

# APPENDIX VI

## Tax Expenditures for Other Taxes

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### I. Selected Excise Taxes

#### A. Liquor and Beer

By definition, there are no tax expenditures applicable to this tax.

#### B. Cigarette Tax

Missouri Statutes, Section 149.021

Definition

A wholesaler may deduct 3 percent of the face value of the cigarette stamps purchased from the Missouri Department of Revenue.

#### C. Tobacco Excise Tax

Missouri Statutes, Section 149.160

Definition

A tax on tobacco products, other than cigarettes, shall be at the rate of ten percent of the manufacturer's invoice price before discounts and deals and shall be paid by the person making the first sale within the state. By definition, there are no tax expenditures applicable to this tax.

#### D. Motor Fuel Taxes

### Missouri Deductions

#### A.01 Shrinkage Allowance

Missouri Statutes, Section 142.140

Definition

Each distributor may deduct 3 percent of the number of gallons of motor fuel remaining after authorized deductions defined in RSMo 142.030. This is a flat allowance to cover evaporation, shrinkage, losses and the distributor's expenses in collecting, accounting for, and paying this tax.

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### II. Corporation Franchise Tax

### Missouri Exclusions and Deductions

#### A.01 Exempt Corporations

Missouri Statutes, Section 147.010

Definition

1. This tax does not apply to corporations not organized for profit, nor to corporations organized under the provisions of RSMo Chapter 349, nor to express companies, nor to insurance companies or to banking institutions subject to the tax imposed by RSMo Sections 148.010 to 148.110 (except Section 147.040).
2. Corporations with outstanding shares and surplus less than \$1,000,000 are exempt from this tax.

### Missouri Credits

#### B.01 Neighborhood Assistance Credit

See Appendix III - D.02

#### B.02 Seed Capital Tax Credits

See Appendix III - D.07

#### B.03 Credit for New or Expanded Business Facility

See Appendix III - D.03

#### B.04 Small Business Incubator Credit

See Appendix III - D.13

#### B.05 Infrastructure Development Credit

See Appendix III-D.14

- B.06 Enterprise Zone Credit**  
See Appendix III - D.05
- B.07 Development and Reserve Credit**  
See Appendix III - D.04
- B.08 Export Finance Credit**  
See Appendix III - D.11
- B.09 Community Bank Investment Credit**  
See Appendix III - D.20
- B.10 Small Business Investment Credit**  
See Appendix III - D.17
- B.11 Low Income Housing Credit**  
See Appendix III - D.12
- B.12 Affordable Housing Credit**  
See Appendix III - D.10
- B.13 Higher Education Scholarship Tax Credit**  
See Appendix III - D.18
- B.14 Brownfield Tax Benefits Credit**  
See Appendix III - D.19
- B.15 Maternity Home Credit**  
See Appendix III - D.25
- B.16 Shelters for Victims of Domestic Violence Credit**  
See Appendix III - D.26
- B.17 Rebuilding Communities Credit**  
See Appendix III - D.31
- B.18 Transportation Development Credit**  
See Appendix III - D.33
- B.19 Agricultural Product Utilization Contributor Credit**  
See Appendix III - D.38
- B.20 New Generation Cooperative Incentive Credit**  
See Appendix III - D.43
- B.21 Remediation Tax Credit**  
See Appendix III - D.44
- B.22 Historic Preservation Credit**  
See Appendix III - D.24
- B.23 Mature Worker Child Care Credit**  
See Appendix III - D.49.
- B.24 Rebuilding Communities and Neighborhood Preservation Act Credit**  
See Appendix III - D.51
- B.25 Youth Opportunities Credit**  
See Appendix III - D.22
- B.26 SBA Guaranty Fee Credit**  
See Appendix III - D.45

- B.27 Demolition Tax Credit**  
See Appendix III - D.53
- B.28 Development Tax Credit**  
See Appendix III - D.54
- B.29 Business Use Incentives**  
See Appendix III - D.21
- B.30 New Enterprise Creation**  
See Appendix III - D.42
- B.31 Qualified Research**  
See Appendix III - D.16
- B.32 Family Development Account**  
See Appendix III - D.41
- B.33 Film Production**  
See Appendix III - D.28
- B.34 Wood Energy Producers**  
See Appendix III - D.06
- B.35 Special Needs Adoption Credit**  
See Appendix III - D.08
- B.36 Charcoal Producers Credit**  
See Appendix III - D.23
- B.37 New Enhanced Enterprise Zone Credit**  
See Appendix III - D.55
- B.38 Missouri Quality Jobs**  
See Appendix III - D.56
- B.39 Residential Treatment Center**  
See Appendix III - D.58
- B.40 Pregnancy Resource Center**  
See Appendix III - D.59
- B.41 Family Farm Credit**  
See Appendix III - D.60

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**III. Estate Tax**  
By definition, there are no tax expenditures applicable to this tax.

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**IV. Insurance Premium Taxes**

**Missouri Deductions**

**A.01 Employer or Union Health Benefits**

Missouri Statutes, Section 148.390

Definition

Insurance companies are allowed to deduct the premiums associated with the following policies:

1. Employer of union health benefits
2. Retirement, pension or profit-sharing plans
3. Exempt annuities as defined in the Internal Revenue Code, Sections 401, 403, 404, 408 and 510.

**A.02 Retirement, Pension and Profit-Sharing Plans**

See A.01

**A.03 Exempt Annuities**

See A.01

**Missouri Credits**

**B.01 Missouri Income Tax**

Missouri Statutes, Section 143.471

**B.03 Examination Fees**

Missouri Statutes, Section 148.400

Definition

Allowable credits may include the following:

1. Examination fees
2. Valuation fees
3. Registration fees
4. Personal property taxes

**B.04 Valuation Fees**

See B.03

**B.05 Registration Fees**

See B.03

**B.06 Personal Property Taxes**

See B.03

**B.07 Insurance Guaranty Credits**

Missouri Statutes, Section 375.774 and 376.745

Definition

These credits are for the amounts contributed to either the Missouri Life and Health Guaranty Association or the Missouri Property and Casualty Insurance Guaranty Association. The tax credits are taken over a three-year period, beginning after the year of contribution at a rate of 33  $\frac{1}{3}$  percent per year.

**B.08 Neighborhood Assistance Credit**

Missouri Statutes, Section 32.115

See Appendix III - D.02

**B.09 State Health Insurance Pool**

Missouri Statutes, Section 376.975

Definition

Insurance companies are allowed a credit for their assessments to the State Health Insurance Pool. The amount of the credit is proportional to the company's premiums multiplied by the losses of the pool.

**B.10 Credit for New or Expanded Business Facility**

See Appendix III - D.03

**B.11 Enterprise Zone Credit**

See Appendix III - D.05

**B.12 Low Income Housing Credit**

See Appendix III - D.12

**B.13 Affordable Housing Credit**

See Appendix III - D.10

**B.14 Development and Reserve Credit**

See Appendix III - D.04

**B.15 Export Finance Credit**

See Appendix III - D.11

**B.16 Infrastructure Development Credit**

See Appendix III - D.14

- B.17 Seed Capital Tax Credits**  
See Appendix III - D.07
- B.18 Small Business Investment Credit**  
See Appendix III - D.17
- B.19 Youth Opportunities Credit**  
See Appendix III - D.22
- B.20 Brownfield Tax Benefits Credit**  
See Appendix III - D.19
- B.21 Qualified Research Credit**  
See Appendix III - D.16
- B.22 CAPCO Investment Credit**  
Missouri Statutes, Section 135.500  
Definition  
An insurance company that makes an investment of certified capital may be entitled to a credit against state premium tax liability. This credit may be carried forward indefinitely and may be sold or transferred. This law became effective Jan. 1, 1997.
- B.23 Historic Preservation Credit**  
See Appendix III - D.24
- B.24 Maternity Home Credit**  
See Appendix III - D.25
- B.25 Shelters for Victims of Domestic Violence Credit**  
See Appendix III - D.26
- B.26 Film Production Credit**  
See Appendix III - D.28
- B.27 Rebuilding Communities Credit**  
See Appendix III - D.31
- B.28 Missouri Individual Training Account Program Credit**  
See Appendix III - D.32
- B.29 Transportation Development Credit**  
See Appendix III - D.33
- B.30 Business Use Incentives Tax Credit—Rebuilding Communities**  
See Appendix III - D.21
- B.31 Credit for New or Expanded Business Facility—Rebuilding Communities**  
See Appendix III - D.03
- B.32 Small Business Investment Credit—Rebuilding Communities**  
See Appendix III - D.17
- B.33 Dry Fire Hydrant Credit**  
See Appendix III - D.40
- B.34 Remediation Tax Credit**  
See Appendix III - D.44
- B.35 Mature Worker Child Care Credit**  
See Appendix III - D.49

**B.36 Rebuilding Communities and Neighborhood Preservation Act Credit**

See Appendix III - D.51

**B.37 Bank Franchise**

See Appendix III - D.52

**B.38 Agricultural Product Utilization Contribution Credit**

See Appendix III - D.38

**B.39 New Generation Cooperative Credit**

See Appendix III - D.43

**B.40 Development Tax Credit**

See Appendix III - D.54

**B.41 New Enterprise Creation Credit**

See Appendix III - D.42

**B.42 New Enhanced Enterprise Zone Credit**

See Appendix III - D.55

**B.43 Residential Treatment Center**

See Appendix III - D.58

**B.44 Pregnancy Resource Center**

See Appendix III - D.59

**B.45 Family Farm Credit**

See Appendix III - D.60

This table has been produced by  
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