



Resources for Businesses and Tax Professionals

2013 Tax Legislation

[HB 253: Substantial Tax Law Changes](#)

HB 253, sponsored by Representative T. J. Berry (R-Kearney), included substantial changes to the sales and income tax laws. Governor Nixon vetoed this bill on June 5, stating that the financial impact would be too great for the state to endure. The Governor's veto letter may be viewed at <http://governor.mo.gov/newsroom/pdf/2013/HB253veto.pdf>.



[HB 128: Single Sales Factor Apportionment](#)

HB 128, sponsored by Representative Chrissy Sommer (R-St. Charles), added a single sales factor apportionment option to the income tax law. Governor Nixon signed this bill into law July 12, 2013.

[SB 20, 15, and 19: Benevolent Tax Credits](#)

SB 20, 15, and 19, sponsored by Sen. Bob Dixon (R-Springfield), extends the sunset on the Public Safety Officer Surviving Spouse tax credit and the Residential Dwelling Accessibility tax credit, reauthorizes the Children in Crisis tax credit, tax credits for donations to pregnancy resource centers and food pantries. This bill also eliminates tax credits for out-of-state special needs adoptions and caps tax credits for in-state adoptions at \$2 million. Governor Nixon signed this bill into law on March 29, 2013.

[SB 23: Political Subdivisions](#)

SB 23, sponsored by Sen. Mike Parson (R-Boliver), began as a provision modifying Pettis County's transient guest tax, but it became an omnibus bill on local tax issues. Included in the truly agreed to and finally passed bill are provisions on sales tax on the titling of motor vehicles, use tax nexus, and sales tax on private entities in revenue sharing agreements with political subdivisions for places of amusement, entertainment, recreation, games, and athletic events. This bill was signed into law by Governor Nixon on July 5, 2013.

[HB 184: Taxation](#)

HB 184, sponsored by Rep. Stanley Cox (R-Sedalia), includes a modification to the Pettis County's transient guest tax, authorizing the county to use funds collected for salaries to encourage and promote tourism in the county. The bill also establishes a sales tax on the titling of all motor vehicles. This provision is intended to allow local governments to collect taxes on vehicles purchased out of state in response to the Supreme Court's ruling on *Street v. Missouri Department of Revenue*, which stated that the Department cannot collect tax on motor vehicles purchased from an out-of-state dealer. This bill also creates the Missouri Works Program, which provides tax incentives through retained withholding taxes and refundable income and financial institutions tax credits for qualified companies. This bill was signed into law by Governor Nixon on July 5, 2013.

[SB 350: Property Tax Credits](#)

SB 350, sponsored by Sen. Tom Dempsey (R-St. Charles), removed the renter's portion of the senior citizens property tax credit. The amount that would have been distributed through this portion of the tax credit would be deposited into the Missouri Senior Services Protection Fund to be used for services for low-income seniors and disabled persons. Governor Nixon vetoed this bill on May 14, 2013. View the Governor's veto letter: <http://governor.mo.gov/newsroom/pdf/2013/sb350.pdf>.



The general assembly can choose to override the vetoes, needing a two-thirds vote in both chambers to do so. Veto sessions are held the Wednesday following the second Monday in September.