12 provisions of this section notwithstanding, a grower or producer may only apply

13 for and receive the credit authorized by this section for five tax periods. **For all**  
14 **tax years beginning on or after January 1, 2012, no more than two**  
15 **hundred thousand dollars in tax credits provided under this section**  
16 **may be authorized annually.**

17 **2. Notwithstanding any provision of law to the contrary, no tax**  
18 **credits provided under this section shall be authorized on or after**  
19 **August 28, 2014. The provisions of this subsection shall not be**  
20 **construed to limit or in any way impair the department's ability to**  
21 **issue tax credits authorized prior to August 28, 2014, or a taxpayer's**  
22 **ability to redeem such tax credits.**

135.815. 1. Prior to authorization of any tax credit application, an  
2 administering agency shall verify through the department of revenue that the tax  
3 credit applicant does not owe any delinquent income, sales, or use taxes, or  
4 interest or penalties on such taxes, and through the department of insurance,  
5 financial institutions and professional registration that the applicant does not  
6 owe any delinquent insurance taxes. Such delinquency shall not affect the  
7 authorization of the application for such tax credits, except that the amount of  
8 credits issued shall be reduced by the applicant's tax delinquency. If the  
9 department of revenue or the department of insurance, financial institutions and  
10 professional registration concludes that a taxpayer is delinquent after June  
11 fifteenth but before July first of any year, and the application of tax credits to  
12 such delinquency causes a tax deficiency on behalf of the taxpayer to arise, then  
13 the taxpayer shall be granted thirty days to satisfy the deficiency in which  
14 interest, penalties, and additions to tax shall be tolled. After applying all  
15 available credits towards a tax delinquency, the administering agency shall notify  
16 the appropriate department, and that department shall update the amount of  
17 outstanding delinquent tax owed by the applicant. If any credits remain after  
18 satisfying all insurance, income, sales, and use tax delinquencies, the remaining  
19 credits shall be issued to the applicant, subject to the restrictions of other  
20 provisions of law.

21 **2. Any applicant of a tax credit program contained in the definition of the**  
22 **term "all tax credit programs" who purposely and directly employs unauthorized**  
23 **aliens shall forfeit any tax credits issued to such applicant which have not been**  
24 **redeemed, and shall repay the amount of any tax credits redeemed by such**  
25 **applicant during the period of time such unauthorized alien was employed by the**  
26 **applicant. As used in this subsection, the term "unauthorized alien" shall mean**

27 an alien who does not have the legal right or authorization under federal law to  
28 work in the United States, as defined under Section 8 U.S.C. 1324a(h)(3).

29 **3. Any administering agency may, by rule, provide for the**  
30 **recapture of tax credits for noncompliance with program requirements.**

135.825. 1. The administering agencies for all tax credit programs shall,  
2 in cooperation with the department of revenue, implement a system for tracking  
3 the amount of tax credits authorized, issued, and redeemed. Any such agency  
4 may promulgate rules for the implementation of this section.

5 2. The provisions of **subsection 1** of this section shall not apply to any  
6 credit that is issued and redeemed simultaneously.

7 **3. The committee on legislative research shall conduct a review**  
8 **of any tax credit program, in the manner provided under the provisions**  
9 **of sections 23.250 to 23.298, by September first of the calendar year**  
10 **prior to the year in which tax credit authorizations or issuances will**  
11 **be prohibited for such tax credit program.**

12 4. Any rule or portion of a rule, as that term is defined in section 536.010,  
13 that is created under the authority delegated in this section shall become effective  
14 only if it complies with and is subject to all of the provisions of chapter 536 and,  
15 if applicable, section 536.028. This section and chapter 536 are nonseverable and  
16 if any of the powers vested with the general assembly pursuant to chapter 536 to  
17 review, to delay the effective date, or to disapprove and annul a rule are  
18 subsequently held unconstitutional, then the grant of rulemaking authority and  
19 any rule proposed or adopted after August 28, 2004, shall be invalid and void.

135.950. The following terms, whenever used in sections 135.950 to  
2 [135.970] **135.973** mean:

3 (1) "Average wage", the new payroll divided by the number of new jobs;

4 (2) "Blighted area", an area which, by reason of the predominance of  
5 defective or inadequate street layout, unsanitary or unsafe conditions,  
6 deterioration of site improvements, improper subdivision or obsolete platting, or  
7 the existence of conditions which endanger life or property by fire and other  
8 causes, or any combination of such factors, retards the provision of housing  
9 accommodations or constitutes an economic or social liability or a menace to the  
10 public health, safety, morals, or welfare in its present condition and use. The  
11 term "blighted area" shall also include any area which produces or generates or  
12 has the potential to produce or generate electrical energy from a renewable  
13 energy resource, and which, by reason of obsolescence, decadence, blight,



14 dilapidation, deteriorating or inadequate site improvements, substandard  
15 conditions, the predominance [or] of defective or inadequate street layout,  
16 unsanitary or unsafe conditions, improper subdivision or obsolete platting, or the  
17 existence of conditions which endanger the life or property by fire or other means,  
18 or any combination of such factors, is underutilized, unutilized, or diminishes the  
19 economic usefulness of the land, improvements, or lock and dam site within such  
20 area for the production, generation, conversion, and conveyance of electrical  
21 energy from a renewable energy resource;

22 (3) "Board", an enhanced enterprise zone board established pursuant to  
23 section 135.957;

24 (4) "Commencement of commercial operations" shall be deemed to occur  
25 during the first taxable year for which the new business facility is first put into  
26 use by the taxpayer in the enhanced business enterprise in which the taxpayer  
27 intends to use the new business facility;

28 (5) "County average wage", the average wages in each county as  
29 determined by the department for the most recently completed full calendar  
30 year. However, if the computed county average wage is above the statewide  
31 average wage, the statewide average wage shall be deemed the county average  
32 wage for such county for the purpose of determining eligibility. The department  
33 shall publish the county average wage for each county at least  
34 annually. Notwithstanding the provisions of this subdivision to the contrary, for  
35 any taxpayer that in conjunction with their project is relocating employees from  
36 a Missouri county with a higher county average wage, such taxpayer shall obtain  
37 the endorsement of the governing body of the community from which jobs are  
38 being relocated or the county average wage for their project shall be the county  
39 average wage for the county from which the employees are being relocated;

40 (6) "Department", the department of economic development;

41 (7) "Director", the director of the department of economic development;

42 (8) "Employee", a person employed by the enhanced business enterprise  
43 that is scheduled to work an average of at least one thousand hours per year, and  
44 such person at all times has health insurance offered to him or her, which is  
45 partially paid for by the employer;

46 (9) "Enhanced business enterprise", an industry or one of a cluster of  
47 industries that is either:

48 (a) Identified by the department as critical to the state's economic security  
49 and growth; or

50 (b) Will have an impact on industry cluster development, as identified by  
51 the governing authority in its application for designation of an enhanced  
52 enterprise zone and approved by the department; but excluding gambling  
53 establishments (NAICS industry group 7132), retail trade (NAICS sectors 44 and  
54 45), educational services (NAICS sector 61), religious organizations (NAICS  
55 industry group 8131), public administration (NAICS sector 92), and food and  
56 drinking places (NAICS subsector 722), however, notwithstanding provisions of  
57 this section to the contrary, headquarters or administrative offices of an  
58 otherwise excluded business may qualify for benefits if the offices serve a  
59 multistate territory. In the event a national, state, or regional headquarters  
60 operation is not the predominant activity of a project facility, the new jobs and  
61 investment of such headquarters operation is considered eligible for benefits  
62 under this section if the other requirements are satisfied. Service industries may  
63 be eligible only if a majority of its annual revenues will be derived from out of the  
64 state;

65 (10) "Existing business facility", any facility in this state which was  
66 employed by the taxpayer claiming the credit in the operation of an enhanced  
67 business enterprise immediately prior to an expansion, acquisition, addition, or  
68 replacement;

69 (11) "Facility", any building used as an enhanced business enterprise  
70 located within an enhanced enterprise zone, including the land on which the  
71 facility is located and all machinery, equipment, and other real and depreciable  
72 tangible personal property acquired for use at and located at or within such  
73 facility and used in connection with the operation of such facility;

74 (12) "Facility base employment", the greater of the number of employees  
75 located at the facility on the date of the notice of intent, or for the twelve-month  
76 period prior to the date of the notice of intent, the average number of employees  
77 located at the facility, or in the event the project facility has not been in operation  
78 for a full twelve-month period, the average number of employees for the number  
79 of months the facility has been in operation prior to the date of the notice of  
80 intent;

81 (13) "Facility base payroll", the total amount of taxable wages paid by the  
82 enhanced business enterprise to employees of the enhanced business enterprise  
83 located at the facility in the twelve months prior to the notice of intent, not  
84 including the payroll of owners of the enhanced business enterprise unless the  
85 enhanced business enterprise is participating in an employee stock ownership

86 plan. For the purposes of calculating the benefits under this program, the  
87 amount of base payroll shall increase each year based on the consumer price  
88 index or other comparable measure, as determined by the department;

89 (14) "Governing authority", the body holding primary legislative authority  
90 over a county or incorporated municipality;

91 (15) "Megaproject", any manufacturing or assembling facility, approved  
92 by the department for construction and operation within an enhanced enterprise  
93 zone, which satisfies the following:

94 (a) The new capital investment is projected to exceed three hundred  
95 million dollars over a period of eight years from the date of approval by the  
96 department;

97 (b) The number of new jobs is projected to exceed one thousand over a  
98 period of eight years beginning on the date of approval by the department;

99 (c) The average wage of new jobs to be created shall exceed the county  
100 average wage;

101 (d) The taxpayer shall offer health insurance to all new jobs and pay at  
102 least eighty percent of such insurance premiums; and

103 (e) An acceptable plan of repayment, to the state, of the tax credits  
104 provided for the megaproject has been provided by the taxpayer;

105 (16) "NAICS", the 1997 edition of the North American Industry  
106 Classification System as prepared by the Executive Office of the President, Office  
107 of Management and Budget. Any NAICS sector, subsector, industry group or  
108 industry identified in this section shall include its corresponding classification in  
109 subsequent federal industry classification systems;

110 (17) "New business facility", a facility that does not produce or generate  
111 electrical energy from a renewable energy resource and satisfies the following  
112 requirements:

113 (a) Such facility is employed by the taxpayer in the operation of an  
114 enhanced business enterprise. Such facility shall not be considered a new  
115 business facility in the hands of the taxpayer if the taxpayer's only activity with  
116 respect to such facility is to lease it to another person or persons. If the taxpayer  
117 employs only a portion of such facility in the operation of an enhanced business  
118 enterprise, and leases another portion of such facility to another person or  
119 persons or does not otherwise use such other portions in the operation of an  
120 enhanced business enterprise, the portion employed by the taxpayer in the  
121 operation of an enhanced business enterprise shall be considered a new business

122 facility, if the requirements of paragraphs (b), (c), and (d) of this subdivision are  
123 satisfied;

124 (b) Such facility is acquired by, or leased to, the taxpayer after December  
125 31, 2004. A facility shall be deemed to have been acquired by, or leased to, the  
126 taxpayer after December 31, 2004, if the transfer of title to the taxpayer, the  
127 transfer of possession pursuant to a binding contract to transfer title to the  
128 taxpayer, or the commencement of the term of the lease to the taxpayer occurs  
129 after December 31, 2004;

130 (c) If such facility was acquired by the taxpayer from another taxpayer  
131 and such facility was employed immediately prior to the acquisition by another  
132 taxpayer in the operation of an enhanced business enterprise, the operation of the  
133 same or a substantially similar enhanced business enterprise is not continued by  
134 the taxpayer at such facility; and

135 (d) Such facility is not a replacement business facility, as defined in  
136 subdivision (27) of this section;

137 (18) "New business facility employee", an employee of the taxpayer in the  
138 operation of a new business facility during the taxable year for which the credit  
139 allowed by section 135.967 is claimed, except that truck drivers and rail and  
140 barge vehicle operators and other operators of rolling stock for hire shall not  
141 constitute new business facility employees;

142 (19) "New business facility investment", the value of real and depreciable  
143 tangible personal property, acquired by the taxpayer as part of the new business  
144 facility, which is used by the taxpayer in the operation of the new business  
145 facility, during the taxable year for which the credit allowed by 135.967 is  
146 claimed, except that trucks, truck-trailers, truck semitrailers, rail vehicles, barge  
147 vehicles, aircraft and other rolling stock for hire, track, switches, barges, bridges,  
148 tunnels, and rail yards and spurs shall not constitute new business facility  
149 investments. The total value of such property during such taxable year shall be:

150 (a) Its original cost if owned by the taxpayer; or

151 (b) Eight times the net annual rental rate, if leased by the taxpayer. The  
152 net annual rental rate shall be the annual rental rate paid by the taxpayer less  
153 any annual rental rate received by the taxpayer from subrentals. The new  
154 business facility investment shall be determined by dividing by twelve the sum  
155 of the total value of such property on the last business day of each calendar  
156 month of the taxable year. If the new business facility is in operation for less  
157 than an entire taxable year, the new business facility investment shall be

158 determined by dividing the sum of the total value of such property on the last  
159 business day of each full calendar month during the portion of such taxable year  
160 during which the new business facility was in operation by the number of full  
161 calendar months during such period;

162 (20) "New job", the number of employees located at the facility that  
163 exceeds the facility base employment less any decrease in the number of the  
164 employees at related facilities below the related facility base employment. No job  
165 that was created prior to the date of the notice of intent shall be deemed a new  
166 job;

167 (21) "Notice of intent", a form developed by the department which is  
168 completed by the enhanced business enterprise and submitted to the department  
169 which states the enhanced business enterprise's intent to hire new jobs and  
170 request benefits under such program;

171 (22) "Related facility", a facility operated by the enhanced business  
172 enterprise or a related company in this state that is directly related to the  
173 operation of the project facility;

174 (23) "Related facility base employment", the greater of:

175 (a) The number of employees located at all related facilities on the date  
176 of the notice of intent; or

177 (b) For the twelve-month period prior to the date of the notice of intent,  
178 the average number of employees located at all related facilities of the enhanced  
179 business enterprise or a related company located in this state;

180 (24) "Related taxpayer":

181 (a) A corporation, partnership, trust, or association controlled by the  
182 taxpayer;

183 (b) An individual, corporation, partnership, trust, or association in control  
184 of the taxpayer; or

185 (c) A corporation, partnership, trust or association controlled by an  
186 individual, corporation, partnership, trust or association in control of the  
187 taxpayer. "Control of a corporation" shall mean ownership, directly or indirectly,  
188 of stock possessing at least fifty percent of the total combined voting power of all  
189 classes of stock entitled to vote, "control of a partnership or association" shall  
190 mean ownership of at least fifty percent of the capital or profits interest in such  
191 partnership or association, and "control of a trust" shall mean ownership, directly  
192 or indirectly, of at least fifty percent of the beneficial interest in the principal or  
193 income of such trust; ownership shall be determined as provided in Section 318

194 of the Internal Revenue Code of 1986, as amended;

195 (25) "Renewable energy generation zone", an area which has been found,  
196 by a resolution or ordinance adopted by the governing authority having  
197 jurisdiction of such area, to be a blighted area and which contains land,  
198 improvements, or a lock and dam site which is unutilized or underutilized for the  
199 production, generation, conversion, and conveyance of electrical energy from a  
200 renewable energy resource;

201 (26) "Renewable energy resource", shall include:

202 (a) Wind;

203 (b) Solar thermal sources or photovoltaic cells and panels;

204 (c) Dedicated crops grown for energy production;

205 (d) Cellulosic agricultural residues;

206 (e) Plant residues;

207 (f) Methane from landfills, agricultural operations, or wastewater  
208 treatment;

209 (g) Thermal depolymerization or pyrolysis for converting waste material  
210 to energy;

211 (h) Clean and untreated wood such as pallets;

212 (i) Hydroelectric power, which shall include electrical energy produced or  
213 generated by hydroelectric power generating equipment, as such term is defined  
214 in section 137.010;

215 (j) Fuel cells using hydrogen produced by one or more of the renewable  
216 resources provided in paragraphs (a) to (i) of this subdivision; or

217 (k) Any other sources of energy, not including nuclear energy, that are  
218 certified as renewable by rule by the department of natural resources;

219 (27) "Replacement business facility", a facility otherwise described in  
220 subdivision (17) of this section, hereafter referred to in this subdivision as "new  
221 facility", which replaces another facility, hereafter referred to in this subdivision  
222 as "old facility", located within the state, which the taxpayer or a related taxpayer  
223 previously operated but discontinued operating on or before the close of the first  
224 taxable year for which the credit allowed by this section is claimed. A new  
225 facility shall be deemed to replace an old facility if the following conditions are  
226 met:

227 (a) The old facility was operated by the taxpayer or a related taxpayer  
228 during the taxpayer's or related taxpayer's taxable period immediately preceding  
229 the taxable year in which commencement of commercial operations occurs at the

230 new facility; and

231 (b) The old facility was employed by the taxpayer or a related taxpayer  
232 in the operation of an enhanced business enterprise and the taxpayer continues  
233 the operation of the same or substantially similar enhanced business enterprise  
234 at the new facility. Notwithstanding the preceding provisions of this subdivision,  
235 a facility shall not be considered a replacement business facility if the taxpayer's  
236 new business facility investment, as computed in subdivision (19) of this section,  
237 in the new facility during the tax period for which the credits allowed in section  
238 135.967 are claimed exceed one million dollars and if the total number of  
239 employees at the new facility exceeds the total number of employees at the old  
240 facility by at least two;

241 (28) "Same or substantially similar enhanced business enterprise", an  
242 enhanced business enterprise in which the nature of the products produced or  
243 sold, or activities conducted, are similar in character and use or are produced,  
244 sold, performed, or conducted in the same or similar manner as in another  
245 enhanced business enterprise.

135.973. 1. After January 1, 2007, all enterprise zones designated before  
2 January 1, 2006, shall be eligible to receive the tax benefits under sections  
3 135.950 to 135.970.

4 **2. Notwithstanding any provision of law to the contrary, no tax**  
5 **credits provided under sections 135.950 to 135.973 shall be authorized**  
6 **on or after August 28, 2017. The provisions of this subsection shall not**  
7 **be construed to limit or in any way impair the department's ability to**  
8 **issue tax credits authorized prior to August 28, 2017, or a taxpayer's**  
9 **ability to redeem such tax credits.**

135.1150. 1. This section shall be known and may be cited as the  
2 "Residential Treatment Agency Tax Credit Act".

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

4 (1) "Certificate", a tax credit certificate issued under this section;

5 (2) "Department", the Missouri department of social services;

6 (3) "Eligible donation", donations received from a taxpayer by an agency  
7 that are used solely to provide direct care services to children who are residents  
8 of this state. Eligible donations may include cash, publicly traded stocks and  
9 bonds, and real estate that will be valued and documented according to rules  
10 promulgated by the department of social services. For purposes of this section,  
11 "direct care services" include but are not limited to increasing the quality of care

12 and service for children through improved employee compensation and training;

13 (4) "Qualified residential treatment agency" or "agency", a residential care  
14 facility that is licensed under section 210.484, accredited by the Council on  
15 Accreditation (COA), the Joint Commission on Accreditation of Healthcare  
16 Organizations (JCAHO), or the Commission on Accreditation of Rehabilitation  
17 Facilities (CARF), and is under contract with the Missouri department of social  
18 services to provide treatment services for children who are residents or wards of  
19 residents of this state, and that receives eligible donations. Any agency that  
20 operates more than one facility or at more than one location shall be eligible for  
21 the tax credit under this section only for any eligible donation made to facilities  
22 or locations of the agency which are licensed and accredited;

23 (5) "Taxpayer", [any of the following individuals or entities who make an  
24 eligible donation to an agency:

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

28 (b) A corporation subject to the annual corporation franchise tax imposed  
29 in chapter 147;

30 (c) An insurance company paying an annual tax on its gross premium  
31 receipts in this state;

32 (d) Any other financial institution paying taxes to the state of Missouri  
33 or any political subdivision of this state under chapter 148;

34 (e) An individual subject to the state income tax imposed in chapter 143;

35 (f) Any charitable organization which is exempt from federal income tax  
36 and whose Missouri unrelated business taxable income, if any, would be subject  
37 to the state income tax imposed under chapter 143] **an individual, a firm, a**  
38 **partner in a firm, sole proprietorship, partner in a limited or general**  
39 **partnership, member of a limited liability company, corporation as**  
40 **defined under section 143.441 or 143.471, a shareholder in an S**  
41 **corporation doing business in this state and subject to the state income**  
42 **tax imposed by chapter 143, excluding withholding tax imposed by**  
43 **sections 143.191 to 143.265, or a charitable organization, trust, or public**  
44 **or private foundation which is exempt from federal income tax and**  
45 **whose Missouri unrelated business taxable income, if any, would be**  
46 **subject to state income tax imposed under chapter 143.**

47 3. For all taxable years beginning on or after January 1, 2007, any



48 taxpayer shall be allowed a credit against the taxes otherwise due under chapter  
49 147, 148, or 143, excluding withholding tax imposed by sections 143.191 to  
50 143.265, in an amount equal to fifty percent of the amount of an eligible donation,  
51 subject to the restrictions in this section. The amount of the tax credit claimed  
52 shall not exceed the amount of the taxpayer's state income tax liability in the tax  
53 year for which the credit is claimed. Any amount of credit that the taxpayer is  
54 prohibited by this section from claiming in a tax year shall not be refundable, but  
55 may be carried forward to any of the taxpayer's four subsequent taxable years.

56 4. To claim the credit authorized in this section, an agency may submit  
57 to the department an application for the tax credit authorized by this section on  
58 behalf of taxpayers. The department shall verify that the agency has submitted  
59 the following items accurately and completely:

60 (1) A valid application in the form and format required by the department;

61 (2) A statement attesting to the eligible donation received, which shall  
62 include the name and taxpayer identification number of the individual making  
63 the eligible donation, the amount of the eligible donation, and the date the  
64 eligible donation was received by the agency; and

65 (3) Payment from the agency equal to the value of the tax credit for which  
66 application is made. If the agency applying for the tax credit meets all criteria  
67 required by this subsection, the department shall issue a certificate in the  
68 appropriate amount.

69 5. An agency may apply for tax credits in an aggregate amount that does  
70 not exceed [forty percent of] the payments made by the department to the agency  
71 in the preceding twelve months.

72 6. Tax credits issued under this section may be assigned, transferred,  
73 sold, or otherwise conveyed, and the new owner of the tax credit shall have the  
74 same rights in the credit as the taxpayer. Whenever a certificate is assigned,  
75 transferred, sold, or otherwise conveyed, a notarized endorsement shall be filed  
76 with the department specifying the name and address of the new owner of the tax  
77 credit or the value of the credit.

78 7. The department shall promulgate rules to implement the provisions of  
79 this section. Any rule or portion of a rule, as that term is defined in section  
80 536.010, that is created under the authority delegated in this section shall  
81 become effective only if it complies with and is subject to all of the provisions of  
82 chapter 536 and, if applicable, section 536.028. This section and chapter 536 are  
83 nonseverable and if any of the powers vested with the general assembly pursuant

84 to chapter 536 to review, to delay the effective date, or to disapprove and annul  
85 a rule are subsequently held unconstitutional, then the grant of rulemaking  
86 authority and any rule proposed or adopted after August 28, 2006, shall be  
87 invalid and void.

88 8. [Under section 23.253 of the Missouri sunset act:

89 (1) The provisions of the new program authorized under this section shall  
90 automatically sunset six years after August 28, 2006, unless reauthorized by an  
91 act of the general assembly; and

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

95 (3) This section shall terminate on September first of the calendar year  
96 immediately following the calendar year in which the program authorized under  
97 this section is sunset.] **Pursuant to section 23.253 of the Missouri sunset  
98 act, the provisions of the program authorized under this section are  
99 hereby reauthorized and shall automatically sunset on August 28, 2015.**

**135.1180. 1. This section shall be known and may be cited as the  
2 "Developmental Disability Care Provider Tax Credit Program".**

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

4 **(1) "Certificate", a tax credit certificate issued under this section;**

5 **(2) "Department", the Missouri department of social services;**

6 **(3) "Eligible donation", donations received, by a provider, from  
7 a taxpayer that are used solely to provide direct care services to  
8 persons with developmental disabilities who are residents of this  
9 state. Eligible donations may include cash, publicly traded stocks and  
10 bonds, and real estate that will be valued and documented according  
11 to rules promulgated by the department of social services. For  
12 purposes of this section, "direct care services" include, but are not  
13 limited to, increasing the quality of care and service for persons with  
14 developmental disabilities through improved employee compensation  
15 and training;**

16 **(4) "Qualified developmental disability care provider" or  
17 "provider", a care provider that provides assistance to persons with  
18 developmental disabilities, and is under contract with the Missouri  
19 department of social services or department of mental health to provide  
20 treatment services for such persons, and that receives eligible**

21 donations. Any provider that operates more than one facility or at  
22 more than one location shall be eligible for the tax credit under this  
23 section only for any eligible donation made to facilities or locations of  
24 the provider which are licensed and accredited;

25 (5) "Taxpayer", any of the following individuals or entities who  
26 make an eligible donation to a provider:

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

30 (b) A corporation subject to the annual corporation franchise tax  
31 imposed in chapter 147;

32 (c) An insurance company paying an annual tax on its gross  
33 premium receipts in this state;

34 (d) Any other financial institution paying taxes to the state of  
35 Missouri or any political subdivision of this state under chapter 148;

36 (e) An individual subject to the state income tax imposed in  
37 chapter 143;

38 (f) Any charitable organization which is exempt from federal  
39 income tax and whose Missouri unrelated business taxable income, if  
40 any, would be subject to the state income tax imposed under chapter  
41 143.

42 3. For all taxable years beginning on or after January 1, 2011,  
43 any taxpayer shall be allowed a credit against the taxes otherwise due  
44 under chapter 143, 147, or 148 excluding withholding tax imposed by  
45 sections 143.191 to 143.265 in an amount equal to fifty percent of the  
46 amount of an eligible donation, subject to the restrictions in this  
47 section. The amount of the tax credit claimed shall not exceed the  
48 amount of the taxpayer's state income tax liability in the tax year for  
49 which the credit is claimed. Any amount of credit that the taxpayer is  
50 prohibited by this section from claiming in a tax year shall not be  
51 refundable, but may be carried forward to any of the taxpayer's four  
52 subsequent taxable years.

53 4. To claim the credit authorized in this section, a provider shall  
54 submit to the department an application for the tax credit authorized  
55 by this section on behalf of taxpayers. The department shall verify that  
56 the provider has submitted the following items accurately and  
57 completely:

58           (1) A valid application in the form and format required by the  
59 department;

60           (2) A statement attesting to the eligible donation received, which  
61 shall include the name and taxpayer identification number of the  
62 individual making the eligible donation, the amount of the eligible  
63 donation, and the date the eligible donation was received by the  
64 provider; and

65           (3) Payment from the provider equal to the value of the tax  
66 credit for which application is made.

67 If the provider applying for the tax credit meets all criteria required  
68 by this subsection, the department shall issue a certificate in the  
69 appropriate amount.

70           5. Tax credits issued under this section may be assigned,  
71 transferred, sold, or otherwise conveyed, and the new owner of the tax  
72 credit shall have the same rights in the credit as the  
73 taxpayer. Whenever a certificate is assigned, transferred, sold, or  
74 otherwise conveyed, a notarized endorsement shall be filed with the  
75 department specifying the name and address of the new owner of the  
76 tax credit or the value of the credit.

77           6. The department shall promulgate rules to implement the  
78 provisions of this section. Any rule or portion of a rule, as that term is  
79 defined in section 536.010, that is created under the authority delegated  
80 in this section shall become effective only if it complies with and is  
81 subject to all of the provisions of chapter 536, and, if applicable, section  
82 536.028. This section and chapter 536, are nonseverable and if any of  
83 the powers vested with the general assembly pursuant to chapter 536,  
84 to review, to delay the effective date, or to disapprove and annul a rule  
85 are subsequently held unconstitutional, then the grant of rulemaking  
86 authority and any rule proposed or adopted after the effective date of  
87 this act, shall be invalid and void.

88           7. Under section 23.253 of the Missouri sunset act:

89           (1) The provisions of the new program authorized under this  
90 section shall automatically sunset four years after August 28, 2011,  
91 unless reauthorized by an act of the general assembly; and

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

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

          135.1500. 1. Sections 135.1500 to 135.1521 shall be known and  
2 may be cited as the "Aerotropolis Trade Incentive and Tax Credit Act".

3           2. As used in sections 135.1500 to 135.1521, unless the context  
4 clearly requires otherwise, the following terms shall mean:

5           (1) "Air export tax credit", the tax credit against the taxes  
6 imposed under chapters 143, 147, and 148, except for sections 143.191  
7 to 143.265, to be issued by the department to a claiming freight  
8 forwarder for the shipment of air cargo on a qualifying outbound flight;

9           (2) "Airport", an airport which is owned and operated by a city  
10 not within a county;

11           (3) "Cargo activity", all of the inbound cargo activity and  
12 outbound cargo activity into and from an eligible facility;

13           (4) "Certificate of compliance", a certificate submitted with any  
14 application for a tax credit or tax incentive specified in section  
15 135.1513, that shall certify that all requisite requirements for the  
16 issuance of such tax credits and tax incentives have been satisfied for  
17 such eligible facility and shall provide evidence of such satisfaction;

18           (5) "Certificate of occupancy", the certificate or permit issued by  
19 a municipality that permits the commercial use or occupancy of a  
20 building or structure;

21           (6) "Chargeable kilo", the shipment of a kilo of freight, as  
22 measured by the greater of:

23           (a) Actual weight; or

24           (b) A dimensional weight, as determined by the conversion  
25 factors promulgated by the International Air Transport Association, on  
26 a qualifying outbound flight or a qualifying inbound flight;

27           (7) "Claiming freight forwarder", the freight forwarder  
28 designated as the "agent" on the airway bill for the qualifying outbound  
29 flight for which such air export tax credit is sought;

30           (8) "Department", the Missouri department of economic  
31 development;

32           (9) "Direct all cargo aircraft flight", a flight that flies directly to  
33 its destination without stopping, except to receive fuel and  
34 maintenance;

35           (10) "Economic incentive laws", any provision of Missouri law  
36 under which economic incentives are provided to redevelopers of a  
37 parcel or parcels to redevelop the land, such as tax abatement or  
38 payments in lieu of taxes, or redevelopment plans or redevelopment  
39 projects approved or adopted which include the use of economic  
40 incentives to redevelop the land;

41           (11) "Eligible costs", the following costs associated with the  
42 development and construction of an eligible facility:

43           (a) Costs and expenses of construction of the eligible facility,  
44 including fixtures and equipment; and

45           (b) Demolition costs of vacant structures.

46 Eligible costs shall not include costs of site improvements or costs of  
47 environmental remediation;

48           (12) "Eligible facility", a qualifying gateway facility, qualifying  
49 cold-chain facility, or qualifying assembly and manufacturing facility;

50           (13) "Eligibility period", the time period, not to exceed seven  
51 fiscal years, during which an owner of an eligible facility may receive  
52 benefits under section 135.1513. Such time period shall begin to run  
53 twelve months after the date on which the certificate of occupancy is  
54 issued for each eligible facility, and shall continue for the next  
55 subsequent seven fiscal years;

56           (14) "Fiscal year", the twelve consecutive month time period  
57 beginning on the date, which is twelve months after the date on which  
58 the certificate of occupancy is issued for an eligible facility, and ending  
59 on the last day of the twelfth month thereafter, with each subsequent  
60 fiscal year beginning on the anniversary of the date, which is twelve  
61 months after the date of the issuance of such certificate of occupancy,  
62 and ending on the last day of the twelfth month thereafter;

63           (15) "Freight forwarder", a person that assumes responsibility in  
64 the ordinary course of its business for the transportation of cargo from  
65 the place of receipt to the place of destination, including the utilization  
66 of a qualifying outbound flight;

67           (16) "Full-time employee", an employee who is located at an  
68 eligible facility and is scheduled to work an average of at least thirty-  
69 five hours per week for a twelve-month period;

70           (17) "Gateway zone", an area within this state designated under  
71 the provisions of sections 135.1500 to 135.1521, which shall be within:

72 (a) A site of at least one hundred contiguous acres located within  
73 fifty miles of an airport; provided, however, such one hundred acres  
74 need not be contiguous if the acreage is located within a larger  
75 designated urban renewal area or redevelopment area under economic  
76 incentive laws;

77 (b) An area within the boundaries of an airport; or

78 (c) Any area owned or managed by the port authority of a county  
79 or a city not within a county;

80 (18) "Inbound cargo activity", the receipt of materials,  
81 components, goods, and products at an eligible facility from another  
82 destination through any mode of multimodal commerce. The term  
83 "inbound cargo activity" shall not include road transportation from the  
84 airport to the eligible facility;

85 (19) "Level one air cargo activity", where:

86 (a) At least twenty percent of the total outbound cargo activity  
87 of an eligible facility consists of chargeable kilos shipped from such  
88 facility, on a qualifying outbound flight by the owner of, or any tenant  
89 in, such facility; or

90 (b) At least twenty percent of the total inbound cargo activity of  
91 an eligible facility consists of chargeable kilos shipped on a qualifying  
92 inbound flight to the owner of, or any tenant in, an eligible facility,  
93 whether or not the inbound shipment is stored at any time within such  
94 facility; or

95 (c) At least twenty percent of the total cargo activity of an  
96 eligible facility consists of:

97 a. Chargeable kilos shipped from such facility, on a qualifying  
98 outbound flight by the owner of, or any tenant in, such facility; and

99 b. Chargeable kilos shipped on a qualifying inbound flight to the  
100 owner of, or any tenant in, an eligible facility, whether or not the  
101 inbound shipment is stored at any time within such facility;

102 (20) "Level two air cargo activity", where:

103 (a) At least ten percent of the total outbound cargo activity of an  
104 eligible facility consists of chargeable kilos shipped from such facility,  
105 on a qualifying outbound flight by the owner of, or any tenant in, such  
106 facility; or

107 (b) At least ten percent of the total inbound cargo activity of an  
108 eligible facility consists of chargeable kilos shipped on a qualifying

109 inbound flight to the owner of, or any tenant in, an eligible facility,  
110 whether or not the inbound shipment is stored at any time within such  
111 facility; or

112 (c) At least ten percent of the total cargo activity of an eligible  
113 facility consists of:

114 a. Chargeable kilos shipped from such facility, on a qualifying  
115 outbound flight by the owner of, or any tenant in, such facility; and

116 b. Chargeable kilos shipped on a qualifying inbound flight to the  
117 owner of, or any tenant in, an eligible facility, whether or not the  
118 inbound shipment is stored at any time within such facility;

119 (21) "Multimodal commerce", modes of commerce for the  
120 shipment of materials, components, goods, or products, including road  
121 transportation, railroad transportation, water transportation, or  
122 aircraft transportation;

123 (22) "Municipality", any city, town, village, or county;

124 (23) "New building", a new structure or building for which a  
125 certificate of occupancy was issued on or after July 1, 2011 for  
126 commercial activity, including fixtures and equipment;

127 (24) "New job", a person who was not employed at the eligible  
128 facility as a full-time employee on or prior to the date of the issuance  
129 of the certificate of occupancy for the eligible facility. No job that was  
130 created prior to the date of the issuance of the certificate of occupancy  
131 for the eligible facility shall be deemed a new job. An employee that  
132 spends less than fifty percent of the employee's work time at the  
133 eligible facility is still considered to be located at an eligible facility if  
134 the employee receives his or her directions and control from that  
135 facility, is on the facility's payroll, and one hundred percent of the  
136 employee's income from such employment is Missouri income;

137 (25) "Outbound cargo activity", the shipment of materials,  
138 components, goods, and products from an eligible facility to another  
139 destination through any mode of multimodal commerce. The term  
140 "outbound cargo activity" shall not include road transportation to the  
141 airport from the eligible facility;

142 (26) "Perishable freight", agricultural products, including seeds,  
143 garden products, live animals, and processed meat products such as  
144 pork and beef;

145 (27) "Qualifying applicant", an owner of, or tenant in, an eligible



146 facility;

147 (28) "Qualifying assembly and manufacturing facility", a new  
148 building located within a gateway zone that is equipped for  
149 manufacturing or assembly and in which the receipt of production  
150 materials or components or the shipment of finished goods or products,  
151 or both, involves at least two modes of multimodal commerce;

152 (29) "Qualifying cargo activity", meeting or exceeding the  
153 requirements for level one air cargo activity or level two air cargo  
154 activity;

155 (30) "Qualifying cold-chain facility", a new building located  
156 within a gateway zone which has within it equipment for maintaining  
157 necessary temperatures for the processing, packaging, or distribution  
158 of temperature-sensitive products, provided that at least eighty percent  
159 of the usable square footage of such facility is refrigerated;

160 (31) "Qualifying gateway facility", a new building located within  
161 a gateway zone in which qualifying cargo activity occurs, provided that  
162 no more than twenty percent of the usable space within the qualifying  
163 gateway facility is devoted to office or retail use;

164 (32) "Qualifying inbound flight", an all cargo aircraft flight  
165 originating from an international destination to the airport;

166 (33) "Qualifying outbound flight", a direct all cargo aircraft flight  
167 from the airport to an international destination; and

168 (34) "Tenant in an eligible facility", a tenant or subtenant who is  
169 operating within an eligible facility and is a tenant or subtenant of the  
170 owners of an eligible facility, or a licensee who is operating within an  
171 eligible facility and is a licensee of such owner, tenant, or subtenant.

135.1503. 1. Any executive officer of a county or the mayor of  
2 any city not within a county desiring to designate a gateway zone shall  
3 cause the governing body of such county or city not within a county to  
4 hold a public hearing for the purpose of obtaining the opinion and  
5 suggestions of those persons who will be affected by such  
6 designation. The county or the city not within a county shall publish  
7 notice of such hearing in a newspaper of general circulation in the area  
8 to be affected by such designation at least twenty days prior to the date  
9 of the hearing but not more than thirty days prior to such  
10 hearing. Such notice shall state the time, location, date, and purpose  
11 of the hearing.

12           2. Following conclusion of the public hearing required by this  
13 section, the executive officer of any county or the mayor of any city not  
14 within a county shall notify the department in writing of the  
15 designation of the gateway zone. Such notification shall include  
16 evidence that the requisite public hearing has been conducted, a legal  
17 description of the area of the gateway zone, the street location, if  
18 available, the acreage of the gateway zone, a survey of the gateway  
19 zone, a plan for the utilization and marketing of the gateway zone, and  
20 confirmation that zoning has been obtained for the gateway zone or any  
21 portion thereof which zoning is consistent with the uses of property as  
22 contemplated under sections 135.1500 to 135.1521.

23           3. The department shall have a period of sixty calendar days to  
24 verify that such gateway zone satisfies the requirements under section  
25 135.1500. If the department does not notify the executive officer of the  
26 county, or the mayor of any city not within a county, designating the  
27 gateway zone, of its verification that the requirements are satisfied, or  
28 the department does not notify such executive officer or such mayor of  
29 its denial and provide a detailed description of the reason for the  
30 denial of such verification within such sixty day time period, then the  
31 requirements under section 135.1500 shall be deemed to have been  
32 satisfied.

33           4. If the department provides such executive officer or mayor  
34 with a detailed description of a reason for its denial within such sixty  
35 day time period, such executive officer or mayor may submit a revised  
36 notification. Any such revised notification shall be subject to the  
37 provisions of subsection 3 of this section.

135.1505. 1. There shall be an annual special assessment levied  
2 on any eligible facility, which receives benefits under sections 135.1500  
3 to 135.1521, at the rate of twenty cents per rentable square foot of such  
4 facility; provided, however, any special assessments levied on such  
5 eligible facilities located within the boundaries of the airport shall be  
6 remitted to the airport. The county collector of revenue of the county  
7 in which a gateway zone is located, or the collector of revenue for the  
8 city in which a gateway zone is located if the gateway zone is located  
9 in a city not within a county, shall annually levy the special  
10 assessments in the same manner as real property taxes are collected.

11           2. On or before the first day of February of each year and after

12 deducting the reasonable and actual cost of such collection not to  
13 exceed one percent of the total amount collected, the county or city  
14 collector of revenue, who has collected the special assessments, shall  
15 remit to the entities identified in subsection 3 of this section the  
16 percentages of special assessments set forth in such subsection. Such  
17 county or city collector of revenue shall collect the special assessments  
18 prior to the fifteenth day of January of each year. Upon receipt of such  
19 money, the entities, identified in subsection 3 of this section, shall  
20 execute a receipt therefor, which the entities shall forward or deliver  
21 to the county or city collector of revenue.

22 3. After the payment of any fees related to the collection of the  
23 special assessments and the remittance of any special assessments  
24 identified for remittance under subsection 1 of this section to the  
25 airport, the remaining revenues collected from the special assessments  
26 shall be utilized as follows:

27 (a) Fifty percent of such revenues shall be annually transferred  
28 to the airport. The proceeds of the net special assessments shall be  
29 placed in a special fund for marketing and promotion of the airport and  
30 shall not be comingled with any other funds of the airport;

31 (b) The remaining fifty percent of such revenues shall be  
32 annually transferred to a tax exempt regional or county economic  
33 development association or associations, selected by the executive  
34 officer of any county, or the mayor of a city not within a county, which  
35 contains a gateway zone for the marketing and promotion of the  
36 gateway zone. Such county or city shall enter into an agreement or  
37 agreements with such tax exempt economic development association or  
38 associations for the marketing and promotion of the gateway zone and  
39 shall review and approve the annual budget of such association or  
40 associations for such marketing and promotion. Such tax exempt  
41 regional or county economic development association or associations  
42 shall not comingle any of such revenues with any other funds of the  
43 association or associations.

44 4. The airport and such tax exempt regional or county economic  
45 development association or associations shall be subject to periodic  
46 audits by the state auditor to be paid in accordance with section  
47 29.230. The airport shall report, and such executive officer or mayor  
48 shall cause the tax exempt regional or county economic development

49 association performing such marketing and promotion to report, to the  
50 department the status of the gateway zone and the use of revenues  
51 generated through the levying of special assessments under this  
52 section.

135.1507. 1. For all taxable years beginning on or after January  
2 1, 2011, a claiming freight forwarder shall be entitled to an air export  
3 tax credit for the shipment of cargo on a qualifying outbound flight in  
4 an amount equal to thirty cents per chargeable kilo.

5 2. For all taxable years beginning on or after January 1, 2011, a  
6 claiming freight forwarder shall be entitled to an air export tax credit  
7 for the shipment of perishable freight on a qualifying outbound flight  
8 in an amount equal to thirty-five cents per chargeable kilo.

9 3. No claiming freight forwarder shall receive air export tax  
10 credits under both subsections 1 and 2 of this section for a single  
11 shipment on a qualifying outbound flight.

12 4. The department shall index the amount of the air export tax  
13 credits to adjust each year depending upon fluctuations in the cost of  
14 fuel for over-the-road transportation.

135.1509. 1. To receive benefits provided under section 135.1507,  
2 a claiming freight forwarder shall file an application with the  
3 department within one hundred twenty calendar days of the date that  
4 the shipment for which air export tax credits are being sought was  
5 transported on the qualifying outbound flight. The documentation to  
6 be presented by the claiming freight forwarder in such an application  
7 shall consist of the master airway bill for the shipment on the  
8 qualifying outbound flight for which the claiming freight forwarder is  
9 seeking air export tax credits. All master airway bills shall specify an  
10 origin located within the United States of America for the shipments to  
11 qualify for air export tax credits. The department shall establish  
12 procedures to allow claiming freight forwarders that file applications  
13 for air export tax credits to receive such tax credits within ten business  
14 days of the date of the filing of the application for air export tax  
15 credits relating to the qualifying outbound flight. No application shall  
16 be approved for any continuing direct all cargo aircraft flights from the  
17 airport to an international destination conducted by a carrier, which  
18 conducted such flights on a scheduled basis prior to May 1, 2011, and  
19 which continuing flights after May 1, 2011, would otherwise have

20 constituted qualifying outbound flights.

21           2. If the annual cap on the issuance of air export tax credits  
22 provided under section 135.1511, is met in a given year, then the  
23 amount of such tax credits which have been authorized, but remain  
24 unissued, shall be carried forward and issued in the subsequent year.

25           3. No tax credits provided under this section shall be authorized  
26 after August 28, 2019. Any tax credits authorized on or before August  
27 28, 2019, but not issued prior to such date may be issued until all such  
28 authorized tax credits have been issued.

          135.1511. The total aggregate amount for air export tax credits  
2 authorized under section 135.1507 shall not exceed sixty million  
3 dollars. The amount of the air export tax credits issued under section  
4 135.1507 shall not exceed:

5           (1) Three million six hundred thousand dollars for the taxable  
6 year beginning on or after January 1, 2011, but ending on or before  
7 December 31, 2011;

8           (2) Four million eight hundred thousand dollars for the taxable  
9 year beginning on or after January 1, 2012, but ending on or before  
10 December 31, 2012; and

11           (3) The greater of one million two hundred thousand dollars per  
12 weekly qualifying outbound flight or three million six hundred  
13 thousand dollars for all taxable years beginning on or after January 1,  
14 2013.

15 The department shall annually determine the number of weekly  
16 qualifying outbound flights, which shall be the average number of such  
17 flights per week during the month of September of the previous year.

          135.1513. 1. For all taxable years beginning on or after January  
2 1, 2013, qualifying applicants shall be entitled to the following benefits:

3           (1) The owner of any eligible facility with level one air cargo  
4 activity shall be entitled, during the eligibility period, to receive tax  
5 credits against the taxes imposed under chapters 143, 147, and 148,  
6 except for sections 143.191 to 143.265, equal to six percent of the  
7 eligible costs for such facility for each year that such facility meets or  
8 exceeds level one air cargo activity volumes, provided that the owner  
9 can demonstrate that at least ten new jobs are projected to be created  
10 at the facility by no later than the end of the eligibility period. The  
11 total amount of tax credits issued for any such facility shall not exceed

12 thirty percent of such facility's eligible costs. No tax credits provided  
13 under this subdivision shall be issued prior to January 1, 2013;

14 (2) The owner of any qualifying gateway facility with level two  
15 air cargo activity, a qualifying assembly and manufacturing facility, or  
16 a qualifying cold-chain facility shall be entitled, during the eligibility  
17 period, to receive tax credits against the taxes imposed under chapters  
18 143, 147, and 148, except for sections 143.191 to 143.265, equal to four  
19 percent of the eligible costs for such facility for each year that such  
20 facility satisfies the requirements of sections 135.1500 to 135.1521,  
21 provided that the owner can demonstrate that at least ten new jobs are  
22 projected to be created at the facility by no later than the end of the  
23 eligibility period. The total amount of tax credits issued for such  
24 facility shall not exceed twenty percent of such facility's eligible costs.  
25 No tax credits provided under this subdivision shall be issued prior to  
26 January 1, 2013; and

27 (3) Any tenant of an eligible facility and any individuals  
28 employed by such tenants shall be exempt from the earnings tax  
29 imposed by a city not within a county pursuant to sections 92.110 to  
30 92.200 for each fiscal year during the eligibility period if such facility  
31 satisfies the requirements of sections 135.1500 to 135.1521.

32 2. If an eligible facility receives a certificate of occupancy prior  
33 to the sunset of the program, the owners of an eligible facility may  
34 apply for benefits provided under this section for the term of the  
35 eligibility period notwithstanding the sunset of the program prior  
36 to the end of the term of the eligibility period for such facility.

135.1515. 1. In order for an owner of an eligible facility to  
2 receive benefits provided under section 135.1513 for any fiscal year  
3 during the eligibility period, the eligible facility shall satisfy all  
4 applicable requirements provided under sections 135.1500 to 135.1521  
5 for each such fiscal year by December thirty-first of the calendar year  
6 in which an application is filed under subsection 2 of this section.

7 2. Owners of an eligible facility seeking benefits provided under  
8 section 135.1513 shall file applications for such benefits, accompanied  
9 by a certificate of compliance, on or before December thirty-first of  
10 each year. If such facility, relating to which such owners are applying  
11 for such tax credits satisfies the applicable requirements provided  
12 under sections 135.1500 to 135.1521, the department shall grant such

13 **benefits on or before July fifteenth of the next calendar year following**  
14 **such time period.**

15 **3. If the annual cap for any of such tax credits provided under**  
16 **section 135.1517 is met in a year, then the amount of such tax credits**  
17 **authorized, but unissued, shall be carried forward and issued in the**  
18 **subsequent year.**

19 **4. No tax credits provided under this section shall be authorized**  
20 **after August 28, 2020. Any tax credits authorized on or before August**  
21 **28, 2020, but not issued prior to such date may be issued until all such**  
22 **authorized tax credits have been issued.**

23 **5. No owner of an eligible facility shall be entitled to receive**  
24 **benefits provided under section 135.1513 unless a certificate of**  
25 **occupancy has been issued for the eligible facility prior to August 28,**  
26 **2020. An owner of an eligible facility for which a certificate of**  
27 **occupancy has been issued prior to August 28, 2020, may be granted**  
28 **benefits under this section.**

**135.1517. The total aggregate amount for all of the tax credits**  
2 **authorized under subdivisions (1) and (2) of subsection 1 of section**  
3 **135.1513 shall not exceed three hundred million dollars. The annual**  
4 **amount of the tax credits issued under subdivisions (1) and (2) of**  
5 **subsection 1 of section 135.1513 shall not exceed:**

6 **(1) Two million dollars for the taxable year beginning on or after**  
7 **January 1, 2013, and ending on or before December 31, 2013;**

8 **(2) Fifteen million dollars for the taxable year beginning on or**  
9 **after January 1, 2014, and ending on or before December 31, 2014;**

10 **(3) Sixteen million dollars for the taxable year beginning on or**  
11 **after January 1, 2015, and ending on or before December 31, 2015;**

12 **(4) Twenty million dollars for all taxable years beginning on or**  
13 **after January 1, 2016, but ending on or before December 31, 2019;**

14 **(5) Thirty million dollars for all taxable years beginning on or**  
15 **after January 1, 2020, but ending on or before December 31, 2024;**

16 **(6) Twenty-three million dollars for the taxable year beginning**  
17 **on or after January 1, 2025, but ending on or before December 31, 2025;**  
18 **and**

19 **(7) Seven million dollars for the taxable years beginning on or**  
20 **after January 1, 2026, and ending on or before December 31, 2027.**

**135.1519. If the amount of any tax credit authorized under**

2 sections 135.1500 to 135.1521 exceeds the total tax liability for the year  
3 in which the applicant is entitled to receive a tax credit, the amount  
4 that exceeds the state tax liability may be carried forward for credit  
5 against the taxes imposed under chapters 143, 147, and 148, except  
6 sections 143.191 to 143.265, for the succeeding six years, or until the full  
7 credit is used, whichever occurs first. Tax credits authorized under the  
8 provisions of sections 135.1500 to 135.1521 may be transferred, sold, or  
9 otherwise assigned. Tax credits granted to a partnership, a limited  
10 liability company taxed as a partnership, or multiple owners of  
11 property shall be passed through to the partners, members, or owners  
12 respectively pro rata or under an executed agreement among the  
13 partners, members, or owners documenting an alternate distribution  
14 method.

135.1521. 1. The department may promulgate rules to implement  
2 the provisions of sections 135.1500 to 135.1521. Any rule or portion of  
3 a rule, as that term is defined in section 536.010 that is created under  
4 the authority delegated in this section shall become effective only if it  
5 complies with and is subject to all of the provisions of chapter 536, and,  
6 if applicable, section 536.028. This section and chapter 536 are  
7 nonseverable and if any of the powers vested with the general assembly  
8 pursuant to chapter 536 to review, to delay the effective date, or to  
9 disapprove and to annul a rule are subsequently held unconstitutional,  
10 then the grant of rulemaking authority and any rule proposed or  
11 adopted after the effective date of this act, shall be invalid and void.

2. The provisions of the new programs authorized under sections  
13 135.1500 to 135.1521 shall automatically sunset sixteen years after the  
14 effective date of this act, unless reauthorized by an act of the general  
15 assembly. If such program is reauthorized, the program authorized  
16 under this section shall automatically sunset six years after the  
17 effective date of the reauthorization of this section. This section shall  
18 terminate on September first of the calendar year immediately  
19 following the calendar year in which the programs authorized under  
20 sections 135.1500 to 135.1521 sunset.

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

2 (1) "Essential", an activity necessary and indispensable to the  
3 process of manufacturing, without which the actual process of  
4 manufacturing could not take place;



5           **(2) "Manufacturing, processing, compounding, mining, or**  
6 **producing", testing, installing, calibrating, maintaining, repairing,**  
7 **restoring, and all other activities of the manufacturer, processor,**  
8 **compounder, miner, or producer essential to manufacturing,**  
9 **processing, compounding, mining, or producing;**

10           **(3) "Processing", any mode of treatment, act, or series of acts performed**  
11 **upon materials to transform or reduce them to a different state or thing,**  
12 **including treatment necessary to maintain or preserve such processing by the**  
13 **producer at the production facility;**

14           **[(2)] (4) "Recovered materials", those materials which have been diverted**  
15 **or removed from the solid waste stream for sale, use, reuse, or recycling, whether**  
16 **or not they require subsequent separation and processing.**

17           2. In addition to all other exemptions granted under this chapter, there  
18 is hereby specifically exempted from the provisions of sections 144.010 to 144.525  
19 and 144.600 to 144.761, and from the computation of the tax levied, assessed, or  
20 payable under sections 144.010 to 144.525 and 144.600 to 144.761, electrical  
21 energy and gas, whether natural, artificial, or propane, water, coal, and energy  
22 sources, chemicals, machinery, equipment, and materials used or consumed in the  
23 manufacturing, processing, compounding, mining, or producing of any product, or  
24 used or consumed in the processing of recovered materials, or used in research  
25 and development related to manufacturing, processing, compounding, mining, or  
26 producing any product. **The exemptions granted in this subsection include**  
27 **chemicals, machinery, equipment, and other materials essential to the**  
28 **processes of repairing and maintaining manufacturing**  
29 **equipment. Activities deemed nonessential and thus not exempt under**  
30 **this section shall include, but are not limited to, transportation,**  
31 **delivery, human resources activities, accounting, and other activities**  
32 **that are not part of the manufacturing process.** The exemptions granted  
33 in this subsection shall not apply to local sales taxes as defined in section 32.085  
34 and the provisions of this subsection shall be in addition to any state and local  
35 sales tax exemption provided in section 144.030.

36           3. In addition to all other exemptions granted under this chapter, there  
37 is hereby specifically exempted from the provisions of sections 144.010 to 144.525  
38 and 144.600 to 144.761, and section 238.235, and the local sales tax law as  
39 defined in section 32.085, and from the computation of the tax levied, assessed,  
40 or payable under sections 144.010 to 144.525 and 144.600 to 144.761, and section

41 238.235, and the local sales tax law as defined in section 32.085, all utilities,  
42 machinery, and equipment used or consumed directly in television or radio  
43 broadcasting and all sales and purchases of tangible personal property, utilities,  
44 services, or any other transaction that would otherwise be subject to the state or  
45 local sales or use tax when such sales are made to or purchases are made by a  
46 contractor for use in fulfillment of any obligation under a defense contract with  
47 the United States government, and all sales and leases of tangible personal  
48 property by any county, city, incorporated town, or village, provided such sale or  
49 lease is authorized under chapter 100, and such transaction is certified for sales  
50 tax exemption by the department of economic development, and tangible personal  
51 property used for railroad infrastructure brought into this state for processing,  
52 fabrication, or other modification for use outside the state in the regular course  
53 of business.

54 4. In addition to all other exemptions granted under this chapter, there  
55 is hereby specifically exempted from the provisions of sections 144.010 to 144.525  
56 and 144.600 to 144.761, and section 238.235, and the local sales tax law as  
57 defined in section 32.085, and from the computation of the tax levied, assessed,  
58 or payable under sections 144.010 to 144.525 and 144.600 to 144.761, and section  
59 238.235, and the local sales tax law as defined in section 32.085, all sales and  
60 purchases of tangible personal property, utilities, services, or any other  
61 transaction that would otherwise be subject to the state or local sales or use tax  
62 when such sales are made to or purchases are made by a private partner for use  
63 in completing a project under sections 227.600 to 227.669.

144.062. 1. With respect to exempt sales at retail of tangible personal  
2 property and materials for the purpose of constructing, repairing or remodeling  
3 facilities for:

4 (1) A county, other political subdivision or instrumentality thereof exempt  
5 from taxation under subdivision (10) of section 39 of article III of the Constitution  
6 of Missouri; or

7 (2) An organization sales to which are exempt from taxation under the  
8 provisions of subdivision (19) of subsection 2 of section 144.030; or

9 (3) Any institution of higher education supported by public funds or any  
10 private not-for-profit institution of higher education, exempt from taxation under  
11 subdivision (20) of subsection 2 of section 144.030; or

12 (4) Any private not-for-profit elementary or secondary school exempt from  
13 taxation under subdivision (22) of subsection 2 of section 144.030; or

14 (5) Any authority exempt from taxation under subdivision (39) of  
15 subsection 2 of section 144.030; or

16 (6) After June 30, 2007, the department of transportation or the state  
17 highways and transportation commission; **or**

18 **(7) After August 28, 2011, any qualified company exempt from**  
19 **taxation under section 144.540;**

20 hereinafter collectively referred to as exempt entities, such exemptions shall be  
21 allowed for such purchases if the purchases are related to the entities' exempt  
22 functions and activities. In addition, the sales shall not be rendered nonexempt  
23 nor shall any material supplier or contractor be obligated to pay, collect or remit  
24 sales tax with respect to such purchases made by or on behalf of an exempt entity  
25 due to such purchases being billed to or paid for by a contractor or the exempt  
26 entity contracting with any entity to render any services in relation to such  
27 purchases, including but not limited to selection of materials, ordering, pickup,  
28 delivery, approval on delivery, taking of delivery, transportation, storage,  
29 assumption of risk of loss to materials or providing warranties on materials as  
30 specified by contract, use of materials or other purchases for construction of the  
31 building or other facility, providing labor, management services, administrative  
32 services, design or technical services or advice to the exempt entity, whether or  
33 not the contractor or other entity exercises dominion or control in any other  
34 manner over the materials in conjunction with services or labor provided to the  
35 exempt entity.

36 2. When any exempt entity contracts for the purpose of constructing,  
37 repairing or remodeling facilities, and purchases of tangible personal property  
38 and materials to be incorporated into or consumed in the construction of the  
39 project are to be made on a tax-exempt basis, such entity shall furnish to the  
40 contractor an exemption certificate authorizing such purchases for the  
41 construction, repair or remodeling project. The form and content of such project  
42 exemption certificate shall be approved by the director of revenue. The project  
43 exemption certificate shall include but not be limited to:

44 (1) The exempt entity's name, address, Missouri tax identification number  
45 and signature of authorized representative;

46 (2) The project location, description, and unique identification number;

47 (3) The date the contract is entered into, which is the earliest date  
48 materials may be purchased for the project on a tax-exempt basis;

49 (4) The estimated project completion date; and

50 (5) The certificate expiration date. Such certificate is renewable for a  
51 given project at the option of the exempt entity, only for the purpose of revising  
52 the certificate expiration date as necessary to complete the project.

53 3. The contractor shall furnish the certificate prescribed in subsection 2  
54 of this section to all subcontractors, and any contractor purchasing materials  
55 shall present such certificate to all material suppliers as authorization to  
56 purchase, on behalf of the exempt entity, all tangible personal property and  
57 materials to be incorporated into or consumed in the construction of that project  
58 and no other on a tax-exempt basis. Such suppliers shall execute to the  
59 purchasing contractor invoices bearing the name of the exempt entity and the  
60 project identification number. Nothing in this section shall be deemed to exempt  
61 the purchase of any construction machinery, equipment or tools used in  
62 constructing, repairing or remodeling facilities for the exempt entity. All invoices  
63 for all personal property and materials purchased under a project exemption  
64 certificate shall be retained by the purchasing contractor for a period of five years  
65 and shall be subject to audit by the director of revenue.

66 4. Any excess resalable tangible personal property or materials which  
67 were purchased for the project by a contractor under a project exemption  
68 certificate but which were not incorporated into or consumed in the construction  
69 of the project shall either be returned to the supplier for credit or the appropriate  
70 sales or use tax on such excess property or materials shall be reported on a  
71 return and paid by such contractor not later than the due date of the contractor's  
72 Missouri sales or use tax return following the month in which it was determined  
73 that the materials were not to be used in the project.

74 5. No contractor or material supplier shall, upon audit, be required to pay  
75 tax on tangible personal property and materials incorporated into or consumed  
76 in the construction of the project due to the failure of the exempt entity to revise  
77 the certificate expiration date as necessary to complete any work required by the  
78 contract. If it is determined that tax is owed on such property and materials due  
79 to the failure of the exempt entity to revise such certificate expiration date, the  
80 exempt entity shall be liable for the tax owed.

81 6. If an entity issues exemption certificates for the purchase of tangible  
82 personal property and materials which are incorporated into or consumed in the  
83 construction of its project and such entity is found not to have had the authority  
84 granted by this section to issue such exemption certificates, then such entity shall  
85 be liable for the tax owed on such personal property and materials. In addition,

86 if an entity which does have the authority granted by this section to issue  
87 exemption certificates issues such certificates for the purchase of tangible  
88 personal property and materials which are incorporated into or consumed in the  
89 construction of a project, or part of a project, which is found not to be related to  
90 such entity's exempt functions and activities, then such entity shall be liable for  
91 the tax owed on such personal property and materials.

**144.540. 1. The terms used in this section shall have the meaning  
2 provided in section 620.2005, unless the context clearly indicates  
3 otherwise. For purposes of this section, the term "taxpayer" shall mean  
4 the purchaser of tangible personal property or a service that is subject  
5 to state or local sales or use tax and from whom state or local sales or  
6 use tax is owed. "Taxpayer" shall not mean the seller charged by law  
7 with collecting the sales tax from the purchaser.**

**8 2. Beginning August 28, 2011, in addition to the exemptions  
9 granted under this chapter, the department of economic development  
10 may approve a qualified company for an exemption of up to one  
11 hundred percent of the state sales and use taxes defined, levied, or  
12 calculated under sections 144.010 to 144.525, sections 144.600 to 144.761,  
13 or section 238.235, for a period not to exceed three years from the date  
14 of approval, of sales and leases of tangible personal property purchased  
15 for use in the project facility, and of sales and leases of tangible  
16 personal property and materials for the purpose of constructing,  
17 repairing, or remodeling the project facility. To qualify for the  
18 exemption provided in this subsection, the qualified company shall,  
19 within a period of two years from the date of approval:**

**20 (1) Create at least twenty new jobs at the project facility with an  
21 average wage of the new payroll equal to or in excess of ninety percent  
22 of the county average wage; or**

**23 (2) Retain at least one hundred fifty retained jobs and commit to  
24 making at least fifteen million dollars in new capital investment at a  
25 project facility if the project facility base payroll equals or exceeds  
26 ninety percent of the county average wage.**

**27 3. The governing body of a city, county, or other political  
28 subdivision may approve a qualified company for an exemption of up  
29 to one hundred percent of local sales and use taxes defined, levied, or  
30 calculated under section 32.085 imposed by the governing body, of sales  
31 and leases of tangible personal property purchased for use in the**

32 project facility, and of sales and leases of building materials for the  
33 purpose of constructing, repairing, or remodeling the project facility.  
34 To qualify for the exemption provided in this subsection, the qualified  
35 company shall satisfy the requirements of subsection 2 of this section.

36 4. Any qualified company seeking an exemption from state sales  
37 and use taxes under this section shall submit with its notice of intent  
38 to seek benefits under the compete Missouri program established in  
39 sections 620.2000 to 620.2020 such information as the department of  
40 economic development may reasonably require to review the qualified  
41 company's request for the exemption. The percentage of any exemption  
42 from state sales or use taxes awarded to a qualified company under this  
43 section shall not exceed the projected net fiscal benefit to the state  
44 over a period of six years, as determined by the department of  
45 economic development, and shall not exceed the least amount necessary  
46 to obtain the qualified company's commitment to initiate the project.  
47 In determining the percentage of the exemption to award to a qualified  
48 company under this section, the department of economic development  
49 shall consider the factors set forth in subsection 2 of section 620.2010.

50 5. Upon approval of an exemption from state sales and use taxes  
51 under this section, the department of economic development shall  
52 certify the taxpayer's eligibility to the department of revenue. The  
53 department of revenue shall issue the qualified company an exemption  
54 certificate in the amount and for the duration specified by the  
55 department of economic development in its certification.

56 (1) Any qualified company approved for an exemption for state  
57 sales and use taxes under this section shall certify, as part of its annual  
58 report under section 620.2020, the amount of state sales and use taxes  
59 exempted under this section that would have otherwise been due  
60 during the previous year.

61 (2) If the qualified company fails to satisfy any of the  
62 requirements of this section at any time during the project period, the  
63 qualified company shall remit to the department of revenue an amount  
64 equal to the sales and use taxes exempted under this section, plus  
65 interest of nine percent per annum from the date the exemption  
66 certificate was issued. However, the director of the department of  
67 economic development may, in his or her discretion, provide an  
68 extension of up to two additional years or reduce such payment, if such

69 failure is caused by documented unforeseen events that negatively  
70 affected the operations at the project facility that were not under the  
71 control of the qualified company.

72 (3) The department of revenue shall credit any amounts remitted  
73 by the qualified company under this subsection to the fund to which  
74 the sales and use taxes exempted would have otherwise been credited.

75 6. Upon approval of an exemption from local sales and use taxes  
76 under this section, the governing body of the city, county, or other  
77 political subdivision approving the exemption from local sales and use  
78 taxes under this section shall certify the taxpayer's eligibility to the  
79 department of revenue. The department of revenue shall issue the  
80 qualified company an exemption certificate in the amount and for the  
81 duration specified by the political subdivision in its certification.

82 (1) Any qualified company approved for an exemption from local  
83 sales and use taxes under this section shall annually certify to the  
84 governing body of the city, county, or other political subdivision the  
85 amount of local sales and use taxes exempted under this section that  
86 would have otherwise been due during the previous year.

87 (2) If the qualified company fails to satisfy any of the  
88 requirements of this section at any time during the project period, the  
89 qualified company shall remit to the department of revenue an amount  
90 equal to the sales and use taxes exempted under this section, plus  
91 interest of nine percent per annum from the date the exemption  
92 certificate was issued. However, the governing body may, in its  
93 discretion, provide an extension of up to two additional years or reduce  
94 such payment, if such failure is caused by documented unforeseen  
95 events that negatively affected the operations at the project facility  
96 that were not under the control of the qualified company.

97 (3) The department of revenue shall credit any amounts remitted  
98 by the qualified company under this subsection to the city, county, or  
99 other political subdivision approving the exemption.

100 7. The department of economic development and the department  
101 of revenue shall jointly prescribe such rules and regulations necessary  
102 to carry out the provisions of this section. Any rule or portion of a  
103 rule, as that term is defined in section 536.010, that is created under  
104 the authority delegated in this section shall become effective only if it  
105 complies with and is subject to all of the provisions of chapter 536 and,

106 if applicable, section 536.028. This section and chapter 536 are  
107 nonseverable and if any of the powers vested with the general assembly  
108 pursuant to chapter 536 to review, to delay the effective date, or to  
109 disapprove and annul a rule are subsequently held unconstitutional,  
110 then the grant of rulemaking authority and any rule proposed or  
111 adopted after August 28, 2011, shall be invalid and void.

144.810. 1. As used in this section, unless the context clearly  
2 indicates otherwise, the following terms mean:

3 (1) "Commencement of commercial operations", shall be deemed  
4 to occur during the first calendar year for which the data storage  
5 center is first available for use by the operating taxpayer, or first  
6 capable of being used by the operating taxpayer, as a data storage  
7 center;

8 (2) "Constructing taxpayer", where more than one taxpayer is  
9 responsible for a project, a taxpayer responsible for the construction  
10 of the facility, as opposed to a taxpayer responsible for the equipping  
11 and ongoing operations of the facility;

12 (3) "County average wage", the average wages in each county as  
13 determined by the department for the most recently completed full  
14 calendar year. However, if the computed county average wage is above  
15 the statewide average wage, the statewide average wage shall be  
16 deemed the county average wage for such county for the purpose of  
17 determining eligibility;

18 (4) "Data storage center" or "facility", a facility constructed,  
19 extended, improved, or operating under this section, provided that such  
20 business facility is engaged primarily in:

21 (a) Data processing, hosting, and related services (NAICS  
22 518210); or

23 (b) Internet publishing and broadcasting and web search portals  
24 (NAICS 519130), at the business facility;

25 (5) "Existing facility", a data storage center in this state as it  
26 existed prior to the effective date of this act, as determined by the  
27 department;

28 (6) "Expanding facility" or "expanding data storage center", an  
29 existing facility or replacement facility that expands its operations in  
30 this state on or after the effective date of this act, and has net new  
31 investment related to the expansion of operations in this state of at



32 least five million dollars during a period of up to twelve consecutive  
33 months and results in the creation of at least five new jobs during a  
34 period of up to twenty-four consecutive months from the date of  
35 conditional approval for an exemption under this section, if the  
36 average wage of the new jobs equals or exceeds one hundred and fifty  
37 percent of the county average wage. An expanding facility shall  
38 continue to be an expanding facility regardless of a subsequent change  
39 in or addition of operating taxpayers or constructing taxpayers;

40 (7) "Expanding facility project" or "expanding data storage center  
41 project", the construction, extension, improvement, equipping, and  
42 operation of an expanding facility;

43 (8) "Investment" shall include the value of real and depreciable  
44 personal property, acquired as part of the new or expanding facility  
45 project which is used in the operation of the facility following  
46 conditional approval of an exemption under this section;

47 (9) "NAICS", the 2007 edition of the North American Industry  
48 Classification System as prepared by the Executive Office of the  
49 President, Office of Management and Budget. Any NAICS sector,  
50 subsector, industry group, or industry identified in this section shall  
51 include its corresponding classification in previous and subsequent  
52 federal industry classification systems;

53 (10) "New facility" or "new data storage center", a facility in this  
54 state meeting the following requirements:

55 (a) The facility is acquired by, or leased to, an operating  
56 taxpayer on or after the effective date of this act. A facility shall be  
57 deemed to have been acquired by, or leased to, an operating taxpayer  
58 on or after the effective date of this act, if the transfer of title to an  
59 operating taxpayer, the transfer of possession under a binding contract  
60 to transfer title to an operating taxpayer, or the commencement of the  
61 term of the lease to an operating taxpayer occurs on or after the  
62 effective date of this act, or, if the facility is constructed, erected, or  
63 installed by or on behalf of an operating taxpayer, such construction,  
64 erection, or installation is commenced on or after the effective date of  
65 this act;

66 (b) If such facility was acquired by an operating or constructing  
67 taxpayer from another person or persons on or after the effective date  
68 of this act, and such facility was employed prior to the effective date

69 of this act, by any other person or persons in the operation of a data  
70 storage center the facility shall not be considered a new facility;

71 (c) Such facility is not an expanding or replacement facility, as  
72 defined in this section;

73 (d) The new facility project investment is at least thirty-seven  
74 million dollars during a period of up to thirty-six consecutive months  
75 from the date of the conditional approval for an exemption under this  
76 section. Where more than one taxpayer is responsible for a project, the  
77 investment requirement may be met by an operating taxpayer, a  
78 constructing taxpayer, or a combination of constructing taxpayers and  
79 operating taxpayers;

80 (e) At least thirty new jobs are created at the new facility during  
81 a period of up to thirty six consecutive months from the date of  
82 conditional approval for an exemption under this section if the average  
83 wage of the new jobs equals or exceeds one hundred fifty percent of the  
84 county average wage; and

85 (f) A new facility shall continue to be a new facility regardless  
86 of a subsequent change in or addition of operating taxpayers or  
87 constructing taxpayers;

88 (11) "New data storage center project" or "new facility project",  
89 the construction, extension, improvement, equipping, and operation of  
90 a new facility;

91 (12) "New job" in the case of a new data center project, the total  
92 number of full-time employees located at a new data storage center for  
93 a period of up to thirty-six consecutive months from the date of  
94 conditional approval for an exemption under this section. In the case  
95 of an expanding data storage center project, the total number of full-  
96 time employees located at the expanding data storage center that  
97 exceeds the greater of the number of full-time employees located at the  
98 project facility on the date of the submission of a project plan under  
99 this section or for the twelve-month period prior to the date of the  
100 submission of a project plan, the average number of full-time employees  
101 located at the expanding data storage center facility. In the event the  
102 expanding data storage center facility has not been in operation for a  
103 full twelve-month period at the time of the submission of a project plan,  
104 the average number of full-time employees for the number of months  
105 the expanding data storage center facility has been in operation prior

106 to the date of the submission of the project plan;

107 (13) "Operating taxpayer", where more than one taxpayer is  
108 responsible for a project, a taxpayer responsible for the equipping and  
109 ongoing operations of the facility, as opposed to a taxpayer responsible  
110 for the purchasing or construction of the facility;

111 (14) "Project taxpayers", each constructing taxpayer and each  
112 operating taxpayer for a data storage center project;

113 (15) "Replacement facility", a facility in this state otherwise  
114 described in subdivision (7) of this subsection, but which replaces  
115 another facility located within the state, which the taxpayer or a  
116 related taxpayer previously operated but discontinued operating within  
117 one year prior to the commencement of commercial operations at the  
118 new facility;

119 (16) "Taxpayer", the purchaser of tangible personal property or  
120 a service that is subject to state or local sales or use tax and from  
121 whom state or local sales or use tax is owed. Taxpayer shall not mean  
122 the seller charged by law with collecting the sales tax from the  
123 purchaser.

124 2. In addition to the exemptions granted under chapter 144,  
125 project taxpayers for a new data storage center project shall be  
126 entitled, for a project period not to exceed fifteen years from the date  
127 of conditional approval under this section and subject to the  
128 requirements of subsection 3 of this section, to an exemption of one  
129 hundred percent of the state and local sales and use taxes defined,  
130 levied, or calculated under section 32.085, sections 144.010 to 144.525,  
131 sections 144.600 to 144.761, or section 238.235, limited to the net fiscal  
132 benefit of the state calculated over a ten year period, on:

133 (1) All electrical energy, gas, water, and other utilities including  
134 telecommunication and internet services used in a new data storage  
135 center;

136 (2) All machinery, equipment, and computers used in any new  
137 data storage center; and

138 (3) All sales at retail of tangible personal property and materials  
139 for the purpose of constructing any new data storage center.

140 The amount of any exemption provided under this subsection shall not  
141 exceed the projected net fiscal benefit to the state over a period of ten  
142 years, as determined by the department of economic development using

143 the Regional Economic Modeling, Inc. dataset or comparable data.

144           3. Any data storage center project seeking a tax exemption under  
145 subsection 2 of this section shall submit a project plan to the  
146 department of economic development, which shall identify each known  
147 constructing taxpayer and known operating taxpayer for the project  
148 and include any additional information the department of economic  
149 development may require to determine eligibility for the  
150 exemption. The department of economic development shall review the  
151 project plan and determine whether the project is eligible for the  
152 exemption under subsection 2 of this section, conditional upon  
153 subsequent verification by the department that the project meets the  
154 requirements in subsection 1 of this section for a new facility. The  
155 department of economic development shall convey such conditional  
156 approval to the department of revenue and the identified project  
157 taxpayers. After a conditionally approved new facility has met the  
158 requirements in subsection 1 of this section for a new facility and the  
159 execution of the agreement specified in subsection 6 of this section, the  
160 project taxpayers shall provide proof of the same to the department of  
161 economic development. Upon verification of such proof, the  
162 department of economic development shall certify the new facility to  
163 the department of revenue as being eligible for the exemption dating  
164 retroactively to the first day of the thirty-six month period. The  
165 department of revenue, upon receipt of adequate proof of the amount  
166 of sales taxes paid since the first day of the thirty-six month period,  
167 shall issue a refund of taxes paid but eligible for exemption under  
168 subsection 2 of this section to each operating taxpayer and each  
169 constructing taxpayer and issue a certificate of exemption to each new  
170 project taxpayer for ongoing exemptions under subsection 2 of this  
171 section.

172           4. In addition to the exemptions granted under chapter 144, upon  
173 approval by the department of economic development, project  
174 taxpayers for expanding data center projects may, for a period not to  
175 exceed ten years, be specifically exempted from state and local sales  
176 and use taxes defined, levied, or calculated under section 32.085,  
177 sections 144.010 to 144.525, sections 144.600 to 144.761, or section  
178 238.235 on:

179           (1) All electrical energy, gas, water, and other utilities including

180 telecommunication and internet services used in an expanding data  
181 storage center which, on an annual basis, exceeds the amount of  
182 electrical energy, gas, water, and other utilities including  
183 telecommunication and internet services used in the existing facility or  
184 the replaced facility prior to the expansion. For purposes of this  
185 subdivision only, "amount" shall be measured in kilowatt hours, gallons,  
186 cubic feet, or other measures applicable to a utility service as opposed  
187 to in dollars, to account for increases in utility rates;

188 (2) All machinery, equipment, and computers used in any  
189 expanding data storage center, the cost of which, on an annual basis,  
190 exceeds the average of the previous three years' expenditures on  
191 machinery, equipment, and computers at the existing facility or the  
192 replaced facility prior to the expansion. Existing facilities or replaced  
193 facilities in existence for less than three years shall have the average  
194 expenditures calculated based upon the applicable time of existence;  
195 and

196 (3) All sales at retail of tangible personal property and materials  
197 for the purpose of constructing, repairing, or remodeling any  
198 expanding data storage center.  
199 The amount of any exemption provided under this subsection shall not  
200 exceed the projected net fiscal benefit to the state over a period of ten  
201 years, as determined by the department of economic development.

202 5. Any data storage center project seeking a tax exemption under  
203 subsection 4 of this section shall submit a project plan to the  
204 department of economic development, which shall identify each known  
205 constructing taxpayer and each known operating taxpayer for the  
206 project and include any additional information the department of  
207 economic development may reasonably require to determine eligibility  
208 for the exemption. The department of economic development shall  
209 review the project plan and determine whether the project is eligible  
210 for the exemption under subsection 4 of this section, conditional upon  
211 subsequent verification by the department that the project meets the  
212 requirements in subsection 1 of this section for an expanding facility  
213 project and the execution of the agreement specified in subsection 6 of  
214 this section. The department of economic development shall convey  
215 such conditional approval to the department of revenue and the  
216 identified project taxpayers. After a conditional approved facility has

217 met the requirements in subsection 1 of this section, the project  
218 taxpayers shall provide proof of the same to the department of  
219 economic development. Upon verification of such proof, the  
220 department of economic development shall certify the project to the  
221 department of revenue as being eligible for the exemption dating  
222 retroactively to the first day of the thirty-six month period. The  
223 department of revenue, upon receipt of adequate proof of the amount  
224 of sales taxes paid since the first day of the thirty-six month period,  
225 shall issue a refund of taxes paid but eligible for exemption under  
226 subsection 4 of this section to any applicable project taxpayer and issue  
227 a certificate of exemption to any applicable project taxpayer for  
228 ongoing exemptions under subsection 4 of this section.

229       6. (1) The exemptions in subsections 2 and 4 of this section shall  
230 be tied to the new or expanding facility project. A certificate of  
231 exemption in the hands of a taxpayer that is no longer an operating or  
232 constructing taxpayer of the new or expanding facility project shall be  
233 invalid as of the date the taxpayer was no longer an operating or  
234 constructing taxpayer of the new or expanding facility project. New  
235 certificates of exemption shall be issued to successor constructing  
236 taxpayers and operating taxpayers at such new or expanding facility  
237 projects. The right to the exemption by successor taxpayers shall exist  
238 without regard to subsequent levels of investment in the new or  
239 expanding facility by successor taxpayers.

240       (2) As a condition of receiving an exemption under subsection 2  
241 or 4 of this section, the project taxpayers shall enter into an agreement  
242 with the department of economic development providing for repayment  
243 penalties in the event the data storage center project fails to comply  
244 with any of the requirements of this section.

245       (3) The department of revenue shall credit any amounts remitted  
246 by the project taxpayers under this subsection to the fund to which the  
247 sales and use taxes exempted would have otherwise been credited.

248       7. The department of economic development and the department  
249 of revenue shall cooperate in conducting random audits to ensure that  
250 the intent of this section is followed.

251       8. Notwithstanding any other provision of law to the contrary,  
252 no recipient of an exemption pursuant to this section shall be eligible  
253 for benefits under any business recruitment tax credit, as defined in

254 **section 135.800.**

255 **9. The department of economic development and the department**  
256 **of revenue shall jointly prescribe such rules and regulations necessary**  
257 **to carry out the provisions of this section. Any rule or portion of a**  
258 **rule, as that term is defined in section 536.010, that is created under**  
259 **the authority delegated in this section shall become effective only if it**  
260 **complies with and is subject to all of the provisions of chapter 536 and,**  
261 **if applicable, section 536.028. This section and chapter 536 are**  
262 **nonseverable and if any of the powers vested with the general assembly**  
263 **pursuant to chapter 536 to review, to delay the effective date, or to**  
264 **disapprove and annul a rule are subsequently held unconstitutional,**  
265 **then the grant of rulemaking authority and any rule proposed or**  
266 **adopted after the effective date of this act, shall be invalid and void.**

196.1109. All moneys that are appropriated by the general assembly from  
2 the life sciences research trust fund shall be appropriated to the life sciences  
3 research board to increase the capacity for quality of life sciences research at  
4 public and private not-for-profit institutions in the state of Missouri and to  
5 thereby:

6 (1) Improve the quantity and quality of life sciences research at public  
7 and private not-for-profit institutions, including but not limited to basic research  
8 (including the discovery of new knowledge), translational research (including  
9 translating knowledge into a usable form), and clinical research (including the  
10 literal application of a therapy or intervention to determine its efficacy), including  
11 but not limited to health research in human development and aging, cancer,  
12 endocrine, cardiovascular, neurological, pulmonary, and infectious disease, and  
13 plant sciences, including but not limited to nutrition and food safety; and

14 (2) Enhance technology transfer and technology commercialization derived  
15 from research at public and private not-for-profit institutions within the centers  
16 for excellence. For purposes of sections 196.1100 to 196.1130, "technology  
17 transfer and technology commercialization" includes stages of the regular  
18 business cycle occurring after research and development of a life science  
19 technology, including but not limited to reduction to practice, proof of concept,  
20 and achieving federal Food and Drug Administration, United States Department  
21 of Agriculture, or other regulatory requirements in addition to the definition in  
22 section 348.251. Funds received by the board may be used for purposes  
23 authorized in sections 196.1100 to 196.1130 and shall be subject to the

24 restrictions of sections 196.1100 to 196.1130, including but not limited to the  
25 costs of personnel, supplies, equipment, and renovation or construction of physical  
26 facilities; provided that in any single fiscal year no more than [ten] **thirty**  
27 percent of the moneys appropriated shall be used for the construction of physical  
28 facilities and further provided that in any fiscal year **up to** eighty percent of the  
29 moneys shall be appropriated to build research capacity at public and private  
30 not-for-profit institutions and **at least** twenty percent **and no more than fifty**  
31 **percent** of the moneys shall be appropriated for grants to public or private  
32 not-for-profit institutions to promote life science technology transfer and  
33 technology commercialization. Of the moneys appropriated to build research  
34 capacity, twenty percent of the moneys shall be appropriated to promote the  
35 development of research of tobacco-related illnesses.

196.1115. 1. The moneys appropriated to the life sciences research board  
2 that are not distributed by the board in any fiscal year to a center for excellence  
3 or a center for excellence endorsed program pursuant to section 196.1112, if any,  
4 shall be held in reserve by the board or shall be awarded on the basis of peer  
5 review panel recommendations for capacity building initiatives proposed by public  
6 and private not-for-profit academic, research, or health care institutions or  
7 organizations, or individuals engaged in competitive research in targeted fields  
8 consistent with the provisions of sections 196.1100 to 196.1130.

9 2. The life sciences research board may, in view of the limitations  
10 expressed in section 196.1130:

11 (1) Award and enter into grants or contracts relating to increasing  
12 Missouri's research capacity at public or private not-for-profit institutions;

13 (2) Make provision for peer review panels to recommend and review  
14 research projects;

15 (3) Contract for [administrative and] support services;

16 (4) Lease or acquire facilities and equipment;

17 (5) Employ administrative staff; and

18 (6) Receive, retain, hold, invest, disburse or administer any moneys that  
19 it receives from appropriations or from any other source.

20 3. **The Missouri technology corporation, established under**  
21 **section 348.251, shall serve as the administrative agent for the life**  
22 **sciences research board.**

23 4. The life sciences research board shall utilize as much of the moneys as  
24 reasonably possible for building capacity at public and private not-for-profit



25 institutions to do research rather than for administrative expenses. The board  
26 shall not in any fiscal year expend more than two percent of the total moneys  
27 appropriated to it and of the moneys that it has in reserve or has received from  
28 other sources for its own administrative expenses **for appropriations over**  
29 **twenty million dollars; three percent for appropriations less than**  
30 **twenty million dollars but more than fifteen million dollars; four**  
31 **percent for appropriations less than fifteen million dollars but more**  
32 **than ten million dollars; five percent for appropriations less than ten**  
33 **million dollars;** provided, however, that the general assembly by appropriation  
34 from the life sciences research trust fund may authorize a limited amount of  
35 additional moneys to be expended for administrative costs.

208.770. 1. Moneys deposited in or withdrawn pursuant to subsection 1  
2 of section 208.760 from a family development account by an account holder are  
3 exempted from taxation pursuant to chapter 143, excluding withholding tax  
4 imposed by sections 143.191 to 143.265, and chapter 147, 148 or 153 provided,  
5 however, that any money withdrawn for an unapproved use should be subject to  
6 tax as required by law.

7 2. Interest earned by a family development account is exempted from  
8 taxation pursuant to chapter 143.

9 3. Any funds in a family development account, including accrued interest,  
10 shall be disregarded when determining eligibility to receive, or the amount of, any  
11 public assistance or benefits.

12 4. A program contributor shall be allowed a credit against the tax imposed  
13 by chapter 143, excluding withholding tax imposed by sections 143.191 to  
14 143.265, and chapter 147, 148 or 153, pursuant to sections 208.750 to  
15 208.775. **For all taxable years ending on or before December 31, 2011,**  
16 contributions up to fifty thousand dollars per program contributor are eligible for  
17 the tax credit which shall not exceed fifty percent of the contribution  
18 amount. **For all taxable years beginning on or after January 1, 2012,**  
19 **program contributors shall be eligible for the tax credit which shall not**  
20 **exceed fifty percent of the amount of contributions made, if such**  
21 **contributions are equal to or less than one thousand dollars. In**  
22 **addition to the fifty percent credit allowed for contributions equal to**  
23 **or less than one thousand dollars provided under this subsection,**  
24 **program contributors that make contributions in excess of one**  
25 **thousand dollars, shall be eligible for a credit equal to thirty-five**

26 **percent of such excess. Tax credits provided under this section may be**  
27 **transferred, sold, or assigned.**

28 5. The department of economic development shall verify all tax credit  
29 claims by contributors. The administrator of the community-based organization,  
30 with the cooperation of the participating financial institutions, shall submit the  
31 names of contributors and the total amount each contributor contributes to a  
32 family development account reserve fund for the calendar year. The director shall  
33 determine the date by which such information shall be submitted to the  
34 department by the local administrator. The department shall submit verification  
35 of qualified tax credits pursuant to sections 208.750 to 208.775 to the department  
36 of revenue.

37 6. For all fiscal years ending on or before June 30, 2010, the total tax  
38 credits authorized pursuant to sections 208.750 to 208.775 shall not exceed four  
39 million dollars in any fiscal year. For all fiscal years beginning on or after July  
40 1, 2010, the total tax credits authorized under sections 208.750 to 208.775 shall  
41 not exceed three hundred thousand dollars in any fiscal year.

42 **7. Notwithstanding any provision of law to the contrary, no tax**  
43 **credits provided under this section shall be authorized on or after**  
44 **August 28, 2015. The provisions of this subsection shall not be**  
45 **construed to limit or in any way impair the department's ability to**  
46 **issue tax credits authorized prior to August 28, 2015, or a taxpayer's**  
47 **ability to redeem such tax credits.**

253.545. As used in sections 253.545 to 253.559, the following terms  
2 mean, unless the context requires otherwise:

3 (1) "Certified historic structure", a property located in Missouri and listed  
4 individually on the National Register of Historic Places;

5 (2) "Deed in lieu of foreclosure or voluntary conveyance", a transfer of title  
6 from a borrower to the lender to satisfy the mortgage debt and avoid foreclosure;

7 (3) "Eligible property", property located in Missouri and offered or used  
8 for residential or business purposes;

9 (4) "Leasehold interest", a lease in an eligible property for a term of not  
10 less than thirty years;

11 (5) "Principal", a managing partner, general partner, or president of a  
12 taxpayer;

13 (6) "Structure in a certified historic district", a structure located in  
14 Missouri which is certified by the department of natural resources as contributing

15 to the historic significance of a certified historic district listed on the National  
16 Register of Historic Places, or a local district that has been certified by the  
17 United States Department of the Interior;

18 (7) "Taxpayer", any person, firm, partnership, trust, estate, limited  
19 liability company, or corporation;

20 (8) **"Total costs and expenses of rehabilitation", all costs and**  
21 **expenses related to the rehabilitation of eligible property that is a**  
22 **certified historic structure or a structure in a certified historic district**  
23 **including, but not limited to, qualified rehabilitation expenditures as**  
24 **defined in Section 47(c)(2)(A) of the Internal Revenue Code of 1986, as**  
25 **amended, and any related regulations promulgated under such**  
26 **section. Such costs and expenses shall include, but not be limited to,**  
27 **rehabilitation work in progress and accrued developer fees. Provided**  
28 **however, that accrued developer fees shall only be considered "total**  
29 **costs and expenses of rehabilitation" if an agreement or other**  
30 **contractual document provides for the payment of such fees within no**  
31 **more than six years of completion of the rehabilitation.**

253.550. 1. Any taxpayer incurring costs and expenses for the  
2 rehabilitation of eligible property, which is a certified historic structure or  
3 structure in a certified historic district, may, subject to the provisions of this  
4 section and section 253.559, receive a credit against the taxes imposed pursuant  
5 to chapters 143 and 148, except for sections 143.191 to 143.265, on such taxpayer  
6 in an amount equal to twenty-five percent of the total costs and expenses of  
7 rehabilitation incurred after January 1, 1998, which shall include, but not be  
8 limited to, qualified rehabilitation expenditures as defined under section  
9 47(c)(2)(A) of the Internal Revenue Code of 1986, as amended, and the related  
10 regulations thereunder, provided the rehabilitation costs associated with  
11 rehabilitation and the expenses exceed fifty percent of the total basis in the  
12 property and the rehabilitation meets standards consistent with the standards  
13 of the Secretary of the United States Department of the Interior for rehabilitation  
14 as determined by the state historic preservation officer of the Missouri  
15 department of natural resources.

16 2. During the period beginning on January 1, 2010, but ending on or after  
17 June 30, 2010, the department of economic development shall not approve  
18 applications for tax credits under the provisions of subsections 3 and 8 of section  
19 253.559 which, in the aggregate, exceed seventy million dollars, increased by any

20 amount of tax credits for which approval shall be rescinded under the provisions  
21 of section 253.559. For each fiscal year beginning on or after July 1, 2010, **but**  
22 **ending on or before June 30, 2011**, the department of economic development  
23 shall not approve applications for tax credits under the provisions of subsections  
24 3 and 8 of section 253.559 which, in the aggregate, exceed one hundred forty  
25 million dollars, increased by any amount of tax credits for which approval shall  
26 be rescinded under the provisions of section 253.559. The limitations provided  
27 under this subsection shall not apply to applications approved under the  
28 provisions of subsection 3 of section 253.559 for projects to receive less than two  
29 hundred seventy-five thousand dollars in tax credits.

30 3. For all applications for tax credits approved on or after January 1,  
31 2010, **the effective date of this act**, no more than two hundred fifty thousand  
32 dollars in tax credits may be issued for eligible costs and expenses incurred in the  
33 rehabilitation of an eligible property which is a nonincome producing  
34 single-family, owner-occupied residential property and is either a certified historic  
35 structure or a structure in a certified historic district.

36 4. The limitations on tax credit authorization provided under the  
37 provisions of subsections 2 and 3 of this section shall not apply to:

38 (1) Any application submitted by a taxpayer, which has received approval  
39 from the department prior to January 1, 2010; or

40 (2) Any taxpayer applying for tax credits, provided under this section,  
41 which, on or before January 1, 2010, has filed an application with the department  
42 evidencing that such taxpayer:

43 (a) Has incurred costs and expenses for an eligible property which exceed  
44 the lesser of five percent of the total project costs or one million dollars and  
45 received an approved Part I from the Secretary of the United States Department  
46 of Interior; or

47 (b) Has received certification, by the state historic preservation officer,  
48 that the rehabilitation plan meets the standards consistent with the standards  
49 of the Secretary of the United States Department of the Interior, and the  
50 rehabilitation costs and expenses associated with such rehabilitation shall exceed  
51 fifty percent of the total basis in the property.

52 5. **For each fiscal year beginning on or after July 1, 2011, the**  
53 **department of economic development shall not approve applications for**  
54 **tax credits under the provisions of subsections 3 and 8 of section**  
55 **253.559 which, in the aggregate, exceed eighty million dollars,**

56 increased by any amount of tax credits for which approval shall be  
57 rescinded under the provisions of section 253.559. The limitations  
58 provided under this subsection shall not apply to applications approved  
59 under the provisions of subsection 3 of section 253.559 for projects to  
60 receive less than two hundred seventy-five thousand dollars in tax  
61 credits.

62       6. For all applications for tax credits approved on or after the  
63 effective date of this act, no more than one hundred and twenty-five  
64 thousand dollars in tax credits may be issued for eligible costs and  
65 expenses incurred in the rehabilitation of an eligible property which  
66 is a nonincome producing single-family, owner-occupied residential  
67 property and is either a certified historic structure or a structure in a  
68 certified historic district.

69       7. In lieu of the limitations on tax credit authorization provided  
70 under the provisions of subsections 5 and 6 of this section, the  
71 limitations on tax credit authorization provided under the provisions  
72 of subsections 2 and 3 of this section shall apply to:

73       (1) Any application submitted by a taxpayer, which has received  
74 approval from the department prior to the effective date of this act; or

75       (2) Any application for tax credits provided under this section  
76 for a project, which on or before the effective date of this act:

77       (a) Received an approved Part I from the Secretary of the United  
78 States Department of Interior and has incurred costs and expenses for  
79 an eligible property which exceed the lesser of fifteen percent of the  
80 total project costs or three million dollars; or

81       (b) Has received certification, by the state historic preservation  
82 officer, that the rehabilitation plan meets the standards consistent with  
83 the standards of the Secretary of the United States Department of the  
84 Interior, and the rehabilitation costs and expenses associated with such  
85 rehabilitation would, upon completion, be expected to exceed fifty  
86 percent of the total basis in the property.

87       8. For each fiscal year beginning on or after July 1, 2011, the  
88 department of economic development shall not approve applications for  
89 projects to receive less than two hundred seventy-five thousand dollars  
90 in tax credits which, in the aggregate, exceed ten million dollars,  
91 increased by any amount of tax credits for which approval shall be  
92 rescinded under the provisions of section 253.559. The limitations on

93 tax credit authorization provided under the provisions of this  
94 subsection, shall not apply to:

95 (1) Any application submitted by a taxpayer, which has received  
96 approval from the department prior to the effective date of this act; or

97 (2) Any application for tax credits provided under this section  
98 for a project, which on or before the effective date of this act:

99 (a) Received an approved Part I from the Secretary of the United  
100 States Department of Interior and has incurred costs and expenses for  
101 an eligible property which exceed five percent of the total project costs;  
102 or

103 (b) Has received certification, by the state historic preservation  
104 officer, that the rehabilitation plan meets the standards consistent with  
105 the standards of the Secretary of the United States Department of the  
106 Interior, and the rehabilitation costs and expenses associated with such  
107 rehabilitation would, upon completion, be expected to exceed fifty  
108 percent of the total basis in the property.

253.557. 1. If the amount of such credit exceeds the total tax liability for  
2 the year in which the rehabilitated property is placed in service, the amount that  
3 exceeds the state tax liability may be carried back to any of the three preceding  
4 years and carried forward for credit against the taxes imposed pursuant to  
5 chapter 143 and chapter 148, except for sections 143.191 to 143.265 for the  
6 succeeding ten years, or until the full credit is used, whichever occurs first. For  
7 all tax credits authorized under the provisions of sections 253.545 to  
8 253.559 on or after July 1, 2011, if the total amount of such credit  
9 exceeds the total tax liability for the year in which the rehabilitated  
10 property is placed in service, the amount that exceeds the state tax  
11 liability may be carried back to the preceding year and carried forward  
12 for credit against the taxes imposed pursuant to chapter 143 and  
13 chapter 148, except for sections 143.191 to 143.265 for the succeeding  
14 five years, or until the full credit is used, whichever occurs  
15 first. Not-for-profit entities, including but not limited to corporations organized  
16 as not-for-profit corporations pursuant to chapter 355 shall be ineligible for the  
17 tax credits authorized under sections 253.545 [through 253.561] to 253.559. Any  
18 taxpayer that receives state tax credits under the provisions of sections  
19 135.350 to 135.363 for a project that is not financed through tax exempt  
20 bonds issuance shall be ineligible for the state tax credits authorized  
21 under sections 253.545 to 253.559 for the same project. Taxpayers eligible

22 for such tax credits may transfer, sell or assign the credits **to any other**  
23 **taxpayer including, but not limited to, a not-for-profit entity.** Credits  
24 granted to a partnership, a limited liability company taxed as a partnership or  
25 multiple owners of property shall be passed through to the partners, members or  
26 owners **including, but not limited to, any not-for-profit entity that is a**  
27 **partner, member, or owner,** respectively pro rata or pursuant to an executed  
28 agreement among [the] **such** partners, members or owners documenting an  
29 alternate distribution method.

30 2. The assignee of the tax credits, hereinafter the assignee for purposes  
31 of this subsection, may use acquired credits to offset up to one hundred percent  
32 of the tax liabilities otherwise imposed pursuant to chapter 143 and chapter 148,  
33 except for sections 143.191 to 143.265. The assignor shall perfect such transfer  
34 by notifying the department of economic development in writing within thirty  
35 calendar days following the effective date of the transfer and shall provide any  
36 information as may be required by the department of economic development to  
37 administer and carry out the provisions of this section.

253.559. 1. To obtain approval for tax credits allowed under sections  
2 253.545 to 253.559, a taxpayer shall submit an application for tax credits to the  
3 department of economic development. Each application for approval, including  
4 any applications received for supplemental allocations of tax credits as provided  
5 under subsection 8 of this section, shall be prioritized for review and approval,  
6 in the order of the date on which the application was postmarked, with the oldest  
7 postmarked date receiving priority. Applications postmarked on the same day  
8 shall go through a lottery process to determine the order in which such  
9 applications shall be reviewed.

10 2. Each application shall be reviewed by the department of economic  
11 development for approval. In order to receive approval, an application, other  
12 than applications submitted under the provisions of subsection 8 of this section,  
13 shall include:

14 (1) Proof of ownership or site control. Proof of ownership shall include  
15 evidence that the taxpayer is the fee simple owner of the eligible property, such  
16 as a warranty deed or a closing statement. Proof of site control may be evidenced  
17 by a leasehold interest or an option to acquire such an interest. If the taxpayer  
18 is in the process of acquiring fee simple ownership, proof of site control shall  
19 include an executed sales contract or an executed option to purchase the eligible  
20 property;

21 (2) Floor plans of the existing structure, architectural plans, and, where  
22 applicable, plans of the proposed alterations to the structure, as well as proposed  
23 additions;

24 (3) The estimated cost of rehabilitation, the anticipated total costs of the  
25 project, the actual basis of the property, as shown by proof of actual acquisition  
26 costs, the anticipated total labor costs, the estimated project start date, and the  
27 estimated project completion date;

28 (4) Proof that the property is an eligible property and a certified historic  
29 structure or a structure in a certified historic district; and

30 (5) Any other information which the department of economic development  
31 may reasonably require to review the project for approval. Only the property for  
32 which a property address is provided in the application shall be reviewed for  
33 approval. Once selected for review, a taxpayer shall not be permitted to request  
34 the review of another property for approval in the place of the property contained  
35 in such application. Any disapproved application shall be removed from the  
36 review process. If an application is removed from the review process, the  
37 department of economic development shall notify the taxpayer in writing of the  
38 decision to remove such application. Disapproved applications shall lose priority  
39 in the review process. A disapproved application, which is removed from the  
40 review process, may be resubmitted, but shall be deemed to be a new submission  
41 for purposes of the priority procedures described in this section.

42 3. If the department of economic development deems the application  
43 sufficient, the taxpayer shall be notified in writing of the approval for an amount  
44 of tax credits equal to the amount provided under section 253.550 less any  
45 amount of tax credits previously approved. Such approvals shall be granted to  
46 applications in the order of priority established under this section and shall  
47 require full compliance thereafter with all other requirements of law as a  
48 condition to any claim for such credits.

49 4. Following approval of an application, the identity of the taxpayer  
50 contained in such application shall not be modified except:

51 (1) The taxpayer may add partners, members, or shareholders as part of  
52 the ownership structure, so long as the principal remains the same, provided  
53 however, that subsequent to the commencement of renovation and the  
54 expenditure of at least ten percent of the proposed rehabilitation budget, removal  
55 of the principal for failure to perform duties and the appointment of a new  
56 principal thereafter shall not constitute a change of the principal; or



57 (2) Where the ownership of the project is changed due to a foreclosure,  
58 deed in lieu of a foreclosure or voluntary conveyance, or a transfer in  
59 bankruptcy. **Upon any such change in ownership, the taxpayer contained**  
60 **in such application shall notify the department of such change.**

61 5. In the event that the department of economic development grants  
62 approval for tax credits equal to the **applicable** total amount available under  
63 subsection 2, 5, or 8 of section 253.550, or sufficient that when totaled with all  
64 other approvals, the **applicable** amount available under subsection 2, 5, or 8 of  
65 section 253.550 is exhausted, all taxpayers with applications then awaiting  
66 approval or thereafter submitted for approval shall be notified by the department  
67 of economic development that no additional approvals shall be granted during the  
68 fiscal year and shall be notified of the priority given to such taxpayer's  
69 application then awaiting approval. Such applications shall be kept on file by the  
70 department of economic development and shall be considered for approval for tax  
71 credits in the order established in this section in the event that additional credits  
72 become available due to the rescission of approvals or when a new fiscal year's  
73 allocation of credits becomes available for approval.

74 6. All taxpayers with applications receiving approval on or after the  
75 effective date of this act shall commence rehabilitation within two years of the  
76 date of issuance of the letter from the department of economic development  
77 granting the approval for tax credits. "Commencement of rehabilitation" shall  
78 mean that as of the date in which actual physical work, contemplated by the  
79 architectural plans submitted with the application, has begun, the taxpayer has  
80 incurred no less than ten percent of the estimated costs of rehabilitation provided  
81 in the application. Taxpayers with approval of a project shall submit evidence of  
82 compliance with the provisions of this subsection. If the department of economic  
83 development determines that a taxpayer has failed to comply with the  
84 requirements provided under this section, the approval for the amount of tax  
85 credits for such taxpayer shall be rescinded and such amount of tax credits shall  
86 then be included in the **applicable** total amount of tax credits, provided under  
87 subsection 2, 5, or 8 of section 253.550, from which approvals may be  
88 granted. Any taxpayer whose approval shall be subject to rescission shall be  
89 notified of such from the department of economic development and, upon receipt  
90 of such notice, may submit a new application for the project.

91 7. To claim the credit authorized under sections 253.550 to 253.559, a  
92 taxpayer with approval shall apply for final approval and issuance of tax credits

93 from the department of economic development [which,]. **Such application for**  
94 **final approval and issuance of tax credits shall include a cost and**  
95 **expense certification, prepared by a licensed certified public**  
96 **accountant that is not an affiliate of the applicant, certifying the total**  
97 **costs and expenses of rehabilitation and the total amount of tax credits**  
98 **for which such taxpayer is eligible under sections 253.550 to**  
99 **253.559. Cost and expense certifications required under this section**  
100 **shall separately state any accrued developer fees. No later than forty-**  
101 **five calendar days following receipt of a taxpayer's application for final**  
102 **approval and issuance of tax credits, the department of economic**  
103 **development shall determine,** in consultation with the department of natural  
104 resources, [shall determine the final amount of eligible rehabilitation costs and  
105 expenses and] whether the completed rehabilitation meets the standards of the  
106 Secretary of the United States Department of the Interior for rehabilitation as  
107 determined by the state historic preservation officer of the Missouri department  
108 of natural resources. **If the completed rehabilitation meets such**  
109 **standards, the department of economic development shall, within forty-**  
110 **five calendar days following the receipt of the taxpayer's application**  
111 **for final approval and tax credit issuance, inform such taxpayer of its**  
112 **initial determination by letter and issue such taxpayer an initial tax**  
113 **credit issuance. A taxpayer receiving an initial tax credit issuance**  
114 **shall receive tax credit certificates in an amount equal to the lesser of**  
115 **seventy-five percent of the total amount of tax credits for which the**  
116 **taxpayer is eligible under sections 253.550 to 253.559, as certified in the**  
117 **cost and expense certification, or the amount of tax credits approved**  
118 **for such project under subsection 3 of this section. Within one hundred**  
119 **and fifty calendar days following receipt of a taxpayer's application for**  
120 **final approval and tax credit issuance, the department shall determine**  
121 **the final amount of eligible rehabilitation costs and expenses. For a**  
122 **taxpayer receiving an initial tax credit issuance, no later than one**  
123 **hundred and fifty calendar days following receipt of such taxpayer's**  
124 **application for final approval and tax credit issuance, the department**  
125 **shall notify such taxpayer of its final determination by letter and issue**  
126 **such taxpayer tax credit certificates in an amount equal to the lesser**  
127 **of the remaining amount of tax credits for which such taxpayer is**  
128 **eligible to receive under sections 253.550 to 253.559, as determined by**  
129 **the department, or the remaining amount of tax credits for which such**

130 taxpayer was approved under subsection 3 of this section, but not  
131 issued under the initial tax credit issuance. If the department of  
132 economic development determines that the amount of tax credits issued  
133 to a taxpayer in the initial tax credit issuance is in excess of the total  
134 amount of tax credits such taxpayer is eligible to receive under  
135 sections 253.550 to 253.559, the department shall notify such taxpayer  
136 and such taxpayer shall repay the state an amount equal to such  
137 excess. For financial institutions credits authorized pursuant to sections  
138 253.550 to 253.561 shall be deemed to be economic development credits for  
139 purposes of section 148.064. The approval of all applications and the issuing of  
140 certificates of eligible credits to taxpayers shall be performed by the department  
141 of economic development. [The department of economic development shall inform  
142 a taxpayer of final approval by letter and shall issue, to the taxpayer, tax credit  
143 certificates.] The taxpayer shall attach the certificate to all Missouri income tax  
144 returns on which the credit is claimed. **Taxpayers which receive tax credit**  
145 **certificates under sections 253.550 to 253.559, attributable to accrued**  
146 **developer fees shall, within six years of completion of rehabilitation,**  
147 **submit an additional cost and expense certification verifying the total**  
148 **amount of developer fees actually accrued and paid. To the extent the**  
149 **amount of developer fees contained in a taxpayer's cost and expense**  
150 **certification included with such taxpayers application for final**  
151 **approval and tax credit issuance exceeds the amount of developer fees**  
152 **actually accrued and paid, as evidenced by the additional cost and**  
153 **expense certification, such taxpayer shall repay to the state an amount**  
154 **equal to twenty-five percent of such excess.**

155         8. Except as expressly provided in this subsection, tax credit certificates  
156 shall be issued in the final year that costs and expenses of rehabilitation of the  
157 project are incurred, or within the twelve-month period immediately following the  
158 conclusion of such rehabilitation. In the event the amount of eligible  
159 rehabilitation costs and expenses incurred by a taxpayer would result in the  
160 issuance of an amount of tax credits in excess of the amount provided under such  
161 taxpayer's approval granted under subsection 3 of this section, such taxpayer may  
162 apply to the department for issuance of tax credits in an amount equal to such  
163 excess. Applications for issuance of tax credits in excess of the amount provided  
164 under a taxpayer's application shall be made on a form prescribed by the  
165 department. Such applications shall be subject to all provisions regarding

166 priority provided under subsection 1 of this section.

167           9. The department of economic development shall determine, on an annual  
168 basis, the overall economic impact to the state from the rehabilitation of eligible  
169 property.

170           **10. (1) Taxpayers or duly authorized representatives may appeal**  
171 **any official decision, including all preliminary or final approvals and**  
172 **denials of approvals, made by the department or the department of**  
173 **natural resources with regard to an application submitted under**  
174 **sections 253.550 to 253.559 to an independent third-party appeals**  
175 **officer designated by the department. Such appeals under this section**  
176 **shall constitute an administrative review of the decision appealed from**  
177 **and shall not be conducted as an adjudicative proceeding.**

178           **(2) Appeals shall be submitted to the designated appeals officer**  
179 **in writing within thirty days of receipt by the taxpayer or the**  
180 **taxpayer's duly authorized representative of the decision that is the**  
181 **subject of the appeal, and shall include all information the appellant**  
182 **wishes the appeals officer to consider in deciding the appeal.**

183           **(3) Upon receipt of an appeal, the appeals officer shall notify the**  
184 **department or the department of natural resources that an appeal is**  
185 **pending, identify the decision being appealed, and forward a copy of**  
186 **the information submitted by the appellant. The department or the**  
187 **department of natural resources may submit a written response to the**  
188 **appeal.**

189           **(4) The appellant shall be entitled to one meeting with the**  
190 **appeals officer to discuss the appeal, but the appeals officer may**  
191 **schedule additional meetings at the officer's discretion. The**  
192 **department or the department of natural resources may appear at all**  
193 **meetings.**

194           **(5) The appeals officer shall consider the record of the decision**  
195 **in question, any further written submissions by the appellant and the**  
196 **department or the department of natural resources, and other available**  
197 **information, and shall deliver a written decision to all parties as**  
198 **promptly as circumstances permit.**

199           **11. Notwithstanding any provision of law to the contrary, no tax**  
200 **credits provided under sections 253.545 to 253.559 shall be authorized**  
201 **on or after August 28, 2018. The provisions of this subsection shall not**  
202 **be construed to limit or in any way impair the department's ability to**

203 .issue tax credits authorized prior to August 28, 2018, or a taxpayer's  
204 ability to redeem such tax credits.

205       12. By no later than January 1, 2012, the department shall  
206 propose rules to implement the provisions of sections 253.550 to  
207 253.559. Prior to proposing such rules, the department shall conduct  
208 a stakeholder process designed to solicit input from interested  
209 parties. Any rule or portion of a rule, as that term is defined in section  
210 536.010, that is created under the authority delegated herein shall  
211 become effective only if it complies with and is subject to all of the  
212 provisions of chapter 536 and, if applicable, section 536.028. This  
213 section and chapter 536 are nonseverable and if any of the powers  
214 vested with the general assembly pursuant to chapter 536 to review, to  
215 delay the effective date, or to disapprove and annul a rule are  
216 subsequently held unconstitutional, then the grant of rulemaking  
217 authority and any rule proposed or adopted after the effective date of  
218 this act, shall be invalid and void.

      348.250. Sections 348.250 to 348.275 shall be known and may be  
2 cited as the "Missouri Science and Innovation Reinvestment Act".

      348.251. 1. As used in sections 348.251 to 348.266, the following terms  
2 mean:

3       (1) "Applicable percentage", six percent for the fiscal year  
4 beginning July 1, 2012, and the next fourteen consecutive fiscal years;  
5 five percent for the immediately subsequent five fiscal years; and four  
6 percent for the immediately subsequent five fiscal years;

7       (2) "Applied research", any activity that seeks to utilize,  
8 synthesize, or apply existing knowledge, information, or resources to  
9 the resolution of a specific problem, question, or issue of science and  
10 innovation, including but not limited to translational research;

11       (3) "Base year", fiscal year ending June 30, 2010;

12       (4) "Base year gross wages", gross wages paid by science and  
13 innovation companies to science and innovation employees during  
14 fiscal year ending June 30, 2010;

15       (5) "Basic research", any original investigation for the  
16 advancement of scientific or technical knowledge of science and  
17 innovation;

18       (6) "Commercialization", any of the full spectrum of activities  
19 required for a new technology, product, or process to be developed

20 from the basic research or conceptual stage through applied research  
21 or development to the marketplace, including without limitation, the  
22 steps leading up to and including licensing, sales, and service;

23 (7) "Corporation", the Missouri technology corporation  
24 established under this section;

25 (8) "Fields of applicable expertise", any of the following fields:  
26 science and innovation research, development, or commercialization,  
27 including basic research and applied research; corporate finance,  
28 venture capital, and private equity related to science and innovation;  
29 the business and management of science and innovation companies;  
30 education related to science and innovation; or civic or corporate  
31 leadership in areas related to science and innovation;

32 (9) "Inherent conflict of interest", a fundamental or systematic  
33 conflict of interest that prevents a person from serving as a  
34 disinterested director of the corporation and from routinely performing  
35 his or her duties as a director of the corporation;

36 (10) "NAICS industry groups" or "NAICS codes", the North  
37 American Industry Classification System developed under the auspices  
38 of the United States Office of Management and Budget and adopted in  
39 1997, as may be amended, revised, or replaced by similar classification  
40 systems for similar uses from time to time;

41 (11) "Science and innovation", the use of compositions and  
42 methods in research, development, and manufacturing processes for  
43 such diverse areas as agriculture-biotechnology, animal health,  
44 biochemistry, bioinformatics, energy, environment, forestry, homeland  
45 security, information technology, medical devices, medical diagnostics,  
46 medical instruments, medical therapeutics, microbiology,  
47 nanotechnology, pharmaceuticals, plant biology, and veterinary  
48 medicine, including future developments in such areas;

49 (12) "Science and innovation company", a corporation, limited  
50 liability company, S corporation, partnership, registered limited  
51 liability partnership, foundation, association, nonprofit entity, sole  
52 proprietorship, business trust, person, group, or other entity that is:

53 (a) Engaged in the research, development, commercialization, or  
54 business of science and innovation in the state, including, without  
55 limitation, research, development, or production directed toward  
56 developing or providing science and innovation products, processes, or

57 services for specific commercial or public purposes, including  
58 hospitals, nonprofit research institutions, incubators, accelerators, and  
59 universities currently located or involved in the research, development,  
60 commercialization, or business of science and innovation in the state;  
61 or

62 (b) Identified by the following NAICS industry groups or NAICS  
63 codes or any amended or successor code sections covering such areas  
64 of research, development, and commercial endeavors: 3251; 3253; 3254;  
65 3391; 51121; 54138; 54171; 62231; 111191; 111421; 111920; 111998; 311119;  
66 311211; 311221; 311222; 311223; 325193; 325199; 325221; 325222; 325611;  
67 325612; 325613; 325311; 325312; 325314; 325320; 325411; 325412; 325414;  
68 333298; 334510; 334516; 334517; 339111; 339112; 339113; 339114; 339115;  
69 339116; 424910; 541710; 621511; and 621512.

70 Each of the above listed four-digit and five-digit codes shall include all  
71 six-digit codes in such four-digit and five-digit industry; however, each  
72 six-digit code shall stand alone and not indicate the inclusion of other  
73 omitted six-digit codes that also are subsets of the pertinent four-digit  
74 or five-digit industry to which the included six-digit code belongs;

75 (13) "Science and innovation employee", any employee, officer, or  
76 director of a science and innovation company who is a state income  
77 taxpayer and any employee of a university who is associated with or  
78 supports the research, development, commercialization, or business of  
79 science and technology in the state and is obligated to pay state income  
80 tax to the state;

81 (14) "Technology application", the introduction and adaptation of refined  
82 management practices in fields such as scheduling, inventory management,  
83 marketing, product development, and training in order to improve the quality,  
84 productivity and profitability of an existing firm. Technology application shall  
85 be considered a component of business modernization;

86 [(2) "Technology commercialization", the process of moving  
87 investment-grade technology from a business, university or laboratory into the  
88 marketplace for application;

89 (3)] (15) "Technology development", strategically focused research directed  
90 at developing investment-grade technologies which are important for market  
91 competitiveness.

92 2. The governor may, on behalf of the state and in accordance with  
93 chapter 355, RSMo, establish a private not-for-profit corporation named the

94 "Missouri Technology Corporation", to carry out the provisions of sections 348.251  
95 to 348.266. As used in sections [348.251 to 348.266] **348.250 to 348.275** the  
96 word "corporation" means the Missouri technology corporation authorized by this  
97 section. Before certification by the governor, the corporation shall conduct a  
98 public hearing for the purpose of giving all interested parties an opportunity to  
99 review and comment [upon] **on** the articles of incorporation, bylaws and [method]  
100 **methods** of operation of the corporation. Notice of the hearing shall be given at  
101 least fourteen days prior to the hearing.

348.256. 1. The articles of incorporation [and], bylaws, **and methods of**  
2 **operation** of the Missouri technology corporation shall [provide that:] **be**  
3 **consistent with the provisions of sections 348.250 to 348.275.**

4 [(1)] 2. The purposes of the corporation are to contribute to the  
5 strengthening of the economy of the state through the development of science and  
6 [technology] **innovation**, to promote the modernization of Missouri businesses  
7 by supporting the transfer of science, technology and quality improvement  
8 methods to the workplace[, and]; to enhance the productivity and modernization  
9 of Missouri businesses by providing leadership in the establishment of methods  
10 of technology application, technology commercialization and technology  
11 development; **to make Missouri businesses, institutions, and universities**  
12 **more competitive and increase their likelihood of success; to support**  
13 **and enhance local and regional strategies and initiatives that capitalize**  
14 **on the unique science and innovation assets across the state; to make**  
15 **Missouri a highly desirable state in which to conduct, facilitate,**  
16 **support, fund, and perform science and innovation research,**  
17 **development, and commercialization; to facilitate and effect the**  
18 **creation, attraction, retention, growth, and enhancement of both**  
19 **existing and new science and innovation companies in the state; to**  
20 **make Missouri a national and international leader in economic activity**  
21 **based on science and innovation; to enhance workforce development;**  
22 **to create and retain quality jobs; to advance scientific knowledge; and**  
23 **to improve the quality of life for the citizens of the state of Missouri in**  
24 **both urban and rural communities.**

25 [(2)] 3. The board of directors of the corporation [is] **shall be** composed  
26 of fifteen persons. The governor shall annually appoint one of its members, who  
27 must be from the private sector, as [chairman] **chairperson**. The board shall  
28 consist of the following members:



29 [(a)] (1) The director of the department of economic development, or the  
30 director's designee;

31 [(b)] (2) The president of the University of Missouri system, or the  
32 president's designee;

33 [(c)] (3) A member of the state senate, appointed by the president pro  
34 tem of the senate;

35 [(d)] (4) A member of the house of representatives, appointed by the  
36 speaker of the house;

37 [(e)] (5) Eleven members appointed by the governor, [two of which shall  
38 be from the public sector and nine members from the private sector who shall  
39 include, but shall not be limited to, individuals who represent technology-based  
40 businesses and industrial interests;

41 (f) **with the advice and consent of the senate, who are recognized**  
42 **for outstanding knowledge, leadership, and expertise in one or more of**  
43 **the fields of applicable expertise.**

44 Each of the directors of the corporation who is appointed by the governor shall  
45 serve for a term of four years and until a successor is duly appointed[; except  
46 that, of the directors serving on the corporation as of August 28, 1995, three  
47 directors shall be designated by the governor to serve a term of four years, three  
48 directors shall be designated to serve a term of three years, three directors shall  
49 be designated to serve a term of two years, and two directors shall be designated  
50 to serve a term of one year. Each director shall continue to serve until a  
51 successor is duly appointed by the governor;

52 (3) The corporation may receive money from any source, may borrow  
53 money, may enter into contracts, and may expend money for any activities  
54 appropriate to its purpose;

55 (4) The corporation may appoint staff and do all other things necessary  
56 or incidental to carrying out the functions listed in section 348.261;

57 (5)].

58 4. Any changes in the articles of incorporation or bylaws must be  
59 approved by the governor[;].

60 [(6) The corporation shall submit an annual report to the governor and to  
61 the Missouri general assembly. The report shall be due on the first day of  
62 November for each year and shall include detailed information on the structure,  
63 operation and financial status of the corporation. The corporation shall conduct  
64 an annual public hearing to receive comments from interested parties regarding

65 the report, and notice of the hearing shall be given at least fourteen days prior  
66 to the hearing; and

67 (7)] **5. At the discretion of the state auditor, the corporation is**  
68 **subject to an [annual] audit [by the state auditor] and [that] the corporation**  
69 **shall bear the full cost of the audit.**

70 **6. Each of the directors of the corporation provided for in**  
71 **subdivisions (1) and (2) of subsection 3 of this section shall remain a**  
72 **director until the designating individual specified in such subdivisions**  
73 **designates a replacement by sending a written communication to the**  
74 **governor and the chairperson of the board of the corporation; provided**  
75 **however, that if the director of economic development or the president**  
76 **of the University of Missouri system designates himself or herself to the**  
77 **corporation board, such person's service as a corporation director shall**  
78 **cease immediately when that person no longer serves as the director of**  
79 **economic development or as the president of the University of Missouri**  
80 **system. Each of the directors of the corporation provided for in**  
81 **subdivisions (3) and (4) of subsection 3 of this section shall remain a**  
82 **director until the appointing member of the general assembly specified**  
83 **in such subdivisions appoints a replacement by sending a written**  
84 **communication to the governor and the chairperson of the corporation**  
85 **board; provided however, that if the speaker of the house or the**  
86 **president pro tem of the senate appoints himself or herself to the**  
87 **corporation board, such person's service as a corporation director shall**  
88 **cease immediately when that person no longer serves as the speaker of**  
89 **the house or the president pro tem of the senate.**

90 **7. Each of the eleven members of the board appointed by the**  
91 **governor shall:**

92 **(1) Hold office for the term of appointment and until the**  
93 **governor duly appoints his or her successor; provided that if a vacancy**  
94 **is created by the death, permanent disability, resignation, or removal**  
95 **of a director, such vacancy shall become immediately effective;**

96 **(2) Be eligible for reappointment, but members of the board shall**  
97 **not be eligible to serve more than two consecutive four-year terms and**  
98 **shall not be reappointed to the board until they have not served on the**  
99 **board for a period of at least four interim years;**

100 **(3) Not have a known inherent conflict of interest at the time of**  
101 **appointment; and**

102           **(4) Not have served in an elected office or a cabinet position in**  
103 **state government for a period of two years prior to appointment, unless**  
104 **otherwise provided in this section.**

105           **8. Any member of the board may be removed by affirmative vote**  
106 **of eleven members of the board for malfeasance or misfeasance in**  
107 **office, regularly failing to attend meetings, failure to comply with the**  
108 **corporation's conflicts of interest policy, conviction of a felony, or for**  
109 **any cause that renders the member incapable of or unfit to discharge**  
110 **the duties of a director of the corporation.**

111           **9. The board shall meet at least four times per year and at such**  
112 **other times as it deems appropriate, or upon call by the president or**  
113 **the chairperson, or upon written request of a majority of the directors**  
114 **of the board. Unless otherwise restricted by Missouri law, the directors**  
115 **may participate in a meeting of the board by means of telephone**  
116 **conference or other electronic communications equipment whereby all**  
117 **persons participating in the meeting can communicate clearly with**  
118 **each other, and participation in a meeting in such manner will**  
119 **constitute presence in person at such meeting.**

120           **10. A majority of the total voting membership of the board shall**  
121 **constitute a quorum for meetings. The board may act by a majority of**  
122 **those at any meeting where a quorum is present, except upon such**  
123 **issues as the board may determine shall require a vote of more**  
124 **members of the board for approval or as required by law. All**  
125 **resolutions and orders of the board shall be recorded and**  
126 **authenticated by the signature of the secretary or any assistant**  
127 **secretary of the board.**

128           **11. Members of the board shall serve without**  
129 **compensation. Members of the board attending meetings of the board,**  
130 **or attending committee or advisory meetings thereof, shall be paid**  
131 **mileage and all other applicable expenses, provided that such expenses**  
132 **are reasonable, consistent with policies established from time to time**  
133 **by the board, and not otherwise inconsistent with law.**

134           **12. The board may adopt, repeal, and amend such articles of**  
135 **incorporation, bylaws, and methods of operation that are not contrary**  
136 **to law or inconsistent with sections 348.250 to 348.275, as it deems**  
137 **expedient for its own governance and for the governance and**  
138 **management of the corporation and its committees and advisory**

139 boards; provided that any changes in the articles of incorporation or  
140 bylaws approved by the board must also be approved by the governor.

141       13. A president shall direct and supervise the administrative  
142 affairs and the general management of the corporation. The president  
143 shall be a person of national prominence that has expertise and  
144 credibility in one or more of the fields of applicable expertise with a  
145 demonstrated track record of success in leading a mission-driven  
146 organization. The president's salary and other terms and conditions of  
147 employment shall be set by the board. The board may negotiate and  
148 enter into an employment agreement with the president of the  
149 corporation, which may provide for compensation, allowances, benefits,  
150 and expenses. The president of the corporation shall not be eligible to  
151 serve as a member of the board until two years after the end of his or  
152 her employment with the corporation. The president of the corporation  
153 shall be bound by, and agree to obey, the corporation's conflicts of  
154 interest policy, including annually completing and submitting to the  
155 board a disclosure and compliance certificate in accordance with such  
156 conflicts of interest policy.

157       14. The corporation may employ such employees as it may  
158 require and upon such terms and conditions as it may establish that  
159 are consistent with state and federal law. The corporation may  
160 establish personnel, payroll, benefit, and other such systems as  
161 authorized by the board, and provide death and disability  
162 benefits. Corporation employees, including the president, shall be  
163 considered state employees for the purposes of membership in the  
164 Missouri state employees' retirement system and the Missouri  
165 consolidated health care plan. Compensation paid by the corporation  
166 shall constitute pay from a department for purposes of accruing  
167 benefits under the Missouri state employees' retirement system. The  
168 corporation may also adopt, in accordance with requirements of the  
169 federal Internal Revenue Code of 1986, as amended, a defined  
170 contribution plan sponsored by the corporation with respect to  
171 employees, including the president, employed by the  
172 corporation. Nothing in sections 348.250 to 348.275 shall be construed  
173 as placing any officer or employee of the corporation or member of the  
174 board in the classified or the unclassified service of the state of  
175 Missouri under Missouri laws and regulations governing civil service.

176 No employee of the corporation shall be eligible to serve as a member  
177 of the board until two years immediately following the end of his or her  
178 employment with the corporation. All employees of the corporation  
179 shall be bound by, and agree to obey, the corporation's conflicts of  
180 interest policy, including annually completing and submitting to the  
181 board a disclosure and compliance certificate in accordance with such  
182 conflicts of interest policy.

183 15. No later than the first day of January each year, the  
184 corporation shall submit an annual report to the governor and to the  
185 Missouri general assembly which the corporation may contract with a  
186 third party to prepare and which shall include:

187 (1) A complete and detailed description of the operating and  
188 financial conditions of the corporation during the prior fiscal year;

189 (2) Complete and detailed information about the distributions  
190 from the Missouri science and innovation reinvestment fund and from  
191 any income of the corporation;

192 (3) Information about the growth of science and innovation  
193 research and industry in the state;

194 (4) Information regarding financial or performance audits  
195 performed in such year, including any recommendations with reference  
196 to additional legislation or other action that may be necessary to carry  
197 out the purposes of the corporation; and

198 (5) Whether or not the corporation made any distribution during  
199 the prior fiscal year to a research project or other project for which a  
200 report shall be filed under subsection 4 of section 38(d) of article III of  
201 the Constitution of the State of Missouri. If such a distribution was  
202 made, the corporation shall disclose in the annual report the amount  
203 of the distribution, the recipient of the distribution, and the project  
204 description.

205 16. The corporation shall keep its books and records in  
206 accordance with generally accepted accounting procedures. Within  
207 four months following the end of each fiscal year, the corporation shall  
208 cause a firm of independent certified public accountants of national  
209 repute to conduct and deliver to the board an audit of the financial  
210 statements of the corporation and an opinion thereon, to be conducted  
211 in accordance with generally accepted audit standards, provided,  
212 however, that this section shall be inapplicable if the board of directors

213 of the corporation determines that insufficient funds have been  
214 appropriated to pay for the costs of compliance with these  
215 requirements.

216       17. Within four months following the end of every odd numbered  
217 fiscal year, beginning with fiscal year 2016, the corporation shall cause  
218 an independent firm of national repute that has expertise in science  
219 and innovation research and industry to conduct and deliver to the  
220 board an evaluation of the performance of the corporation for the prior  
221 two fiscal years, including detailed recommendations for improving the  
222 performance of the corporation, provided, however, that this section  
223 shall be inapplicable if the board of directors of the corporation  
224 determines that insufficient funds have been appropriated to pay for  
225 the costs of compliance with these requirements.

226       18. The corporation shall provide the state auditor a copy of the  
227 financial and performance evaluations prepared under subsections 16  
228 and 17 of this section.

229       19. The corporation shall have perpetual existence until an act  
230 of law expressly dissolves the corporation; provided that no such law  
231 shall take effect so long as the corporation has obligations or bonds  
232 outstanding unless adequate provision has been made for the payment  
233 or retirement of such debts or obligations. Upon any such dissolution  
234 of the corporation, all property, funds, and assets thereof shall be  
235 vested in the state.

236       20. Except as provided under section 348.266, the state hereby  
237 pledges to, and agrees with, recipients of corporation funding or  
238 beneficiaries of corporation programs under sections 348.250 to 348.275  
239 that the state shall not limit or alter the rights vested in the  
240 corporation under sections 348.250 to 348.275 to fulfill the terms of any  
241 agreements made or obligations incurred by the corporation with or to  
242 such third parties, or in any way impair the rights and remedies of  
243 such third parties until the obligations of the corporation and the state  
244 are fully met and discharged in accordance with sections 348.250 to  
245 348.275.

246       21. The corporation shall be exempt from:

247       (1) Any general ad valorem taxes upon any property of the  
248 corporation acquired and used for its public purposes;

249       (2) Any taxes or assessments upon any projects or upon any

250 operations of the corporation or the income therefrom;

251 (3) Any taxes or assessments upon any project or any property  
252 or local obligation acquired or used by the corporation under the  
253 provisions of sections 348.250 to 348.275, or upon income therefrom.

254 Purchases by the corporation to be used for its public purposes shall  
255 not be subject to sales or use tax under chapter 144. The exemptions  
256 hereby granted shall not extend to persons or entities conducting  
257 business on the corporations' property for which payment of state and  
258 local taxes would otherwise be required.

259 22. No funds of the corporation shall be distributed to its  
260 employees or members of the board; except that, the corporation may  
261 make reasonable payments for expenses incurred on its behalf relating  
262 to any of its lawful purposes and the corporation shall be authorized  
263 and empowered to pay reasonable compensation for services rendered  
264 to, or for, its benefit relating to any of its lawful purposes, including to  
265 pay its employees reasonable compensation.

266 23. The corporation shall adopt and maintain a conflicts of  
267 interest policy to protect the corporation's interests by requiring  
268 disclosure by an interested party, appropriate recusal by such person,  
269 and appropriate action by the interested party or the board where a  
270 conflict of interest may exist or arise between the corporation and a  
271 director, officer, employee, or agent of the corporation.

348.257. 1. The board shall establish an executive committee of  
2 the corporation, to be composed of the chairperson, the vice-  
3 chairperson, and the secretary of the corporation, and two additional  
4 directors. The chairperson of the corporation shall serve as the  
5 chairperson of the executive committee.

6 2. The executive committee, in intervals between meetings of the  
7 board, may transact any business of the board that has been expressly  
8 delegated to the executive committee by the board. If so stipulated by  
9 the board, action delegated to the executive committee may be subject  
10 to subsequent ratification by the board; provided, however, that until  
11 ratified or rejected by the board, any action delegated to, and taken by,  
12 the executive committee between meetings of the board will be binding  
13 upon the corporation as if ratified, and may be relied upon by third  
14 parties.

15 3. The board shall establish an audit committee of the

16 corporation, to be composed of the chairperson of the corporation and  
17 four additional directors. The secretary of the corporation shall serve  
18 as the chairperson of the audit committee. The audit committee shall  
19 be responsible for oversight of the administration of the conflicts of  
20 interest policy, working with the president of the corporation to  
21 facilitate communications with the corporation's contract auditors, and  
22 such other responsibilities delegated to it by the board.

23 4. The board shall establish and maintain a research alliance of  
24 Missouri to be comprised of the chief research officers, or their  
25 designee, of the state's leading research universities and a  
26 representative of other leading not-for-profit research institutes  
27 headquartered in Missouri. Members of the research alliance of  
28 Missouri shall be selected for such terms of membership under such  
29 terms and conditions as the board deems necessary and appropriate to  
30 advance the purposes of sections 348.250 to 348.275 and as comparable  
31 to other similar public sector bodies. The research alliance of Missouri  
32 shall elect a chairperson on an annual basis. The research alliance of  
33 Missouri shall prepare annual reports at the direction of the  
34 corporation that:

35 (1) Evaluate the specific areas of Missouri's research strengths  
36 and weaknesses and outline current research priorities of the state;

37 (2) Evaluate the ability of each member to realign their research  
38 and development resources, policies, and practices to seize emerging  
39 opportunities;

40 (3) Evaluate and summarize the best national and international  
41 practices for technology commercialization of university research and  
42 describe efforts that each university member has undertaken to  
43 implement best practices, including a description of the specific  
44 outcomes university members have achieved in technology  
45 commercialization; and

46 (4) Describe research collaborations by and between members  
47 and identify collaboration best practices that can or should be  
48 instituted in Missouri.

49 5. The board may establish other committees, both permanent  
50 and temporary, as it deems necessary. Such committees may include  
51 national strategic, scientific and/or commercialization advisory boards  
52 comprised of individuals of national or international prominence in



53 **science and innovation and/or the business and commercialization of**  
54 **science and innovation.**

55 **6. The board may establish rules, policies, and procedures for the**  
56 **selection and conduct of committees and advisory boards, and the**  
57 **research alliance of Missouri; provided, however, that the members of**  
58 **such committees and advisory boards agree to be bound by a conflict**  
59 **of interest policy consistent with the highest ethical standards that is**  
60 **suitable for such advisory roles and annually complete and certify to**  
61 **the board a disclosure and compliance certificate in accordance with**  
62 **such conflicts of interest policy.**

348.261. 1. The corporation[, after being certified by the governor as  
2 provided by section 348.251, may] **shall have all of the powers necessary or**  
3 **convenient to carry out the purposes and provisions of sections 348.250**  
4 **to 348.275, including the powers as specified therein, and without**  
5 **limitation, the power to:**

6 (1) Establish a statewide business modernization network to assist  
7 Missouri businesses in identifying ways to enhance productivity and market  
8 competitiveness;

9 (2) Identify scientific and technological problems and opportunities related  
10 to the economy of Missouri and formulate proposals to overcome those problems  
11 or realize those opportunities;

12 (3) Identify specific areas where scientific research and technological  
13 investigation will contribute to the improvement of productivity of Missouri  
14 manufacturers and farmers;

15 (4) Determine specific areas in which financial investment in scientific  
16 and technological research and development from private businesses located in  
17 Missouri could be enhanced or increased if state resources were made available  
18 to assist in financing activities;

19 (5) Assist in establishing cooperative associations of universities in  
20 Missouri and of private enterprises for the purpose of coordinating research and  
21 development programs that will, consistent with the primary educational function  
22 of the universities, aid in the creation of new jobs in Missouri;

23 (6) Assist in financing the establishment and continued development of  
24 technology-intensive businesses in Missouri;

25 (7) Advise universities of the research needs of Missouri business and  
26 improve the exchange of scientific and technological information for the mutual

27 benefit of universities and private business;

28 (8) Coordinate programs established by universities to provide Missouri  
29 businesses with scientific and technological information;

30 (9) Establish programs in scientific education which will support the  
31 accelerated development of technology-intensive businesses in Missouri;

32 (10) Provide financial assistance through contracts, grants and loans to  
33 programs of scientific and technological research and development;

34 (11) Determine how public universities can increase income derived from  
35 the sale or licensure of products or processes having commercial value that are  
36 developed as a result of university sponsored research programs;

37 (12) Contract with innovation centers, as established in section 348.271,  
38 small business development corporations, as established in sections 620.1000 to  
39 620.1007, centers for advanced technology, as established in section 348.272, and  
40 other entities or organizations for the provision of technology application,  
41 technology commercialization and technology development services[. Such  
42 contracting procedures shall not be subject to the provisions of chapter 34; and];

43 (13) Make direct seed capital or venture capital investments in Missouri  
44 business investment funds or businesses [which] **that** demonstrate the promise  
45 of growth and job creation. Investments from the corporation may be in the form  
46 of debt or equity in the respective businesses;

47 **(14) Make and execute contracts, guarantees, or any other**  
48 **instruments and agreements necessary or convenient for the exercise**  
49 **of its powers and functions;**

50 **(15) Contract for and to accept any gifts, grants, and loans of**  
51 **funds, property, or any other aid in any form from the federal**  
52 **government, the state, any state agency, or any other source, or any**  
53 **combination thereof, and to comply with the provisions of the terms**  
54 **and conditions thereof;**

55 **(16) Procure such insurance, participate in such insurance plans,**  
56 **or provide such self insurance or both as it deems necessary or**  
57 **convenient; provided however, the purchase of insurance, participation**  
58 **in an insurance plan, or creation of a self-insurance fund by the**  
59 **corporation shall not be deemed as a waiver or relinquishment of any**  
60 **sovereign immunity to which the corporation or its officers, directors,**  
61 **employees, or agents are otherwise entitled;**

62 **(17) Partner with universities or other research institutions in**

63 Missouri to attract and recruit world-class science and innovation  
64 talent to Missouri;

65 (18) Expend any and all funds from the Missouri science and  
66 innovation reinvestment fund and all other assets and resources of the  
67 corporation for the exclusive purpose of fulfilling any purpose, power,  
68 or duty of the corporation under sections 348.250 to 348.275, including  
69 but not limited to implementing the powers, purposes, and duties of the  
70 corporation as enumerated in this section;

71 (19) Participate in joint ventures and collaborate with any  
72 taxpayer, governmental body or agency, insurer, university, or college  
73 of the state, or any other entity to facilitate any activities or programs  
74 consistent with the purpose and intent of sections 348.250 to 348.275;  
75 and

76 (20) In carrying out any activities authorized by sections 348.250  
77 to 348.275, the corporation provides appropriate assistance, including  
78 the making of investments, grants, and loans, and providing time of  
79 employees, to any taxpayer, governmental body or agency, insurer,  
80 university, or college of the state, or any other entity, whether or not  
81 any such taxpayer, governmental body or agency, insurer, university,  
82 or college of the state, or any other entity, is owned or controlled in  
83 whole or in part, directly or indirectly, by the corporation.

84 2. The corporation shall endeavor to maximize the amount of  
85 leveraging of nonstate resources, including public and private, cash  
86 and in-kind, attained with its investments, grants, loans, or other forms  
87 of support. In the case of investments, grants, loans, or other forms of  
88 support that emphasize or are specifically intended to impact a  
89 particular Missouri county, municipality, or other geographic  
90 subdivision of the state, or are otherwise local in nature, the  
91 corporation shall give consideration and weight to local matching funds  
92 and other matching resources, public and private.

93 3. Except as expressly provided in sections 348.250 to 348.275, all  
94 monies earned or received by the corporation, including all funds  
95 derived from the commercialization of science and innovation products,  
96 methods, services, and technology by the corporation, or any affiliate  
97 or subsidiary thereof, or from the Missouri science and innovation  
98 reinvestment fund, shall belong exclusively to and be subject to the  
99 exclusive control of the corporation.

100           **4. The corporation shall have all the powers of a not-for-profit**  
101 **corporation established under Missouri law.**

102           **5. The corporation shall assume all moneys, property, or other**  
103 **assets remaining with the Missouri seed capital investment board,**  
104 **established in section 620.641. All powers, duties, and functions**  
105 **performed by the Missouri seed capital investment board shall be**  
106 **transferred to the Missouri technology corporation.**

107           **6. The corporation shall not be subject to the provisions of**  
108 **chapter 34.**

          348.262. In order to assist the corporation in achieving the objectives  
2 identified in section 348.261, the department of economic development may  
3 contract with the corporation for activities consistent with the corporation's  
4 purpose, as specified in [section 348.256] **sections 348.250 to 348.275.** When  
5 contracting with the corporation under the provisions of this section, the  
6 department of economic development may directly enter into agreements with the  
7 corporation and shall not be bound by the provisions of chapter 34, RSMo.

          348.263. 1. [The Missouri business modernization and technology  
2 corporation shall replace the corporation for science and technology. All moneys,  
3 property or any other assets remaining with the corporation for science and  
4 technology after all obligations are satisfied on August 28, 1993, shall be  
5 transferred to the Missouri business modernization and technology corporation.  
6 All powers, duties and functions performed by the Missouri corporation of science  
7 and technology on August 28, 1993, shall be transferred to the Missouri business  
8 modernization and technology corporation.] **Except as otherwise provided in**  
9 **sections 348.250 to 348.275, the corporation shall be subject to**  
10 **requirements applicable to governmental bodies and records contained**  
11 **in sections 610.010 to 610.225.**

12           2. [The Missouri technology corporation shall replace the Missouri  
13 business modernization and technology corporation. All moneys, property or any  
14 other assets remaining with the Missouri business modernization and technology  
15 corporation after all obligations are satisfied on August 28, 1994, shall be  
16 transferred to the Missouri technology corporation. All powers, duties and  
17 functions performed by the Missouri business modernization and technology  
18 corporation on August 28, 1994, shall be transferred to the Missouri technology  
19 corporation.] **In addition to the exceptions available under sections**  
20 **610.010 to 610.225, the records of the corporation shall not be subject**

21 to the provisions of sections 610.010 to 610.225, when, upon  
22 determination by the corporation, the disclosure of the information in  
23 the records would be harmful to the competitive position of the  
24 corporation and such records contain:

25 (1) Proprietary information gathered by, or in the possession of,  
26 the corporation from third parties pursuant to a promise of  
27 confidentiality;

28 (2) Contract cost estimates prepared for confidential use in  
29 awarding contracts for research, development, construction,  
30 renovation, commercialization, or the purchase of goods or services;

31 (3) Data, records, or information of a proprietary nature  
32 produced or collected by, or for, the corporation, its employees,  
33 officers, or members of its board;

34 (4) Third-party financial statements, records, and related data  
35 not publicly available that may be shared with the corporation;

36 (5) Consulting or other reports paid for by the corporation to  
37 assist the corporation in connection with its strategic planning and  
38 goals; or

39 (6) The determination of marketing and operational strategies  
40 where disclosure of such strategies would be harmful to the  
41 competitive position of the corporation.

42 3. In addition to the exceptions available under sections 610.010  
43 to 610.225, the corporation, including the board, executive committee,  
44 audit committee, and research alliance of Missouri, or other such  
45 committees or boards that the corporation may authorize from time to  
46 time, may discuss, consider, and take action on any of the following in  
47 closed session, when upon determination by the corporation, including  
48 as appropriate the board, executive committee, audit committee, and  
49 research alliance of Missouri, or other such committees or boards that  
50 the corporation may authorize from time to time, disclosure of such  
51 items would be harmful to the competitive position of the corporation:

52 (1) Plans that could affect the value of property, real or personal,  
53 owned, or desirable for ownership by the corporation;

54 (2) The condition, acquisition, use, or disposition of real or  
55 personal property; or

56 (3) Contracts for applied research; basic research; science and  
57 innovation product development, manufacturing, or commercialization;

58 **construction and renovation of science and innovation facilities; or**  
59 **marketing or operational strategies.**

348.264. [1.] There is hereby established in the state treasury a special  
2 fund to be known as the "Missouri [Technology Investment] **Science and**  
3 **Innovation Reinvestment** Fund", which shall consist of all moneys which may  
4 be appropriated to it by the general assembly **based on the applicable**  
5 **percentage of the amount by which science and innovation employees'**  
6 **gross wages for the year exceeds the base year gross wages pursuant**  
7 **to section 348.265; other funds appropriated to it by the general**  
8 **assembly**, and also any gifts, contributions, grants or bequests received from  
9 federal, private or other sources. [Such moneys shall include federal funds which  
10 may be received from the National Institute for Science and Technology, the  
11 Small Business Administration and the Department of Defense through its  
12 Technology Reinvestment Program.] Money in the Missouri [technology  
13 investment program] **science and innovation reinvestment fund** shall be  
14 used to carry out the provisions of sections [348.251] **348.250** to 348.275. Moneys  
15 for business modernization programs, technology application programs,  
16 technology commercialization programs and technology development programs  
17 established pursuant to the provisions of sections [348.251] **348.250** to 348.275  
18 shall be available from appropriations made by the general assembly from the  
19 Missouri [technology investment] **science and innovation reinvestment**  
20 fund. Any moneys remaining in the Missouri [technology investment] **science**  
21 **and innovation reinvestment** fund at the end of any fiscal year shall not lapse  
22 to the general revenue fund, as provided in section 33.080, but shall remain in  
23 the Missouri [technology investment] **science and innovation reinvestment**  
24 fund.

25 [2. Notwithstanding the provisions of sections 173.500 to 173.565, RSMo,  
26 the Missouri technology investment fund shall be utilized to fund projects which  
27 would previously have been funded through the higher education applied projects  
28 fund.]

**348.265. 1. As soon as practicable after the effective date of this**  
2 **act, the director of the department of economic development, with the**  
3 **assistance of the director of the department of revenue, shall establish**  
4 **the base year gross wages and report the amount of the base year gross**  
5 **wages to the president and board of the corporation, the governor, and**  
6 **the general assembly. Within one hundred eighty days after the end of**

7 each fiscal year beginning with the fiscal year ending June 30, 2011,  
8 and for each subsequent fiscal year prior to the end of the last funding  
9 year, the director of economic development, with the assistance of the  
10 director of the department of revenue, shall determine and report to  
11 the president and board of the corporation, governor, and general  
12 assembly the amount by which aggregate science and innovation  
13 employees' gross wages for the fiscal year exceeds the base year gross  
14 wages. The director of economic development and the director of the  
15 department of revenue may consider any verifiable evidence, including  
16 but not limited to the NAICS codes assigned or recorded by the United  
17 States Department of Labor for companies with employees in the state,  
18 when determining which organizations should be classified as science  
19 and innovation companies.

20 2. Notwithstanding section 23.250 to the contrary, for each of the  
21 twenty-five funding years, beginning July 1, 2012, subject to  
22 appropriation, the director of revenue shall transfer to the Missouri  
23 science and innovation reinvestment fund an amount not to exceed an  
24 amount equal to the product of the applicable percentage multiplied by  
25 an amount equal to the increase in aggregate science and innovation  
26 employees' gross wages for the prior fiscal year, over the base year  
27 gross wages. The director of revenue may make estimated payments to  
28 the Missouri science and innovation reinvestment fund more frequently  
29 based on estimates provided by the director of revenue and reconciled  
30 annually.

31 3. Local political subdivisions may contribute to the Missouri  
32 science and innovation reinvestment fund through a grant, contract, or  
33 loan by dedicating a portion of any sales tax or property tax increase  
34 resulting from increases in science and innovation company economic  
35 activity occurring after the effective date of this act, or other such  
36 taxes or fees as such local political subdivisions may establish.

37 4. Funding generated by the provisions of this section shall be  
38 expended by the corporation to further its purposes as specified in  
39 section 348.256.

40 5. Upon enactment of this section, the corporation shall prepare  
41 a strategic plan for the use of the funding to be generated by the  
42 provisions of this section, and may consult with science and innovation  
43 partners, including, but not limited to the research alliance of Missouri,

44 as established in section 348.257; the life sciences research board  
45 established in section 196.1103; and the innovation centers or centers  
46 for advanced technology, as established in section 348.272. The  
47 corporation shall make a draft strategic plan available for public  
48 comment prior to publication of the final strategic plan.

348.269. 1. Nothing contained in sections 348.250 to 348.275 shall  
2 be construed as a restriction or limitation upon any powers that the  
3 corporation might otherwise have under chapter 355, and the  
4 provisions of sections 348.250 to 348.275 are cumulative to such powers.

5 2. Nothing in sections 348.250 to 348.275 shall be construed as  
6 allowing the board to sell the corporation or substantially all of the  
7 assets of the corporation, or to merge the corporation with another  
8 institution, without prior authorization by the general assembly.

9 3. Notwithstanding the provisions of section 23.253 to the  
10 contrary, the provisions of sections 348.250 to 348.275 shall not sunset.

11 4. The provisions of sections 348.250 to 348.275 shall not  
12 terminate before the satisfaction of all outstanding obligations, notes,  
13 and bonds provided for under sections 348.250 to 348.275.

14 5. If any provision of this act or the application thereof is held  
15 invalid, the invalidity shall not affect other provisions or applications  
16 of the act that can be given effect without the invalid provision or  
17 application, and to this end the provisions of this act are  
18 severable. Insofar as the provisions of sections 348.250 to 348.275 are  
19 inconsistent with the provisions of any other law, general, specific or  
20 local, the provisions of sections 348.250 to 348.275 shall be controlling.

348.271. 1. In order to foster the growth of Missouri's economy and to  
2 stimulate the creation of new jobs in [technology-based] **science and**  
3 **innovation-based** industry for the state's work force, the Missouri technology  
4 corporation, in accordance with the provisions of this section and within the  
5 limits of appropriations therefor is authorized to contract with Missouri  
6 not-for-profit corporations for the operation of innovation centers within the  
7 state. The primary emphasis of some, if not of all innovation centers, shall be in  
8 the areas of [technology commercialization, finance and business  
9 modernization. Innovation centers operated under the provisions of this section  
10 shall provide assistance to individuals and business organizations during the  
11 early stages of the development of new technology-based] **science and**  
12 **innovation-based** business ventures. Such assistance may include the provision



13 of facilities, equipment, administrative and managerial support, planning  
14 assistance, and such other services and programs that enhance the development  
15 of such ventures and such assistance may be provided for fees or other  
16 consideration.

17         2. The innovation centers operated under this section shall counsel and  
18 assist the new [technology-based] **science and innovation-based** business  
19 ventures in finding a suitable site in the state of Missouri for location of the  
20 business upon its graduation from the innovation program. Each innovation  
21 center shall annually submit a report of its activities to the department of  
22 economic development and the Missouri technology corporation which shall  
23 include, but not be limited to, the success rate of the businesses graduating from  
24 the center, the progress and locations of businesses which have graduated from  
25 the center, the types of businesses which have graduated from the center, and the  
26 number of jobs created by the businesses involved in the center.

27         **3. Any contract signed between the corporation and any not-for-**  
28 **profit organization to operate an innovation center in accordance with**  
29 **the provisions of this section shall require that the not-for-profit**  
30 **organization must provide at least a one-hundred-percent match for the**  
31 **funding received from the corporation pursuant to appropriation**  
32 **therefor.**

       348.300. As used in sections 348.300 to 348.318, the following terms  
2 mean:

3         (1) "Commercial activity located in Missouri", any research, development,  
4 prototype fabrication, and subsequent precommercialization activity, or any  
5 activity related thereto, conducted in Missouri for the purpose of producing a  
6 service or a product or process for manufacture, assembly or sale or developing  
7 a service based on such a product or process by any person, corporation,  
8 partnership, joint venture, unincorporated association, trust or other organization  
9 doing business in Missouri. Subsequent to January 1, 1999, a commercial activity  
10 located in Missouri shall mean only such activity that is located within a  
11 distressed community, as defined in section 135.530;

12         (2) "Follow-up capital", capital provided to a commercial activity located  
13 in Missouri in which a qualified fund has previously invested seed capital or  
14 start-up capital and which does not exceed ten times the amount of such seed and  
15 start-up capital;

16         (3) "Person", any individual, corporation, partnership, or other entity,

17 including any charitable corporation which is exempt from federal income tax and  
18 whose Missouri unrelated business taxable income, if any, would be subject to the  
19 state income tax imposed under chapter 143;

20 (4) "Qualified contribution", cash contribution to a qualified fund;

21 (5) "Qualified economic development organization", any corporation  
22 organized under the provisions of chapter 355 which has as of January 1, 1991,  
23 obtained a contract with the department of economic development to operate an  
24 innovation center to promote, assist and coordinate the research and development  
25 of new services, products or processes in the state of Missouri; and the Missouri  
26 technology corporation organized pursuant to the provisions of sections [348.253  
27 to 348.266] **348.250 to 348.275**;

28 (6) "Qualified fund", any corporation, partnership, joint venture,  
29 unincorporated association, trust or other organization which is established under  
30 the laws of Missouri after December 31, 1985, which meets all of the following  
31 requirements established by this subdivision. The fund shall have as its sole  
32 purpose and business the making of investments, of which at least ninety percent  
33 of the dollars invested shall be qualified investments. The fund shall enter into  
34 a contract with one or more qualified economic development organizations which  
35 shall entitle the qualified economic development organizations to receive not less  
36 than ten percent of all distributions of equity and dividends or other earnings of  
37 the fund. Such contracts shall require the qualified fund to transfer to the  
38 Missouri technology corporation organized pursuant to the provisions of sections  
39 [348.253 to 348.266] **348.250 to 348.275** this interest and make corresponding  
40 distributions thereto in the event the qualified economic development  
41 organization holding such interest is dissolved or ceases to do business for a  
42 period of one year or more;

43 (7) "Qualified investment", any investment of seed capital, start-up  
44 capital, or follow-up capital in any commercial activity located in Missouri;

45 (8) "Seed capital", capital provided to a commercial activity located in  
46 Missouri for research, development and precommercialization activities to prove  
47 a concept for a new product or process or service, and for activities related  
48 thereto;

49 (9) "Start-up capital", capital provided to a commercial activity located in  
50 Missouri for use in preproduction product development or service development or  
51 initial marketing thereof, and for activities related thereto;

52 (10) "State tax liability", any state tax liability incurred by a taxpayer

53 under the provisions of chapters 143, 147 and 148, exclusive of the provisions  
54 relating to the withholding of tax as provided for in sections 143.191 to 143.265  
55 and related provisions;

56 (11) "Uninvested capital", the amount of any distribution, other than of  
57 earnings, by a qualified fund made within five years of the issuance of a  
58 certificate of tax credit as provided by sections 348.300 to 348.318; or the portion  
59 of all qualified contributions to a qualified fund which are not invested as  
60 qualified investments within five years of the issuance of a certificate of tax credit  
61 as provided by sections 348.300 to 348.318 to the extent that the amount not so  
62 invested exceeds ten percent of all such qualified contributions.

348.430. 1. The tax credit created in this section shall be known as the  
2 "Agricultural Product Utilization Contributor Tax Credit".

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

4 (1) "Authority", the agriculture and small business development authority  
5 as provided in this chapter;

6 (2) "Contributor", an individual, partnership, corporation, trust, limited  
7 liability company, entity or person that contributes cash funds to the authority;

8 (3) "Development facility", a facility, **located within a rural area**,  
9 producing either a good derived from an agricultural commodity or using a  
10 process to produce a good derived from an agricultural product;

11 (4) "Eligible new generation cooperative", a nonprofit cooperative  
12 association formed pursuant to chapter 274, or incorporated pursuant to chapter  
13 357, for the purpose of operating within this state a development facility or a  
14 renewable fuel production facility;

15 (5) "Eligible new generation processing entity", a partnership, corporation,  
16 cooperative, or limited liability company organized or incorporated pursuant to  
17 the laws of this state consisting of not less than twelve members, approved by the  
18 authority, for the purpose of owning or operating within this state a development  
19 facility or a renewable fuel production facility in which producer members:

20 (a) Hold a majority of the governance or voting rights of the entity and  
21 any governing committee;

22 (b) Control the hiring and firing of management; and

23 (c) Deliver agricultural commodities or products to the entity for  
24 processing, unless processing is required by multiple entities;

25 (6) "Renewable fuel production facility", a facility, **located within a**  
26 **rural area**, producing an energy source which is derived from a renewable,

27 domestically grown, organic compound capable of powering machinery, including  
28 an engine or power plant, and any by-product derived from such energy source;

29 **(7) "Rural area", a county in Missouri, which according to the**  
30 **most recent federal decennial census:**

31 **(a) Has a population of not more than seventy-five thousand**  
32 **inhabitants; or**

33 **(b) Does not contain an individual city with a population greater**  
34 **than fifty thousand inhabitants.**

35 3. For all tax years beginning on or after January 1, 1999, a contributor  
36 who contributes funds to the authority may receive a credit against the tax or  
37 estimated quarterly tax otherwise due pursuant to chapter 143, other than taxes  
38 withheld pursuant to sections 143.191 to 143.265, chapter 148 chapter 147, in an  
39 amount of up to one hundred percent of such contribution. Tax credits claimed  
40 in a taxable year may be done so on a quarterly basis and applied to the  
41 estimated quarterly tax pursuant to this subsection. If a quarterly tax credit  
42 claim or series of claims contributes to causing an overpayment of taxes for a  
43 taxable year, such overpayment shall not be refunded but shall be applied to the  
44 next taxable year. The awarding of such credit shall be at the approval of the  
45 authority, based on the least amount of credits necessary to provide incentive for  
46 the contributions. A contributor that receives tax credits for a contribution to the  
47 authority shall receive no other consideration or compensation for such  
48 contribution, other than a federal tax deduction, if applicable, and goodwill.

49 4. A contributor shall submit to the authority an application for the tax  
50 credit authorized by this section on a form provided by the authority. If the  
51 contributor meets all criteria prescribed by this section and the authority, the  
52 authority shall issue a tax credit certificate in the appropriate amount. Tax  
53 credits issued pursuant to this section may be claimed in the taxable year in  
54 which the contributor contributes funds to the authority. For all fiscal years  
55 beginning on or after July 1, 2004, tax credits allowed pursuant to this section  
56 may be carried back to any of the contributor's three prior tax years and may be  
57 carried forward to any of the contributor's five subsequent taxable years. Tax  
58 credits issued pursuant to this section may be assigned, transferred or sold and  
59 the new owner of the tax credit shall have the same rights in the credit as the  
60 contributor. Whenever a certificate of tax credit is assigned, transferred, sold or  
61 otherwise conveyed, a notarized endorsement shall be filed with the authority  
62 specifying the name and address of the new owner of the tax credit or the value

63 of the credit.

64           5. The funds derived from contributions in this section shall be used for  
65 financial assistance or technical assistance for the purposes provided in section  
66 348.407 to rural agricultural business concepts as approved by the authority. The  
67 authority may provide or facilitate loans, equity investments, or guaranteed loans  
68 for rural agricultural business concepts, but limited to two million dollars per  
69 project or the net state economic impact, whichever is less. Loans, equity  
70 investments or guaranteed loans may only be provided to feasible projects, and  
71 for an amount that is the least amount necessary to cause the project to occur, as  
72 determined by the authority. The authority may structure the loans, equity  
73 investments or guaranteed loans in a way that facilitates the project, but also  
74 provides for a compensatory return on investment or loan payment to the  
75 authority, based on the risk of the project.

76           6. In any given year, at least ten percent of the funds granted to rural  
77 agricultural business concepts shall be awarded to grant requests of twenty-five  
78 thousand dollars or less. No single rural agricultural business concept shall  
79 receive more than two hundred thousand dollars in grant awards from the  
80 authority. Agricultural businesses owned by minority members or women shall  
81 be given consideration in the allocation of funds.

82           **7. Notwithstanding any provision of law to the contrary, no tax**  
83 **credits provided under this section shall be authorized on or after**  
84 **August 28, 2014. The provisions of this subsection shall not be**  
85 **construed to limit or in any way impair the authority's ability to issue**  
86 **tax credits authorized prior to August 28, 2014, or a taxpayer's ability**  
87 **to redeem such tax credits.**

          348.432. 1. The tax credit created in this section shall be known as the  
2 "New Generation Cooperative Incentive Tax Credit".

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

4           (1) "Authority", the agriculture and small business development authority  
5 as provided in this chapter;

6           (2) "Development facility", a facility, **located within a rural area**,  
7 producing either a good derived from an agricultural commodity or using a  
8 process to produce a good derived from an agricultural product;

9           (3) "Eligible new generation cooperative", a nonprofit cooperative  
10 association formed pursuant to chapter 274 or incorporated pursuant to chapter  
11 357 for the purpose of operating within this state a development facility or a

12 renewable fuel production facility and approved by the authority;

13 (4) "Eligible new generation processing entity", a partnership, corporation,  
14 cooperative, or limited liability company organized or incorporated pursuant to  
15 the laws of this state consisting of not less than twelve members, approved by the  
16 authority, for the purpose of owning or operating within this state a development  
17 facility or a renewable fuel production facility in which producer members:

18 (a) Hold a majority of the governance or voting rights of the entity and  
19 any governing committee;

20 (b) Control the hiring and firing of management; and

21 (c) Deliver agricultural commodities or products to the entity for  
22 processing, unless processing is required by multiple entities;

23 (5) "Employee-qualified capital project", an eligible new generation  
24 cooperative with capital costs greater than fifteen million dollars which will  
25 employ at least sixty employees;

26 (6) "Large capital project", an eligible new generation cooperative with  
27 capital costs greater than one million dollars;

28 (7) "Producer member", a person, partnership, corporation, trust or limited  
29 liability company whose main purpose is agricultural production that invests cash  
30 funds to an eligible new generation cooperative or eligible new generation  
31 processing entity;

32 (8) "Renewable fuel production facility", a facility, **located within a**  
33 **rural area**, producing an energy source which is derived from a renewable,  
34 domestically grown, organic compound capable of powering machinery, including  
35 an engine or power plant, and any by-product derived from such energy source;

36 (9) "**Rural area**", a county in Missouri, which according to the  
37 **most recent federal decennial census:**

38 (a) **Has a population of not more than seventy-five thousand**  
39 **inhabitants; or**

40 (b) **Does not contain an individual city with a population greater**  
41 **than fifty thousand inhabitants;**

42 (10) "Small capital project", an eligible new generation cooperative with  
43 capital costs of no more than one million dollars.

44 3. Beginning tax year 1999, and ending December 31, 2002, any producer  
45 member who invests cash funds in an eligible new generation cooperative or  
46 eligible new generation processing entity may receive a credit against the tax or  
47 estimated quarterly tax otherwise due pursuant to chapter 143, other than taxes

48 withheld pursuant to sections 143.191 to 143.265 or chapter 148, chapter 147, in  
49 an amount equal to the lesser of fifty percent of such producer member's  
50 investment or fifteen thousand dollars.

51 4. For all tax years beginning on or after January 1, 2003, any producer  
52 member who invests cash funds in an eligible new generation cooperative or  
53 eligible new generation processing entity may receive a credit against the tax or  
54 estimated quarterly tax otherwise due pursuant to chapter 143, other than taxes  
55 withheld pursuant to sections 143.191 to 143.265, chapter 147 or chapter 148, in  
56 an amount equal to the lesser of fifty percent of such producer member's  
57 investment or fifteen thousand dollars. Tax credits claimed in a taxable year may  
58 be done so on a quarterly basis and applied to the estimated quarterly tax  
59 pursuant to subsection 3 of this section. If a quarterly tax credit claim or series  
60 of claims contributes to causing an overpayment of taxes for a taxable year, such  
61 overpayment shall not be refunded but shall be applied to the next taxable year.

62 5. A producer member shall submit to the authority an application for the  
63 tax credit authorized by this section on a form provided by the authority. If the  
64 producer member meets all criteria prescribed by this section and is approved by  
65 the authority, the authority shall issue a tax credit certificate in the appropriate  
66 amount. Tax credits issued pursuant to this section may be carried back to any  
67 of the producer member's three prior taxable years and carried forward to any of  
68 the producer member's five subsequent taxable years regardless of the type of tax  
69 liability to which such credits are applied as authorized pursuant to subsection  
70 3 of this section. Tax credits issued pursuant to this section may be assigned,  
71 transferred, sold or otherwise conveyed and the new owner of the tax credit shall  
72 have the same rights in the credit as the producer member. Whenever a  
73 certificate of tax credit is assigned, transferred, sold or otherwise conveyed, a  
74 notarized endorsement shall be filed with the authority specifying the name and  
75 address of the new owner of the tax credit or the value of the credit.

76 6. Ten percent of the tax credits authorized pursuant to this section  
77 initially shall be offered in any fiscal year to small capital projects. If any portion  
78 of the ten percent of tax credits offered to small capital costs projects is unused  
79 in any calendar year, then the unused portion of tax credits may be offered to  
80 employee-qualified capital projects and large capital projects. If the authority  
81 receives more applications for tax credits for small capital projects than tax  
82 credits are authorized therefor, then the authority, by rule, shall determine the  
83 method of distribution of tax credits authorized for small capital projects.

84           7. Ninety percent of the tax credits authorized pursuant to this section  
85 initially shall be offered in any fiscal year to employee-qualified capital projects  
86 and large capital projects. If any portion of the ninety percent of tax credits  
87 offered to employee-qualified capital projects and large capital costs projects is  
88 unused in any fiscal year, then the unused portion of tax credits may be offered  
89 to small capital projects. The maximum tax credit allowed per employee-qualified  
90 capital project is three million dollars and the maximum tax credit allowed per  
91 large capital project is one million five hundred thousand dollars. If the  
92 authority approves the maximum tax credit allowed for any employee-qualified  
93 capital project or any large capital project, then the authority, by rule, shall  
94 determine the method of distribution of such maximum tax credit. In addition,  
95 if the authority receives more tax credit applications for employee-qualified  
96 capital projects and large capital projects than the amount of tax credits  
97 authorized therefor, then the authority, by rule, shall determine the method of  
98 distribution of tax credits authorized for employee-qualified capital projects and  
99 large capital projects.

100           **8. Notwithstanding any provision of law to the contrary, no tax**  
101 **credits provided under this section shall be authorized on or after**  
102 **August 28, 2014. The provisions of this subsection shall not be**  
103 **construed to limit or in any way impair the authority's ability to issue**  
104 **tax credits authorized prior to August 28, 2014, or a taxpayer's ability**  
105 **to redeem such tax credits.**

          348.434. 1. The aggregate of tax credits issued per fiscal year pursuant  
2 to sections 348.430 and 348.432 shall not exceed six million dollars.

3           2. Upon July 2, 1999, and ending June 30, 2000, tax credits shall be  
4 issued pursuant to section 348.430, except that, the authority shall allocate no  
5 more than three million dollars to fund section 348.432 in fiscal year  
6 2000. Beginning in fiscal year 2001 and each subsequent year, tax credits shall  
7 be issued pursuant to section 348.432.

8           3. Beginning the first day of May of each fiscal year [following  
9 implementation of section 348.432] **ending on or before June 30, 2011**, the  
10 authority may determine the extent of tax credits, pursuant to section 348.432,  
11 that will be utilized in each fiscal year. If the authority determines that:

12           (1) Less than six million dollars for a fiscal year is to be utilized in tax  
13 credits pursuant to section 348.432; and

14           (2) The assets available to the authority, pursuant to section 348.430, do



15 not exceed twelve million dollars; then, the authority may offer the remaining  
16 authorized tax credits be issued pursuant to section 348.430.

17 **4. For all fiscal years beginning on or after July 1, 2011, the**  
18 **authority shall allocate tax credits for authorization under the**  
19 **provisions of sections 348.430 and 348.432 in a manner sufficient to**  
20 **provide the greatest state benefit while providing the least amount of**  
21 **tax credits necessary.**

348.500. 1. This section shall be known and may be cited as the "Family  
2 Farms Act".

3 [2. As used in this section, "small farmer" means a farmer who is a  
4 Missouri resident and who has less than two hundred fifty thousand dollars in  
5 gross sales per year.

6 3. The agricultural and small business development authority shall  
7 establish a family farm breeding livestock loan program for small farmers for the  
8 purchase of beef cattle, dairy cattle, sheep and goats, and swine only.

9 4. To participate in the loan program, a small farmer shall first obtain  
10 approval for a family farm livestock loan from a lender as defined in section  
11 348.015. Each small farmer shall be eligible for only one family farm livestock  
12 loan per family and for only one type of livestock.

13 5. The maximum amount of the family farm livestock loan for each type  
14 of livestock shall be as follows:

- 15 (1) Seventy-five thousand dollars for beef cattle;
- 16 (2) Seventy-five thousand dollars for dairy cattle;
- 17 (3) Thirty-five thousand dollars for swine; and
- 18 (4) Thirty thousand dollars for sheep and goats.

19 6. Eligible borrowers under the program:

20 (1) Shall use the proceeds of the family farm loan to acquire breeding  
21 livestock;

22 (2) Shall not finance more than ninety percent of the anticipated cost of  
23 the purchase of such livestock through the family farm livestock loan; and

24 (3) Shall not be charged interest by the lender, as defined in section  
25 348.015, for the first year of the qualified family farm livestock loan.

26 7. Upon approval of the family farm livestock loan by a lender under  
27 subsection 4 of this section, the loan shall be submitted for approval by the  
28 agricultural and small business development authority. The authority shall  
29 promulgate rules establishing eligibility under this section, taking into

30 consideration:

- 31 (1) The eligible borrower's ability to repay the family farm livestock loan;
- 32 (2) The general economic conditions of the area in which the farm is
- 33 located;
- 34 (3) The prospect of a financial return for the small farmer for the type of
- 35 livestock for which the family farm livestock loan is sought; and
- 36 (4) Such other factors as the authority may establish.

37 8. For eligible borrowers participating in the program, the authority shall

38 be responsible for reviewing the purchase price of any livestock to be purchased

39 by an eligible borrower under the program to determine whether the price to be

40 paid is appropriate for the type of livestock purchased. The authority may impose

41 a one-time loan review fee of one percent which shall be collected by the lender

42 at the time of the loan and paid to the authority.

43 9. Nothing in this section shall preclude a small farmer from participating

44 in any other agricultural program.

45 10. Any rule or portion of a rule, as that term is defined in section

46 536.010, that is created under the authority delegated in this section shall

47 become effective only if it complies with and is subject to all of the provisions of

48 chapter 536 and, if applicable, section 536.028. This section and chapter 536 are

49 nonseverable and if any of the powers vested with the general assembly pursuant

50 to chapter 536 to review, to delay the effective date, or to disapprove and annul

51 a rule are subsequently held unconstitutional, then the grant of rulemaking

52 authority and any rule proposed or adopted after August 28, 2006, shall be

53 invalid and void.]

54 **2. For purposes of this section, the following terms shall mean:**

55 (1) "Authority", the Missouri agricultural and small business

56 development authority;

57 (2) "Breeding livestock", beef, dairy cattle, swine, sheep, and

58 goats;

59 (3) "Eligible purchase", the lesser of the purchase price of

60 breeding livestock paid by a small farmer or:

61 (a) Seventy-five thousand dollars for beef cattle;

62 (b) Seventy-five thousand dollars for dairy cattle;

63 (c) Thirty-five thousand dollars for swine; and

64 (d) Thirty thousand dollars for sheep and goats;

65 (4) "Small farmer", a farmer who is a Missouri resident and who

66 has less than two hundred fifty thousand dollars in gross sales per year;

67 (5) "State tax liability", any state tax liability incurred by a  
68 taxpayer under the provisions of chapters 143, 147, and 148, exclusive  
69 of the provisions relating to the withholding of tax as provided for in  
70 sections 143.191 to 143.265 and related provisions.

71 3. For all taxable years beginning on or after January 1, 2012, a  
72 small farmer shall be entitled to receive a tax credit equal to seven  
73 percent of an eligible purchase. The tax credit shall be evidenced by  
74 a tax credit certificate issued by the agricultural and small business  
75 development authority and may be used to satisfy the state tax liability  
76 of the owner of such certificate that becomes due in the tax year in  
77 which the eligible purchase is made. No small farmer may receive a tax  
78 credit under this section unless such person presents a tax credit  
79 certificate to the department of revenue for payment of such state tax  
80 liability. The total amount of all tax credits that may be issued to small  
81 farmers claiming tax credits authorized in this section in a fiscal year  
82 shall not exceed three hundred thousand dollars.

83 4. The agricultural and small business development authority  
84 shall be responsible for the administration and issuance of the  
85 certificate of tax credits authorized by this section. The authority shall  
86 issue a certificate of tax credit at the request of any small farmer. Each  
87 request shall include a true copy of the receipt for the eligible  
88 purchase, the name of the small farmer who is to receive a certificate  
89 of tax credit, the type of state tax liability against which the tax credit  
90 is to be used, and the amount of the certificate of tax credit to be issued  
91 to the small farmer based on the eligible purchase.

92 5. The Missouri department of revenue shall accept a certificate  
93 of tax credit in lieu of other payment in such amount as is equal to the  
94 lesser of the amount of the tax or the remaining unused amount of the  
95 credit as indicated on the certificate of tax credit, and shall indicate on  
96 the certificate of tax credit the amount of tax thereby paid and the date  
97 of such payment.

98 6. The following provisions shall apply to tax credits authorized  
99 under this section:

100 (1) Tax credits claimed in a taxable year may be claimed on a  
101 quarterly basis and applied to the estimated quarterly tax of the small  
102 farmer;

103           **(2) Any amount of tax credit which exceeds the tax due,**  
104 **including any estimated quarterly taxes paid by the small farmer under**  
105 **subdivision (1) of this subsection which results in an overpayment of**  
106 **taxes for a taxable year, shall not be refunded but may be carried over**  
107 **to any subsequent taxable year, not to exceed a total of three years;**

108           **(3) Notwithstanding any provision of law to the contrary, a small**  
109 **farmer may assign, transfer, or sell tax credits authorized under this**  
110 **section, with the new owner of the tax credit receiving the same rights**  
111 **in the tax credit as the small farmer. For any tax credits assigned,**  
112 **transferred, sold, or otherwise conveyed, a notarized endorsement shall**  
113 **be filed by the small farmer with the authority specifying the name and**  
114 **address of the new owner of the tax credit and the value of such tax**  
115 **credit.**

116           **7. Notwithstanding any provision of law to the contrary, no tax**  
117 **credits provided under this section shall be authorized on or after**  
118 **August 28, 2014. The provisions of this subsection shall not be**  
119 **construed to limit or in any way impair the authority's ability to issue**  
120 **tax credits authorized prior to August 28, 2014, or a taxpayer's ability**  
121 **to redeem such tax credits.**

447.708. 1. For eligible projects, the director of the department of  
2 economic development, with notice to the directors of the departments of natural  
3 resources and revenue, and subject to the other provisions of sections 447.700 to  
4 447.718, may not create a new enterprise zone but may decide that a prospective  
5 operator of a facility being remedied and renovated pursuant to sections 447.700  
6 to 447.718 may receive the tax credits and exemptions pursuant to sections  
7 135.100 to 135.150 and sections 135.200 to 135.257. The tax credits allowed  
8 pursuant to this subsection shall be used to offset the tax imposed by chapter  
9 143, excluding withholding tax imposed by sections 143.191 to 143.265, or the tax  
10 otherwise imposed by chapter 147, or the tax otherwise imposed by chapter  
11 148. **Notwithstanding any provisions of law to the contrary, the**  
12 **department shall not authorize tax credits and exemptions pursuant to**  
13 **this subsection after the effective date of this act.** For purposes of this  
14 subsection:

15           (1) For receipt of the ad valorem tax abatement pursuant to section  
16 135.215, the eligible project must create at least ten new jobs or retain businesses  
17 which supply at least twenty-five existing jobs. The city, or county if the eligible

18 project is not located in a city, must provide ad valorem tax abatement of at least  
19 fifty percent for a period not less than ten years and not more than twenty-five  
20 years;

21 (2) For receipt of the income tax exemption pursuant to section 135.220  
22 and tax credit for new or expanded business facilities pursuant to sections  
23 135.100 to 135.150, and 135.225, the eligible project must create at least ten new  
24 jobs or retain businesses which supply at least twenty-five existing jobs, or  
25 combination thereof. For purposes of sections 447.700 to 447.718, the tax credits  
26 described in section 135.225 are modified as follows: the tax credit shall be four  
27 hundred dollars per employee per year, an additional four hundred dollars per  
28 year for each employee exceeding the minimum employment thresholds of ten and  
29 twenty-five jobs for new and existing businesses, respectively, an additional four  
30 hundred dollars per year for each person who is a person difficult to employ as  
31 defined by section 135.240, and investment tax credits at the same amounts and  
32 levels as provided in subdivision (4) of subsection 1 of section 135.225;

33 (3) For eligibility to receive the income tax refund pursuant to section  
34 135.245, the eligible project must create at least ten new jobs or retain businesses  
35 which supply at least twenty-five existing jobs, or combination thereof, and  
36 otherwise comply with the provisions of section 135.245 for application and use  
37 of the refund and the eligibility requirements of this section;

38 (4) The eligible project operates in compliance with applicable  
39 environmental laws and regulations, including permitting and registration  
40 requirements, of this state as well as the federal and local requirements;

41 (5) The eligible project operator shall file such reports as may be required  
42 by the director of economic development or the director's designee;

43 (6) The taxpayer may claim the state tax credits authorized by this  
44 subsection and the state income exemption for a period not in excess of ten  
45 consecutive tax years. For the purpose of this section, "taxpayer" means an  
46 individual proprietorship, partnership or corporation described in section 143.441  
47 or 143.471 who operates an eligible project. The director shall determine the  
48 number of years the taxpayer may claim the state tax credits and the state  
49 income exemption based on the projected net state economic benefits attributed  
50 to the eligible project;

51 (7) For the purpose of meeting the new job requirement prescribed in  
52 subdivisions (1), (2) and (3) of this subsection, it shall be required that at least  
53 ten new jobs be created and maintained during the taxpayer's tax period for

54 which the credits are earned, in the case of an eligible project that does not  
55 replace a similar facility in Missouri. "New job" means a person who was not  
56 previously employed by the taxpayer or related taxpayer within the twelve-month  
57 period immediately preceding the time the person was employed by that taxpayer  
58 to work at, or in connection with, the eligible project on a full-time  
59 basis. "Full-time basis" means the employee works an average of at least  
60 thirty-five hours per week during the taxpayer's tax period for which the tax  
61 credits are earned. For the purposes of this section, related taxpayer has the  
62 same meaning as defined in subdivision (9) of section 135.100;

63 (8) For the purpose of meeting the existing job retention requirement, if  
64 the eligible project replaces a similar facility that closed elsewhere in Missouri  
65 prior to the end of the taxpayer's tax period in which the tax credits are earned,  
66 it shall be required that at least twenty-five existing jobs be retained at, and in  
67 connection with the eligible project, on a full-time basis during the taxpayer's tax  
68 period for which the credits are earned. "Retained job" means a person who was  
69 previously employed by the taxpayer or related taxpayer, at a facility similar to  
70 the eligible project that closed elsewhere in Missouri prior to the end of the  
71 taxpayer's tax period in which the tax credits are earned, within the tax period  
72 immediately preceding the time the person was employed by the taxpayer to work  
73 at, or in connection with, the eligible project on a full-time basis. "Full-time  
74 basis" means the employee works an average of at least thirty-five hours per week  
75 during the taxpayer's tax period for which the tax credits are earned;

76 (9) In the case where an eligible project replaces a similar facility that  
77 closed elsewhere in Missouri prior to the end of the taxpayer's tax period in which  
78 the tax credits are earned, the owner and operator of the eligible project shall  
79 provide the director with a written statement explaining the reason for  
80 discontinuing operations at the closed facility. The statement shall include a  
81 comparison of the activities performed at the closed facility prior to the date the  
82 facility ceased operating, to the activities performed at the eligible project, and  
83 a detailed account describing the need and rationale for relocating to the eligible  
84 project. If the director finds the relocation to the eligible project significantly  
85 impaired the economic stability of the area in which the closed facility was  
86 located, and that such move was detrimental to the overall economic development  
87 efforts of the state, the director may deny the taxpayer's request to claim tax  
88 benefits;

89 (10) Notwithstanding any provision of law to the contrary, for the purpose

90 of this section, the number of new jobs created and maintained, the number of  
91 existing jobs retained, and the value of new qualified investment used at the  
92 eligible project during any tax year shall be determined by dividing by twelve, in  
93 the case of jobs, the sum of the number of individuals employed at the eligible  
94 project, or in the case of new qualified investment, the value of new qualified  
95 investment used at the eligible project, on the last business day of each full  
96 calendar month of the tax year. If the eligible project is in operation for less than  
97 the entire tax year, the number of new jobs created and maintained, the number  
98 of existing jobs retained, and the value of new qualified investment created at the  
99 eligible project during any tax year shall be determined by dividing the sum of  
100 the number of individuals employed at the eligible project, or in the case of new  
101 qualified investment, the value of new qualified investment used at the eligible  
102 project, on the last business day of each full calendar month during the portion  
103 of the tax year during which the eligible project was in operation, by the number  
104 of full calendar months during such period;

105 (11) For the purpose of this section, "new qualified investment" means  
106 new business facility investment as defined and as determined in subdivision (7)  
107 of section 135.100 which is used at and in connection with the eligible  
108 project. "New qualified investment" shall not include small tools, supplies and  
109 inventory. "Small tools" means tools that are portable and can be hand held.

110 2. The determination of the director of economic development pursuant  
111 to subsection 1 of this section shall not affect requirements for the prospective  
112 purchaser to obtain the approval of the granting of real property tax abatement  
113 by the municipal or county government where the eligible project is located.

114 3. (1) The director of the department of economic development, with the  
115 approval of the director of the department of natural resources, may, [in addition  
116 to the tax credits allowed in subsection 1 of this section,] grant a remediation tax  
117 credit to the applicant for up to one hundred percent of the costs of materials,  
118 supplies, equipment, labor, professional engineering, consulting and architectural  
119 fees, permitting fees and expenses, demolition, asbestos abatement, and direct  
120 utility charges for performing the voluntary remediation activities for the  
121 preexisting hazardous substance contamination and releases, including, but not  
122 limited to, the costs of performing operation and maintenance of the remediation  
123 equipment at the property beyond the year in which the systems and equipment  
124 are built and installed at the eligible project and the costs of performing the  
125 voluntary remediation activities over a period not in excess of four tax years

126 following the taxpayer's tax year in which the system and equipment were first  
127 put into use at the eligible project, provided the remediation activities are the  
128 subject of a plan submitted to, and approved by, the director of natural resources  
129 pursuant to sections 260.565 to 260.575. The tax credit may also include up to  
130 one hundred percent of the costs of demolition that are not directly part of the  
131 remediation activities, provided that the demolition is on the property where the  
132 voluntary remediation activities are occurring, the demolition is necessary to  
133 accomplish the planned use of the facility where the remediation activities are  
134 occurring, and the demolition is part of a redevelopment plan approved by the  
135 municipal or county government and the department of economic  
136 development. The demolition may occur on an adjacent property if the project is  
137 located in a municipality which has a population less than twenty thousand and  
138 the above conditions are otherwise met. The adjacent property shall  
139 independently qualify as abandoned or underutilized. The amount of the credit  
140 available for demolition not associated with remediation cannot exceed the total  
141 amount of credits approved for remediation including demolition required for  
142 remediation.

143 (2) The amount of remediation tax credits issued shall be limited to the  
144 least amount necessary to cause the project to occur, as determined by the  
145 director of the department of economic development.

146 (3) The director may, with the approval of the director of natural  
147 resources, extend the tax credits allowed for performing voluntary remediation  
148 maintenance activities, in increments of three-year periods, not to exceed five  
149 consecutive three-year periods. The tax credits allowed in this subsection shall  
150 be used to offset the tax imposed by chapter 143, excluding withholding tax  
151 imposed by sections 143.191 to 143.265, or the tax otherwise imposed by chapter  
152 147, or the tax otherwise imposed by chapter 148. The remediation tax credit  
153 may be taken in the same tax year in which the tax credits are received or may  
154 be taken over a period not to exceed twenty years.

155 (4) The project facility shall be projected to create at least ten new jobs  
156 or at least twenty-five retained jobs, or a combination thereof, as determined by  
157 the department of economic development, to be eligible for tax credits pursuant  
158 to this section.

159 (5) No more than seventy-five percent of earned remediation tax credits  
160 may be issued when the remediation costs were paid, and the remaining  
161 percentage may be issued when the department of natural resources issues a



162 letter of completion letter or covenant not to sue following completion of the  
163 voluntary remediation activities. It shall not include any costs associated with  
164 ongoing operational environmental compliance of the facility or remediation costs  
165 arising out of spills, leaks, or other releases arising out of the ongoing business  
166 operations of the facility. In the event the department of natural resources issues  
167 a letter of completion for a portion of a property, an impacted media such as soil  
168 or groundwater, or for a site or a portion of a site improvement, a prorated  
169 amount of the remaining percentage may be released based on the percentage of  
170 the total site receiving a letter of completion.

171           4. In the exercise of the sound discretion of the director of the department  
172 of economic development or the director's designee, the tax credits and  
173 exemptions described in this section may be terminated, suspended or revoked,  
174 if the eligible project fails to continue to meet the conditions set forth in this  
175 section. In making such a determination, the director shall consider the severity  
176 of the condition violation, actions taken to correct the violation, the frequency of  
177 any condition violations and whether the actions exhibit a pattern of conduct by  
178 the eligible facility owner and operator. The director shall also consider changes  
179 in general economic conditions and the recommendation of the director of the  
180 department of natural resources, or his or her designee, concerning the severity,  
181 scope, nature, frequency and extent of any violations of the environmental  
182 compliance conditions. The taxpayer or person claiming the tax credits or  
183 exemptions may appeal the decision regarding termination, suspension or  
184 revocation of any tax credit or exemption in accordance with the procedures  
185 outlined in subsections 4 to 6 of section 135.250. The director of the department  
186 of economic development shall notify the directors of the departments of natural  
187 resources and revenue of the termination, suspension or revocation of any tax  
188 credits as determined in this section or pursuant to the provisions of section  
189 447.716.

190           5. Notwithstanding any provision of law to the contrary, no taxpayer shall  
191 earn the tax credits, exemptions or refund otherwise allowed in subdivisions (2),  
192 (3) and (4) of subsection 1 of this section and the tax credits otherwise allowed in  
193 section 135.110, or the tax credits, exemptions and refund otherwise allowed in  
194 sections 135.215, 135.220, 135.225 and 135.245, respectively, for the same facility  
195 for the same tax period.

196           6. The total amount of the tax credits allowed in subsection 1 of this  
197 section may not exceed the greater of:

198 (1) That portion of the taxpayer's income attributed to the eligible project;  
199 or

200 (2) One hundred percent of the total business' income tax if the eligible  
201 facility does not replace a similar facility that closed elsewhere in Missouri prior  
202 to the end of the taxpayer's tax period in which the tax credits are earned, and  
203 further provided the taxpayer does not operate any other facilities besides the  
204 eligible project in Missouri; fifty percent of the total business' income tax if the  
205 eligible facility replaces a similar facility that closed elsewhere in Missouri prior  
206 to the end of the taxpayer's tax period in which the credits are earned, and  
207 further provided the taxpayer does not operate any other facilities besides the  
208 eligible project in Missouri; or twenty-five percent of the total business income if  
209 the taxpayer operates, in addition to the eligible facility, any other facilities in  
210 Missouri. In no case shall a taxpayer operating more than one eligible project in  
211 Missouri be allowed to offset more than twenty-five percent of the taxpayer's  
212 business income in any tax period. That portion of the taxpayer's income  
213 attributed to the eligible project as referenced in subdivision (1) of this  
214 subsection, for which the credits allowed in sections 135.110 and 135.225 and  
215 subsection 3 of this section, may apply, shall be determined in the same manner  
216 as prescribed in subdivision (6) of section 135.100. That portion of the taxpayer's  
217 franchise tax attributed to the eligible project for which the remediation tax  
218 credit may offset, shall be determined in the same manner as prescribed in  
219 paragraph (a) of subdivision (6) of section 135.100.

220 7. Taxpayers claiming the state tax benefits allowed in subdivisions (2)  
221 and (3) of subsection 1 of this section shall be required to file all applicable tax  
222 credit applications, forms and schedules prescribed by the director during the  
223 taxpayer's tax period immediately after the tax period in which the eligible  
224 project was first put into use. Otherwise, the taxpayer's right to claim such state  
225 tax benefits shall be forfeited. Unused business facility and enterprise zone tax  
226 credits shall not be carried forward but shall be initially claimed for the tax  
227 period during which the eligible project was first capable of being used, and  
228 during any applicable subsequent tax periods.

229 8. Taxpayers claiming the remediation tax credit allowed in subsection 3  
230 of this section shall be required to file all applicable tax credit applications, forms  
231 and schedules prescribed by the director during the taxpayer's tax period  
232 immediately after the tax period in which the eligible project was first put into  
233 use, or during the taxpayer's tax period immediately after the tax period in which

234 the voluntary remediation activities were performed.

235           9. The recipient of remediation tax credits, for the purpose of this  
236 subsection referred to as assignor, may assign, sell or transfer, in whole or in  
237 part, the remediation tax credit allowed in subsection 3 of this section to any  
238 other person, for the purpose of this subsection referred to as assignee. To perfect  
239 the transfer, the assignor shall provide written notice to the director of the  
240 assignor's intent to transfer the tax credits to the assignee, the date the transfer  
241 is effective, the assignee's name, address and the assignee's tax period and the  
242 amount of tax credits to be transferred. The number of tax periods during which  
243 the assignee may subsequently claim the tax credits shall not exceed twenty tax  
244 periods, less the number of tax periods the assignor previously claimed the credits  
245 before the transfer occurred.

246           10. In the case where an operator and assignor of an eligible project has  
247 been certified to claim state tax benefits allowed in subdivisions (2) and (3) of  
248 subsection 1 of this section, and sells or otherwise transfers title of the eligible  
249 project to another taxpayer or assignee who continues the same or substantially  
250 similar operations at the eligible project, the director shall allow the assignee to  
251 claim the credits for a period of time to be determined by the director; except  
252 that, the total number of tax periods the tax credits may be earned by the  
253 assignor and the assignee shall not exceed ten. To perfect the transfer, the  
254 assignor shall provide written notice to the director of the assignor's intent to  
255 transfer the tax credits to the assignee, the date the transfer is effective, the  
256 assignee's name, address, and the assignee's tax period, and the amount of tax  
257 credits to be transferred.

258           11. For the purpose of the state tax benefits described in this section, in  
259 the case of a corporation described in section 143.471 or partnership, in  
260 computing Missouri's tax liability, such state benefits shall be allowed to the  
261 following:

- 262           (1) The shareholders of the corporation described in section 143.471;
- 263           (2) The partners of the partnership. The credit provided in this  
264 subsection shall be apportioned to the entities described in subdivisions (1) and  
265 (2) of this subsection in proportion to their share of ownership on the last day of  
266 the taxpayer's tax period.

267           **12. For each fiscal year beginning on or after July 1, 2011, but**  
268 **ending on or before June 30, 2015, the total amount of tax credits**  
269 **authorized under the provisions of sections 447.700 to 447.718 shall not**

270 exceed forty million dollars. No more than a total of ten million dollars  
271 in tax credits authorized under the provisions of sections 447.700 to  
272 447.718 shall be authorized in any fiscal year beginning on or after July  
273 1, 2011, but ending on or before June 30, 2015, for projects which  
274 receive benefits under the provisions of section 99.1205. For each fiscal  
275 year beginning on or after July 1, 2015, the total amount of tax credits  
276 authorized under the provisions of sections 447.700 to 447.718 shall not  
277 exceed thirty-five million dollars. No more than a total of five million  
278 dollars in tax credits authorized under the provisions of sections  
279 447.700 to 447.718 shall be authorized in any fiscal year beginning on  
280 or after July 1, 2015, for projects which receive benefits under the  
281 provisions of section 99.1205.

282           13. Notwithstanding any provision of law to the contrary, no tax  
283 credits provided under sections 447.700 to 447.718 shall be authorized  
284 on or after August 28, 2018. The provisions of this subsection shall not  
285 be construed to limit or in any way impair the department's ability to  
286 issue tax credits authorized prior to August 28, 2018, or a taxpayer's  
287 ability to redeem such tax credits.

          620.495. 1. This section shall be known as the "Small Business  
2 Incubators Act".

3           2. As used in this section, unless the context clearly indicates otherwise,  
4 the following words and phrases shall mean:

5           (1) "Department", the department of economic development;

6           (2) "Incubator", a program in which small units of space may be leased by  
7 a tenant and in which management maintains or provides access to business  
8 development services for use by tenants or a program without infrastructure in  
9 which participants avail themselves of business development services to assist in  
10 the growth of their start-up small businesses;

11           (3) "Local sponsor" or "sponsor", an organization which enters into a  
12 written agreement with the department to establish, operate and administer a  
13 small business incubator program or to provide funding to an organization which  
14 operates such a program;

15           (4) "Participant", a sole proprietorship, business partnership or  
16 corporation operating a business for profit through which the owner avails  
17 himself or herself of business development services in an incubator program;

18           (5) "Tenant", a sole proprietorship, business partnership or corporation

19 operating a business for profit and leasing or otherwise occupying space in an  
20 incubator.

21           3. There is hereby established under the direction of the department a  
22 loan, loan guarantee and grant program for the establishment, operation and  
23 administration of small business incubators, to be known as the "Small Business  
24 Incubator Program". A local sponsor may submit an application to the  
25 department to obtain a loan, loan guarantee or grant to establish an  
26 incubator. Each application shall:

27           (1) Demonstrate that a program exists that can be transformed into an  
28 incubator at a specified cost;

29           (2) Demonstrate the ability to directly provide or arrange for the provision  
30 of business development services for tenants and participants of the  
31 incubator. These services shall include, but need not be limited to, financial  
32 consulting assistance, management and marketing assistance, business education,  
33 and physical services;

34           (3) Demonstrate a potential for sustained use of the incubator program by  
35 eligible tenants and participants, through a market study or other means;

36           (4) Demonstrate the ability to manage and operate the incubator program;

37           (5) Include such other information as the department may require through  
38 its guidelines.

39           4. The department shall review and accept applications based on the  
40 following criteria:

41           (1) Ability of the local sponsor to carry out the provisions of this section;

42           (2) Economic impact of the incubator on the community;

43           (3) Conformance with areawide and local economic development plans, if  
44 such exist;

45           (4) Location of the incubator, in order to encourage geographic  
46 distribution of incubators across the state.

47           5. Loans, loan guarantees and grants shall be administered in the  
48 following manner:

49           (1) Loans awarded or guaranteed and grants awarded shall be used only  
50 for the acquisition and leasing of land and existing buildings, the rehabilitation  
51 of buildings or other facilities, construction of new facilities, the purchase of  
52 equipment and furnishings which are necessary for the creation and operation of  
53 the incubator, and business development services including, but not limited to,  
54 business management advising and business education;

55 (2) Loans, loan guarantees and grants may not exceed fifty percent of total  
56 eligible project costs;

57 (3) Payment of interest and principal on loans may be deferred at the  
58 discretion of the department; **and**

59 **(4) Loans and grants shall only be available upon receipt of**  
60 **matching private funds.**

61 6. A local sponsor, or the organization receiving assistance through the  
62 local sponsor, shall have the following responsibilities and duties in establishing  
63 and operating an incubator with assistance from the small business incubator  
64 program:

65 (1) Secure title on a facility for the program or a lease of a facility for the  
66 program;

67 (2) Manage the physical development of the incubator program, including  
68 the provision of common conference or meeting space;

69 (3) Furnish and equip the program to provide business services to the  
70 tenants and participants;

71 (4) Market the program and secure eligible tenants and participants;

72 (5) Provide financial consulting, marketing and management assistance  
73 services or arrange for the provision of these services for tenants and participants  
74 of the incubator, including assistance in accessing private financial markets;

75 (6) Set rental and service fees;

76 (7) Encourage the sharing of ideas between tenants and participants and  
77 otherwise aid the tenants and participants in an innovative manner while they  
78 are within the incubator;

79 (8) Establish policies and criteria for the acceptance of tenants and  
80 participants into the incubator and for the termination of occupancy of tenants  
81 so as to maximize the opportunity to succeed for the greatest number of tenants,  
82 consistent with those specified in this section.

83 7. The department:

84 (1) May adopt such rules, statements of policy, procedures, forms and  
85 guidelines as may be necessary for the implementation of this section;

86 (2) May make loans, loan guarantees and grants to local sponsors for  
87 incubators;

88 (3) Shall ensure that local sponsors receiving loans, loan guarantees or  
89 grants meet the conditions of this section;

90 (4) Shall receive and evaluate annual reports from local sponsors. Such

91 annual reports shall include, but need not be limited to, a financial statement for  
92 the incubator, evidence that all tenants and participants in the program are  
93 eligible under the terms of this section, and a list of companies in the incubator.

94 8. The department of economic development is also hereby authorized to  
95 review any previous loans made under this program and, where appropriate in  
96 the department's judgment, convert such loans to grant status.

97 9. On or before January first of each year, the department shall provide  
98 a report to the governor, the chief clerk of the house of representatives and the  
99 secretary of the senate which shall include, but need not be limited to:

100 (1) The number of applications for incubators submitted to the  
101 department;

102 (2) The number of applications for incubators approved by the  
103 department;

104 (3) The number of incubators created through the small business  
105 incubator program;

106 (4) The number of tenants and participants engaged in each incubator;

107 (5) The number of jobs provided by each incubator and tenants and  
108 participant of each incubator;

109 (6) The occupancy rate of each incubator;

110 (7) The number of firms still operating in the state after leaving  
111 incubators and the number of jobs they have provided.

112 10. There is hereby established in the state treasury a special fund to be  
113 known as the "Missouri Small Business Incubators Fund", which shall consist of  
114 all moneys which may be appropriated to it by the general assembly, and also any  
115 gifts, contributions, grants or bequests received from federal, private or other  
116 sources. Moneys for loans, loan guarantees and grants under the small business  
117 incubator program may be obtained from appropriations made by the general  
118 assembly from the Missouri small business incubators fund. Any moneys  
119 remaining in the Missouri small business incubators fund at the end of any fiscal  
120 year shall not lapse to the general revenue fund, as provided in section 33.080,  
121 but shall remain in the Missouri small business incubators fund.

122 11. For any taxable year beginning after December 31, 1989, a taxpayer,  
123 including any charitable organization which is exempt from federal income tax  
124 and whose Missouri unrelated business taxable income, if any, would be subject  
125 to the state income tax imposed under chapter 143, shall be entitled to a tax  
126 credit against any tax otherwise due under the provisions of chapter 143, or

127 chapter 147, or chapter 148, excluding withholding tax imposed by sections  
128 143.191 to 143.265, in the amount of fifty percent of any amount contributed by  
129 the taxpayer to the Missouri small business incubators fund during the taxpayer's  
130 tax year or any contribution by the taxpayer to a local sponsor after the local  
131 sponsor's application has been accepted and approved by the department. The  
132 tax credit allowed by this subsection shall be claimed by the taxpayer at the time  
133 he files his return and shall be applied against the income tax liability imposed  
134 by chapter 143, or chapter 147, or chapter 148, after all other credits provided by  
135 law have been applied. That portion of earned tax credits which exceeds the  
136 taxpayer's tax liability may be carried forward for up to five years. The aggregate  
137 of all tax credits authorized under this section shall not exceed five hundred  
138 thousand dollars in any taxable year. **Notwithstanding provisions of law to  
139 the contrary, no tax credits authorized under the provision of this  
140 section shall be authorized on or after the effective date of this  
141 act. The provisions of this subsection shall not be construed to limit or  
142 in any way impair the department's ability to issue tax credits  
143 authorized prior to the effective date of this act, or a taxpayer's ability  
144 to redeem such tax credits.**

145           12. Notwithstanding any provision of Missouri law to the contrary, any  
146 taxpayer may sell, assign, exchange, convey or otherwise transfer tax credits  
147 allowed in subsection 11 of this section under the terms and conditions prescribed  
148 in subdivisions (1) and (2) of this subsection. Such taxpayer, hereinafter the  
149 assignor for the purpose of this subsection, may sell, assign, exchange or  
150 otherwise transfer earned tax credits:

151           (1) For no less than seventy-five percent of the par value of such credits;  
152 and

153           (2) In an amount not to exceed one hundred percent of annual earned  
154 credits. The taxpayer acquiring earned credits, hereinafter the assignee for the  
155 purpose of this subsection, may use the acquired credits to offset up to one  
156 hundred percent of the tax liabilities otherwise imposed by chapter 143, or  
157 chapter 147, or chapter 148 excluding withholding tax imposed by sections  
158 143.191 to 143.265. Unused credits in the hands of the assignee may be carried  
159 forward for up to five years. The assignor shall enter into a written agreement  
160 with the assignee establishing the terms and conditions of the agreement and  
161 shall perfect such transfer by notifying the department of economic development  
162 in writing within thirty calendar days following the effective day of the transfer



163 and shall provide any information as may be required by the department of  
164 economic development to administer and carry out the provisions of this  
165 section. The director of the department of economic development shall prescribe  
166 the method for submitting applications for claiming the tax credit allowed under  
167 subsection 11 of this section and shall, if the application is approved, certify to  
168 the director of revenue that the taxpayer claiming the credit has satisfied all the  
169 requirements specified in this section and is eligible to claim the credit.

**620.800. The following additional terms used in sections 620.800  
2 to 620.809 shall mean:**

3 **(1) "Agreement", the agreement between a qualified company, a  
4 community college district, and the department concerning a training  
5 project. Any such agreement shall comply with the provisions of  
6 section 620.017;**

7 **(2) "Board of trustees", the board of trustees of a community  
8 college district established under the provisions of chapter 178;**

9 **(3) "Certificate", new or retained jobs training certificates issued  
10 under section 620.809;**

11 **(4) "Committee", the compete Missouri job training joint  
12 legislative oversight committee, established by the department under  
13 the provisions of section 620.803;**

14 **(5) "Compete Missouri Training Program", the training program  
15 established under sections 620.800 to 620.809;**

16 **(6) "Department", the Missouri department of economic  
17 development;**

18 **(7) "Employee", a person employed by a qualified company;**

19 **(8) "Full-time employee", an employee of the qualified company  
20 that is scheduled to work an average of at least thirty-five hours per  
21 week for a twelve-month period, and one for which the qualified  
22 company offers health insurance and pays at least fifty percent of such  
23 insurance premiums;**

24 **(9) "Local education agency", a community college, two-year state  
25 technical college, or a technical career education center;**

26 **(10) "New capital investment", shall include funds spent by the  
27 qualified company at the project facility after the approval of the  
28 notice of intent for real or personal property, and may include the  
29 present value of finance or capital leases for real or personal property  
30 for the term of such lease at the project facility executed after approval**

31 of the notice of intent;

32 (11) "New job", the number of full-time employees located at the  
33 project facility that exceeds the project facility base employment less  
34 any decrease in the number of full-time employees at related facilities  
35 below the related facility base employment. No job that was created  
36 prior to the date of the notice of intent shall be deemed a new job. An  
37 employee that spends less than fifty percent of the employee's work  
38 time at the facility is still considered to be located at a facility if the  
39 employee receives his or her directions and control from that facility,  
40 is on the facility's payroll, one hundred percent of the employee's  
41 income from such employment is Missouri income, and the employee is  
42 paid at or above the applicable percentage of the county average wage;

43 (12) "New jobs credit", the credit from withholding remitted by  
44 a qualified company provided under subsection 6 of section 620.809;

45 (13) "Notice of intent", a form developed by the department,  
46 completed by the qualified company and submitted to the department  
47 which states the qualified company's intent to request benefits under  
48 this program;

49 (14) "Project facility", the building or buildings used by a  
50 qualified company at which new or retained jobs and any new capital  
51 investment are or will be located. A project facility may include  
52 separate buildings located within sixty miles of each other such that  
53 their purpose and operations are interrelated; provided, that where the  
54 buildings making up the project facility are not located within the same  
55 county, the average wage of the new payroll must exceed the highest  
56 county average wage among the counties in which the buildings are  
57 located. Upon approval by the department, a subsequent project  
58 facility may be designated if the qualified company demonstrates a  
59 need to relocate to the subsequent project facility at any time during  
60 the project period;

61 (15) "Project facility base employment", the greater of the  
62 number of full-time employees located at the project facility on the date  
63 of the notice of intent or, for the twelve-month period prior to the date  
64 of the notice of intent, the average number of full-time employees  
65 located at the project facility. In the event the project facility has not  
66 been in operation for a full twelve-month period, the average number  
67 of full-time employees for the number of months the project facility has

68 been in operation prior to the date of the notice of intent;

69 (16) "Qualified company", a firm, partnership, joint venture,  
70 association, private or public corporation whether organized for profit  
71 or not, or headquarters of such entity registered to do business in  
72 Missouri that is the owner or operator of a project facility, offers health  
73 insurance to all full-time employees of all facilities located in this state,  
74 and pays at least fifty percent of such insurance premiums. For the  
75 purposes of sections 620.800 to 620.809, the term "qualified company"  
76 shall not include:

77 (a) Gambling establishments (NAICS industry group 7132);

78 (b) Retail trade establishments (NAICS sectors 44 and 45), except  
79 with respect to any company headquartered in this state with a  
80 majority of its full-time employees engaged in operations not within the  
81 NAICS codes specified in this subdivision;

82 (c) Food and drinking places (NAICS subsector 722);

83 (d) Public utilities (NAICS 221 including water and sewer  
84 services);

85 (e) Any company that is delinquent in the payment of any  
86 nonprotested taxes or any other amounts due the state or federal  
87 government or any other political subdivision of this state;

88 (f) Any company requesting benefits for retained jobs that has  
89 filed for or has publicly announced its intention to file for bankruptcy  
90 protection. However, a company that has filed for or has publicly  
91 announced its intention to file for bankruptcy, may be a qualified  
92 company provided that such company:

93 a. Certifies to the department that it plans to reorganize and not  
94 to liquidate; and

95 b. After its bankruptcy petition has been filed, it produces proof,  
96 in a form and at times satisfactory to the department, that it is not  
97 delinquent in filing any tax returns or making any payment due to the  
98 state of Missouri, including but not limited to all tax payments due  
99 after the filing of the bankruptcy petition and under the terms of the  
100 plan of reorganization.

101 Any taxpayer who is awarded benefits under this subsection and who  
102 files for bankruptcy under Chapter 7 of the United States Bankruptcy  
103 Code, Title 11 U.S.C., shall immediately notify the department and shall  
104 forfeit such benefits and shall repay the state an amount equal to any

105 state tax credits already redeemed and any withholding taxes already  
106 retained;

107 (g) Educational services (NAICS sector 61);

108 (h) Religious organizations (NAICS industry group 8131);

109 (i) Public administration (NAICS sector 92);

110 (j) Ethanol distillation or production; or

111 (k) Biodiesel production.

112 Notwithstanding any provision of this section to the contrary, the  
113 headquarters, administrative offices, or research and development  
114 facilities of an otherwise excluded business may qualify for benefits if  
115 the offices or facilities serve a multistate territory. In the event a  
116 national, state, or regional headquarters operation is not the  
117 predominant activity of a project facility, the jobs and investment of  
118 such operation shall be considered eligible for benefits under this  
119 section if the other requirements are satisfied;

120 (17) "Related company":

121 (a) A corporation, partnership, trust, or association controlled  
122 by the qualified company;

123 (b) An individual, corporation, partnership, trust, or association  
124 in control of the qualified company; or

125 (c) Corporations, partnerships, trusts, or associations controlled  
126 by an individual, corporation, partnership, trust, or association in  
127 control of the qualified company. As used in this subdivision, "control  
128 of a corporation" shall mean ownership, directly or indirectly, of stock  
129 possessing at least fifty percent of the total combined voting power of  
130 all classes of stock entitled to vote, "control of a partnership or  
131 association" shall mean ownership of at least fifty percent of the capital  
132 or profits interest in such partnership or association, "control of a  
133 trust" shall mean ownership, directly or indirectly, of at least fifty  
134 percent of the beneficial interest in the principal or income of such  
135 trust, and ownership shall be determined as provided in Section 318 of  
136 the Internal Revenue Code of 1986, as amended;

137 (18) "Related facility", a facility operated by the qualified  
138 company or a related company located in this state that is directly  
139 related to the operations of the project facility or in which operations  
140 substantially similar to the operations of the project facility are  
141 performed;

142           **(19) "Related facility base employment", the greater of the**  
143 **number of full-time employees located at all related facilities on the**  
144 **date of the notice of intent or, for the twelve-month period prior to the**  
145 **date of the notice of intent, the average number of full-time employees**  
146 **located at all related facilities of the qualified company or a related**  
147 **company located in this state;**

148           **(20) "Retained job", the average number of full-time employees of**  
149 **a qualified company located at the project facility during each month**  
150 **for the calendar year preceding the year in which the notice of intent**  
151 **is submitted;**

152           **(21) "Retained jobs credit", the credit from withholding remitted**  
153 **by a qualified company provided under subsection 6 of section 620.809;**

154           **(22) "Targeted industry", an industry or one of a cluster of**  
155 **industries identified by the department by rule following a strategic**  
156 **planning process as being critical to the state's economic security and**  
157 **growth;**

158           **(23) "Training program", the compete Missouri training program**  
159 **established under sections 620.800 to 620.809;**

160           **(24) "Training project", the project or projects established**  
161 **through the compete Missouri training program for the creation or**  
162 **retention of jobs by providing education and training of workers;**

163           **(25) "Training project costs", all necessary and incidental costs**  
164 **of providing program services through the training program, including:**

165           **(a) Training materials and supplies;**

166           **(b) Wages and benefits of instructors, who may or may not be**  
167 **employed by the eligible industry, and the cost of training such**  
168 **instructors;**

169           **(c) Subcontracted services;**

170           **(d) On-the-job training;**

171           **(e) Training facilities and equipment;**

172           **(f) Skill assessment;**

173           **(g) Training project and curriculum development;**

174           **(h) Travel directly to the training project, including a**  
175 **coordinated transportation program for trainings if the training can be**  
176 **more effectively provided outside the community where the jobs are to**  
177 **be located;**

178           **(i) Payments to third party training providers and to the eligible**

179 industry;

180 (j) Teaching and assistance provided by educational institutions  
181 in the state of Missouri;

182 (k) In-plant training analysis, including fees for professionals  
183 and necessary travel and expenses;

184 (l) Assessment and preselection tools;

185 (m) Publicity;

186 (n) Instructional services;

187 (o) Rental of instructional facilities with necessary utilities; and

188 (p) Payment of the principal, premium, and interest on  
189 certificates, including capitalized interest, issued to finance a project,  
190 and the funding and maintenance of a debt service reserve fund to  
191 secure such certificates;

192 (26) "Training project services", includes, but shall not be limited  
193 to, the following:

194 (a) Job training, which may include, but not be limited to,  
195 preemployment training, analysis of the specified training needs for a  
196 qualified company, development of training plans, and provision of  
197 training through qualified training staff;

198 (b) Adult basic education and job-related instruction;

199 (c) Vocational and skill-assessment services and testing;

200 (d) Training facilities, equipment, materials, and supplies;

201 (e) On-the-job training;

202 (f) Administrative expenses equal to fifteen percent of the total  
203 training costs;

204 (g) Subcontracted services with state institutions of higher  
205 education, private colleges or universities, or other federal, state, or  
206 local agencies;

207 (h) Contracted or professional services; and

208 (i) Issuance of certificates, when applicable.

620.803. 1. The department shall establish a "Compete Missouri  
2 Training Program" to assist qualified companies for the training of  
3 employees in new jobs and the retraining or upgrading of skills of full-  
4 time employees in retained jobs as provided in sections 620.800 to  
5 620.809. The training program shall be funded through appropriations  
6 to the funds established under sections 620.806 and 620.809. The  
7 department shall, to the maximum extent practicable, prioritize

8 funding under the training program to assist qualified companies in  
9 targeted industries.

10       2. There is hereby created the "Compete Missouri Job Training  
11 Joint Legislative Oversight Committee". The committee shall consist of  
12 three members of the Missouri senate appointed by the president pro  
13 tem of the senate; and three members of the house of representatives  
14 appointed by the speaker of the house. No more than two of the  
15 members of the senate and two of the members of the house of  
16 representatives shall be from the same political party. Members of the  
17 committee shall report to the governor, the president pro tem of the  
18 senate and the speaker of the house of representatives on all assistance  
19 to industries under the provisions of sections 620.800 to 620.809  
20 provided during the preceding fiscal year. The report of the committee  
21 shall be delivered no later than October first of each year. The director  
22 of the department shall report to the committee such information as the  
23 committee may deem necessary for its annual report. Members of the  
24 committee shall receive no compensation in addition to their salary as  
25 members of the general assembly, but may receive their necessary  
26 expenses while attending the meetings of the committee, to be paid out  
27 of the joint contingent fund.

28       3. The department shall publish guidelines and may promulgate  
29 rules and regulations governing the training program. Any rule or  
30 portion of a rule, as that term is defined in section 536.010, that is  
31 created under the authority delegated in this section shall become  
32 effective only if it complies with and is subject to all of the provisions  
33 of chapter 536 and, if applicable, section 536.028. This section and  
34 chapter 536 are nonseverable and if any of the powers vested with the  
35 general assembly pursuant to chapter 536 to review, to delay the  
36 effective date, or to disapprove and annul a rule are subsequently held  
37 unconstitutional, then the grant of rulemaking authority and any rule  
38 proposed or adopted after August 28, 2011, shall be invalid and void.

39       4. The department shall make program applications and  
40 guidelines available on-line.

41       5. The department may contract with other entities, including  
42 businesses, industries, other state agencies, and the political  
43 subdivisions of the state for the purposes of carrying out the provisions  
44 of the training program established in sections 620.800 to 620.809. Any

45 assistance through the training program shall be provided pursuant to  
46 an agreement.

47 6. Prior to the authorization of any application submitted  
48 through the training program, the department shall verify the  
49 applicant's tax payment status and offset any delinquencies as provided  
50 in section 135.815.

620.806. 1. The "Missouri Job Development Fund", formerly  
2 established in the state treasury by section 620.478, shall now be known  
3 as the "Compete Missouri Job Development Fund" and shall be  
4 administered by the department for the training program. The fund  
5 shall consist of all moneys which may be appropriated to it by the  
6 general assembly and also any gifts, contributions, grants, or bequests  
7 received from federal, private or other sources, including, but not  
8 limited to, any block grant or other sources of funding relating to job  
9 training, school-to-work transition, welfare reform, vocational and  
10 technical training, housing, infrastructure, development, and human  
11 resource investment programs which may be provided by the federal  
12 government or other sources.

13 2. The department may provide financial assistance through the  
14 training program to qualified companies that create new jobs which  
15 will result in the need for training, or that make new capital  
16 investment relating directly to the retention of retained jobs in an  
17 amount at least five times greater than the amount of any financial  
18 assistance. Financial assistance may also be provided to a consortium  
19 of qualified companies organized for the purpose of providing for  
20 common training to the consortium members' employees. Funds in the  
21 compete Missouri job development fund shall be appropriated, for  
22 financial assistance through the training program, by the general  
23 assembly to the department and shall be administered by a local  
24 educational agency certified by the department for such  
25 purpose. Except for state-sponsored pre-employment training, no  
26 qualified company shall receive more than fifty percent of its training  
27 program costs from the compete Missouri job development fund. No  
28 funds shall be awarded or reimbursed to any qualified company for the  
29 training, retraining, or upgrading of skills of potential employees with  
30 the purpose of replacing or supplanting employees engaged in an  
31 authorized work stoppage. Upon approval by the department, training



32 project costs, except the purchase of training equipment and training  
33 facilities, shall be eligible for reimbursement with funds from the  
34 compete Missouri job development fund. Notwithstanding any  
35 provision of law to the contrary, no qualified company within a service  
36 industry shall be eligible for assistance under this subsection unless  
37 such qualified company provides services in interstate commerce,  
38 which shall mean that the qualified company derives a majority of its  
39 annual revenues from out of the state.

40 3. The department may provide assistance, through  
41 appropriations made from the compete Missouri job development fund,  
42 to business and technology centers. Such assistance shall not include  
43 the lending of the state's credit for the payment of any liability of the  
44 fund. Such centers may be established by Missouri community colleges,  
45 or a state-owned postsecondary technical college, to provide business  
46 and training services for growth industries as determined by current  
47 labor market information.

620.809. 1. The "Missouri Community College Job Training  
2 Program Fund", formerly established in the state treasury by section  
3 178.896, shall now be known as the "Compete Missouri Community  
4 College New Jobs Training Fund", and shall be administered by the  
5 department for the training program. The department of revenue shall  
6 credit to the fund, as received, all new jobs credits. The fund shall also  
7 consist of any gifts, contributions, grants, or bequests received from  
8 federal, private, or other sources. The general assembly, however, shall  
9 not provide for any transfer of general revenue funds into the  
10 fund. Moneys in the fund shall be disbursed to the department  
11 pursuant to regular appropriations by the general assembly. The  
12 department shall disburse such appropriated funds in a timely manner  
13 into the special funds established by community college districts for  
14 training projects, which funds shall be used to pay training project  
15 costs. Such disbursements shall be made to the special fund for each  
16 training project in the same proportion as the new jobs credit remitted  
17 by the qualified company participating in such project bears to the  
18 total new jobs credit from withholding remitted by all qualified  
19 companies participating in projects during the period for which the  
20 disbursement is made. All moneys remaining in the fund at the end of  
21 any fiscal year shall not lapse to the general revenue fund, as provided

22 in section 33.080, but shall remain in the fund.

23           2. The "Missouri Community College Job Retention Training  
24 Program Fund", formerly established in the state treasury by section  
25 178.764, shall now be known as the "Compete Missouri Community  
26 College Job Retention Training Fund", and shall be administered by the  
27 department for the compete Missouri training program. The  
28 department of revenue shall credit to the fund, as received, all retained  
29 jobs credits. The fund shall also consist of any gifts, contributions,  
30 grants, or bequests received from federal, private, or other  
31 sources. The general assembly, however, shall not provide for any  
32 transfer of general revenue funds into the fund. Moneys in the fund  
33 shall be disbursed to the department pursuant to regular  
34 appropriations by the general assembly. The department shall disburse  
35 such appropriated funds in a timely manner into the special funds  
36 established by community college districts for projects, which funds  
37 shall be used to pay training program costs, including the principal,  
38 premium, and interest on certificates issued by the district to finance  
39 or refinance, in whole or in part, a project. Such disbursements by the  
40 department shall be made to the special fund for each project in the  
41 same proportion as the retained jobs credit from withholding remitted  
42 by the qualified company participating in such project bears to the  
43 total retained jobs credit from withholding remitted by qualified  
44 companies participating in projects during the period for which the  
45 disbursement is made. All moneys remaining in the fund at the end of  
46 any fiscal year shall not lapse to the general revenue fund, as provided  
47 in section 33.080, but shall remain in the fund.

48           3. The department of revenue shall develop such forms as are  
49 necessary to demonstrate accurately each qualified company's new jobs  
50 credit paid into the compete Missouri community college new jobs  
51 training fund or retained jobs credit paid into the compete Missouri  
52 community college job retention training fund. The new or retained  
53 jobs credits shall be accounted as separate from the normal  
54 withholding tax paid to the department of revenue by the qualified  
55 company. Reimbursements made by all qualified companies to the  
56 compete Missouri community college new jobs training fund and the  
57 compete Missouri community college job retention training fund shall  
58 be no less than all allocations made by the department to all community

59 college districts for all projects. The qualified company shall remit the  
60 amount of the new or retained jobs credit, as applicable, to the  
61 department of revenue in the same manner as provided in sections  
62 143.191 to 143.265.

63 4. A community college district, with the approval of the  
64 department in consultation with the office of administration, may enter  
65 into an agreement to establish a training project and provide training  
66 project services to a qualified company. As soon as possible after  
67 initial contact between a community college district and a potential  
68 qualified company regarding the possibility of entering into an  
69 agreement, the district shall inform the department of the potential  
70 training project. The department shall evaluate the proposed training  
71 project within the overall job training efforts of the state to ensure that  
72 the training project will not duplicate other job training programs. The  
73 department shall have fourteen days from receipt of a notice of intent  
74 to approve or disapprove training projects. If no response is received  
75 by the qualified company within fourteen days, the training project  
76 shall be deemed approved. Disapproval of any training project shall be  
77 made in writing and state the reasons for such disapproval. If an  
78 agreement is entered into, the district and the qualified company shall  
79 notify the department of revenue within fifteen calendar days. In  
80 addition to any provisions required under subsection 5 of this section  
81 for a qualified company applying to receive a retained job credit, an  
82 agreement may provide, but shall not be limited to:

83 (1) Payment of training project costs, which may be paid from  
84 one or a combination of the following sources:

85 (a) Funds appropriated by the general assembly to the compete  
86 Missouri community college new jobs training program fund or compete  
87 Missouri community college job retention training program fund, as  
88 applicable, and disbursed by the department for the purposes  
89 consistent with sections 620.800 to 620.809;

90 (b) Tuition, student fees, or special charges fixed by the board  
91 of trustees to defray training project costs in whole or in part;

92 (2) Payment of training project costs shall not be deferred for a  
93 period longer than eight years;

94 (3) Costs of on-the-job training for employees shall include wages  
95 or salaries of participating employees. Payments for on-the-job

96 training shall not exceed the average of fifty percent of the total wages  
97 paid by the qualified company to each participant during the period of  
98 training. Payment for on-the-job training may continue for up to six  
99 months from the date the training begins;

100 (4) A provision which fixes the minimum amount of new or  
101 retained jobs credits, or tuition and fee payments which shall be paid  
102 for training project costs;

103 (5) Any payment required to be made by a qualified company  
104 shall constitute a lien upon the qualified company's business property  
105 until paid and have equal priority with ordinary taxes and shall not be  
106 divested by a judicial sale. Property subject to such lien may be sold  
107 for sums due and delinquent at a tax sale, with the same forfeitures,  
108 penalties, and consequences as for the nonpayment of ordinary  
109 taxes. The purchasers at tax sale shall obtain the property subject to  
110 the remaining payments.

111 5. Any qualified company that submits a notice of intent for  
112 retained job credits shall enter into an agreement providing that the  
113 qualified company has:

114 (1) Maintained at least one hundred full-time employees per year  
115 at the project facility for the calendar year preceding the year in which  
116 the application is made;

117 (2) Retained, at the project facility, the same number of  
118 employees that existed in the taxable year immediately preceding the  
119 year in which application is made; and

120 (3) Made or agrees to make a new capital investment of greater  
121 than five times the amount of any award under this training program  
122 at the project facility over a period of two consecutive calendar years,  
123 as certified by the qualified company and:

124 (a) Has made substantial investment in new technology requiring  
125 the upgrading of employee skills; or

126 (b) Is located in a border county of the state and represent a  
127 potential risk of relocation from the state; or

128 (c) Has been determined to represent a substantial risk of  
129 relocation from the state by the director of the department of economic  
130 development.

131 6. If an agreement provides that all or part of training program  
132 costs are to be met by receipt of new or retained jobs credit, such new

133 or retained jobs credit from withholding shall be determined and paid  
134 as follows:

135 (1) New or retained jobs credit shall be based upon the wages  
136 paid to the employees in the new or retained jobs;

137 (2) A portion of the total payments made by the qualified  
138 companies under sections 143.191 to 143.265 shall be designated as the  
139 new or retained jobs credit from withholding. Such portion shall be an  
140 amount equal to two and one-half percent of the gross wages paid by  
141 the qualified company for each of the first one hundred jobs included  
142 in the project and one and one-half percent of the gross wages paid by  
143 the qualified company for each of the remaining jobs included in the  
144 project. If business or employment conditions cause the amount of the  
145 new or retained jobs credit from withholding to be less than the  
146 amount projected in the agreement for any time period, then other  
147 withholding tax paid by the qualified company under sections 143.191  
148 to 143.265 shall be credited to the applicable fund by the amount of  
149 such difference. The qualified company shall remit the amount of the  
150 new or retained jobs credit to the department of revenue in the manner  
151 prescribed in sections 143.191 to 143.265. When all training program  
152 costs have been paid, the new or retained jobs credits shall cease;

153 (3) The community college district participating in a project  
154 shall establish a special fund for and in the name of the training  
155 project. All funds appropriated by the general assembly from the funds  
156 established under subsections 1 and 2 of this section, and disbursed by  
157 the department for the training project and other amounts received by  
158 the district for training project costs as required by the agreement  
159 shall be deposited in the special fund. Amounts held in the special fund  
160 shall be used and disbursed by the district only to pay training project  
161 costs for such training project. The special fund may be divided into  
162 such accounts and subaccounts as shall be provided in the agreement,  
163 and amounts held therein may be invested in the same manner as the  
164 district's other funds;

165 (4) Any disbursement for training project costs, received from  
166 the department under sections 620.800 to 620.809 and placed into the  
167 training project's special fund may be irrevocably pledged by a  
168 community college district for the payment of the principal, premium,  
169 and interest on the certificate issued by a community college district

170 to finance or refinance, in whole or in part, such training project;

171 (5) The qualified company shall certify to the department of  
172 revenue that the new or retained jobs credit is in accordance with an  
173 agreement and shall provide other information the department of  
174 revenue may require;

175 (6) An employee participating in a training project shall receive  
176 full credit under section 143.211, for the amount designated as a new  
177 or retained jobs credit;

178 (7) If an agreement provides that all or part of training program  
179 costs are to be met by receipt of new or retained jobs credit, the  
180 provisions of this subsection shall also apply to any successor to the  
181 original qualified company until such time as the principal and interest  
182 on the certificates have been paid.

183 7. To provide funds for the present payment of the training  
184 project costs of new or retained jobs training project through the  
185 training program, a community college district may borrow money and  
186 issue and sell certificates payable from a sufficient portion of the  
187 future receipts of payments authorized by the agreement including  
188 disbursements from the compete Missouri community college new jobs  
189 training fund or the compete Missouri community college job retention  
190 training fund, to the special fund established by the district for each  
191 project. The total amount of outstanding certificates sold by all  
192 community college districts shall not exceed the total amount  
193 authorized pursuant to law as of January 1, 2011, unless an increased  
194 amount is authorized in writing by a majority of members of the  
195 committee. The certificates shall be marketed through financial  
196 institutions authorized to do business in Missouri. The receipts shall  
197 be pledged to the payment of principal of and interest on the  
198 certificates. Certificates may be sold at public sale or at private sale  
199 at par, premium, or discount of not less than ninety-five percent of the  
200 par value thereof, at the discretion of the board of trustees, and may  
201 bear interest at such rate or rates as the board of trustees shall  
202 determine, notwithstanding the provisions of section 108.170 to the  
203 contrary. However, the provisions of chapter 176 shall not apply to the  
204 issuance of such certificates. Certificates may be issued with respect  
205 to a single project or multiple projects and may contain terms or  
206 conditions as the board of trustees may provide by resolution

207 authorizing the issuance of the certificates.

208           8. Certificates issued to refund other certificates may be sold at  
209 public sale or at private sale as provided in this section with the  
210 proceeds from the sale to be used for the payment of the certificates  
211 being refunded. The refunding certificates may be exchanged in  
212 payment and discharge of the certificates being refunded, in  
213 installments at different times or an entire issue or series at one  
214 time. Refunding certificates may be sold or exchanged at any time on,  
215 before, or after the maturity of the outstanding certificates to be  
216 refunded. They may be issued for the purpose of refunding a like,  
217 greater, or lesser principal amount of certificates and may bear a  
218 higher, lower, or equivalent rate of interest than the certificates being  
219 renewed or refunded.

220           9. Before certificates are issued, the board of trustees shall  
221 publish once a notice of its intention to issue the certificates, stating  
222 the amount, the purpose, and the project or projects for which the  
223 certificates are to be issued. A person with standing may, within  
224 fifteen days after the publication of the notice, by action in the circuit  
225 court of a county in the district, appeal the decision of the board of  
226 trustees to issue the certificates. The action of the board of trustees in  
227 determining to issue the certificates shall be final and conclusive  
228 unless the circuit court finds that the board of trustees has exceeded  
229 its legal authority. An action shall not be brought which questions the  
230 legality of the certificates, the power of the board of trustees to issue  
231 the certificates, the effectiveness of any proceedings relating to the  
232 authorization of the project, or the authorization and issuance of the  
233 certificates from and after fifteen days from the publication of the  
234 notice of intention to issue.

235           10. The board of trustees shall make a finding based on  
236 information supplied by the qualified company that revenues provided  
237 in the agreement are sufficient to secure the faithful performance of  
238 obligations in the agreement.

239           11. Certificates issued under this section shall not be deemed to  
240 be an indebtedness of the state or the community college district or of  
241 any other political subdivision of the state, and the principal and  
242 interest on any certificates shall be payable only from the sources  
243 provided in subdivision (1) of subsection 4 of this section which are

244 pledged in the agreement.

245           12. The provisions of the new program authorized under sections  
246 620.800 to 620.809 shall sunset automatically on July 1, 2018, unless  
247 reauthorized by an act of the general assembly.

          620.2000. Sections 620.2000 to 620.2020 and section 144.540 shall  
2 be known and may be cited as the "Compete Missouri Program".

          620.2005. As used in sections 620.2000 to 620.2020, the following  
2 terms mean:

3           (1) "Average wage", the new payroll divided by the number of  
4 new jobs, or the payroll of the retained jobs divided by the number of  
5 retained jobs;

6           (2) "Commencement of operations", the starting date for the  
7 qualified company's first new employee, which shall be no later than  
8 twelve months from the date of the approval;

9           (3) "County average wage", the average wages in each county as  
10 determined by the department for the most recently completed full  
11 calendar year. However, if the computed county average wage is above  
12 the statewide average wage, the statewide average wage shall be  
13 deemed the county average wage for such county for the purpose of  
14 determining eligibility. The department shall publish the county  
15 average wage for each county at least annually. Notwithstanding the  
16 provisions of this subdivision to the contrary, for any qualified  
17 company that in conjunction with their project is relocating employees  
18 from a Missouri county with a higher county average wage, the  
19 company shall obtain the endorsement of the governing body of the  
20 community from which jobs are being relocated or the county average  
21 wage for their project shall be the county average wage for the county  
22 from which the employees are being relocated;

23           (4) "Department", the Missouri department of economic  
24 development;

25           (5) "Director", the director of the department of economic  
26 development;

27           (6) "Employee", a person employed by a qualified company;

28           (7) "Existing Missouri business", a qualified company that, for the  
29 ten-year period preceding submission of a notice of intent to the  
30 department, had a physical location in Missouri and full-time  
31 employees who routinely perform job duties within Missouri;



32           (8) "Full-time employee", an employee of the qualified company  
33 that is scheduled to work an average of at least thirty-five hours per  
34 week for a twelve-month period, and one for which the qualified  
35 company offers health insurance and pays at least fifty percent of such  
36 insurance premiums;

37           (9) "Local incentives", the present value of the dollar amount of  
38 direct benefit received by a qualified company for a project facility  
39 from one or more local political subdivisions, but this term shall not  
40 include loans or other funds provided to the qualified company that  
41 shall be repaid by the qualified company to the political subdivision;

42           (10) "NAICS" or "NAICS industry classification", the classification  
43 provided by the most recent edition of the North American Industry  
44 Classification System as prepared by the Executive Office of the  
45 President, Office of Management and Budget;

46           (11) "New capital investment", shall include funds spent by the  
47 qualified company at the project facility after the approval of the  
48 notice of intent for real or personal property, and may include the  
49 present value of finance or capital leases for real or personal property  
50 for the term of such lease at the project facility executed after approval  
51 of the notice of intent;

52           (12) "New direct local revenue", the present value of the dollar  
53 amount of direct net new tax revenues of the local political  
54 subdivisions likely to be produced by the project over a ten-year period  
55 as calculated by the department, excluding local earnings tax, and net  
56 new utility revenues, provided the local incentives include a discount  
57 or other direct incentives from utilities owned or operated by the  
58 political subdivision;

59           (13) "New job", the number of full-time employees located at the  
60 project facility that exceeds the project facility base employment less  
61 any decrease in the number of full-time employees at related facilities  
62 below the related facility base employment. No job that was created  
63 prior to the date of the notice of intent shall be deemed a new job. An  
64 employee that spends less than fifty percent of the employee's work  
65 time at the facility shall be considered to be located at a facility if the  
66 employee receives his or her directions and control from that facility,  
67 is on the facility's payroll, one hundred percent of the employee's  
68 income from such employment is Missouri income, and the employee is

69 paid at or above the applicable percentage of the county average wage;  
70 (14) "New payroll", the amount of wages earned by all full-time  
71 employees, excluding owners of the qualified company unless the  
72 qualified company is participating in an employee stock ownership  
73 plan, located at the project facility during the qualified company's tax  
74 year that exceeds the project facility base payroll;

75 (15) "Notice of intent", a form developed by the department and  
76 available online, completed by the qualified company, and submitted to  
77 the department stating the qualified company's intent to request  
78 benefits under this program;

79 (16) "Percent of local incentives", the amount of local incentives  
80 divided by the amount of new direct local revenue;

81 (17) "Program", the compete Missouri program established in  
82 sections 620.2000 to 620.2020;

83 (18) "Project facility", the building or buildings used by a  
84 qualified company at which new or retained jobs and any new capital  
85 investment are or will be located. A project facility may include  
86 separate buildings located within sixty miles of each other such that  
87 their purpose and operations are interrelated; provided that where the  
88 buildings making up the project facility are not located within the same  
89 county, the average wage of the new payroll shall exceed the highest  
90 county average wage among the counties in which the buildings are  
91 located. Upon approval by the department, a subsequent project  
92 facility may be designated if the qualified company demonstrates a  
93 need to relocate to the subsequent project facility at any time during  
94 the project period;

95 (19) "Project facility base employment", the greater of the  
96 number of full-time employees located at the project facility on the date  
97 of the notice of intent or, for the twelve-month period prior to the date  
98 of the notice of intent, the average number of full-time employees  
99 located at the project facility. In the event the project facility has not  
100 been in operation for a full twelve-month period, the average number  
101 of full-time employees for the number of months the project facility has  
102 been in operation prior to the date of the notice of intent;

103 (20) "Project facility base payroll", the total amount of wages  
104 paid by the qualified company to full-time employees of the qualified  
105 company located at the project facility in the twelve months prior to

106 the notice of intent, not including the payroll of the owners of the  
107 qualified company unless the qualified company is participating in an  
108 employee stock ownership plan. For purposes of calculating the  
109 benefits under this program, the amount of base payroll shall increase  
110 each year based on an appropriate measure, as determined by the  
111 department;

112 (21) "Project period", the time period within which benefits are  
113 awarded to a qualified company or within which the qualified company  
114 is obligated to perform pursuant to an agreement with the department,  
115 whichever is greater;

116 (22) "Projected net fiscal benefit", the total fiscal benefit to the  
117 state less any state benefits offered to the qualified company, as  
118 determined by the department;

119 (23) "Qualified company", a firm, partnership, joint venture,  
120 association, private or public corporation whether organized for profit  
121 or not, or headquarters of such entity registered to do business in  
122 Missouri that is the owner or operator of a project facility, offers health  
123 insurance to all full-time employees of all facilities located in this state,  
124 and pays at least fifty percent of such insurance premiums. For the  
125 purposes of sections 620.2000 to 620.2020, the term "qualified company"  
126 shall not include:

127 (a) Gambling establishments (NAICS industry group 7132);

128 (b) Retail trade establishments (NAICS sectors 44 and 45), except  
129 with respect to any company headquartered in this state with a  
130 majority of its full-time employees engaged in operations not within the  
131 NAICS codes specified in this subdivision;

132 (c) Food and drinking places (NAICS subsector 722);

133 (d) Public utilities (NAICS 221 including water and sewer  
134 services);

135 (e) Any company that is delinquent in the payment of any  
136 nonprotested taxes or any other amounts due the state or federal  
137 government or any other political subdivision of this state;

138 (f) Any company requesting benefits for retained jobs that has  
139 filed for or has publicly announced its intention to file for bankruptcy  
140 protection. However, a company that has filed for or has publicly  
141 announced its intention to file for bankruptcy, may be a qualified  
142 company provided that such company:

143           a. Certifies to the department that it plans to reorganize and not  
144 to liquidate; and

145           b. After its bankruptcy petition has been filed, it produces proof,  
146 in a form and at times satisfactory to the department, that it is not  
147 delinquent in filing any tax returns or making any payment due to the  
148 state of Missouri, including but not limited to all tax payments due  
149 after the filing of the bankruptcy petition and under the terms of the  
150 plan of reorganization.

151 Any taxpayer who is awarded benefits under this subsection and who  
152 files for bankruptcy under Chapter 7 of the United States Bankruptcy  
153 Code, Title 11 U.S.C., shall immediately notify the department and shall  
154 forfeit such benefits and shall repay the state an amount equal to any  
155 state tax credits already redeemed and any withholding taxes already  
156 retained;

157           (g) Educational services (NAICS sector 61);

158           (h) Religious organizations (NAICS industry group 8131);

159           (i) Public administration (NAICS sector 92);

160           (j) Ethanol distillation or production; or

161           (k) Biodiesel production.

162 Notwithstanding any provision of this section to the contrary, the  
163 headquarters, administrative offices, or research and development  
164 facilities of an otherwise excluded business may qualify for benefits if  
165 the offices or facilities serve a multistate territory. In the event a  
166 national, state, or regional headquarters operation is not the  
167 predominant activity of a project facility, the jobs and investment of  
168 such operation shall be considered eligible for benefits under this  
169 section if the other requirements are satisfied;

170           (24) "Related company", shall mean:

171           (a) A corporation, partnership, trust, or association controlled  
172 by the qualified company;

173           (b) An individual, corporation, partnership, trust, or association  
174 in control of the qualified company; or

175           (c) Corporations, partnerships, trusts or associations controlled  
176 by an individual, corporation, partnership, trust, or association in  
177 control of the qualified company. As used in this paragraph, "control  
178 of a qualified company" shall mean:

179           a. Ownership, directly or indirectly, of stock possessing at least

180 fifty percent of the total combined voting power of all classes of stock  
181 entitled to vote in the case of a qualified company that is a corporation;

182 b. Ownership of at least fifty percent of the capital or profits  
183 interest in such qualified company if it is a partnership or association;

184 c. Ownership, directly or indirectly, of at least fifty percent of  
185 the beneficial interest in the principal or income of such qualified  
186 company if it is a trust, and ownership shall be determined as provided  
187 in Section 318 of the Internal Revenue Code of 1986, as amended;

188 (25) "Related facility", a facility operated by the qualified  
189 company or a related company located in this state that is directly  
190 related to the operations of the project facility or in which operations  
191 substantially similar to the operations of the project facility are  
192 performed;

193 (26) "Related facility base employment", the greater of the  
194 number of full-time employees located at all related facilities on the  
195 date of the notice of intent or, for the twelve-month period prior to the  
196 date of the notice of intent, the average number of full-time employees  
197 located at all related facilities of the qualified company or a related  
198 company located in this state;

199 (27) "Related facility base payroll", the total amount of taxable  
200 wages paid by the qualified company to full-time employees of the  
201 qualified company located at a related facility in the twelve months  
202 prior to the filing of the notice of intent, not including the payroll of  
203 the owners of the qualified company unless the qualified company is  
204 participating in an employee stock ownership plan. For purposes of  
205 calculating the benefits under this program, the amount of related  
206 facility base payroll shall increase each year based on an appropriate  
207 measure, as determined by the department;

208 (28) "Retained job", the average number of full-time employees of  
209 a qualified company located at the project facility during each month  
210 for the calendar year preceding the year in which the notice of intent  
211 is submitted;

212 (29) "Rural area", a county in Missouri with a population less  
213 than seventy-five thousand or that does not contain an individual city  
214 with a population greater than fifty thousand according to the most  
215 recent federal decennial census;

216 (30) "Targeted industry", an industry or one of a cluster of

217 industries identified by the department, by rule following a strategic  
218 planning process, as being critical to the state's economic security and  
219 growth;

220 (31) "Tax credits", tax credits issued by the department to offset  
221 the state taxes imposed by chapters 143 and 148, or which may be sold  
222 or refunded as provided for in this program; and

223 (32) "Withholding tax", the state tax imposed by sections 143.191  
224 to 143.265. For purposes of this program, the withholding tax shall be  
225 computed using a schedule as determined by the department based on  
226 average wages.

620.2010. 1. In exchange for the consideration provided by the  
2 new tax revenues and other economic stimuli that will be generated by  
3 the new jobs created, a qualified company shall be eligible to receive  
4 the following benefits under this program:

5 (1) A qualified company may, for a period of five years from the  
6 date the new jobs are created, or for a period of six years from the date  
7 the new jobs are created if the qualified company is an existing  
8 Missouri business, retain an amount equal to the withholding tax as  
9 calculated under subdivision (32) of section 620.2005 from the new jobs  
10 that would otherwise be withheld and remitted by the qualified  
11 company under the provisions of sections 143.191 to 143.265 if:

12 (a) The qualified company creates twenty or more new jobs, and  
13 the average wage of the new payroll equals or exceeds ninety percent  
14 of the county average wage;

15 (b) The qualified company is in a targeted industry and creates  
16 ten or more new jobs, and the average wage of the new payroll equals  
17 or exceeds ninety percent of the county average wage; or

18 (c) The qualified company creates two or more new jobs at a  
19 project facility located within a zone designated pursuant to section  
20 135.950 to 135.963, the average wage of the new payroll equals or  
21 exceeds eighty percent of the county average wage, and the qualified  
22 company commits to making at least one hundred thousand dollars in  
23 new capital investment at the project facility within two years of  
24 approval;

25 (2) In addition to any other benefits available under this  
26 subsection, a qualified company that satisfies paragraph (a) of  
27 subdivision (1) of this subsection shall also be entitled to tax credits

28 issued each year for a period of five years from the date the new jobs  
29 are created in an amount not to exceed two percent of new payroll from  
30 the new jobs created; provided that in no event may the total amount  
31 of benefits provided to a qualified company under this subsection  
32 exceed five percent of the new payroll in any calendar year;

33 (3) In addition to any other benefits available under this  
34 subsection, a qualified company that satisfies paragraph (b) of  
35 subdivision (1) of this subsection shall also be entitled to tax credits  
36 issued each year for a period of five years from the date the new jobs  
37 are created in an amount not to exceed three percent of new payroll  
38 from the new jobs created; provided that in no event may the total  
39 amount of benefits provided to a qualified company under this  
40 subsection exceed six percent of the new payroll in any calendar year.

41 2. In addition to any benefits available under subsection 1 of this  
42 section, the department may award additional tax credits issued each  
43 year for a period of five years from the date the new jobs are created  
44 as follows:

45 (1) A qualified company that satisfies paragraph (a) of  
46 subdivision (1) of subsection 1 of this section may be awarded tax  
47 credits in an amount not to exceed four percent of new payroll from the  
48 new jobs created; provided that in no event may the total amount of  
49 benefits awarded to a qualified company under this section exceed nine  
50 percent of new payroll in any calendar year;

51 (2) A qualified company that satisfies paragraph (b) of  
52 subdivision (1) of subsection 1 of this section may be awarded tax  
53 credits in an amount not to exceed six percent of new payroll from the  
54 new jobs created; provided that in no event may the total amount of  
55 benefits provided to the qualified company under this section exceed  
56 twelve percent of new payroll in any calendar year;

57 (3) The amount of tax credits awarded to a qualified company  
58 under this subsection shall not exceed the projected net fiscal benefit  
59 to the state, as determined by the department, and shall not exceed the  
60 least amount necessary to obtain the qualified company's commitment  
61 to initiate the project. No benefits shall be available under this  
62 subsection for any qualified company that has performed significant,  
63 project-specific site work at the project facility or has publicly  
64 announced its intention to create new jobs or make new capital

65 investment at the project facility prior to approval of its notice of  
66 intent;

67 (4) In determining the amount of tax credits to award to a  
68 qualified company under this subsection, the department shall consider  
69 the following factors:

70 (a) The significance of the qualified company's need for program  
71 benefits;

72 (b) The amount of projected net fiscal benefit to the state of the  
73 project and the period in which the state would realize such net fiscal  
74 benefit;

75 (c) The overall size and quality of the proposed project,  
76 including the number of new jobs, new capital investment, proposed  
77 wages, growth potential of the qualified company, the potential  
78 multiplier effect of the project, and similar factors;

79 (d) The financial stability and creditworthiness of the qualified  
80 company;

81 (e) The level of economic distress in the area;

82 (f) An evaluation of the competitiveness of alternative locations  
83 for the project facility, as applicable; and

84 (g) The percent of local incentives committed;

85 (5) Upon approval of a notice of intent to receive tax credits  
86 under this subsection, the department and the qualified company shall  
87 enter into a written agreement covering the applicable project  
88 period. The agreement shall specify, at a minimum:

89 (a) The committed number of new jobs, new payroll, and new  
90 capital investment for each year during the project period;

91 (b) The date or time period during which the tax credits shall be  
92 issued, which may be immediately or over a period not to exceed two  
93 years from the date of approval;

94 (c) Clawback provisions, as may be required by the department;  
95 and

96 (d) Any other provisions the department may require.

97 3. The department may authorize a qualified company meeting  
98 the requirements of this subsection and subsection 1 of this section to  
99 be issued tax credits in an amount not to exceed seven percent of new  
100 payroll from the new jobs created projected over a period of five years  
101 from the date the required number of new jobs are to be created, or, if



102 the qualified company is in a targeted industry, the department may  
103 authorize tax credits in an amount not to exceed nine percent of new  
104 payroll from the new jobs created, projected over a period of five  
105 years. The amount of benefits awarded to a qualified company under  
106 this section shall not exceed the projected net fiscal benefit to the state  
107 over a ten year period, as determined by the department, and may not  
108 exceed the least amount necessary to obtain the qualified company's  
109 commitment to initiate the project.

110 (1) Prior to approval, a qualified company requesting benefits  
111 under this subsection shall provide evidence of commitments for the  
112 financing of any applicable new capital investment. The new capital  
113 investment shall be made at the project facility within two years of the  
114 date of approval.

115 (2) In awarding tax credits under this subsection, the  
116 department shall consider factors set forth in subsection 2 of this  
117 section.

118 (3) Upon approval of a notice of intent to receive tax credits  
119 under this subsection, the department and the qualified company shall  
120 enter into a written agreement covering the applicable project period  
121 containing detailed performance requirements and repayment penalties  
122 in event of nonperformance. The agreement shall specify, at a  
123 minimum:

124 (a) The committed number of new jobs, payroll, and new capital  
125 investment for each year during the project period;

126 (b) The date or time period during which the tax credits shall be  
127 issued, which may be immediately or over a period not to exceed two  
128 years from the date of approval;

129 (c) Clawback provisions provided under subdivision (4) of this  
130 subsection; and

131 (d) Any other provisions the department may require.

132 (4) The following clawback provisions shall apply to any benefits  
133 awarded under this subsection:

134 (a) If a qualified company fails to meet any requirements of this  
135 section, including the applicable number of new jobs created or new  
136 capital investment within two years from the date of approval of its  
137 notice of intent, the qualified company shall repay the face amount of  
138 all tax credits received from the department, plus interest of nine

139 percent per annum from the date the tax credits were issued. However,  
140 the director may, in his or her discretion, provide an extension up to  
141 two additional years or reduce such payment, if such failure is caused  
142 by documented unforeseen events that negatively affected the  
143 operations at the project facility that were not under the control of the  
144 qualified company;

145 (b) If, during any year of the project period, the average wage of  
146 the new payroll paid by the qualified company fails to equal or exceed  
147 the applicable percentage of the county average wage, or the qualified  
148 company fails to offer and pay fifty percent of the premium for health  
149 insurance to all of its full-time employees located in this state, the  
150 company shall refund to the state an amount equal to the face amount  
151 of all tax credits received from the department under this program,  
152 divided by the number of years in the project period. In addition to the  
153 refund, the qualified company shall pay interest of nine percent per  
154 annum from the date the tax credits were issued on the amount of the  
155 refund;

156 (c) If the qualified company fails to meet its payroll commitment  
157 for any year during the project period, it shall refund to the state a  
158 portion of its total benefit received under this section based on the  
159 following formula: the total amount of tax credits received by the  
160 qualified company, divided by the number of years during the project  
161 period, and multiplied by a fraction, the numerator of which is the  
162 contractually agreed-upon amount of payroll for that year minus the  
163 actual amount of payroll made by the company during the year, and the  
164 denominator of which is the contractually agreed upon amount of  
165 payroll made for that same year. In addition to the refund, the  
166 qualified company shall pay interest of nine percent per annum from  
167 the date the tax credits were issued on the amount of the refund;

168 (d) If the qualified company fails to meet its payroll or new  
169 capital investment requirements for any year during the project period  
170 and the director has a reasonable belief that the qualified company will  
171 not be able to meet its performance requirements during all or any  
172 portion of the remainder of the project period, the director may require  
173 the company to repay all or a proportionate amount of the total tax  
174 credits received by the company attributable to the remaining years of  
175 the project period as well as the current year, plus interest of nine

176 percent per annum on the amount of repayment from the date the tax  
177 credits were issued.

178 (5) No later than October 1, 2011, and the first day of October  
179 each year thereafter, the department shall provide to the budget  
180 committee of the house of representatives and the appropriations  
181 committee of the senate a request for an appropriation for the tax  
182 credits authorized under this subsection. Appropriations made  
183 pursuant to the provisions of this subsection shall provide the amount  
184 of tax credits which may be authorized during the fiscal year  
185 immediately following the fiscal year in which such appropriation is  
186 made. Appropriations provided under this subsection shall only be  
187 made in the annual appropriation bill relating to public debt.

188 (6) No tax credits shall be authorized under the provisions of  
189 this subsection, unless an appropriation is made pursuant to the  
190 provisions of subdivision (5) of this subsection. In any fiscal year for  
191 which an appropriation is made pursuant to the provisions of  
192 subdivision (5) of this subsection, no more than the amount of tax  
193 credits so appropriated shall be authorized. There is hereby created  
194 in the state treasury the "Compete Missouri Job Creation Tax Credit  
195 Program Fund", which shall consist of money appropriated under this  
196 subsection. The state treasurer shall be custodian of the fund and may  
197 approve disbursements from the fund in accordance with sections  
198 30.170 and 30.180. Upon appropriation, money in the fund shall be used  
199 solely for the administration of this subsection. Notwithstanding the  
200 provisions of section 33.080 to the contrary, any moneys remaining in  
201 the fund for tax credits which have been authorized but not yet  
202 redeemed at the end of the fiscal year shall not revert to the credit of  
203 the general revenue fund. Any moneys remaining in the fund at the  
204 end of the fiscal year for any tax credits which remain unauthorized at  
205 the end of the fiscal year shall revert to the credit of the general  
206 revenue fund. Provisions of section 32.057 to the contrary  
207 notwithstanding, the department of revenue shall notify the director of  
208 the department upon redemption of each tax credit authorized under  
209 the provisions of this subdivision. Upon such notification, an amount  
210 equal to the tax credits redeemed shall be transferred from the fund  
211 created in this subdivision to the general revenue fund. In the event  
212 the department determines that any tax credit authorized under this

213 subsection is precluded from being redeemed due to contractual  
214 agreement entered into by the department and the tax credit applicant  
215 or is otherwise precluded by law from being redeemed, an amount  
216 equal to such tax credit shall be transferred from the fund created in  
217 this subdivision to the general revenue fund. The state treasurer shall  
218 invest moneys in the fund in the same manner as other funds are  
219 invested. Any interest and moneys earned on such investments shall be  
220 credited to the general revenue fund at the end of each fiscal year.

221 4. In addition to any benefits available under this section, any  
222 qualified company meeting the requirements of section 144.540 may be  
223 eligible for a tax exemption as provided in section 144.540.

620.2015. 1. In exchange for the consideration provided by the  
2 tax revenues and other economic stimuli that will be generated by the  
3 retention of jobs and the making of new capital investment in this  
4 state, a qualified company may be eligible to receive the benefits  
5 described in this section if the department determines that there is a  
6 significant probability that the qualified company would relocate to  
7 another state in the absence of the benefits authorized under this  
8 section. In no event shall the total amount of benefits available to all  
9 qualified companies under subsection 2 of this section exceed six  
10 million dollars in any fiscal year.

11 2. A qualified company meeting the requirements of this section  
12 may be authorized to retain an amount not to exceed one hundred  
13 percent of the withholding tax from full-time jobs that would otherwise  
14 be withheld and remitted by the qualified company under the  
15 provisions of sections 143.191 to 143.265, for a period of ten years if the  
16 average wage of the retained jobs equals or exceeds ninety percent of  
17 the county average wage. In order to receive benefits under this  
18 section, a qualified company shall enter into written agreement with  
19 the department containing detailed performance requirements and  
20 repayment penalties in event of nonperformance. The amount of  
21 benefits awarded to a qualified company under this section shall not  
22 exceed the projected net fiscal benefit and shall not exceed the least  
23 amount necessary to obtain the qualified company's commitment to  
24 retain the necessary number of jobs and make the required new capital  
25 investment.

26 3. In order to be eligible to receive benefits under this section,

27 the qualified company shall meet each of the following conditions:

28 (1) The qualified company shall agree to retain, for a period of  
29 five years from the date of approval, at least one hundred and twenty-  
30 five retained jobs; and

31 (2) The qualified company shall agree to make a new capital  
32 investment at the project facility within two years of the approval in  
33 an amount at least three times the amount of the benefits, available  
34 under this section, which are offered to the qualified company by the  
35 department.

36 4. In awarding benefits under this section, the department shall  
37 consider the factors set forth in subsection 2 of section 620.2010.

38 5. Upon approval of a notice of intent to request benefits under  
39 this section, the department and the qualified company shall enter into  
40 a written agreement covering the applicable project period. The  
41 agreement shall specify, at a minimum:

42 (1) The committed number of retained jobs, payroll, and new  
43 capital investment for each year during the project period;

44 (2) Clawback provisions, as may be required by the department;  
45 and

46 (3) Any other provisions the department may require.

47 6. The department may award a qualified company meeting the  
48 requirements of this subsection tax credits in an amount not to exceed  
49 eighty percent of the amount the qualified company may otherwise be  
50 eligible to retain for a period of five years under subsection 2 of this  
51 section.

52 (1) In addition to satisfying each of the requirements of  
53 subsection 3 of this section, a qualified company requesting tax credits  
54 under this subsection shall provide to the department, prior to  
55 approval, evidence of commitments for the financing of any applicable  
56 new capital investment. The new capital investment shall be made at  
57 the project facility within two years of the date of approval.

58 (2) Upon approval of a notice of intent to request tax credits  
59 under this subsection, the department and the qualified company shall  
60 enter into a written agreement covering the applicable project  
61 period. The agreement shall specify, at a minimum:

62 (a) The committed number of jobs, payroll, and new capital  
63 investment for each year during the project period;

64           **(b) The date or time period during which the tax credits shall be**  
65 **issued, which may be immediately or over a period not to exceed two**  
66 **years from the date of approval;**

67           **(c) Clawback provisions, provided under subsection 3 of section**  
68 **620.2010; and**

69           **(d) Any other provisions the department may require.**

70           **(3) No later than October 1, 2011, and the first day of October**  
71 **each year thereafter, the department shall provide to the budget**  
72 **committee of the house of representatives and the appropriations**  
73 **committee of the senate a request for an appropriation for the tax**  
74 **credits authorized under this subsection. Appropriations made**  
75 **pursuant to the provisions of this subsection shall provide the amount**  
76 **of tax credits which may be authorized during the fiscal year**  
77 **immediately following the fiscal year in which such appropriation is**  
78 **made. Appropriations provided under this subsection shall only be**  
79 **made in the annual appropriation bill relating to public debt.**

80           **(4) No tax credits shall be authorized under the provisions of**  
81 **this subsection, unless an appropriation is made pursuant to the**  
82 **provisions of subdivision (3) of this subsection. In any fiscal year for**  
83 **which an appropriation is made pursuant to the provisions of**  
84 **subdivision (3) of this subsection, no more than the amount of tax**  
85 **credits so appropriated shall be authorized. There is hereby created**  
86 **in the state treasury the "Compete Missouri Job Retention Tax Credit**  
87 **Program Fund", which shall consist of money appropriated under this**  
88 **subsection. The state treasurer shall be custodian of the fund and may**  
89 **approve disbursements from the fund in accordance with sections**  
90 **30.170 and 30.180. Upon appropriation, money in the fund shall be used**  
91 **solely for the administration of this subsection. Notwithstanding the**  
92 **provisions of section 33.080 to the contrary, any moneys remaining in**  
93 **the fund for tax credits which have been authorized but not yet**  
94 **redeemed at the end of the fiscal year shall not revert to the credit of**  
95 **the general revenue fund. Any moneys remaining in the fund at the**  
96 **end of the fiscal year for any tax credits which remain unauthorized at**  
97 **the end of the fiscal year shall revert to the credit of the general**  
98 **revenue fund. Provisions of section 32.057 to the contrary**  
99 **notwithstanding, the department of revenue shall notify the director of**  
100 **the department upon redemption of each tax credit authorized under**

101 the provisions of this subdivision. Upon such notification, an amount  
102 equal to the tax credits redeemed shall be transferred from the fund  
103 created in this subdivision to the general revenue fund. In the event  
104 the department determines that any tax credit authorized under this  
105 subsection is precluded from being redeemed due to contractual  
106 agreement entered into by the department and the tax credit applicant  
107 or is otherwise precluded by law from being redeemed, an amount  
108 equal to such tax credit shall be transferred from the fund created in  
109 this subdivision to the general revenue fund. The state treasurer shall  
110 invest moneys in the fund in the same manner as other funds are  
111 invested. Any interest and moneys earned on such investments shall be  
112 credited to the general revenue fund at the end of each fiscal year.

113 7. Any tax credits awarded under this section shall be included  
114 in determining compliance with the annual limitation on tax credit  
115 awards set forth in subsection 7 of section 620.2020.

116 8. Any qualified company meeting the requirements of section  
117 144.540, in addition to any benefits available under this section, may be  
118 eligible for a tax exemption as provided in section 144.540.

620.2020. 1. The department shall respond to a written request,  
2 by or on behalf of a qualified company, for a proposed benefit award  
3 under the provisions of this program within five business days of  
4 receipt of such request. Such response shall contain either a proposal  
5 of benefits for the qualified company, or a written response refusing to  
6 provide such a proposal and stating the reasons for such refusal. A  
7 qualified company that intends to seek benefits under the program  
8 shall submit to the department a notice of intent. The department shall  
9 respond within thirty days to a notice of intent with an approval or a  
10 rejection, provided that the department may withhold approval or  
11 provide a contingent approval until it is satisfied that proper  
12 documentation of eligibility has been provided. Failure to respond on  
13 behalf of the department shall result in the notice of intent being  
14 deemed approved. A qualified company receiving approval for program  
15 benefits may receive additional benefits for subsequent new jobs at the  
16 same facility after the full initial project period if the applicable  
17 minimum job requirements are met. There shall be no limit on the  
18 number of project periods a qualified company may participate in the  
19 program, and a qualified company may elect to file a notice of intent to

20 begin a new project period concurrent with an existing project period  
21 if the applicable minimum job requirements are achieved, the qualified  
22 company provides the department with the required annual reporting,  
23 and the qualified company is in compliance with this program and any  
24 other state programs in which the qualified company is currently or  
25 has previously participated. However, the qualified company shall not  
26 receive any further program benefits under the original approval for  
27 any new jobs created after the date of the new notice of intent, and any  
28 jobs created before the new notice of intent shall not be included as  
29 new jobs for purposes of the benefit calculation for the new  
30 approval. When a qualified company has filed and received approval  
31 of a notice of intent and subsequently files another notice of intent, the  
32 department shall apply the definition of project facility under  
33 subdivision (18) of section 620.2005 to the new notice of intent as well  
34 as all previously approved notices of intent and shall determine the  
35 application of the definitions of new job, new payroll, project facility  
36 base employment, and project facility base payroll accordingly.

37 2. Notwithstanding any provision of law to the contrary, the  
38 benefits available to the qualified company under any other state  
39 programs for which the company is eligible and which utilize  
40 withholding tax from the new or retained jobs of the company shall  
41 first be credited to the other state program before the withholding  
42 retention level applicable under this program will begin to accrue. If  
43 any qualified company also participates in a job training program  
44 utilizing withholding tax, the company shall retain no withholding tax  
45 under this program, but the department shall issue a refundable tax  
46 credit for the full amount of benefit allowed under this program. The  
47 calendar year annual maximum amount of tax credits which may be  
48 issued to a qualifying company that also participates in the new job  
49 training program shall be increased by an amount equivalent to the  
50 withholding tax retained by that company under the new jobs training  
51 program.

52 3. A qualified company receiving benefits under this program  
53 shall provide an annual report of the number of jobs and such other  
54 information as may be required by the department to document the  
55 basis for program benefits available, including any exemption from  
56 state sales and use taxes pursuant to section 140.540. In such annual



57 report, if the average wage is below the applicable percentage of the  
58 county average wage, the qualified company has not maintained the  
59 employee insurance as required, or if the number of jobs is below the  
60 number required, the qualified company shall not receive tax credits  
61 or retain the withholding tax for the balance of the project period.

62 4. Except as provided in subsection 3 of section 620.2010, the  
63 department may withhold the approval of any benefits provided under  
64 this program until it is satisfied that proper documentation has been  
65 provided, and shall reduce the benefits to reflect any reduction in full-  
66 time employees or payroll. Upon approval by the department, the  
67 qualified company may begin the retention of the withholding taxes  
68 when it reaches the required number of jobs and the average wage  
69 meets or exceeds the applicable percentage of county average  
70 wage. Tax credits, if any, may be issued upon satisfaction by the  
71 department that the qualified company has met or exceeded the  
72 applicable percentage of county average wage and the required number  
73 of jobs.

74 5. Any qualified company approved for benefits under this  
75 program shall provide to the department, upon request, any and all  
76 information and records reasonably required to monitor compliance  
77 with program requirements. This program shall be considered a  
78 business recruitment tax credit under subdivision (4) of subsection 2  
79 of section 135.800, and any qualified company approved for benefits  
80 under this program shall be subject to the provisions of sections 135.800  
81 to 135.830.

82 6. Any taxpayer who is awarded benefits under this program who  
83 knowingly hires individuals who are not allowed to work legally in the  
84 United States shall immediately forfeit such benefits and shall repay  
85 the state an amount equal to any state tax credits already redeemed  
86 and any withholding taxes already retained.

87 7. The maximum amount of tax credits that may be authorized  
88 under this program for any fiscal year shall be limited as follows, less  
89 the amount of any tax credits previously obligated for that fiscal year  
90 under any of the tax credit programs referenced in subsection 13 of this  
91 section:

92 (1) For the fiscal year beginning on July 1, 2011, but ending on  
93 or before June 30, 2012, no more than one hundred and eleven million

94 dollars in tax credits may be authorized;

95 (2) For the fiscal year beginning on July 1, 2012, but ending on  
96 or before June 30, 2013, no more than one hundred and twenty-six  
97 million dollars in tax credits may be authorized; and

98 (3) For any fiscal year beginning on or after July 1, 2013, no  
99 more than one hundred and forty-one million dollars in tax credits may  
100 be authorized for each fiscal year.

101 8. For tax credits for the creation of new jobs under section  
102 620.2010, the department shall allocate the annual tax credits based on  
103 the date of the approval, reserving such tax credits based on the  
104 department's best estimate of new jobs and new payroll of the project,  
105 and any other applicable factors in determining the amount of benefits  
106 available to the qualified company under this program. However, the  
107 annual issuance of tax credits shall be subject to annual verification of  
108 actual payroll by the department. Except with respect to tax credits  
109 provided pursuant to subsection 3 of section 620.2010:

110 (1) Any authorization of tax credits shall expire if, within two  
111 years from the date of commencement of operations, or approval if  
112 applicable, the qualified company has failed to meet the applicable  
113 minimum job requirements;

114 (2) The qualified company may retain authorized amounts from  
115 the withholding tax under the project once the applicable minimum job  
116 requirements have been met for the duration of the project period; and

117 (3) No benefits shall be provided under this program until the  
118 qualified company meets the applicable minimum new job  
119 requirements.

120 In the event the qualified company does not meet the applicable  
121 minimum new job requirements, the qualified company may submit a  
122 new notice of intent or the department may provide a new approval for  
123 a new project of the qualified company at the project facility or other  
124 facilities.

125 9. Tax credits provided under this program may be claimed  
126 against taxes otherwise imposed by chapters 143 and 148, and may not  
127 be carried forward, but shall be claimed within one year of the close of  
128 the taxable year for which they were issued. Tax credits provided  
129 under this program may be transferred, sold, or assigned by filing a  
130 notarized endorsement thereof with the department that names the

131 transferee, the amount of tax credit transferred, and the value received  
132 for the credit, as well as any other information reasonably requested  
133 by the department. For a qualified company with flow-through tax  
134 treatment to its members, partners, or shareholders, the tax credit shall  
135 be allowed to members, partners, or shareholders in proportion to their  
136 share of ownership on the last day of the qualified company's tax  
137 period.

138       10. Prior to the issuance of tax credits or the qualified company  
139 beginning to retain withholding taxes, the department shall verify  
140 through the department of revenue and any other applicable state  
141 department, that the tax credit applicant does not owe any delinquent  
142 income, sales, or use tax or interest or penalties on such taxes, or any  
143 delinquent fees or assessments levied by any state department and  
144 through the department of insurance, financial institutions and  
145 professional registration that the applicant does not owe any  
146 delinquent insurance taxes or other fees. Such delinquency shall not  
147 affect the approval, except that any tax credits issued shall be first  
148 applied to the delinquency and any amount issued shall be reduced by  
149 the applicant's tax delinquency. If the department of revenue, the  
150 department of insurance, financial institutions and professional  
151 registration, or any other state department concludes that a taxpayer  
152 is delinquent after June fifteenth but before July first of any year and  
153 the application of tax credits to such delinquency causes a tax  
154 deficiency on behalf of the taxpayer to arise, then the taxpayer shall be  
155 granted thirty days to satisfy the deficiency in which interest,  
156 penalties, and additions to tax shall be tolled. After applying all  
157 available credits toward a tax delinquency, the administering agency  
158 shall notify the appropriate department and that department shall  
159 update the amount of outstanding delinquent tax owed by the  
160 applicant. If any credits remain after satisfying all insurance, income,  
161 sales, and use tax delinquencies, the remaining credits shall be issued  
162 to the applicant, subject to the restrictions of other provisions of law.

163       11. The director of revenue shall issue a refund to the qualified  
164 company to the extent that the amount of tax credits allowed under this  
165 program exceeds the amount of the qualified company's tax liability  
166 under chapters 143 or 148.

167       12. An employee of a qualified company shall receive full credit

168 for the amount of tax withheld as provided in section 143.211.

169           13. Notwithstanding any provision of law to the contrary,  
170 beginning on the effective date of this act, no new projects shall be  
171 approved under the business facility tax credit program created  
172 pursuant to sections 135.110 to 135.150 and section 135.258, the business  
173 use incentives for large scale development program created pursuant  
174 to sections 100.700 to 100.850, the development tax credit program  
175 created pursuant to sections 32.100 to 32.125, the rebuilding  
176 communities tax credit program created pursuant to section 135.535,  
177 the enhanced enterprise zone tax credit program created pursuant to  
178 sections 135.950 to 135.973, and the Missouri quality jobs program  
179 created pursuant to sections 620.1875 to 620.1890. The provisions of  
180 this subsection shall not be construed to limit or impair the ability of  
181 any administering agency to issue tax credits for any project approved  
182 prior to the effective date of this act, or the ability of any taxpayer to  
183 redeem any such tax credits or to retain any withholding tax under an  
184 approval issued prior to that date. The provisions of this subsection  
185 shall not be construed to limit or in any way impair the ability of any  
186 governing authority to provide any local abatement or designate a new  
187 zone under the enhanced enterprise zone program created by sections  
188 135.950 to 135.963.

189           14. If any provision of sections 620.2000 to 620.2020 or  
190 application thereof to any person or circumstance is held invalid, the  
191 invalidity shall not affect other provisions or application of these  
192 sections which can be given effect without the invalid provisions or  
193 application, and to this end, the provisions of sections 620.2000 to  
194 620.2020 are hereby declared severable.

195           15. By no later than January 1, 2012, and the first day of each  
196 calendar quarter thereafter, the department shall present a quarterly  
197 report to the general assembly detailing the benefits authorized under  
198 this program during the immediately preceding calendar quarter to the  
199 extent such information may be disclosed under state and federal  
200 law. The report shall include, at a minimum:

201           (1) A list of all approved and disapproved applicants for each tax  
202 credit;

203           (2) A list of the aggregate amount of new or retained jobs that  
204 are directly attributable to the tax credits authorized;

205 (3) A statement of the aggregate amount of new capital  
206 investment directly attributable to the tax credits authorized;

207 (4) Documentation of the estimated net state fiscal benefit for  
208 each authorized project and, to the extent available, the actual benefit  
209 realized upon completion of such project or activity; and

210 (5) The department's response time for each request for a  
211 proposed benefit award under this program.

212 16. The department may adopt such rules, statements of policy,  
213 procedures, forms, and guidelines as may be necessary to carry out the  
214 provisions of sections 620.2000 to 620.2020. Any rule or portion of a  
215 rule, as that term is defined in section 536.010, that is created under  
216 the authority delegated in this section shall become effective only if it  
217 complies with and is subject to all of the provisions of chapter 536 and,  
218 if applicable, section 536.028. This section and chapter 536 are  
219 nonseverable and if any of the powers vested with the general assembly  
220 pursuant to chapter 536 to review, to delay the effective date, or to  
221 disapprove and annul a rule are subsequently held unconstitutional,  
222 then the grant of rulemaking authority and any rule proposed or  
223 adopted after August 28, 2011, shall be invalid and void.

224 17. Under section 23.253 of the Missouri sunset act:

225 (1) The provisions of the new program authorized under sections  
226 620.2000 to 620.2020 shall automatically sunset six years after the  
227 effective date of this section unless reauthorized by an act of the  
228 general assembly; and

229 (2) If such program is reauthorized, the program authorized  
230 under this section shall automatically sunset twelve years after the  
231 effective date of this reauthorization of sections 620.2000 to 620.2020;  
232 and

233 (3) Sections 620.2000 to 620.2020 shall terminate on September  
234 first if the calendar year immediately following the calendar year in  
235 which the program authorized under sections 620.2000 to 620.2020 is  
236 sunset.

660.055. 1. Any registered caregiver who meets the requirements of this  
2 section shall be eligible for a shared care tax credit in an amount not to exceed  
3 five hundred dollars to defray the cost of caring for an elderly person. In order  
4 to be eligible for a shared care tax credit, a registered caregiver shall:

5 (1) Care for an elderly person, age sixty or older, who:

6 (a) Is physically or mentally incapable of living alone, as determined and  
7 certified by his or her physician licensed pursuant to chapter 334, or by the  
8 division of aging staff when an assessment has been completed for the purpose  
9 of qualification for other services; and

10 (b) Requires assistance with activities of daily living to the extent that  
11 without care and oversight at home would require placement in a facility licensed  
12 pursuant to chapter 198; and

13 (c) Under no circumstances, is able or allowed to operate a motor vehicle;  
14 and

15 (d) Does not receive funding or services through Medicaid or social  
16 services block grant funding;

17 (2) Live in the same residence to give protective oversight for the elderly  
18 person meeting the requirements described in subdivision (1) of this subsection  
19 for an aggregate of more than six months per tax year;

20 (3) Not receive monetary compensation for providing care for the elderly  
21 person meeting the requirements described in subdivision (1) of this subsection;  
22 and

23 (4) File the original completed and signed physician certification for  
24 shared care tax credit form or the original completed and signed division of aging  
25 certification for shared care tax credit form provided for in subsection 2 of section  
26 660.054 along with such caregiver's Missouri individual income tax return to the  
27 department of revenue.

28 2. The tax credit allowed by this section shall apply to any year beginning  
29 after December 31, 1999.

30 3. Any rule or portion of a rule, as that term is defined in section 536.010,  
31 that is created under the authority delegated in sections 660.050 to 660.057 shall  
32 become effective only if it complies with and is subject to all of the provisions of  
33 chapter 536 and, if applicable, section 536.028. All rulemaking authority  
34 delegated prior to August 28, 1999, is of no force and effect and  
35 repealed. Nothing in this section shall be interpreted to repeal or affect the  
36 validity of any rule filed or adopted prior to August 28, 1999, if it fully complied  
37 with all applicable provisions of law. This section and chapter 536 are  
38 nonseverable and if any of the powers vested with the general assembly pursuant  
39 to chapter 536 to review, to delay the effective date or to disapprove and annul  
40 a rule are subsequently held unconstitutional, then the grant of rulemaking  
41 authority and any rule proposed or adopted after August 28, 1999, shall be

42 invalid and void.

43           4. Any person who knowingly falsifies any document required for the  
44 shared care tax credit shall be subject to the same penalties for falsifying other  
45 tax documents as provided in chapter 143.

46           **5. Notwithstanding any provision of law to the contrary, no tax**  
47 **credits provided under this section shall be authorized on or after**  
48 **August 28, 2015. The provisions of this subsection shall not be**  
49 **construed to limit or in any way impair the department's ability to**  
50 **issue tax credits authorized prior to August 28, 2015, or a taxpayer's**  
51 **ability to redeem such tax credits.**

**Section 1. An insurance company claiming a state premium tax**  
2 **credit or deduction shall not be required to pay any additional**  
3 **retaliatory tax levied under to section 375.916 as a result of claiming**  
4 **such credit or deduction.**

          [135.313. 1. Any person, firm or corporation who engages  
2 in the business of producing charcoal or charcoal products in the  
3 state of Missouri shall be eligible for a tax credit on income taxes  
4 otherwise due pursuant to chapter 143, except sections 143.191 to  
5 143.261, as an incentive to implement safe and efficient  
6 environmental controls. The tax credit shall be equal to fifty  
7 percent of the purchase price of the best available control  
8 technology equipment connected with the production of charcoal in  
9 the state of Missouri or, if the taxpayer manufactures such  
10 equipment, fifty percent of the manufacturing cost of the  
11 equipment, to and including the year the equipment is put into  
12 service. The credit may be claimed for a period of eight years  
13 beginning with the 1998 calendar year and is to be a tax credit  
14 against the tax otherwise due.

15           2. Any amount of credit which exceeds the tax due shall not  
16 be refunded but may be carried over to any subsequent taxable  
17 year, not to exceed seven years.

18           3. The charcoal producer may elect to assign to a third  
19 party the approved tax credit. Certification of assignment and  
20 other appropriate forms must be filed with the Missouri  
21 department of revenue and the department of economic  
22 development.

23           4. When applying for a tax credit, the charcoal producer  
24 specified in subsection 1 of this section shall make application for  
25 the credit to the division of environmental quality of the  
26 department of natural resources. The application shall identify the  
27 specific best available control technology equipment and the  
28 purchase price, or manufacturing cost of such equipment. The  
29 director of the department of natural resources is authorized to  
30 require permits to construct prior to the installation of best  
31 available control technology equipment and other information  
32 which he or she deems appropriate.

33           5. The director of the department of natural resources in  
34 conjunction with the department of economic development shall  
35 certify to the department of revenue that the best available control  
36 technology equipment meets the requirements to obtain a tax credit  
37 as specified in this section.]

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

3           (1) "Missouri health care access fund", the fund created in  
4 section 191.1056;

5           (2) "Tax credit", a credit against the tax otherwise due  
6 under chapter 143, excluding withholding tax imposed by sections  
7 143.191 to 143.265;

8           (3) "Taxpayer", any individual subject to the tax imposed  
9 in chapter 143, excluding withholding tax imposed by sections  
10 143.191 to 143.265.

11           2. The provisions of this section shall be subject to section  
12 33.282. For all taxable years beginning on or after January 1,  
13 2007, a taxpayer shall be allowed a tax credit for donations in  
14 excess of one hundred dollars made to the Missouri health care  
15 access fund. The tax credit shall be subject to annual approval by  
16 the senate appropriations committee and the house budget  
17 committee. The tax credit amount shall be equal to one-half of the  
18 total donation made, but shall not exceed twenty-five thousand  
19 dollars per taxpayer claiming the credit. If the amount of the tax  
20 credit issued exceeds the amount of the taxpayer's state tax  
21 liability for the tax year for which the credit is claimed, the



22 difference shall not be refundable but may be carried forward to  
23 any of the taxpayer's next four taxable years. No tax credit  
24 granted under this section shall be transferred, sold, or  
25 assigned. The cumulative amount of tax credits which may be  
26 issued under this section in any one fiscal year shall not exceed one  
27 million dollars.

28 3. The department of revenue may promulgate rules to  
29 implement the provisions of this section. Any rule or portion of a  
30 rule, as that term is defined in section 536.010, that is created  
31 under the authority delegated in this section shall become effective  
32 only if it complies with and is subject to all of the provisions of  
33 chapter 536 and, if applicable, section 536.028. This section and  
34 chapter 536 are nonseverable and if any of the powers vested with  
35 the general assembly pursuant to chapter 536 to review, to delay  
36 the effective date, or to disapprove and annul a rule are  
37 subsequently held unconstitutional, then the grant of rulemaking  
38 authority and any rule proposed or adopted after August 28, 2007,  
39 shall be invalid and void.

40 4. Pursuant to section 23.253 of the Missouri sunset act:

41 (1) The provisions of the new program authorized under  
42 this section shall automatically sunset six years after August 28,  
43 2007, unless reauthorized by an act of the general assembly; and

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

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

2 [143.119. 1. A self-employed taxpayer, as such term is used  
3 in the federal internal revenue code, who is otherwise ineligible for  
4 the federal income tax health insurance deduction under Section  
5 162 of the federal internal revenue code shall be entitled to a credit  
6 against the tax otherwise due under this chapter, excluding  
7 withholding tax imposed by sections 143.191 to 143.265, in an  
8 amount equal to the portion of such taxpayer's federal tax liability  
incurred due to such taxpayer's inclusion of such payments in

9 federal adjusted gross income. The tax credits authorized under  
10 this section shall be nontransferable. To the extent tax credit  
11 issued under this section exceeds a taxpayer's state income tax  
12 liability, such excess shall be considered an overpayment of tax and  
13 shall be refunded to the taxpayer.

14 2. The director of the department of revenue shall  
15 promulgate rules and regulations to administer the provisions of  
16 this section. Any rule or portion of a rule, as that term is defined  
17 in section 536.010, that is created under the authority delegated in  
18 this section shall become effective only if it complies with and is  
19 subject to all of the provisions of chapter 536 and, if applicable,  
20 section 536.028. This section and chapter 536 are nonseverable  
21 and if any of the powers vested with the general assembly pursuant  
22 to chapter 536 to review, to delay the effective date, or to  
23 disapprove and annul a rule are subsequently held  
24 unconstitutional, then the grant of rulemaking authority and any  
25 rule proposed or adopted after August 28, 2007, shall be invalid  
26 and void.]

[178.760. As used in sections 178.760 to 178.764, the  
2 following terms mean:

3 (1) "Agreement", the agreement between an employer and  
4 a community college district concerning a project. An agreement  
5 may be for a period not to exceed ten years when the program  
6 services associated with a project are not in excess of five hundred  
7 thousand dollars. For a project where the associated program costs  
8 are greater than five hundred thousand dollars, the agreement may  
9 not exceed a period of eight years;

10 (2) "Board of trustees", the board of trustees of a community  
11 college district;

12 (3) "Capital investment", an investment in research and  
13 development, working capital, and real and tangible personal  
14 business property except inventory or property intended for sale to  
15 customers. Trucks, truck trailers, truck semi-trailers, rail and  
16 barge vehicles and other rolling stock for hire, track, switches,  
17 barges, bridges, tunnels, rail yards, and spurs shall not qualify as  
18 a capital investment. The amount of such investment shall be the

19 original cost of the property if owned, or eight times the net annual  
20 rental rate if leased;

21 (4) "Certificate", industrial retained jobs training  
22 certificates issued under section 178.763;

23 (5) "Date of commencement of the project", the date of the  
24 agreement;

25 (6) "Employee", the person employed in a retained job;

26 (7) "Employer", the person maintaining retained jobs in  
27 conjunction with a project;

28 (8) "Industry", a business located within this state which  
29 enters into an agreement with a community college district and  
30 which is engaged in interstate or intrastate commerce for the  
31 purpose of manufacturing, processing, or assembling products,  
32 conducting research and development, or providing services in  
33 interstate commerce, but excluding retail services;

34 (9) "Program costs", all necessary and incidental costs of  
35 providing program services, including payment of the principal,  
36 premium, and interest on certificates, including capitalized  
37 interest, issued to finance a project, funding and maintenance of a  
38 debt service reserve fund to secure such certificates and wages,  
39 salaries and benefits of employees participating in on-the-job  
40 training;

41 (10) "Program services" includes, but is not limited to, the  
42 following:

43 (a) Retained jobs training;

44 (b) Adult basic education and job-related instruction;

45 (c) Vocational and skill-assessment services and testing;

46 (d) Training facilities, equipment, materials, and supplies;

47 (e) On-the-job training;

48 (f) Administrative expenses equal to seventeen percent of  
49 the total training costs, two percent to be paid to the department  
50 of economic development for deposit into the Missouri job  
51 development fund created under section 620.478;

52 (g) Subcontracted services with state institutions of higher  
53 education, private colleges or universities, or other federal, state,  
54 or local agencies;

- 55 (h) Contracted or professional services; and
- 56 (i) Issuance of certificates;
- 57 (11) "Project", a training arrangement which is the subject
- 58 of an agreement entered into between the community college
- 59 district and an employer to provide program services that is not
- 60 also the subject of an agreement entered into between a community
- 61 college district and an employer to provide program services under
- 62 sections 178.892 to 178.896;
- 63 (12) "Retained job", a job in a stable industry, not including
- 64 jobs for recalled workers, which was in existence for at least two
- 65 consecutive calendar years preceding the year in which the
- 66 application for the retained jobs training program was made;
- 67 (13) "Retained jobs credit from withholding", the credit as
- 68 provided in section 178.762;
- 69 (14) "Retained jobs training program", or "program", the
- 70 project or projects established by a community college district for
- 71 the retention of jobs, by providing education and training of
- 72 workers for existing jobs for stable industry in the state;
- 73 (15) "Stable industry", a business that otherwise meets the
- 74 definition of industry and retains existing jobs. To be a stable
- 75 industry, the business shall have:
- 76 (a) Maintained at least one hundred employees per year at
- 77 the employer's site in the state at which the jobs are based, for
- 78 each of the two calendar years preceding the year in which
- 79 application for the program is made;
- 80 (b) Retained at that site the level of employment that
- 81 existed in the taxable year immediately preceding the year in
- 82 which application for the program is made; and
- 83 (c) Made or agree to make a capital investment aggregating
- 84 at least one million dollars to acquire or improve long-term assets
- 85 (including leased facilities) such as property, plant, or equipment
- 86 (excluding program costs) at the employer's site in the state at
- 87 which jobs are based over a period of three consecutive calendar
- 88 years, as certified by the employer and:
- 89 a. Have made substantial investment in new technology
- 90 requiring the upgrading of worker's skills; or

91           b. Be located in a border county of the state and represent  
92 a potential risk of relocation from the state; or

93           c. Be determined to represent a substantial risk of  
94 relocation from the state by the director of the department of  
95 economic development;

96           (16) "Total training costs", costs of training, including  
97 supplies, wages and benefits of instructors, subcontracted services,  
98 on-the-job training, training facilities, equipment, skill assessment,  
99 and all program services excluding issuance of certificates.]

2           [178.761. A community college district, with the approval  
3 of the department of economic development in consultation with the  
4 office of administration, may enter into an agreement to establish  
5 a project and provide program services to an employer. As soon as  
6 possible after initial contact between a community college district  
7 and a potential employer regarding the possibility of entering into  
8 an agreement, the district shall inform the division of workforce  
9 development of the department of economic development and the  
10 office of administration about the potential project. The division of  
11 workforce development shall evaluate the proposed project within  
12 the overall job training efforts of the state to ensure that the  
13 project will not duplicate other job training programs. The  
14 department of economic development shall have fourteen days from  
15 receipt of the application to approve or disapprove projects. If no  
16 response is received by the community college within fourteen days,  
17 the projects are approved. Any project that is disapproved must be  
18 in writing stating the reasons for the disapproval. If an agreement  
19 is entered into, the district and the employer shall notify the  
20 department of revenue within fifteen calendar days. An agreement  
21 may provide, but is not limited to:

22           (1) Payment of program costs, including deferred costs,  
23 which may be paid from one or a combination of the following  
24 sources:

25           (a) Funds appropriated by the general assembly from the  
26 Missouri community college job retention program fund and  
27 disbursed by the division of workforce development in respect of  
retained jobs credit from withholding to be received or derived from

28 retained employment resulting from the project;

29 (b) Tuition, student fees, or special charges fixed by the  
30 board of trustees to defray program costs in whole or in part;

31 (c) Guarantee of payments to be received under paragraph  
32 (a) or (b) of this subdivision;

33 (2) Payment of program costs shall not be deferred for a  
34 period longer than ten years if program costs do not exceed five  
35 hundred thousand dollars, or eight years if program costs exceed  
36 five hundred thousand dollars from the date of commencement of  
37 the project;

38 (3) Costs of on-the-job training for employees shall include  
39 wages or salaries of participating employees. Payments for  
40 on-the-job training shall not exceed the average of fifty percent of  
41 the total percent of the total wages paid by the employer to each  
42 participant during the period of training. Payment for on-the-job  
43 training may continue for up to six months from the date of the  
44 employer's capital investment;

45 (4) A provision which fixes the minimum amount of  
46 retained jobs credit from withholding, or tuition and fee payments  
47 which shall be paid for program costs;

48 (5) Any payment required to be made by an employer is a  
49 lien upon the employer's business property until paid and has  
50 equal precedence with ordinary taxes and shall not be divested by  
51 a judicial sale. Property subject to the lien may be sold for sums  
52 due and delinquent at a tax sale, with the same forfeitures,  
53 penalties, and consequences as for the nonpayment of ordinary  
54 taxes. The purchasers at tax sale obtain the property subject to  
55 the remaining payments.]

[178.762. If an agreement provides that all or part of  
2 program costs are to be met by receipt of retained jobs credit from  
3 withholding, such retained jobs credit from withholding shall be  
4 determined and paid as follows:

5 (1) Retained jobs credit from withholding shall be based  
6 upon the wages paid to the employees in the retained jobs;

7 (2) A portion of the total payments made by the employer  
8 under section 143.221 shall be designated as the retained jobs

9 credit from withholding. Such portion shall be an amount equal to  
10 two and one-half percent of the gross wages paid by the employer  
11 for each of the first one hundred jobs included in the project and  
12 one and one-half percent of the gross wages paid by the employer  
13 for each of the remaining jobs included in the project. If business  
14 or employment conditions cause the amount of the retained jobs  
15 credit from withholding to be less than the amount projected in the  
16 agreement for any time period, then other withholding tax paid by  
17 the employer under section 143.221 shall be credited to the  
18 Missouri community college retained job training fund by the  
19 amount of such difference. The employer shall remit the amount  
20 of the retained jobs credit to the department of revenue in the  
21 manner prescribed in section 178.764. When all program costs,  
22 including the principal, premium, and interest on the certificates  
23 have been paid, the employer credits shall cease;

24 (3) The community college district participating in a project  
25 shall establish a special fund for and in the name of the  
26 project. All funds appropriated by the general assembly from the  
27 Missouri community college job training retention program fund  
28 and disbursed by the division of workforce development for the  
29 project and other amounts received by the district in respect of the  
30 project and required by the agreement to be used to pay program  
31 costs for the project shall be deposited in the special  
32 fund. Amounts held in the special fund may be used and disbursed  
33 by the district only to pay program costs for the project. The  
34 special fund may be divided into such accounts and subaccounts as  
35 shall be provided in the agreement, and amounts held therein may  
36 be invested in investments which are legal for the investment of  
37 the district's other funds;

38 (4) Any disbursement in respect of a project received from  
39 the division of workforce development under sections 178.760 to  
40 178.764 and the special fund into which it is paid may be  
41 irrevocably pledged by a community college district for the payment  
42 of the principal, premium, and interest on the certificate issued by  
43 a community college district to finance or refinance, in whole or in  
44 part, the project;

45           (5) The employer shall certify to the department of revenue  
46 that the credit from withholding is in accordance with an  
47 agreement and shall provide other information the department may  
48 require;

49           (6) An employee participating in a project will receive full  
50 credit for the amount designated as a retained jobs credit from  
51 withholding and withheld as provided in section 143.221;

52           (7) If an agreement provides that all or part of program  
53 costs are to be met by receipt of retained jobs credit from  
54 withholding, the provisions of this subsection shall also apply to  
55 any successor to the original employer until such time as the  
56 principal and interest on the certificates have been paid.]

          [178.763. 1. To provide funds for the present payment of  
2 the costs of retained jobs training programs, a community college  
3 district may borrow money and issue and sell certificates payable  
4 from a sufficient portion of the future receipts of payments  
5 authorized by the agreement including disbursements from the  
6 Missouri community college job retention training program to the  
7 special fund established by the district for each project. The total  
8 amount of outstanding certificates sold by all community college  
9 districts shall not exceed fifteen million dollars, unless an  
10 increased amount is authorized in writing by a majority of  
11 members of the Missouri job training joint legislative oversight  
12 committee. The certificates shall be marketed through financial  
13 institutions authorized to do business in Missouri.

14 The receipts shall be pledged to the payment of principal of and  
15 interest on the certificates. Certificates may be sold at public sale  
16 or at private sale at par, premium, or discount of not less than  
17 ninety-five percent of the par value thereof, at the discretion of the  
18 board of trustees, and may bear interest at such rate or rates as  
19 the board of trustees shall determine, notwithstanding the  
20 provisions of section 108.170 to the contrary. However, chapter 176  
21 does not apply to the issuance of these certificates. Certificates  
22 may be issued with respect to a single project or multiple projects  
23 and may contain terms or conditions as the board of trustees may  
24 provide by resolution authorizing the issuance of the certificates.



25           2. Certificates issued to refund other certificates may be  
26 sold at public sale or at private sale as provided in this section  
27 with the proceeds from the sale to be used for the payment of the  
28 certificates being refunded. The refunding certificates may be  
29 exchanged in payment and discharge of the certificates being  
30 refunded, in installments at different times or an entire issue or  
31 series at one time. Refunding certificates may be sold or exchanged  
32 at any time on, before, or after the maturity of the outstanding  
33 certificates to be refunded. They may be issued for the purpose of  
34 refunding a like, greater, or lesser principal amount of certificates  
35 and may bear a higher, lower, or equivalent rate of interest than  
36 the certificates being renewed or refunded.

37           3. Before certificates are issued, the board of trustees shall  
38 publish once a notice of its intention to issue the certificates,  
39 stating the amount, the purpose, and the project or projects for  
40 which the certificates are to be issued. A person may, within  
41 fifteen days after the publication of the notice, by action in the  
42 circuit court of a county in the district, appeal the decision of the  
43 board of trustees to issue the certificates. The action of the board  
44 of trustees in determining to issue the certificates is final and  
45 conclusive unless the circuit court finds that the board of trustees  
46 has exceeded its legal authority. An action shall not be brought  
47 which questions the legality of the certificates, the power of the  
48 board of trustees to issue the certificates, the effectiveness of any  
49 proceedings relating to the authorization of the project, or the  
50 authorization and issuance of the certificates from and after fifteen  
51 days from the publication of the notice of intention to issue.

52           4. The board of trustees shall make a finding based on  
53 information supplied by the employer that revenues provided in the  
54 agreement are sufficient to secure the faithful performance of  
55 obligations in the agreement.

56           5. Certificates issued under this section shall not be deemed  
57 to be an indebtedness of the state or the community college district  
58 or of any other political subdivision of the state, and the principal  
59 and interest on such certificates shall be payable only from the  
60 sources provided in subdivision (1) of section 178.761 which are

61 pledged in the agreement.

62 6. The department of economic development shall  
63 coordinate the retained jobs training program, and may promulgate  
64 rules that districts will use in developing projects with industrial  
65 retained jobs training proposals which shall include rules providing  
66 for the coordination of such proposals with the service delivery  
67 areas established in the state to administer federal funds pursuant  
68 to the federal Workforce Investment Act. No rule or portion of a  
69 rule promulgated pursuant to the authority of this section shall  
70 become effective unless it has been promulgated pursuant to  
71 chapter 536.

72 7. No community college district may sell certificates as  
73 described in this section after July 1, 2014.]

[178.764. 1. There is hereby established within the state  
2 treasury a special fund, to be known as the "Missouri Community  
3 College Job Retention Training Program Fund", to be administered  
4 by the division of workforce development. The department of  
5 revenue shall credit to the community college job retention training  
6 program fund, as received, all retained jobs credit from withholding  
7 remitted by employers pursuant to section 178.762. The fund shall  
8 also consist of any gifts, contributions, grants, or bequests received  
9 from federal, private, or other sources. The general assembly,  
10 however, shall not provide for any transfer of general revenue  
11 funds into the community college job retention training program  
12 fund. Moneys in the Missouri community college job retention  
13 training program fund shall be disbursed to the division of  
14 workforce development pursuant to regular appropriations by the  
15 general assembly. The division shall disburse such appropriated  
16 funds in a timely manner into the special funds established by  
17 community college districts for projects, which funds shall be used  
18 to pay program costs, including the principal, premium, and  
19 interest on certificates issued by the district to finance or  
20 refinance, in whole or in part, a project. Such disbursements by  
21 the division of workforce development shall be made to the special  
22 fund for each project in the same proportion as the retained jobs  
23 credit from withholding remitted by the employer participating in

24 such project bears to the total retained jobs credit from withholding  
25 remitted by all employers participating in projects during the  
26 period for which the disbursement is made. Moneys for retained  
27 jobs training programs established under sections 178.760 to  
28 178.764 shall be obtained from appropriations made by the general  
29 assembly from the Missouri community college job retention  
30 training program fund. All moneys remaining in the Missouri  
31 community college job retention training program fund at the end  
32 of any fiscal year shall not lapse to the general revenue fund, as  
33 provided in section 33.080, but shall remain in the Missouri  
34 community college job retention training program fund.

35 2. The department of revenue shall develop such forms as  
36 are necessary to demonstrate accurately each employer's retained  
37 jobs credit from withholding paid into the Missouri community  
38 college job retention training program fund.

39 The retained jobs credit from withholding shall be accounted as  
40 separate from the normal withholding tax paid to the department  
41 of revenue by the employer.

42 Reimbursements made by all employers to the Missouri community  
43 college job retention training program fund shall be no less than all  
44 allocations made by the division of workforce development to all  
45 community college districts for all job retention projects. The  
46 employer shall remit the amount of the retained job credit to the  
47 department of revenue in the same manner as provided in sections  
48 143.191 to 143.265.]

2 [178.892. As used in sections 178.892 to 178.896, the  
following terms mean:

3 (1) "Agreement", the agreement, between an employer and  
4 a community college district, concerning a project. An agreement  
5 may be for a period not to exceed ten years when the program  
6 services associated with a project are not in excess of five hundred  
7 thousand dollars. For a project where associated program costs are  
8 greater than five hundred thousand dollars, the agreement may not  
9 exceed a period of eight years. No agreement shall be entered into  
10 between an employer and a community college district which  
11 involves the training of potential employees with the purpose of

12 replacing or supplanting employees engaged in an authorized work  
13 stoppage;

14 (2) "Board of trustees", the board of trustees of a community  
15 college district;

16 (3) "Certificate", industrial new jobs training certificates  
17 issued pursuant to section 178.895;

18 (4) "Date of commencement of the project", the date of the  
19 agreement;

20 (5) "Employee", the person employed in a new job;

21 (6) "Employer", the person providing new jobs in  
22 conjunction with a project;

23 (7) "Essential industry", a business that otherwise meets  
24 the definition of industry but instead of creating new jobs  
25 maintains existing jobs. To be an essential industry, the business  
26 must have maintained at least two thousand jobs each year for a  
27 period of four years preceding the year in which application for the  
28 program authorized by sections 178.892 to 178.896 is made and  
29 must be located in a home rule city with more than twenty-six  
30 thousand but less than twenty-seven thousand inhabitants located  
31 in any county with a charter form of government and with more  
32 than one million inhabitants;

33 (8) "Existing job", a job in an essential industry that pays  
34 wages or salary greater than the average of the county in which the  
35 project will be located;

36 (9) "Industry", a business located within the state of  
37 Missouri which enters into an agreement with a community college  
38 district and which is engaged in interstate or intrastate commerce  
39 for the purpose of manufacturing, processing, or assembling  
40 products, conducting research and development, or providing  
41 services in interstate commerce, but excluding retail  
42 services. "Industry" does not include a business which closes or  
43 substantially reduces its operation in one area of the state and  
44 relocates substantially the same operation in another area of the  
45 state. This does not prohibit a business from expanding its  
46 operations in another area of the state provided that existing  
47 operations of a similar nature are not closed or substantially

48 reduced;

49 (10) "New job", a job in a new or expanding industry not  
50 including jobs of recalled workers, or replacement jobs or other jobs  
51 that formerly existed in the industry in the state. For an essential  
52 industry, an existing job shall be considered a new job for the  
53 purposes of the new job training programs;

54 (11) "New jobs credit from withholding", the credit as  
55 provided in section 178.894;

56 (12) "New jobs training program" or "program", the project  
57 or projects established by a community college district for the  
58 creation of jobs by providing education and training of workers for  
59 new jobs for new or expanding industry in the state;

60 (13) "Program costs", all necessary and incidental costs of  
61 providing program services including payment of the principal of,  
62 premium, if any, and interest on certificates, including capitalized  
63 interest, issued to finance a project, funding and maintenance of a  
64 debt service reserve fund to secure such certificates and wages,  
65 salaries and benefits of employees participating in on-the-job  
66 training;

67 (14) "Program services" includes, but is not limited to, the  
68 following:

69 (a) New jobs training;

70 (b) Adult basic education and job-related instruction;

71 (c) Vocational and skill-assessment services and testing;

72 (d) Training facilities, equipment, materials, and supplies;

73 (e) On-the-job training;

74 (f) Administrative expenses equal to fifteen percent of the  
75 total training costs;

76 (g) Subcontracted services with state institutions of higher  
77 education, private colleges or universities, or other federal, state,  
78 or local agencies;

79 (h) Contracted or professional services; and

80 (i) Issuance of certificates;

81 (15) "Project", a training arrangement which is the subject  
82 of an agreement entered into between the community college  
83 district and an employer to provide program services;

84 (16) "Total training costs", costs of training, including  
85 supplies, wages and benefits of instructors, subcontracted services,  
86 on-the-job training, training facilities, equipment, skill assessment  
87 and all program services excluding issuance of certificates.]

[178.893. A community college district, with the approval  
2 of the department of economic development in consultation with the  
3 office of administration, may enter into an agreement to establish  
4 a project and provide program services to an employer. As soon as  
5 possible after initial contact between a community college district  
6 and a potential employer regarding the possibility of entering into  
7 an agreement, the district shall inform the division of job  
8 development and training of the department of economic  
9 development and the office of administration about the potential  
10 project. The division of job development and training shall  
11 evaluate the proposed project within the overall job training efforts  
12 of the state to ensure that the project will not duplicate other job  
13 training programs. The department of economic development shall  
14 have fourteen days from receipt of the application to approve or  
15 disapprove projects. If no response is received by the community  
16 college within fourteen days the projects are approved. Any project  
17 that is disapproved must be in writing stating the reasons for the  
18 disapproval. If an agreement is entered into, the district and the  
19 employer shall notify the department of revenue within fifteen  
20 calendar days. An agreement may provide, but is not limited to:

21 (1) Payment of program costs, including deferred costs,  
22 which may be paid from one or a combination of the following  
23 sources:

24 (a) Funds appropriated by the general assembly from the  
25 Missouri community college job training program fund and  
26 disbursed by the division of job development and training in  
27 respect of new jobs credit from withholding to be received or  
28 derived from new employment resulting from the project;

29 (b) Tuition, student fees, or special charges fixed by the  
30 board of trustees to defray program costs in whole or in part;

31 (c) Guarantee of payments to be received under paragraph  
32 (a) or (b) of this subdivision;

33 (2) Payment of program costs shall not be deferred for a  
34 period longer than ten years if program costs do not exceed five  
35 hundred thousand dollars, or eight years if program costs exceed  
36 five hundred thousand dollars from the date of commencement of  
37 the project;

38 (3) Costs of on-the-job training for employees, shall include  
39 wages or salaries of participating employees. Payments for  
40 on-the-job training shall not exceed the average of fifty percent of  
41 the total percent of the total wages paid by the employer to each  
42 participant during the period of training.  
43 Payment for on-the-job training may continue for up to six months  
44 after the placement of the participant in the new job;

45 (4) A provision which fixes the minimum amount of new  
46 jobs credit from withholding, or tuition and fee payments which  
47 shall be paid for program costs;

48 (5) Any payment required to be made by an employer is a  
49 lien upon the employer's business property until paid and has  
50 equal precedence with ordinary taxes and shall not be divested by  
51 a judicial sale. Property subject to the lien may be sold for sums  
52 due and delinquent at a tax sale, with the same forfeitures,  
53 penalties, and consequences as for the nonpayment of ordinary  
54 taxes. The purchasers at tax sale obtain the property subject to  
55 the remaining payments.]

2 [178.894. If an agreement provides that all or part of  
3 program costs are to be met by receipt of new jobs credit from  
4 withholding, such new jobs credit from withholding shall be  
5 determined and paid as follows:

6 (1) New jobs credit from withholding shall be based upon  
7 the wages paid to the employees in the new jobs;

8 (2) A portion of the total payments made by the employer  
9 pursuant to section 143.221 shall be designated as the new jobs  
10 credit from withholding. Such portion shall be an amount equal to  
11 two and one-half percent of the gross wages paid by the employer  
12 for each of the first one hundred jobs included in the project and  
13 one and one-half percent of the gross wages paid by the employer  
for each of the remaining jobs included in the project. If business

14 or employment conditions cause the amount of the new jobs credit  
15 from withholding to be less than the amount projected in the  
16 agreement for any time period, then other withholding tax paid by  
17 the employer pursuant to section 143.221 shall be credited to the  
18 Missouri community college job training fund by the amount of  
19 such difference. The employer shall remit the amount of the new  
20 jobs credit to the department of revenue in the manner prescribed  
21 in section 178.896. When all program costs, including the principal  
22 of, premium, if any, and interest on the certificates have been paid,  
23 the employer credits shall cease;

24 (3) The community college district participating in a project  
25 shall establish a special fund for and in the name of the  
26 project. All funds appropriated by the general assembly from the  
27 Missouri community college job training program fund and  
28 disbursed by the division of job development and training for the  
29 project and other amounts received by the district in respect of the  
30 project and required by the agreement to be used to pay program  
31 costs for the project shall be deposited in the special  
32 fund. Amounts held in the special fund may be used and disbursed  
33 by the district only to pay program costs for the project. The  
34 special fund may be divided into such accounts and subaccounts as  
35 shall be provided in the agreement, and amounts held therein may  
36 be invested in investments which are legal for the investment of  
37 the district's other funds;

38 (4) Any disbursement in respect of a project received from  
39 the division of job development and training under the provisions  
40 of sections 178.892 to 178.896 and the special fund into which it is  
41 paid may be irrevocably pledged by a community college district for  
42 the payment of the principal of, premium, if any, and interest on  
43 the certificate issued by a community college district to finance or  
44 refinance, in whole or in part, the project;

45 (5) The employer shall certify to the department of revenue  
46 that the credit from withholding is in accordance with an  
47 agreement and shall provide other information the department may  
48 require;

49 (6) An employee participating in a project will receive full



50 credit for the amount designated as a new jobs credit from  
51 withholding and withheld as provided in section 143.221;

52 (7) If an agreement provides that all or part of program  
53 costs are to be met by receipt of new jobs credit from withholding,  
54 the provisions of this subsection shall also apply to any successor  
55 to the original employer until such time as the principal and  
56 interest on the certificates have been paid.]

[178.895. 1. To provide funds for the present payment of  
2 the costs of new jobs training programs, a community college  
3 district may borrow money and issue and sell certificates payable  
4 from a sufficient portion of the future receipts of payments  
5 authorized by the agreement including disbursements from the  
6 Missouri community college job training program to the special  
7 fund established by the district for each project. The total amount  
8 of outstanding certificates sold by all community college districts  
9 shall not exceed twenty million dollars, unless an increased amount  
10 is authorized in writing by a majority of members of the Missouri  
11 job training joint legislative oversight committee. The certificates  
12 shall be marketed through financial institutions authorized to do  
13 business in Missouri. The receipts shall be pledged to the payment  
14 of principal of and interest on the certificates. Certificates may be  
15 sold at public sale or at private sale at par, premium, or discount  
16 of not less than ninety-five percent of the par value thereof, at the  
17 discretion of the board of trustees, and may bear interest at such  
18 rate or rates as the board of trustees shall determine,  
19 notwithstanding the provisions of section 108.170 to the  
20 contrary. However, chapter 176 does not apply to the issuance of  
21 these certificates. Certificates may be issued with respect to a  
22 single project or multiple projects and may contain terms or  
23 conditions as the board of trustees may provide by resolution  
24 authorizing the issuance of the certificates.

25 2. Certificates issued to refund other certificates may be  
26 sold at public sale or at private sale as provided in this section  
27 with the proceeds from the sale to be used for the payment of the  
28 certificates being refunded. The refunding certificates may be  
29 exchanged in payment and discharge of the certificates being

30 refunded, in installments at different times or an entire issue or  
31 series at one time. Refunding certificates may be sold or exchanged  
32 at any time on, before, or after the maturity of the outstanding  
33 certificates to be refunded. They may be issued for the purpose of  
34 refunding a like, greater, or lesser principal amount of certificates  
35 and may bear a higher, lower, or equivalent rate of interest than  
36 the certificates being renewed or refunded.

37 3. Before certificates are issued, the board of trustees shall  
38 publish once a notice of its intention to issue the certificates,  
39 stating the amount, the purpose, and the project or projects for  
40 which the certificates are to be issued. A person may, within  
41 fifteen days after the publication of the notice, by action in the  
42 circuit court of a county in the district, appeal the decision of the  
43 board of trustees to issue the certificates. The action of the board  
44 of trustees in determining to issue the certificates is final and  
45 conclusive unless the circuit court finds that the board of trustees  
46 has exceeded its legal authority. An action shall not be brought  
47 which questions the legality of the certificates, the power of the  
48 board of trustees to issue the certificates, the effectiveness of any  
49 proceedings relating to the authorization of the project, or the  
50 authorization and issuance of the certificates from and after fifteen  
51 days from the publication of the notice of intention to issue.

52 4. The board of trustees shall determine if revenues  
53 provided in the agreement are sufficient to secure the faithful  
54 performance of obligations in the agreement.

55 5. Certificates issued under this section shall not be deemed  
56 to be an indebtedness of the state or the community college district  
57 or of any other political subdivision of the state and the principal  
58 and interest on such certificates shall be payable only from the  
59 sources provided in subdivision (1) of section 178.893 which are  
60 pledged in the agreement.

61 6. The department of economic development shall  
62 coordinate the new jobs training program, and may promulgate  
63 rules that districts will use in developing projects with new and  
64 expanding industrial new jobs training proposals which shall  
65 include rules providing for the coordination of such proposals with

66 the service delivery areas established in the state to administer  
67 federal funds pursuant to the federal Job Training Partnership  
68 Act. No rule or portion of a rule promulgated under the authority  
69 of sections 178.892 to 178.896 shall become effective unless it has  
70 been promulgated pursuant to the provisions of chapter 536. All  
71 rulemaking authority delegated prior to June 27, 1997, is of no  
72 force and effect and repealed; however, nothing in this section shall  
73 be interpreted to repeal or affect the validity of any rule filed or  
74 adopted prior to June 27, 1997, if such rule complied with the  
75 provisions of chapter 536. The provisions of this section and  
76 chapter 536 are nonseverable and if any of the powers vested with  
77 the general assembly pursuant to chapter 536, including the ability  
78 to review, to delay the effective date, or to disapprove and annul a  
79 rule or portion of a rule, are subsequently held unconstitutional,  
80 then the purported grant of rulemaking authority and any rule so  
81 proposed and contained in the order of rulemaking shall be invalid  
82 and void.

83 7. No community college district may sell certificates as  
84 described in this section after July 1, 2018.]

[178.896. 1. There is hereby established within the state  
2 treasury a special fund, to be known as the "Missouri Community  
3 College Job Training Program Fund", to be administered by the  
4 division of job development and training. The department of  
5 revenue shall credit to the community college job training program  
6 fund, as received, all new jobs credit from withholding remitted by  
7 employers pursuant to section 178.894. The fund shall also consist  
8 of any gifts, contributions, grants or bequests received from federal,  
9 private or other sources. The general assembly, however, shall not  
10 provide for any transfer of general revenue funds into the  
11 community college job training program fund. Moneys in the  
12 Missouri community college job training program fund shall be  
13 disbursed to the division of job development and training pursuant  
14 to regular appropriations by the general assembly. The division  
15 shall disburse such appropriated funds in a timely manner into the  
16 special funds established by community college districts for  
17 projects, which funds shall be used to pay program costs, including

18 the principal of, premium, if any, and interest on certificates issued  
19 by the district to finance or refinance, in whole or in part, a  
20 project. Such disbursements by the division of job development and  
21 training shall be made to the special fund for each project in the  
22 same proportion as the new jobs credit from withholding remitted  
23 by the employer participating in such project bears to the total new  
24 jobs credit from withholding remitted by all employers  
25 participating in projects during the period for which the  
26 disbursement is made. Moneys for new jobs training programs  
27 established under the provisions of sections 178.892 to 178.896  
28 shall be obtained from appropriations made by the general  
29 assembly from the Missouri community college job training  
30 program fund. All moneys remaining in the Missouri community  
31 college job training program fund at the end of any fiscal year shall  
32 not lapse to the general revenue fund, as provided in section  
33 33.080, but shall remain in the Missouri community college job  
34 training program fund.

35 2. The department of revenue shall develop such forms as  
36 are necessary to demonstrate accurately each employer's new jobs  
37 credit from withholding paid into the Missouri community college  
38 job training program fund. The new jobs credit from withholding  
39 shall be accounted as separate from the normal withholding tax  
40 paid to the department of revenue by the  
41 employer. Reimbursements made by all employers to the Missouri  
42 community college job training program fund shall be no less than  
43 all allocations made by the division of job development and training  
44 to all community college districts for all projects. The employer  
45 shall remit the amount of the new job credit to the department of  
46 revenue in the same manner as provided in sections 143.191 to  
47 143.265.

48 3. Sections 178.892 to 178.896 shall expire July 1, 2028.]

[348.253. 1. The Missouri technology corporation may  
2 contract with not-for-profit organizations to carry out the  
3 provisions of sections 348.251 to 348.275. By entering into such  
4 contracts, the corporation shall attempt to achieve the following  
5 objectives:

6 (1) The establishment of a research alliance which shall  
7 advance technology development, as defined in subdivision (3) of  
8 section 348.251. The corporation, in this capacity, shall have the  
9 authority to contract directly with centers for advanced technology,  
10 as established by section 348.272, and other not-for-profit entities.  
11 In proceeding with this objective, the corporation and centers for  
12 advanced technology shall utilize the results of targeted industry  
13 studies commissioned by the department of economic development;

14 (2) Technology commercialization, as defined in subdivision  
15 (2) of section 348.251;

16 (3) The establishment of a finance corporation to assist in  
17 the implementation of section 348.261; and

18 (4) The enhancement of technology application, as defined  
19 in subdivision (1) of section 348.251.

20 2. Any contract signed between the corporation and any  
21 not-for-profit organization, including innovation centers as defined  
22 in section 348.271, shall require that the not-for-profit organization  
23 must provide at least one-hundred-percent match for any funding  
24 received from the corporation through the technology investment  
25 fund, as established in section 348.264.]

[348.505. 1. As used in this section, "state tax liability",  
2 any state tax liability incurred by a taxpayer under the provisions  
3 of chapters 143, 147, and 148, exclusive of the provisions relating  
4 to the withholding of tax as provided for in sections 143.191 to  
5 143.265 and related provisions.

6 2. Any eligible lender under the family farm livestock loan  
7 program under section 348.500 shall be entitled to receive a tax  
8 credit equal to one hundred percent of the amount of interest  
9 waived by the lender under section 348.500 on a qualifying loan for  
10 the first year of the loan only. The tax credit shall be evidenced by  
11 a tax credit certificate issued by the agricultural and small  
12 business development authority and may be used to satisfy the  
13 state tax liability of the owner of such certificate that becomes due  
14 in the tax year in which the interest on a qualified loan is waived  
15 by the lender under section 348.500. No lender may receive a tax  
16 credit under this section unless such person presents a tax credit

17 certificate to the department of revenue for payment of such state  
18 tax liability. The amount of the tax credits that may be issued to  
19 all eligible lenders claiming tax credits authorized in this section  
20 in a fiscal year shall not exceed three hundred thousand dollars.

21 3. The agricultural and small business development  
22 authority shall be responsible for the administration and issuance  
23 of the certificate of tax credits authorized by this section. The  
24 authority shall issue a certificate of tax credit at the request of any  
25 lender. Each request shall include a true copy of the loan  
26 documents, the name of the lender who is to receive a certificate of  
27 tax credit, the type of state tax liability against which the tax  
28 credit is to be used, and the amount of the certificate of tax credit  
29 to be issued to the lender based on the interest waived by the  
30 lender under section 348.500 on the loan for the first year.

31 4. The Missouri department of revenue shall accept a  
32 certificate of tax credit in lieu of other payment in such amount as  
33 is equal to the lesser of the amount of the tax or the remaining  
34 unused amount of the credit as indicated on the certificate of tax  
35 credit, and shall indicate on the certificate of tax credit the amount  
36 of tax thereby paid and the date of such payment.

37 5. The following provisions shall apply to tax credits  
38 authorized under this section:

39 (1) Tax credits claimed in a taxable year may be claimed on  
40 a quarterly basis and applied to the estimated quarterly tax of the  
41 lender;

42 (2) Any amount of tax credit which exceeds the tax due,  
43 including any estimated quarterly taxes paid by the lender under  
44 subdivision (1) of this subsection which results in an overpayment  
45 of taxes for a taxable year, shall not be refunded but may be  
46 carried over to any subsequent taxable year, not to exceed a total  
47 of three years for which a tax credit may be taken for a qualified  
48 family farm livestock loan;

49 (3) Notwithstanding any provision of law to the contrary, a  
50 lender may assign, transfer or sell tax credits authorized under  
51 this section, with the new owner of the tax credit receiving the  
52 same rights in the tax credit as the lender. For any tax credits

53 assigned, transferred, sold, or otherwise conveyed, a notarized  
54 endorsement shall be filed by the lender with the authority  
55 specifying the name and address of the new owner of the tax credit  
56 and the value of such tax credit; and

57 (4) Notwithstanding any other provision of this section to  
58 the contrary, any commercial bank may use tax credits created  
59 under this section as provided in section 148.064 and receive a net  
60 tax credit against taxes actually paid in the amount of the first  
61 year's interest on loans made under this section. If such first year  
62 tax credits reduce taxes due as provided in section 148.064 to zero,  
63 the remaining tax credits may be carried over as otherwise  
64 provided in this section and utilized as provided in section 148.064  
65 in subsequent years.]

2 [620.470. As used in sections 620.470 to 620.481, unless the  
context clearly requires otherwise, the following terms mean:

3 (1) "Department", the Missouri department of economic  
4 development;

5 (2) "Fund", the Missouri job development fund as  
6 established by section 620.478;

7 (3) "Industry", an entity the objective of which is to supply  
8 a service or the objective of which is the commercial production and  
9 sale of an article of trade or commerce. The term includes a  
10 consortium of such entities organized for the purpose of providing  
11 for common training to the member entities' employees, provided  
12 that the consortium as a whole meets the requirements for  
13 participation in this program;

14 (4) "Manufacturing", the making or processing of raw  
15 materials into a finished product, especially by means of large-scale  
16 machines of industry.]

2 [620.472. 1. The department shall establish a new or  
3 expanding industry training program, the purpose of which is to  
4 provide assistance for new or expanding industries for the training,  
5 retraining or upgrading of the skills of potential  
6 employees. Training may include preemployment training, and  
7 services may include analysis of the specified training needs for  
such company, development of training plans, and provision of

8 training through qualified training staff. Such program may fund  
9 in-plant training analysis, curriculum development, assessment  
10 and preselection tools, publicity for the program, instructional  
11 services, rental of instructional facilities with necessary utilities,  
12 access to equipment and supplies, other necessary services, overall  
13 program direction, and an adequate staff to carry out an effective  
14 training program. In addition, the program may fund a  
15 coordinated transportation program for trainings if the training can  
16 be more effectively provided outside the community where the jobs  
17 are to be located. In-plant training analysis shall include fees for  
18 professionals and necessary travel and expenses. Such program  
19 may also provide assistance in the locating of skilled employees  
20 and in the locating of additional sources of job training  
21 funds. Such program shall be operated with appropriations made  
22 by the general assembly from the fund.

23 2. Assistance under the new or expanding industry training  
24 program may be available only for industries who certify to the  
25 department that their investments relate directly to a projected  
26 increase in employment which will result in the need for training  
27 of newly hired employees or the retraining or upgrading of the  
28 skills of existing employees for new jobs created by the new or  
29 expanding industry's investment.

30 3. The department shall issue rules and regulations  
31 governing the awarding of funds administered through the new or  
32 expanding industry training program. When promulgating these  
33 rules and regulations, the department shall consider such factors  
34 as the potential number of new permanent jobs to be created, the  
35 amount of private sector investment in new facilities and  
36 equipment, the significance of state funding to the industry's  
37 decision to locate or expand in Missouri, the economic need of the  
38 affected community, and the importance of the industry to the  
39 economic development of Missouri.]

2 [620.474. 1. The department shall establish a basic  
3 industry retraining program, the purpose of which is to provide  
4 assistance for industries in Missouri for the retraining and  
upgrading of employees' skills which are required to support new



5 investment. Such program shall be operated with appropriations  
6 made by the general assembly from the fund.

7 2. Assistance under the basic industry retraining program  
8 may be made available for industries in Missouri which make new  
9 investments without the creation of new employment.

10 3. The department shall issue rules and regulations  
11 governing the awarding of funds administered through the basic  
12 industry retraining fund. When promulgating these rules and  
13 regulations, the department shall consider such factors as the  
14 number of jobs in jeopardy of being lost if retraining does not occur,  
15 the amount of private sector investment in new facilities and  
16 equipment, the ratio of jobs retained versus investment, the cost of  
17 normal, ongoing training required for the industry, the economic  
18 need of the affected community, and the importance of the industry  
19 to the economic development of Missouri.]

2 [620.475. 1. The department shall establish an industry  
3 quality and productivity improvement program to help industries  
4 and businesses evaluate and enhance quality and productivity, and  
5 to encourage the private sector to develop long-range goals to  
6 improve quality and productivity and improve the competitive  
7 position of private businesses. The quality and productivity  
8 improvement program shall include seminars, workshops and short  
9 courses on subjects such as long-range planning, new management  
10 techniques, automated manufacturing, innovative uses of new  
11 materials and the latest philosophies of management and quality  
12 improvement. The program shall be available to existing Missouri  
13 manufacturing, distribution and service businesses.

14 2. The department may develop quality and productivity  
15 improvement centers at university and community college  
16 campuses throughout the state as the demand and need is  
17 determined. The department shall have the authority to contract  
18 with individuals who possess particular knowledge, ability and  
19 expertise in the various subjects which may be essential to the  
20 program's goals. Seminars, workshops, short courses and specific  
21 not for credit classes shall be developed on and off campus for  
personnel engaged in manufacturing, distribution and service

22 businesses. At the discretion of the department, the University of  
23 Missouri and Lincoln University extension services, the continuing  
24 education offices of the regional universities and community  
25 colleges may be used for the promotion and coordination of the  
26 off-campus courses that are offered.

27 3. Activities eligible for reimbursement in the industry  
28 quality and productivity program shall include:

29 (1) The cost of seminars, workshops, short courses and  
30 specific not for credit classes;

31 (2) The wages of instructors;

32 (3) Productivity materials and supplies, including the  
33 purchase of packaged productivity programs when appropriate;

34 (4) Travel directly related to the program;

35 (5) Tuition payments to third-party productivity providers  
36 and to businesses; and

37 (6) Teaching and assistance provided by educational  
38 institutions in the state.

39 4. No industry receiving assistance under the industry  
40 quality and productivity improvement program shall be reimbursed  
41 for more than fifty percent of the total costs of its participation in  
42 the program.]

[620.476. Activities eligible for reimbursement by funds  
2 administered through the new or expanding industry program and  
3 the basic industry retraining program shall include: the wages of  
4 instructors, who may or may not be employees of the industry;  
5 training development costs, including the cost of training of  
6 instructors; training materials and supplies, including the purchase  
7 of packaged training programs when appropriate; travel directly  
8 related to the training program; tuition payments to third-party  
9 training providers and to the industry; teaching and assistance  
10 provided by educational institutions in the state of Missouri;  
11 on-the-job training; and the leasing, but not the purchase, of  
12 training equipment and space.]

[620.478. 1. There is hereby established in the state  
2 treasury a special fund to be known as the "Missouri Job  
3 Development Fund". The fund shall consist of all moneys which

4 may be appropriated to it by the general assembly and also any  
5 gifts, contributions, grants or bequests received from federal,  
6 private or other sources. Appropriations made from the fund shall  
7 be for the purpose of providing contractual services through the  
8 department of elementary and secondary education for vocational  
9 related training or retraining provided by public or private training  
10 institutions within Missouri; and for contracted services through  
11 the department of economic development for vocational related  
12 training or retraining provided by public or private training  
13 institutions located outside of Missouri; and for vocational related  
14 training or retraining provided on site, within Missouri, by any  
15 proprietorship, partnership or corporate entity. Except for  
16 state-sponsored preemployment training, no applicant shall receive  
17 more than fifty percent of its project training or retraining costs  
18 from the development fund. Moneys to operate the new or  
19 expanding industry training program, the basic industry retraining  
20 program, the industry quality and productivity improvement  
21 program and assistance to community college business and  
22 technology centers shall be obtained from appropriations made by  
23 the general assembly from the fund. No funds shall be awarded or  
24 reimbursed to any industry for the training, retraining or  
25 upgrading of skills of potential employees with the purpose of  
26 replacing or supplanting employees engaged in an authorized work  
27 stoppage.

28 2. The Missouri job development fund shall be able to  
29 receive any block grant or other sources of funding relating to job  
30 training, school-to-work transition, welfare reform, vocational and  
31 technical training, housing, infrastructure development and human  
32 resource investment programs which may be provided by the  
33 federal government or other sources.]

[620.479. The department is authorized to contract with  
2 other entities, including businesses, industries, other state agencies  
3 and the political subdivisions of the state, for the purpose of  
4 carrying out the provisions of sections 620.470 to 620.481.]

[620.480. To efficiently carry out the responsibilities of the  
2 division of job development and training and to improve job

3 training program coordination, the commissioner of administration  
4 shall authorize the division to directly negotiate with and contract  
5 for job training and related services with administrative entities  
6 designated pursuant to the requirements of the Job Training  
7 Partnership Act and any subsequent amendments and any other  
8 agencies or entities which may be designated to administer job  
9 training and related services pursuant to any succeeding federal or  
10 state legislative or regulatory requirements.]

[620.481. There is hereby created the "Missouri Job  
2 Training Joint Legislative Oversight Committee". The committee  
3 shall consist of three members of the Missouri senate appointed by  
4 the president pro tem of the senate; three members of the house of  
5 representatives appointed by the speaker of the house. No more  
6 than two of the members of the senate and two of the members of  
7 the house of representatives shall be from the same political  
8 party. Members of the Missouri job training joint legislative  
9 oversight committee shall report to the governor, the president pro  
10 tem of the senate and the speaker of the house of representatives  
11 on all assistance to industries under the provisions of sections  
12 620.470 to 620.481 provided during the preceding fiscal year and  
13 the customized job training program administered by the  
14 department of elementary and secondary education. The report of  
15 the committee shall be delivered no later than October first of each  
16 year. The director of the department of economic development  
17 shall report to the committee such information as the committee  
18 may deem necessary for its annual report. Members of the  
19 committee shall receive no compensation in addition to their salary  
20 as members of the general assembly, but may receive their  
21 necessary expenses while attending the meetings of the committee,  
22 to be paid out of the joint contingent fund.]

[620.482. 1. The department may provide assistance,  
2 through appropriations made from the Missouri job development  
3 fund, to business and technology centers. Such assistance may not  
4 include the lending of the state's credit for the payment of any  
5 liability of the fund. Such centers may be established by Missouri  
6 community colleges, or a state-owned postsecondary technical

7 college, to provide business and training services in disciplines  
8 which shall include, but not be limited to, environmental health  
9 and safety, industrial electrical technology, machine tool  
10 technology, industrial management and technology, computer  
11 consulting and computer-aided drafting, microcomputer training  
12 and telecommunications training.

13 2. The department of economic development shall  
14 promulgate rules and regulations as are necessary to implement  
15 the provisions of sections 620.470 to 620.482. No rule or portion of  
16 a rule promulgated under the authority of sections 620.470 to  
17 620.482 shall become effective unless it has been promulgated  
18 pursuant to the provisions of section 536.024.]

Section B. Because immediate action is necessary to secure adequate state  
2 revenue, section A of this act is deemed necessary for the immediate preservation  
3 of the public health, welfare, peace and safety, and is hereby declared to be an  
4 emergency act within the meaning of the constitution, and section A of this act  
5 shall be in full force and effect upon its passage and approval.

Bill ✓

Copy