

# SENATE AMENDMENT NO. \_\_\_\_\_

Offered by \_\_\_\_\_ of \_\_\_\_\_

Amend SS/HCS/House Bill Nos. 594 & 508, Page 32, Section 137.1050, Line 98,

2 by inserting after all of said line the following:  
 3 "143.011. 1. A tax is hereby imposed for every  
 4 taxable year on the Missouri taxable income of every  
 5 resident. The tax shall be determined by applying the tax  
 6 table or the rate provided in section 143.021, which is  
 7 based upon the following rates:

8	If the Missouri taxable	The tax is:
9	income is:	
10	Not over \$1,000.00	1 1/2% of the Missouri taxable
11		income
12	Over \$1,000 but not over	\$15 plus 2% of excess over
13	\$2,000	\$1,000
14	Over \$2,000 but not over	\$35 plus 2 1/2% of excess over
15	\$3,000	\$2,000
16	Over \$3,000 but not over	\$60 plus 3% of excess over
17	\$4,000	\$3,000
18	Over \$4,000 but not over	\$90 plus 3 1/2% of excess over
19	\$5,000	\$4,000
20	Over \$5,000 but not over	\$125 plus 4% of excess over
21	\$6,000	\$5,000
22	Over \$6,000 but not over	\$165 plus 4 1/2% of excess over
23	\$7,000	\$6,000

24	Over \$7,000 but not over	\$210 plus 5% of excess over
25	\$8,000	\$7,000
26	Over \$8,000 but not over	\$260 plus 5 1/2% of excess over
27	\$9,000	\$8,000
28	Over \$9,000	\$315 plus 6% of excess over
29		\$9,000

30           2. (1) Notwithstanding the provisions of subsection 1  
31 of this section to the contrary, beginning with the 2023  
32 calendar year, the top rate of tax pursuant to subsection 1  
33 of this section shall be four and ninety-five hundredths  
34 percent.

35           (2) The modification of tax rates made pursuant to  
36 this subsection shall apply only to tax years that begin on  
37 or after January 1, 2023.

38           (3) The director of the department of revenue shall,  
39 by rule, adjust the tax table provided in subsection 1 of  
40 this section to effectuate the provisions of this  
41 subsection. The top remaining rate of tax shall apply to  
42 all income in excess of seven thousand dollars, as adjusted  
43 pursuant to subsection 5 of this section.

44           3. (1) In addition to the rate reduction under  
45 subsection 2 of this section, beginning with the 2024  
46 calendar year, the top rate of tax under subsection 1 of  
47 this section may be reduced by fifteen hundredths of a  
48 percent. A reduction in the rate of tax shall take effect  
49 on January first of a calendar year and such reduced rates  
50 shall continue in effect until the next reduction occurs.

51           (2) A reduction in the rate of tax shall only occur if  
52 the amount of net general revenue collected in the previous  
53 fiscal year exceeds the highest amount of net general  
54 revenue collected in any of the three fiscal years prior to

55 such fiscal year by at least one hundred seventy-five  
56 million dollars.

57 (3) Any modification of tax rates under this  
58 subsection shall only apply to tax years that begin on or  
59 after a modification takes effect.

60 (4) The director of the department of revenue shall,  
61 by rule, adjust the tax tables under subsection 1 of this  
62 section to effectuate the provisions of this subsection.

63 4. (1) In addition to the rate reductions under  
64 subsections 2 and 3 of this section, beginning with the  
65 calendar year immediately following the calendar year in  
66 which a reduction is made pursuant to subsection 3 of this  
67 section, the top rate of tax under subsection 1 of this  
68 section may be further reduced over a period of years. Each  
69 reduction in the top rate of tax shall be by one-tenth of a  
70 percent and no more than one reduction shall occur in a  
71 calendar year. No more than three reductions shall be made  
72 under this subsection. Reductions in the rate of tax shall  
73 take effect on January first of a calendar year and such  
74 reduced rates shall continue in effect until the next  
75 reduction occurs.

76 (2) (a) A reduction in the rate of tax shall only  
77 occur if:

78 a. The amount of net general revenue collected in the  
79 previous fiscal year exceeds the highest amount of net  
80 general revenue collected in any of the three fiscal years  
81 prior to such fiscal year by at least two hundred million  
82 dollars; and

83 b. The amount of net general revenue collected in the  
84 previous fiscal year exceeds the amount of net general  
85 revenue collected in the fiscal year five years prior,  
86 adjusted annually by the percentage increase in inflation  
87 over the preceding five fiscal years.

(b) The amount of net general revenue collected required by subparagraph a. of paragraph (a) of this subdivision in order to make a reduction pursuant to this subsection shall be adjusted annually by the percent increase in inflation beginning with January 2, 2023.

(3) Any modification of tax rates under this subsection shall only apply to tax years that begin on or after a modification takes effect.

(4) The director of the department of revenue shall, by rule, adjust the tax tables under subsection 1 of this section to effectuate the provisions of this subsection. The bracket for income subject to the top rate of tax shall be eliminated once the top rate of tax has been reduced below the rate applicable to such bracket, and the top remaining rate of tax shall apply to all income in excess of the income in the second highest remaining income bracket.

5. (1) In addition to the rate reductions pursuant to subsections 2 to 4 of this section, beginning with the 2026 calendar year, the top rate of tax pursuant to subsection 1 of this section may be reduced by seventeen-hundredths of one percent. Such reduction in the rate of tax shall take effect on January first of a calendar year.

(2) A reduction in the rate of tax under this subsection shall only occur if one or more institutions is subject to the tax imposed on the endowments of institutions of higher education pursuant to section 146.200.

(3) The modification of tax rates under this subsection shall only apply to tax years that begin on or after the date the modification takes effect.

(4) The director of the department of revenue shall, by rule, adjust the tax tables under subsection 1 of this section to effectuate the provisions of this subsection.

6. Beginning with the 2017 calendar year, the brackets of Missouri taxable income identified in subsection 1 of this section shall be adjusted annually by the percent increase in inflation. The director shall publish such brackets annually beginning on or after October 1, 2016. Modifications to the brackets shall take effect on January first of each calendar year and shall apply to tax years beginning on or after the effective date of the new brackets.

[6.]7. As used in this section, the following terms mean:

(1) "CPI", the Consumer Price Index for All Urban Consumers for the United States as reported by the Bureau of Labor Statistics, or its successor index;

(2) "CPI for the preceding calendar year", the average of the CPI as of the close of the twelve-month period ending on August thirty-first of such calendar year;

(3) "Net general revenue collected", all revenue deposited into the general revenue fund, less refunds and revenues originally deposited into the general revenue fund but designated by law for a specific distribution or transfer to another state fund;

(4) "Percent increase in inflation", the percentage, if any, by which the CPI for the preceding calendar year exceeds the CPI for the year beginning September 1, 2014, and ending August 31, 2015."; and

Further amend said bill, page 46, section 144.812, line 64, by inserting after all of said line the following:

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

(1) "Endowment", a permanent fund held by an institution of higher education that:

(a) Consists of property, cash, cash equivalents, stocks, bonds, or any other marketable security;

153        (b) Is used for purposes indicated by donors to such  
154 fund or for other purposes related to the mission of the  
155 institution of higher education; and

156        (c) Attempts to maintain and grow the principal of  
157 such fund, while annually disbursing all or part of  
158 investment earnings generated by the fund;

159        (2) "Qualifying institution of higher education", an  
160 institution of higher education that:

161        (a) Is affiliated with, or provides medical faculty  
162 to, any abortion facility, as such term is defined in  
163 section 188.015;

164        (b) Offers specific medical residencies or fellowships  
165 that offer training in performing or inducing abortions; or

166        (c) Supports in any manner any abortion facility where  
167 abortions are performed or induced when not necessary to  
168 save the life of the mother.

169        2. For all tax years beginning on or after January 1,  
170 2026, a tax is hereby imposed for every tax year on the  
171 endowment of a qualifying institution of higher education at  
172 a rate of one and nine-tenths percent of the aggregate fair  
173 market value of the assets of such endowment. Any  
174 institution that becomes a qualifying institution of higher  
175 education on or after January 1, 2026, shall remain subject  
176 to the tax imposed under this section regardless of whether  
177 such institution no longer meets the definition of a  
178 qualifying institution of higher education as defined under  
179 this section.

180        3. Revenues generated by the tax imposed under this  
181 section shall be deposited in the general revenue fund.

182        4. The department of revenue shall promulgate rules to  
183 implement the provisions of this section. Any rule or  
184 portion of a rule, as that term is defined in section  
185 536.010, that is created under the authority delegated in

186 this section shall become effective only if it complies with  
187 and is subject to all of the provisions of chapter 536 and,  
188 if applicable, section 536.028. This section and chapter  
189 536 are nonseverable and if any of the powers vested with  
190 the general assembly under chapter 536 to review, to delay  
191 the effective date, or to disapprove and annul a rule are  
192 subsequently held unconstitutional, then the grant of  
193 rulemaking authority and any rule proposed or adopted after  
194 August 28, 2025, shall be invalid and void."; and

195 Further amend the title and enacting clause accordingly.