

SECOND REGULAR SESSION
SENATE COMMITTEE SUBSTITUTE FOR
SENATE BILL NO. 591
99TH GENERAL ASSEMBLY

Reported from the Committee on Local Government and Elections, February 12, 2018, with recommendation that the Senate Committee Substitute do pass.

4241S.04C

ADRIANE D. CROUSE, Secretary.

AN ACT

To repeal section 135.352, RSMo, and to enact in lieu thereof one new section relating to tax credits for low-income housing.

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

Section A. Section 135.352, RSMo, is repealed and one new section enacted in lieu thereof, to be known as section 135.352, to read as follows:

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

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

3. No more than six million dollars in tax credits shall be authorized each fiscal year for projects financed through tax-exempt bond issuance.

4. The Missouri low-income housing tax credit shall be taken against the taxes and in the order specified pursuant to section 32.115. The credit authorized by this section shall not be refundable. Any amount of credit that exceeds the tax due for a taxpayer's taxable year may be carried back to any of the taxpayer's three prior taxable years or carried forward to any of the taxpayer's five subsequent taxable years.

5. All or any portion of Missouri tax credits issued in accordance with the

21 provisions of sections 135.350 to 135.362 may be allocated to parties who are
22 eligible pursuant to the provisions of subsection 1 of this section. Beginning
23 January 1, 1995, for qualified projects which began on or after January 1, 1994,
24 an owner of a qualified Missouri project shall certify to the director the amount
25 of credit allocated to each taxpayer. The owner of the project shall provide to the
26 director appropriate information so that the low-income housing tax credit can be
27 properly allocated.

28 6. In the event that recapture of Missouri low-income housing tax credits
29 is required pursuant to subsection 2 of section 135.355, any statement submitted
30 to the director as provided in this section shall include the proportion of the state
31 credit required to be recaptured, the identity of each taxpayer subject to the
32 recapture and the amount of credit previously allocated to such taxpayer.

33 7. **For each fiscal year beginning on or after July 1, 2018, no tax**
34 **credits shall be authorized under the provisions of sections 135.350 to**
35 **135.363 which, in the aggregate, exceed one hundred million dollars,**
36 **increased by any amount of tax credits that are recaptured under the**
37 **provisions of section 135.355.**

38 8. The director of the department may promulgate rules and regulations
39 necessary to administer the provisions of this section. No rule or portion of a rule
40 promulgated pursuant to the authority of this section shall become effective
41 unless it has been promulgated pursuant to the provisions of section 536.024.

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