

## TAX CREDIT ANALYSIS

**Program Name:** Missouri Examination Fee and Other Fee Credit

**Department:** Commerce and Insurance **Contact Name & No.:** Grady Martin 573-751-7223 **Date:** 1/31/2023

**Program Category:** Business Recruitment **Type:** Tax Credit  **Other (specify)** \_\_\_\_\_

**Statutory Authority:** 148.400 RSMo. **Applicable Taxes:** Missouri Insurance Premium Tax

**Program Description and Eligibility Requirements:**  
 The Missouri Examination Fee and Other Fee Credit allows the total cost of an examination paid by an insurance company to be taken as a tax credit against premium tax due, as well as any income taxes, franchise taxes, personal property taxes, valuation fees and/or registration fees paid. Premium tax is split between General Revenue and County Foreign or County Stock funds.

**Explanation of How Award is Computed:** **Entitlement**  Yes  Discretionary  No  
 Credit is applied against same year premium tax due. If credit exceeds premium tax due, only excess examination fee credit can be carried forward--up to five years. Carry forward credit is taken against General Revenue portion of premium tax only.

**Program Cap:** Cumulative \$ \_\_\_\_\_ (remainder of cumulative cap) \$ \_\_\_\_\_ Annual \$ \_\_\_\_\_ None

**Explanation of cap:** N/A

**Explanation of Expiration of Authority:** N/A

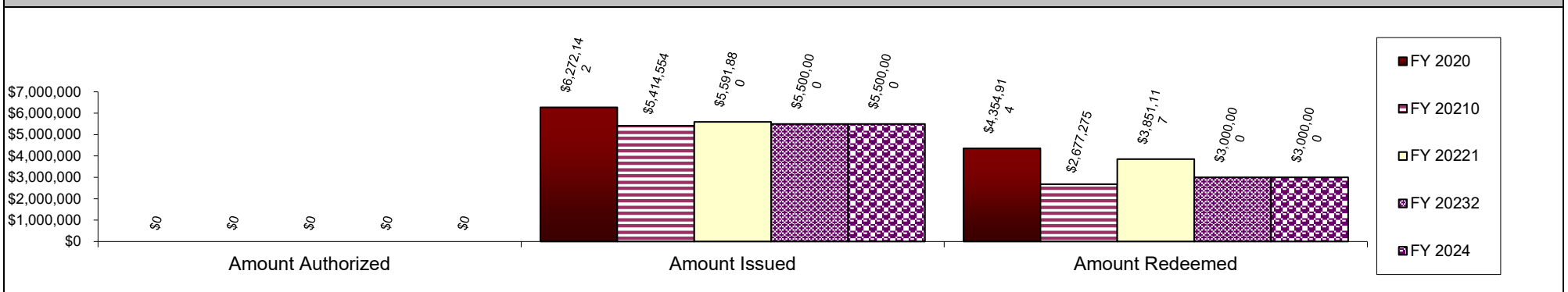
**Specific Provisions:** (if applicable)  
 Carry forward  5 years  Carry Back  n/a  Refundable  No  Sellable/Assignable  No  Additional Federal Deductions Available  No

**Comments on Specific Provisions:** Carry forward is taken against General Revenue only. Carry forward began in tax year 2003 per SB 193 (2001) and only applies to the examination fee credit (148.400 RSMo.)

|                           | FY 2020 ACTUAL | FY 2021 ACTUAL | FY 2022 ACTUAL | FY 2023 (year to date) | FY 2023 (Full Year) | FY 2024 (Budget Year) |
|---------------------------|----------------|----------------|----------------|------------------------|---------------------|-----------------------|
| Certificates Issued (#)   | n/a            | n/a            | n/a            | n/a                    | n/a                 | n/a                   |
| Projects/Participants (#) | 53             | 50             | n/a            | n/a                    | n/a                 | n/a                   |
| Amount Authorized         | n/a            | n/a            | n/a            | n/a                    | n/a                 | n/a                   |
| Amount Issued             | \$6,272,142    | \$5,414,554    | \$5,591,880    | \$0                    | \$5,500,000         | \$5,500,000           |
| Amount Redeemed           | \$4,354,914    | \$2,677,275    | \$3,851,117    | \$0                    | \$3,000,000         | \$3,000,000           |

FY 2022 EST. Amount Outstanding \$11,768,643 FY 2022 EST. Amount Authorized but Unissued \$0

### HISTORICAL AND PROJECTED INFORMATION



**Comments on Historical and Projected Information:**  
 Typically only the companies domiciled in Missouri take this credit as it often results in an increase in retaliatory tax of that amount for foreign (non-Missouri based) insurers. Due to this only about 55% of examination costs are taken each year in tax credits. Consequently, the department believes most carry-over each year will eventually expire.

## TAX CREDIT ANALYSIS

**Program Name:** Missouri Examination Fee and Other Fee Credit

### BENEFIT: COST ANALYSIS (includes only state revenue impacts)

|                          | FY 2022<br>ACTIVITY                        | Other Fiscal Period<br>(indicated time period) | Derivation of Benefits: The state has not conducted an economic analysis of Insurance Tax Credits, but in the state's 2010 (updated in 2012) Missouri Tax Credit Review Commission Report, this tax credit was considered a feature of Missouri's overall tax structure, rather than a true "tax credit" as that term is used to describe the state's various programs designed to provide an economic incentive or achieve a social outcome. In the report the credit's purpose was described as an attempt to equalize the burden on insurance companies, which, unlike other businesses when calculating income tax liability, cannot deduct certain fees and taxes as operating expenses when calculating their premium tax liability. The report stated that elimination or reduction of this credit would increase taxes on insurance companies above the taxes imposed on otherwise similarly situated industries. |
|--------------------------|--|--|---|
| <b>BENEFITS</b>          | <b>*see Derivation of Benefits section</b> |  |   |
| Direct Fiscal Benefits   |  |  |   |
| Indirect Fiscal Benefits |  |  |   |
| <b>Total</b>             |  |  |   |
| <b>COSTS</b>             |  |  |   |
| Direct Fiscal Costs      |  |  |   |
| Indirect Fiscal Costs    |  |  |   |
| <b>Total</b>             |  |  |   |
| <b>BENEFIT: COST</b>     |  |  |   |

**Other Benefits:**

Under Chapter 148.400, RSMo., insurance companies are permitted a tax credit for the costs of insurance examinations conducted by the department. Examination costs are business expenses that are similar to corporate expenses deducted when calculating income tax. Due to their tax structure, insurers account for operating expenses through a premium tax credit rather than an income tax deduction.

### PERFORMANCE MEASURE(S)

#### Insurance Companies Redeeming the Examination Fee & Other Fee Tax Credit

|                               | CY 2020<br>Actual | CY 2021<br>Actual | CY 2022<br>Actual | CY 2023<br>Estimate | CY 2024<br>Estimate | CY 2025<br>Estimate |
|-------------------------------|-------------------|-------------------|-------------------|---------------------|---------------------|---------------------|
| Domiciled Insurance Companies | 38                | 41                | 33                | 37                  | 41                  | 41                  |
| Foreign Insurance Companies   | 15                | 9                 | 6                 | 10                  | 12                  | 12                  |
| Total                         | 53                | 50                | 39                | 47                  | 53                  | 53                  |

**Comments on Performance Measure:**

## TAX CREDIT ANALYSIS

**Program Name:** Missouri Life and Health Insurance Guaranty Association Credit

**Department:** Commerce and Insurance **Contact Name & No.:** Grady Martin 573-751-7223 **Date:** 1/31/2023

**Program Category:** Domestic and Social **Type:** Tax Credit  **Other (specify)** \_\_\_\_\_

**Statutory Authority:** 376.745 RSMo **Applicable Taxes:** Missouri Insurance Premium Tax

**Program Description and Eligibility Requirements:**  
 The Missouri Life and Health Insurance Guaranty Association is created in state statute and all insurers issuing life and health insurance in the state are members. The association pays Missouri policyholders for claims against insolvent L&H companies. The association then assesses all members in the state to pay claims of the insolvent insurer. Members are allowed to take these assessments as an offset against premium tax collected by the state.

**Explanation of How Award is Computed:** Entitlement  Yes  Discretionary  No

Credits are taken over a five-year period with 20% being taken each year beginning the year after the assessment. No carry forward. Credits are taken against General Revenue, County Foreign and County Stock Funds.

**Program Cap:** Cumulative \$ \_\_\_\_\_ (remainder of cumulative cap) \$ \_\_\_\_\_ Annual \$ \_\_\_\_\_ None

**Explanation of cap:**  
N/A

**Explanation of Expiration of Authority:** N/A

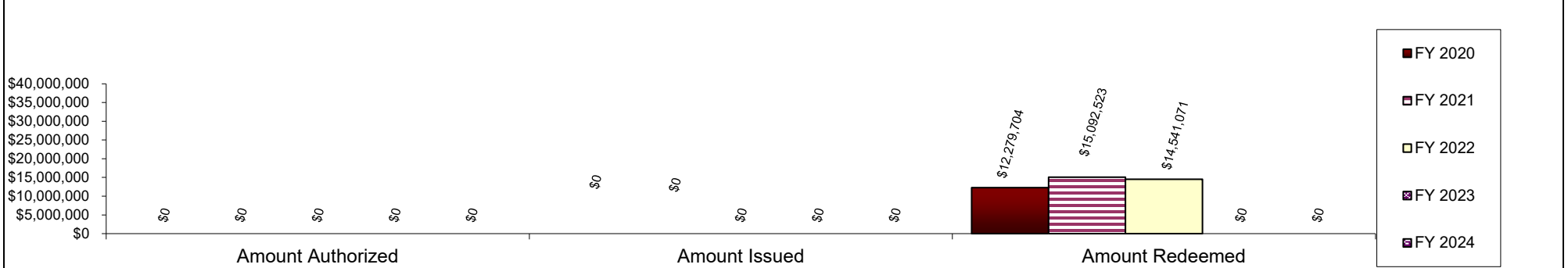
**Specific Provisions:** (if applicable)  
 Carry forward  n/a Carry Back  n/a Refundable  No Sellable/Assignable  No Additional Federal Deductions Available  No

**Comments on Specific Provisions:** No carry forward.

|                           | FY 2020 ACTUAL | FY 2021 ACTUAL | FY 2022 ACTUAL | FY 2023 (year to date) | FY 2023 (Full Year) | FY 2024 (Budget Year) |
|---------------------------|----------------|----------------|----------------|------------------------|---------------------|-----------------------|
| Certificates Issued (#)   | n/a            | n/a            | n/a            | n/a                    | n/a                 | n/a                   |
| Projects/Participants (#) | 372            | 372            | 372            | n/a                    | n/a                 | n/a                   |
| Amount Authorized         | n/a            | n/a            | n/a            | n/a                    | n/a                 | n/a                   |
| Amount Issued             | \$0            | \$0            | \$0            | \$0                    | \$0                 | \$0                   |
| Amount Redeemed           | \$12,279,704   | \$15,092,523   | \$14,541,071   | \$0                    | \$0                 | \$0                   |

FY 2022 EST. Amount Outstanding \$35,701,442 FY 2022 EST. Amount Authorized but Unissued n/a

### HISTORICAL AND PROJECTED INFORMATION



## TAX CREDIT ANALYSIS

**Program Name:** Missouri Life and Health Insurance Guaranty Association Credit

**Comments on Historical and Projected Information:**

**2020, 2021, 2022 Assessment Information**

There were no assessments in 2020, 2021 and 2022.

**2019 Assessment Information**

The Board of Directors of the Missouri Life & Health Insurance Guaranty Association determined at the May 30, 2019 Annual Meeting that a Class B assessment of \$27,000,000 will be needed for the life account for Lincoln Memorial Life Insurance Company for 2019.

**2018 Assessment Information**

The Board of Directors of the Missouri Life & Health Insurance Guaranty Association determined at the May 24, 2018 Annual Meeting that a Class B assessment of \$20,000,000 will be needed for the life account for Lincoln Memorial Life Insurance Company for 2018.

Additional details on assessments: <http://mo-iga.org/>

**Historical Background:**

In 2008, Lincoln Memorial, along with affiliates Memorial Service Life Insurance Company and National Prearranged Services (“NPS”) was placed in liquidation by the state of Texas. NPS was a Missouri domestic corporation and was formerly one of the largest sellers of preneed funeral contracts in the state of Missouri and nationally. Generally, under a preneed contract, the funeral director or preneed seller agrees to provide funeral services at a fixed or guaranteed price when the contract beneficiary passes away. Ideally, this may result in some savings to the purchaser who may be able to “lock-in” current prices even though the death may not occur for some significant time. Once the services are provided, the funeral director/provider is then reimbursed by the preneed seller for the funeral expenses. Historically, this reimbursement has included all or a portion of the interest that may have been earned on the contract. Under Missouri law, NPS was required to place 80% of all funds paid by consumers into a trust account with a financial institution. Frequently, these funds are used to purchase insurance coverage to guaranty payment of the funeral costs. According to information gathered by state regulators, NPS’ trust funds were depleted because of improper policy loans, insurance investments and potentially the misappropriation of funds by company representatives/shareholders. To the extent insurance coverage on a particular NPS contract was in place, the various state insurance guaranty funds have agreed to cover the contract’s obligations and the potential financial hardship to NPS contract holders will be minimized.

**TAX CREDIT ANALYSIS**

**Program Name:** Missouri Life and Health Insurance Guaranty Association Credit

**BENEFIT: COST ANALYSIS (includes only state revenue impacts)**

|                          | FY 2022<br>ACTIVITY | Other Fiscal Period<br>(indicated time period) | Derivation of Benefits: |
|--------------------------|---------------------|--|-------------------------|
| <b>BENEFITS</b>          |                     |  |                         |
| Direct Fiscal Benefits   |                     |  |                         |
| Indirect Fiscal Benefits |                     |  |                         |
| <b>Total</b>             |                     |  |                         |
| <b>COSTS</b>             |                     |  |                         |
| Direct Fiscal Costs      |                     |  |                         |
| Indirect Fiscal Costs    |                     |  |                         |
| <b>Total</b>             |                     |  |                         |
| <b>BENEFIT: COST</b>     |                     |  |                         |

**Other Benefits:**  
 The business of insurance is primarily regulated by the states. Consequently, no federal mechanism exists to guaranty the payment of claims under insurance policies in the event an insurance company becomes insolvent. Instead, the states have taken on this role. Every state in the U.S. has enacted laws creating a life and health insurance guaranty association. In the event that a licensed insurance company becomes insolvent and cannot pay its claims, the various state guaranty associations step in and provide coverage for policy or claim up to prescribed limits. In Missouri, life and health policies are guaranteed between \$100,000 and \$500,000 depending on the type of coverage.

To get the money to pay claims for an insolvent company, the various guaranty associations are authorized by law to levy assessments against all of the other life and health insurance companies in the state. The insurance companies in Missouri are then allowed a tax credit against their premium tax liability for the amount of the assessment.

**PERFORMANCE MEASURE(S)**

| <b>Life &amp; Health Insurance Guaranty Association</b> |                   |                   |                   |                   |                     |                     |                     |
|---|-------------------|-------------------|-------------------|-------------------|---------------------|---------------------|---------------------|
|   | CY 2019<br>Actual | CY 2020<br>Actual | CY 2021<br>Actual | CY 2022<br>Actual | CY 2023<br>Estimate | CY 2024<br>Estimate | CY 2025<br>Estimate |
| Life & Health Insurers operating in Missouri            | 484               | 482               | 473               | 472               | 475                 | 475                 | 475                 |

**Comments on Performance Measure:**

## TAX CREDIT ANALYSIS

|   |   |                        |
|---|---|------------------------|
| <b>Program Name:</b> Missouri Health Insurance Pool Assessment Credit |   |                        |
| <b>Department:</b> Commerce and Insurance                             | <b>Contact Name &amp; No.:</b> Grady Martin 573-751-7223                          | <b>Date:</b> 1/31/2023 |
| <b>Program Category:</b> Domestic and Social                          | <b>Type:</b> Tax Credit <input checked="" type="checkbox"/> Other (specify) _____ |                        |
| <b>Statutory Authority:</b> 376.975 RSMo                              | <b>Applicable Taxes:</b> Premium Tax (GR portion) and Sales and Use Tax (HMOs)    |                        |
| <b>Date of Origin:</b> 1/1/1991                                       |   |                        |

**Program Description and Eligibility Requirements:**  
 The Missouri Health Insurance Pool served Missouri residents who could not purchase insurance in the regular market. Individuals in the pool paid a premium and the difference between premiums paid and actual costs was assessed to all insurers issuing health insurance in the state. The insurers are allowed a tax credit against their tax liability. Credit may be carried forward until exhausted and is taken against the General Revenue portion of premium tax.

|  |                    |                              |                      |                             |
|--|--------------------|------------------------------|----------------------|-----------------------------|
| <b>Explanation of How Award is Computed:</b>   | <b>Entitlement</b> | <input type="checkbox"/> Yes | <b>Discretionary</b> | <input type="checkbox"/> No |
| Credit is applied against premium tax due (sales and use tax for HMOs). If credit exceeds tax due, excess is carried forward until exhausted. Credit is taken against General Revenue portion of premium tax only. |                    |                              |                      |                             |

**Program Cap:** Cumulative \$ \_\_\_\_\_ (remainder of cumulative cap) \$ \_\_\_\_\_ Annual \$ \_\_\_\_\_ None \_\_\_\_\_

**Explanation of cap:** N/A

**Explanation of Expiration of Authority:** N/A

**Specific Provisions:** (if applicable)

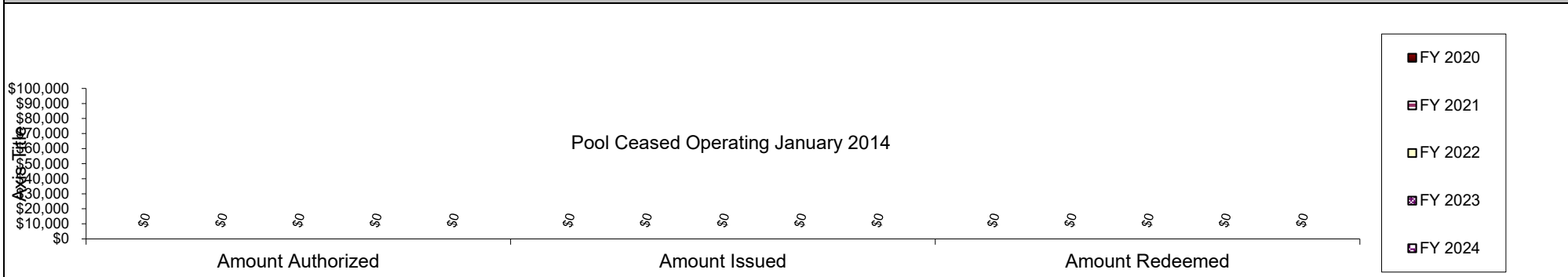
Carry forward  Carry Back  Refundable  Sellable/Assignable  Additional Federal Deductions Available

**Comments on Specific Provisions:** Carried forward until exhausted.

|                           | FY 2020 ACTUAL | FY 2021 ACTUAL | FY 2022 ACTUAL | FY 2023 (year to date) | FY 2023 (Full Year) | FY 2024 (Budget Year) |
|---------------------------|----------------|----------------|----------------|------------------------|---------------------|-----------------------|
| Certificates Issued (#)   | n/a            | n/a            | n/a            | n/a                    | n/a                 | n/a                   |
| Projects/Participants (#) | n/a            | n/a            | n/a            | n/a                    | n/a                 | n/a                   |
| Amount Authorized         | n/a            | n/a            | n/a            | n/a                    | n/a                 | n/a                   |
| Amount Issued             | \$0            | \$0            | \$0            | \$0                    | \$0                 | \$0                   |
| Amount Redeemed           | \$0            | \$0            | \$0            | \$0                    | \$0                 | \$0                   |

|                                 |             |   |     |
|---------------------------------|-------------|---|-----|
| FY 2022 EST. Amount Outstanding | \$9,355,448 | FY 2022 EST. Amount Authorized but Unissued | \$0 |
|---------------------------------|-------------|---|-----|

### HISTORICAL AND PROJECTED INFORMATION



**Comments on Historical and Projected Information:** SB262 (2013) provided that coverage under the Missouri Health Insurance Pool (MHIP) expired on December 31, 2013, and prohibited the issuance of new policies under the pool on or after January 1, 2014

**TAX CREDIT ANALYSIS**

**Program Name:** Missouri Health Insurance Pool Assessment Credit

**BENEFIT: COST ANALYSIS (includes only state revenue impacts)**

|                          | FY 2022<br>ACTIVITY | Other Fiscal Period<br>(indicated time period) | Derivation of Benefits: Pool ceased operating in January 2014. |
|--------------------------|---------------------|--|--|
| <b>BENEFITS</b>          |                     |  |  |
| Direct Fiscal Benefits   |                     |  |  |
| Indirect Fiscal Benefits |                     |  |  |
| <b>Total</b>             |                     |  |  |
| <b>COSTS</b>             |                     |  |  |
| Direct Fiscal Costs      |                     |  |  |
| Indirect Fiscal Costs    |                     |  |  |
| <b>Total</b>             |                     |  |  |
| <b>BENEFIT: COST</b>     |                     |  |  |

**Other Benefits:**

**PERFORMANCE MEASURE(S)**

Pool ceased operating January 2014

**Comments on Performance Measure:**

## TAX CREDIT ANALYSIS

|   |   |                        |
|---|---|------------------------|
| <b>Program Name:</b> Missouri Property and Casualty Insurance Guaranty Association Credit |   |                        |
| <b>Department:</b> Commerce and Insurance   | <b>Contact Name &amp; No.:</b> Grady Martin 573-751-7223                          | <b>Date:</b> 1/31/2023 |
| <b>Program Category:</b> Domestic and Social  | <b>Type:</b> Tax Credit <input checked="" type="checkbox"/> Other (specify) _____ |                        |
| <b>Statutory Authority:</b> 375.774 RSMo.   | <b>Applicable Taxes:</b> Missouri Insurance Premium Tax                           |                        |
| <b>Date of Origin:</b> 1/1/1991   |   |                        |

**Program Description and Eligibility Requirements:**  
 The Missouri Property and Casualty Insurance Guaranty Association is created in state statute and all insurers issuing property and casualty insurance in the state are members. The association pays Missouri policyholders for claims against insolvent P&C companies. The association then assesses all members in the state to pay claims of the insolvent insurer. Members are allowed to take these assessments as an offset against premium tax collected by the state.

**Explanation of How Award is Computed:**

|                    |     |                      |    |
|--------------------|-----|----------------------|----|
| <b>Entitlement</b> | Yes | <b>Discretionary</b> | No |
|--------------------|-----|----------------------|----|

Credits are taken over a three-year period with 33 1/3% being taken each year beginning the year after the assessment. No carry forward. Credits are taken against General Revenue, County Foreign and County Stock Funds.

**Program Cap:** Cumulative \$ \_\_\_\_\_ (remainder of cumulative cap) \$ \_\_\_\_\_ Annual \$ \_\_\_\_\_ None \_\_\_\_\_

**Explanation of cap:** N/A

**Explanation of Expiration of Authority:** N/A

**Specific Provisions:** (if applicable)

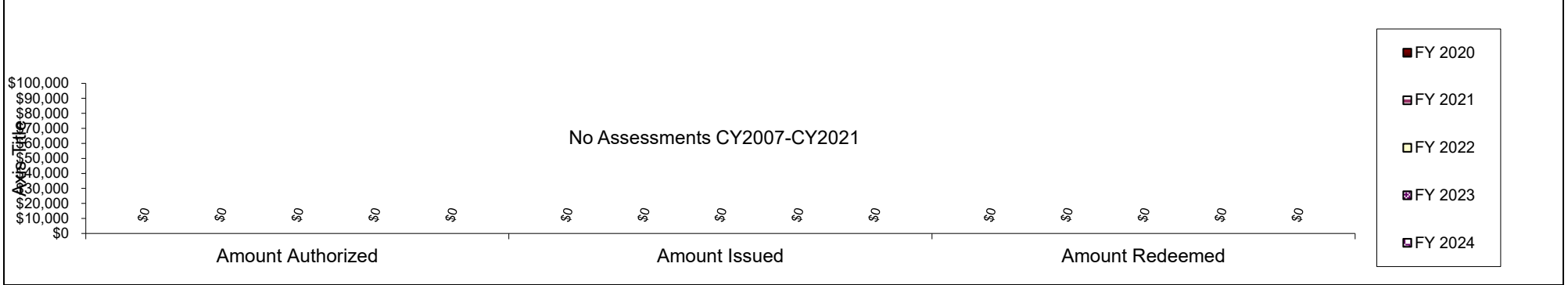
Carry forward  Carry Back  Refundable  Sellable/Assignable  Additional Federal Deductions Available

**Comments on Specific Provisions:** No carry forward.

|                           | FY 2020 ACTUAL | FY 2021 ACTUAL | FY 2022 ACTUAL | FY 2023 (year to date) | FY 2023 (Full Year) | FY 2024 (Budget Year) |
|---------------------------|----------------|----------------|----------------|------------------------|---------------------|-----------------------|
| Certificates Issued (#)   | n/a            | n/a            | n/a            | n/a                    | n/a                 | n/a                   |
| Projects/Participants (#) | n/a            | n/a            | n/a            | n/a                    | n/a                 | n/a                   |
| Amount Authorized         | n/a            | n/a            | n/a            | n/a                    | n/a                 | n/a                   |
| Amount Issued             | \$0            | \$0            | \$0            | \$0                    | \$0                 | \$0                   |
| Amount Redeemed           | \$0            | \$0            | \$0            | \$0                    | \$0                 | \$0                   |

|  |   |
|--|---|
| FY 2022 EST. Amount Outstanding \$0 (No assessments CY2007-CY2022) | FY 2022 EST. Amount Authorized but Unissued \$0 |
|--|---|

### HISTORICAL AND PROJECTED INFORMATION





**TAX CREDIT ANALYSIS**

**Program Name:** Missouri Property and Casualty Insurance Guaranty Association Credit

**BENEFIT: COST ANALYSIS (includes only state revenue impacts)**

|                          | FY 2022<br>ACTIVITY | Other Fiscal Period<br>(indicated time period) | Derivation of Benefits: No assessments CY2007 through CY2022. |
|--------------------------|---------------------|--|---|
| <b>BENEFITS</b>          |                     |  |   |
| Direct Fiscal Benefits   |                     |  |   |
| Indirect Fiscal Benefits |                     |  |   |
| <b>Total</b>             |                     |  |   |
| <b>COSTS</b>             |                     |  |   |
| Direct Fiscal Costs      |                     |  |   |
| Indirect Fiscal Costs    |                     |  |   |
| <b>Total</b>             |                     |  |   |
| <b>BENEFIT: COST</b>     |                     |  |   |

**Other Benefits:**  
 The business of insurance is primarily regulated by the states. Consequently, no federal mechanism exists to guaranty the payment of claims under insurance policies in the event an insurance company becomes insolvent. Instead, the states have taken on this role. Every state in the U.S. has enacted laws creating a property and casualty insurance guaranty association. In the event that a licensed insurance company becomes insolvent and cannot pay its claims, the various state guaranty associations step in and provide coverage for policy or claim up to prescribed limits. In Missouri, property and casualty policies are guaranteed up to \$300,000 for most types of coverage.

To get the money to pay claims for an insolvent company, the various guaranty associations are authorized by law to levy assessments against all of the other property and casualty insurance companies in the state. The insurance companies in Missouri are then allowed a tax credit against their premium tax liability for the amount of the assessment.

**PERFORMANCE MEASURE(S)**

| <b>Property &amp; Casualty Insurance Guaranty Association</b> |                           |                           |                           |                           |                             |                             |                             |
|---|---------------------------|---------------------------|---------------------------|---------------------------|-----------------------------|-----------------------------|-----------------------------|
|   | <b>CY 2019<br/>Actual</b> | <b>CY 2020<br/>Actual</b> | <b>CY 2021<br/>Actual</b> | <b>CY 2022<br/>Actual</b> | <b>CY 2023<br/>Estimate</b> | <b>CY 2024<br/>Estimate</b> | <b>CY 2025<br/>Estimate</b> |
| Property & Casualty Insurers operating in Missouri            | 942                       | 959                       | 966                       | 985                       | 985                         | 985                         | 990                         |

**Comments on Performance Measure:**

## TAX CREDIT ANALYSIS

|   |   |                           |
|---|---|---------------------------|
| <b>Program Name:</b> Affordable Housing Assistance Tax Credit Program |   |                           |
| <b>Department:</b> Missouri Housing Development Commission            | <b>Contact Name &amp; No.:</b> Courtney Bullard (816) 648-0548  | <b>Date:</b> January 2023 |
| <b>Program Category:</b> Housing                                      | <b>Type:</b> Tax Credit <input checked="" type="checkbox"/> Other (specify) _____   |                           |
| <b>Statutory Authority:</b> Sections 32.105-32.125, RSMo              | <b>Applicable Taxes:</b> Income Tax, Bank Tax, Financial Institutions Tax, Corporate Franchise Tax, Tax on Gross Receipts of Express Companies, Insurance Premium Tax |                           |

**Date of Origin:** 1990

**Program Description and Eligibility Requirements:**  
 The Affordable Housing Assistance Tax Credit Program (AHAP) is an incentive for businesses and qualified individuals in Missouri to participate in the production of affordable housing for low-income families. The credit can be used by a business or qualified individual as a reduction in their state tax obligation. To receive the AHAP credit, a business or qualified individual must donate cash, professional services, or real or personal property to a non-profit organization whose primary purpose is to provide affordable housing for low-income families.

**Explanation of How Award is Computed:**                      Entitlement  No     Discretionary     Yes

The amount of Affordable Housing Assistance Program Tax Credit allocated is equal to 55% of the amount of contribution. Non-profit organizations make application to the Missouri Housing Development Commission (MHDC) for a reservation of AHAP credit. The non-profit organization then solicits contributions from businesses or qualified individuals to assist in the production of a specific affordable housing development. After MHDC receives the necessary documentation of a qualified contribution to the non-profit organization that meets all the criteria set out in the statute and program regulations, a tax credit is issued to the donor in the amount of 55% of the value of the contribution. Applications for production credits are accepted continuously, and applications for the operating credit set-aside are accepted twice a year.

**Program Cap:** Cumulative \$ \_\_\_\_\_ (remainder of cumulative cap) \$ \_\_\_\_\_ Annual \$11,000,000 None \_\_\_\_\_

**Explanation of cap:**  
 The cap on AHAP is set by statute at \$11 million annually of which \$10 million is for production credits and \$1 million is for operating credits. Once MHDC has made reservations totaling \$11 million in AHAP credit in a fiscal year, the application cycle is closed.

**Explanation of Expiration of Authority:** The AHAP program does not have a statutory sunset provision.

**Specific Provisions:** (if applicable)

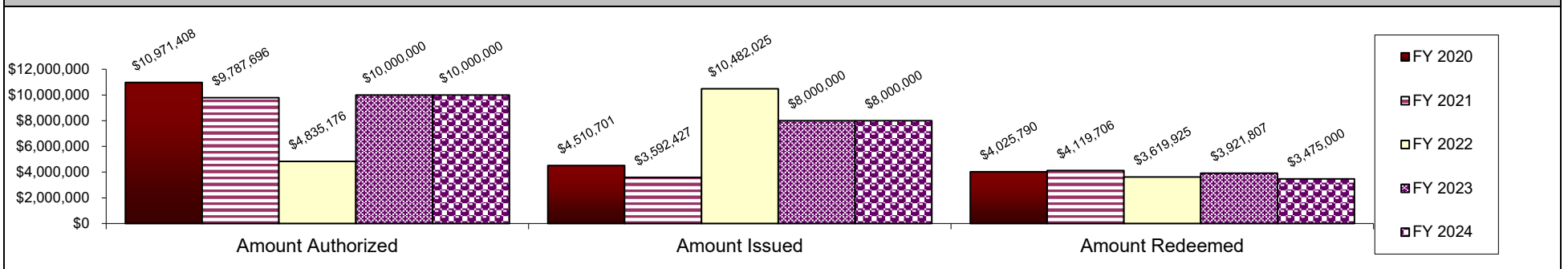
Carry forward  Carry Back  Refundable  Sellable/Assignable  Additional Federal Deductions Available

**Comments on Specific Provisions:**

|                           | FY 2020 Actual | FY 2021 Actual | FY 2022 Actual | FY 2023 (year to date) | FY 2023 (Full Year) | FY 2024 (Budget Year) |
|---------------------------|----------------|----------------|----------------|------------------------|---------------------|-----------------------|
| Certificates Issued (#)   | 263            | 127            | 298            | 76                     | 200                 | 240                   |
| Projects/Participants (#) | 64             | 38             | 48             | 24                     | 50                  | 50                    |
| Amount Authorized         | \$10,971,408   | \$9,787,696    | \$4,835,176    | \$1,070,000            | \$10,000,000        | \$10,000,000          |
| Amount Issued             | \$4,510,701    | \$3,592,427    | \$10,482,025   | \$2,818,118            | \$8,000,000         | \$8,000,000           |
| Amount Redeemed           | \$4,025,790    | \$4,119,706    | \$3,619,925    | \$7,863,900            | \$3,921,807         | \$3,475,000           |

|   |  |
|---|--|
| FY 2022 EST. Amount Outstanding                      \$13,367,230 | FY 2022 EST. Amount Authorized but Unissued                      \$4,608,902 |
|---|--|

### HISTORICAL AND PROJECTED INFORMATION



**Comments on Historical and Projected Information:** The projections cannot precisely account for carry forward provision nor the individual credit holder's decision on when to claim a particular credit.

## TAX CREDIT ANALYSIS

**Program Name:** Affordable Housing Assistance Tax Credit Program

### BENEFIT: COST ANALYSIS (includes only state revenue impacts)

|                          | FY 2022<br>ACTIVITY | Other Fiscal Period<br>(12-years) |  |
|--------------------------|---------------------|-----------------------------------|--|
| <b>BENEFITS</b>          |                     |                                   | <b>Derivation of Benefits:</b><br>Investment: (a) \$11,199,605 in Residential Investment spending over years 2021-2022. (b) \$1,000,000 in Professional Services operations spending over years 2021-2022.<br>Employment: (a) N/A<br>Other Assumptions: (a) N/A<br>Incentives/Credits: (a) \$4,835,176 in tax credits over years 2022-2032 with 97.7 percent total redemption of credits anticipated.<br>Impacts occur Statewide. All Values in Constant Dollars. Assumptions provided by DED. Estimated using REMI. |
| Direct Fiscal Benefits   | \$214,166           | \$401,834                         |  |
| Indirect Fiscal Benefits | \$19,367            | \$36,338                          |  |
| <b>Total</b>             | <b>\$233,533</b>    | <b>\$438,172</b>                  |  |
| <b>COSTS</b>             |                     |                                   |  |
| Direct Fiscal Costs      | \$725,276           | \$4,564,231                       |  |
| Indirect Fiscal Costs    | \$0                 | \$0                               |  |
| <b>Total</b>             | <b>\$725,276</b>    | <b>\$4,564,231</b>                |  |
| <b>BENEFIT: COST</b>     | <b>0.32</b>         | <b>0.10</b>                       |  |

The Affordable Housing Assistance Program (AHAP) increases the availability of rental housing and for sale housing that is affordable to low-income families. Other benefits include the removal of blight in communities and increased local tax revenues such as property taxes. The AHAP credit increases the capacity of non-profit housing organizations to build or renovate affordable housing for low-income families. The AHAP credit increases the amount of disposable income for low-income families by providing housing that is affordable to them. This improves the overall quality of their lives by providing additional income for other basic necessities such as food, clothing, healthcare and education. Lastly, the operating AHAP credit helps organizations attract donations to support operating funds, without which the agencies may not be able to administer their affordable housing programs.

**In FY-2022, every dollar of auth. program tax credits returns**

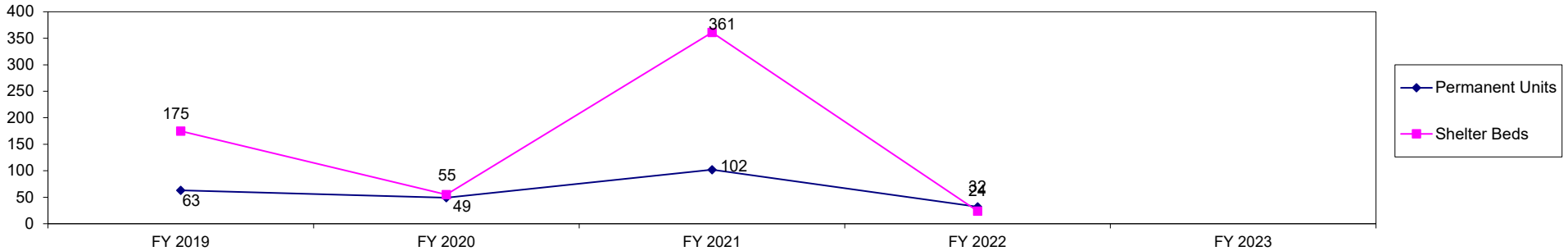
\$5.72 in new personal income totaling \$4.15 million  
 \$7.39 in new value-added/GSP totaling \$5.36 million  
 \$12.75 in new economic output totaling \$9.25 million

**Over 12 YEARS, every dollar of auth. program tax credits returns**

\$1.49 in new personal income totaling \$6.79 million  
 \$1.47 in new value-added/GSP totaling \$6.72 million  
 \$2.52 in new economic output totaling \$11.51 million

### PERFORMANCE MEASURE(S)

**New Units/Shelter Beds**



**Comments on Performance Measure:**

The number of housing units produced is based on what is reported to MHDC by the non-profit sponsor of the development. Projects awarded AHAP credits may be awarded additional credits in succeeding years; however, these projects receiving AHAP credits are not counted as "new units". In this circumstance, MHDC places a new Land Use Restrictive Agreement (LURA) on the units, extending the affordability period.

## TAX CREDIT ANALYSIS

|   |  |                           |
|---|--|---------------------------|
| <b>Program Name:</b> Advanced Industrial Manufacturing Zones Act (AIM Zone) |  |                           |
| <b>Department:</b> Economic Development                                     | <b>Contact Name &amp; No.:</b> Cathy Wade (573) 522-8006   | <b>Date:</b> January 2023 |
| <b>Program Category:</b> Redevelopment                                      | <b>Type:</b> Tax Credit <input type="checkbox"/> Other (specify) <input checked="" type="checkbox"/> (Refund of withholding tax of new jobs) |                           |
| <b>Statutory Authority:</b> Section 68.075 RSMo                             | <b>Applicable Taxes:</b> State tax withholdings  |                           |
| <b>Date of Origin:</b> 2016   |  |                           |

**Program Description and Eligibility Requirements:**  
 This program diverts withholding taxes from new job creation in established AIM zones to the port authority. An AIM zone may be established through a resolution passed by the port authority board of commissioners for an area in the authority's jurisdiction. Funds must be used to expand, develop, and redevelop the AIM zone.

|   |  |
|---|--|
| <b>Explanation of How Award is Computed:</b>  | <b>Entitlement</b> <input type="checkbox"/> Yes <input checked="" type="checkbox"/> Discretionary <input type="checkbox"/> No <input type="checkbox"/> |
| Benefits are 50% of the state withholding tax from new job creation by Missouri businesses subject to state tax withholdings and located in the AIM Zone. There must be an increase in the number of full-time employees for facilities, exceeding the established base employment for each facility. |  |

**Program Cap:** Cumulative \$ \_\_\_\_\_ (remainder of cumulative cap) \$ \_\_\_\_\_ Annual \$ \_\_\_\_\_ None

**Explanation of cap:**  
N/A

**Explanation of Expiration of Authority:** No AIM Zone may be established after August 28, 2030. Any AIM zone created prior to that date shall continue to exist and be coterminous with the retirement of all debts incurred under subsection 4 of this section. No debts may be incurred or reauthorized using AIM zone revenue after August 28, 2030.

**Specific Provisions:** (if applicable)

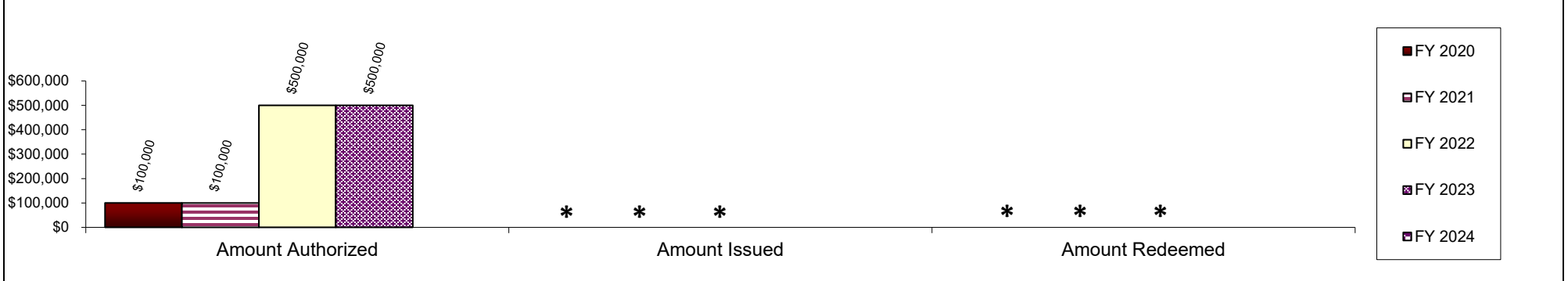
Carry forward  n/a  Carry Back  n/a  Refundable  No  Sellable/Assignable  No  Additional Federal Deductions Available  No

**Comments on Specific Provisions:**

|                          | FY 2020 ACTUAL | FY 2021 ACTUAL | FY 2022 ACTUAL | FY 2023 (year to date) | FY 2023 (Full Year) | FY 2024 (Budget Year) |
|--------------------------|----------------|----------------|----------------|------------------------|---------------------|-----------------------|
| Projects (#)             | 1              | 0              | 2              | 2                      | 0                   | 0                     |
| Total Projects (#)       | 9              | 9              | 11             | 14                     | 0                   | 0                     |
| Amount Authorized        | \$100,000      | \$100,000      | \$500,000      | \$500,000              | \$0                 | \$0                   |
| Amount Refunded/Redeemed | *              | *              | *              | *                      | \$0                 | \$0                   |

|                                 |     |   |     |
|---------------------------------|-----|---|-----|
| FY 2022 EST. Amount Outstanding | N/A | FY 2022 EST. Amount Authorized but Unissued | N/A |
|---------------------------------|-----|---|-----|

### HISTORICAL AND PROJECTED INFORMATION



**Comments on Historical and Projected Information:** The Department of Revenue oversees diversions to and refunds of eligible withholdings through the AIM Zone fund. DED's role in the program's performance is to receive the annual budget.  
 \*Data has been suppressed by the Department of Revenue to protect privacy due to the limited number of projects receiving benefits in the given year, pursuant to Section 32.057 RSMo.

**TAX CREDIT ANALYSIS**

**Program Name:** Advanced Industrial Manufacturing Zones Act (AIM Zone)

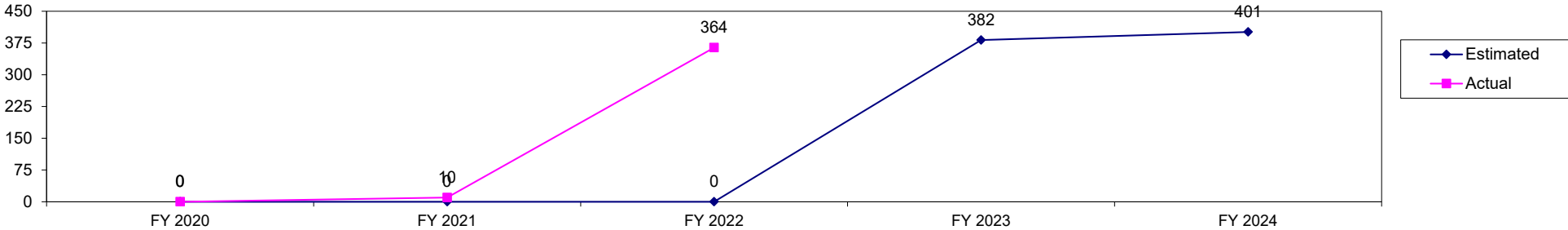
**BENEFIT: COST ANALYSIS (includes only state revenue impacts)**

|                          | FY 2022<br>ACTIVITY | Other Fiscal Period<br>(indicated time period) | <b>Derivation of Benefits:</b><br>*Data necessary for analysis has been suppressed by the Department of Revenue to protect privacy, pursuant to Section 32.057 RSMo. |
|--------------------------|---------------------|--|--|
| <b>BENEFITS</b>          |                     |  |  |
| Direct Fiscal Benefits   |                     |  |  |
| Indirect Fiscal Benefits |                     |  |  |
| <b>Total</b>             | \$0                 | \$0  |  |
| <b>COSTS</b>             |                     |  |  |
| Direct Fiscal Costs      |                     |  |  |
| Indirect Fiscal Costs    |                     |  |  |
| <b>Total</b>             | \$0                 | \$0  |  |
| <b>BENEFIT: COST</b>     | <b>#DIV/0!</b>      | <b>#DIV/0!</b>                                 |  |

**Other Benefits:**

**PERFORMANCE MEASURE(S)**

**Permanent New Jobs Created**



**Comments on Performance Measure:**

## TAX CREDIT ANALYSIS

|  |  |                           |
|--|--|---------------------------|
| <b>Program Name:</b> Amateur Sporting Contribution Tax Credit - Contribution |  |                           |
| <b>Department:</b> Economic Development                                      | <b>Contact Name &amp; No.:</b> Cathy Wade (573) 522-8006   | <b>Date:</b> January 2023 |
| <b>Program Category:</b> Business Recruitment                                | <b>Type:</b> Tax Credit <input checked="" type="checkbox"/> Other (specify)                            |                           |
| <b>Statutory Authority:</b> Section 67.3005, RSMo                            | <b>Applicable Taxes:</b> Income Tax; Bank Tax; Insurance Premium Tax; Other financial institutions tax |                           |
| <b>Date of Origin:</b> 2013  |  |                           |

**Program Description and Eligibility Requirements:**  
 This program provides an incentive for donations to certified sponsors and local organizing committees with a support contract for a sporting event. Certified sponsors and local organizing committees must provide the State with payment equal to 50% of the eligible donation. Once the Department has processed the payment, the Department will then issue tax credits equal to the amount of the payment to the State.

**Explanation of How Award is Computed:**                      **Entitlement**  Yes  **Discretionary**  No

This program provides a tax credit to taxpayers making eligible donations to "certified sponsors" and "local organizing committees". Taxpayers can receive tax credits equal to 50% of an eligible donation to an eligible applicant.

**Program Cap:** Cumulative \$ \_\_\_\_\_ (remainder of cumulative cap) \$ \_\_\_\_\_ Annual \$10 million None \_\_\_\_\_

**Explanation of cap:**  
 No more than \$10 million dollars in tax credits can be issued in a given fiscal year.

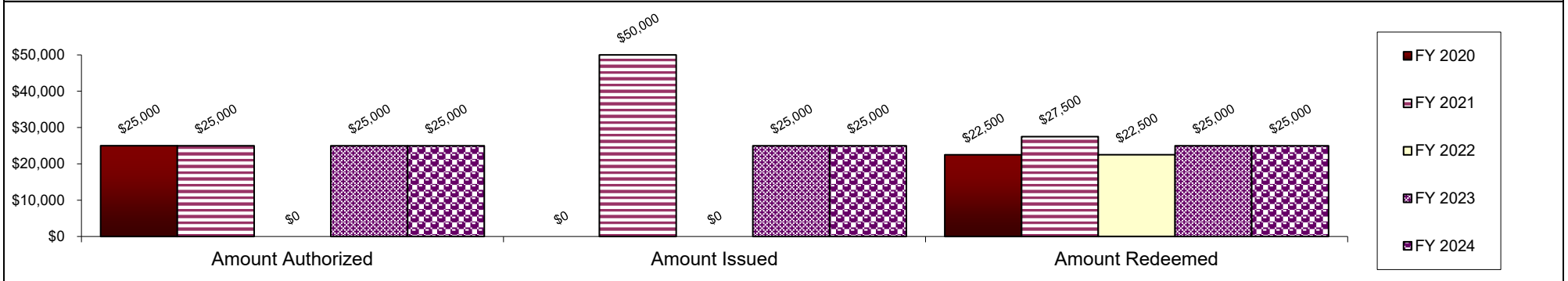
**Explanation of Expiration of Authority:** The Amateur Sporting Tax Credit sunsets August 28, 2025.

**Specific Provisions:** (if applicable)  
 Carry forward  Carry Back  Refundable  Sellable/Assignable  Additional Federal Deductions Available

**Comments on Specific Provisions:**

|                                 | FY 2020 ACTUAL | FY 2021 ACTUAL | FY 2022 ACTUAL                              | FY 2023 (year to date) | FY 2023 (Full Year) | FY 2024 (Budget Year) |
|---------------------------------|----------------|----------------|---|------------------------|---------------------|-----------------------|
| Certificates Issued (#)         | 0              | 13             | 0   | 1                      | 9                   | 9                     |
| Projects (#)                    | 7              | 13             | 0   | 1                      | 9                   | 9                     |
| Amount Authorized               | \$25,000       | \$25,000       | \$0   | \$7,500                | \$25,000            | \$25,000              |
| Amount Issued                   | \$0            | \$50,000       | \$0   | \$0                    | \$25,000            | \$25,000              |
| Amount Redeemed                 | \$22,500       | \$27,500       | \$22,500                                    | \$15,000               | \$25,000            | \$25,000              |
| FY 2022 EST. Amount Outstanding |                | \$25,000       | FY 2022 EST. Amount Authorized but Unissued |                        | \$11,700            |                       |

### HISTORICAL AND PROJECTED INFORMATION



**Comments on Historical and Projected Information:**

## TAX CREDIT ANALYSIS

**Program Name:** Amateur Sporting Contribution Tax Credit - Contribution

### BENEFIT: COST ANALYSIS (includes only state revenue impacts)

|                          | FY 2022<br>ACTIVITY | Other Fiscal Period<br>(5-Years) |   |
|--------------------------|---------------------|----------------------------------|---|
| <b>BENEFITS</b>          |                     |                                  | <b>Derivation of Benefits:</b><br>There were no new authorizations in FY2022.<br>Investment: N/A<br>Employment: N/A<br>Other Assumptions: (a) \$0 in Administrative and Support Services spending in 2022. (b) Contribution tax credits will be paid back to state in the total amount issued by the local sponsoring organization.<br>Incentives/Credits: (a) \$0 in Amateur Sporting Contribution tax credits in 2022.<br>Impacts occur Statewide. All Values in Constant Dollars. Assumptions provided by DED. Estimated using REMI. |
| Direct Fiscal Benefits   |                     |                                  |   |
| Indirect Fiscal Benefits |                     |                                  |   |
| <b>Total</b>             | \$0                 | \$0                              |   |
| <b>COSTS</b>             |                     |                                  |   |
| Direct Fiscal Costs      |                     |                                  |   |
| Indirect Fiscal Costs    | \$0                 | \$0                              |   |
| <b>Total</b>             | \$0                 | \$0                              |   |
| <b>BENEFIT: COST</b>     | <b>#DIV/0!</b>      | <b>#DIV/0!</b>                   |   |

**Other Benefits:**

**In FY-2022, every dollar of auth. program tax credits returns**

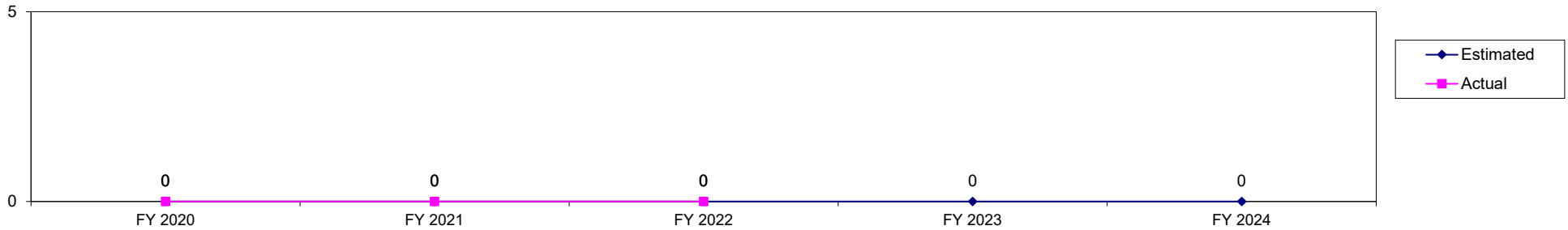
|  |                |
|--|----------------|
| \$0.00 in new personal income totaling | \$0.00 million |
| \$0.00 in new value-added/GSP totaling | \$0.00 million |
| \$0.00 in new economic output totaling | \$0.00 million |

**Over 5 YEARS, every dollar of auth. program tax credits returns**

|  |                |
|--|----------------|
| \$0.00 in new personal income totaling | \$0.00 million |
| \$0.00 in new value-added/GSP totaling | \$0.00 million |
| \$0.00 in new economic output totaling | \$0.00 million |

### PERFORMANCE MEASURE(S)

#### Permanent New Jobs Created



**Comments on Performance Measure:**

## TAX CREDIT ANALYSIS

|   |  |                           |
|---|--|---------------------------|
| <b>Program Name:</b> Amateur Sporting Tax Credit - Ticket Sales |  |                           |
| <b>Department:</b> Economic Development                         | <b>Contact Name &amp; No.:</b> Cathy Wade (573) 522-8006   | <b>Date:</b> January 2023 |
| <b>Program Category:</b> Business Recruitment                   | <b>Type:</b> Tax Credit <input checked="" type="checkbox"/> Other (specify) _____                      |                           |
| <b>Statutory Authority:</b> Section 67.3000, RSMo               | <b>Applicable Taxes:</b> Income Tax; Bank Tax; Insurance Premium Tax; Other financial institutions tax |                           |
| <b>Date of Origin:</b> 2013                                     |  |                           |

**Program Description and Eligibility Requirements:**  
 This program provides a tax credit that is designed to encourage the location of competitively bid amateur sporting events in Missouri. The program is available to: "certified sponsors" active in the National Association of Sports Commissions, "endorsing counties", "endorsing municipalities", and "local organizing committees".

|  |                    |    |                      |     |
|--|--------------------|----|----------------------|-----|
| <b>Explanation of How Award is Computed:</b> | <b>Entitlement</b> | No | <b>Discretionary</b> | Yes |
|--|--------------------|----|----------------------|-----|

Eligible applicants can be awarded up to the lesser of \$5 per event ticket, or 100% of eligible costs. Eligible costs include: 1) costs necessary for conducting the sporting event, 2) costs relating to the preparations necessary to hold the sporting event, and 3) the applicant's pledged obligations to the organization responsible for selecting the site of the event as evidenced by the support contract.

**Program Cap:** Cumulative \$ \_\_\_\_\_ (remainder of cumulative cap) \$ \_\_\_\_\_ Annual \$3 million None \_\_\_\_\_

**Explanation of cap:**  
 No more than \$3 million dollars in tax credits can be issued in a given fiscal year. Applicants in Jackson County, St. Louis City, and St. Louis County may only receive up to \$2.7 million of the \$3 million cap.

**Explanation of Expiration of Authority:** The Amateur Sporting Tax Credit sunsets August 28, 2025.

**Specific Provisions:** (if applicable)

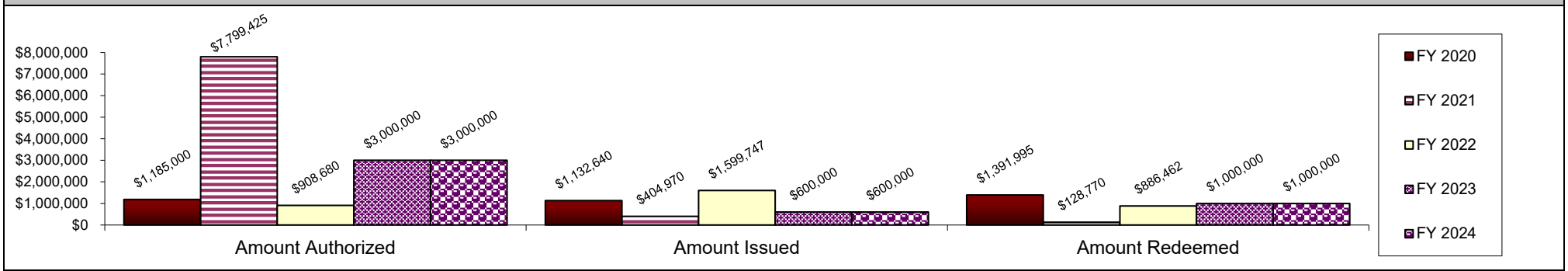
Carry forward  Carry Back  Refundable  Sellable/Assignable  Additional Federal Deductions Available

**Comments on Specific Provisions:**

|                         | FY 2020 ACTUAL | FY 2021 ACTUAL | FY 2022 ACTUAL | FY 2023 (year to date) | FY 2023 (Full Year) | FY 2024 (Budget Year) |
|-------------------------|----------------|----------------|----------------|------------------------|---------------------|-----------------------|
| Certificates Issued (#) | 6              | 7              | 11             | 8                      | 8                   | 8                     |
| Projects (#)            | 6              | 7              | 11             | 8                      | 8                   | 8                     |
| Amount Authorized       | \$1,185,000    | \$7,799,425    | \$908,680      | \$318,919              | \$3,000,000         | \$3,000,000           |
| Amount Issued           | \$1,132,640    | \$404,970      | \$1,599,747    | \$11,425               | \$600,000           | \$600,000             |
| Amount Redeemed         | \$1,391,995    | \$128,770      | \$886,462      | \$978,920              | \$1,000,000         | \$1,000,000           |

|                                 |             |   |              |
|---------------------------------|-------------|---|--------------|
| FY 2022 EST. Amount Outstanding | \$1,018,285 | FY 2022 EST. Amount Authorized but Unissued | \$10,733,173 |
|---------------------------------|-------------|---|--------------|

### HISTORICAL AND PROJECTED INFORMATION



**Comments on Historical and Projected Information:** Projected information is based on 3 year average and known upcoming events.



**TAX CREDIT ANALYSIS**

**Program Name:** Amateur Sporting Tax Credit - Ticket Sales

**BENEFIT: COST ANALYSIS (includes only state revenue impacts)**

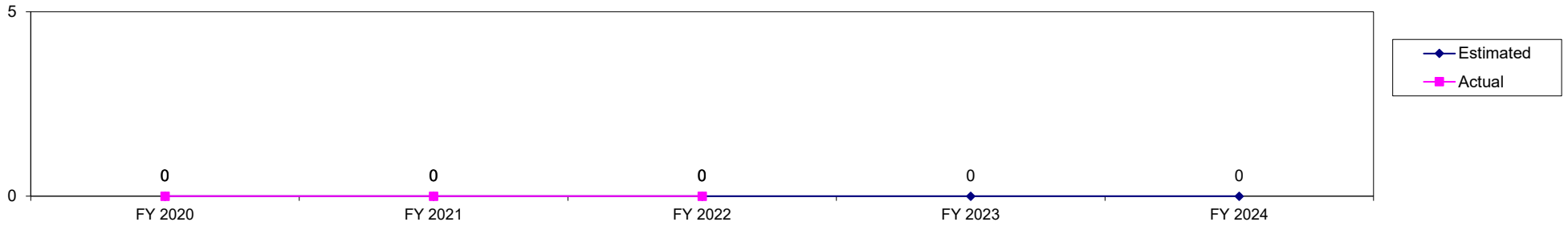
|                          | FY 2022<br>ACTIVITY | Other Fiscal Period<br>(5 years) | Derivation of Benefits:   |
|--------------------------|---------------------|----------------------------------|---|
| <b>BENEFITS</b>          |                     |                                  | Investment: N/A<br>Employment: N/A  |
| Direct Fiscal Benefits   | \$737,299           | \$847,936                        | Other Assumptions: (a) 80% of ticket sales estimated for facility operations of \$2,184,013 in 2022. (b) 60% (55,632) of the 92,719 expected daily attendees bring new visitor spending of \$26,967,950 to the state during events.<br>Incentives/Credits: (a) \$1,601,267 in Amateur Sports tax credits in year 2022.<br>Impacts occur Statewide. All Values in Constant Dollars. Assumptions provided by DED. Estimated using REMI. |
| Indirect Fiscal Benefits | \$1,211,792         | \$1,393,630                      |   |
| <b>Total</b>             | \$1,949,091         | \$2,241,566                      |   |
| <b>COSTS</b>             |                     |                                  |   |
| Direct Fiscal Costs      | \$1,601,267         | \$1,601,267                      |   |
| Indirect Fiscal Costs    | \$0                 | \$0                              |   |
| <b>Total</b>             | \$1,601,267         | \$1,601,267                      |   |
| <b>BENEFIT: COST</b>     | <b>1.22</b>         | <b>1.40</b>                      |   |

**Other Benefits:**

|  |  |
|--|--|
| <b>In FY-2022, every dollar of auth. program tax credits returns</b> | <b>Over 5 YEARS, every dollar of auth. program tax credits returns</b> |
| \$13.16 in new personal income totaling \$21.07 million              | \$20.74 in new personal income totaling \$33.21 million                |
| \$17.55 in new value-added/GSP totaling \$28.10 million              | \$20.46 in new value-added/GSP totaling \$32.76 million                |
| \$30.23 in new economic output totaling \$48.41 million              | \$35.13 in new economic output totaling \$56.26 million                |

**PERFORMANCE MEASURE(S)**

**Permanent New Jobs Created**



**Comments on Performance Measure:**

## TAX CREDIT ANALYSIS

|  |   |                           |
|--|---|---------------------------|
| <b>Program Name:</b> Brownfield Remediation                |   |                           |
| <b>Department:</b> Economic Development                    | <b>Contact Name &amp; No.:</b> Cathy Wade (573) 522-8006  | <b>Date:</b> January 2023 |
| <b>Program Category:</b> Redevelopment                     | <b>Type:</b> Tax Credit <input checked="" type="checkbox"/> Other (specify) _____   |                           |
| <b>Statutory Authority:</b> Sections 447.700-447.718, RSMo | <b>Applicable Taxes:</b> Income Tax; Corporate Franchise Tax; Bank Tax; Insurance Premium Tax; Other financial institutions tax |                           |

**Date of Origin:** 1995

**Program Description and Eligibility Requirements:**  
 Provide an incentive to businesses/developers to redevelop property contaminated with hazardous wastes. Requirements are property abandoned or underutilized for at least three years. Real or suspected environmental contamination and must enter the Department of Natural Resource's (DNR) Voluntary Cleanup Program. Project must create 10 new jobs or retain 25 jobs.

**Explanation of How Award is Computed:** Entitlement  No  Discretionary  Yes   
 Tax credit of up to 100% of eligible remediation costs. The program requires the project to enroll in DNR's Voluntary Cleanup Program. 75% upon payment of remediation costs; 25% upon issuance of DNR "clean letter". Must be the least amount necessary to cause the project to occur. Total benefits of project capped by state economic benefit of project.

**Program Cap:** Cumulative \$ \_\_\_\_\_ (remainder of cumulative cap) \$ \_\_\_\_\_ Annual \$ \_\_\_\_\_ None

**Explanation of cap:**  
N/A

**Explanation of Expiration of Authority:**

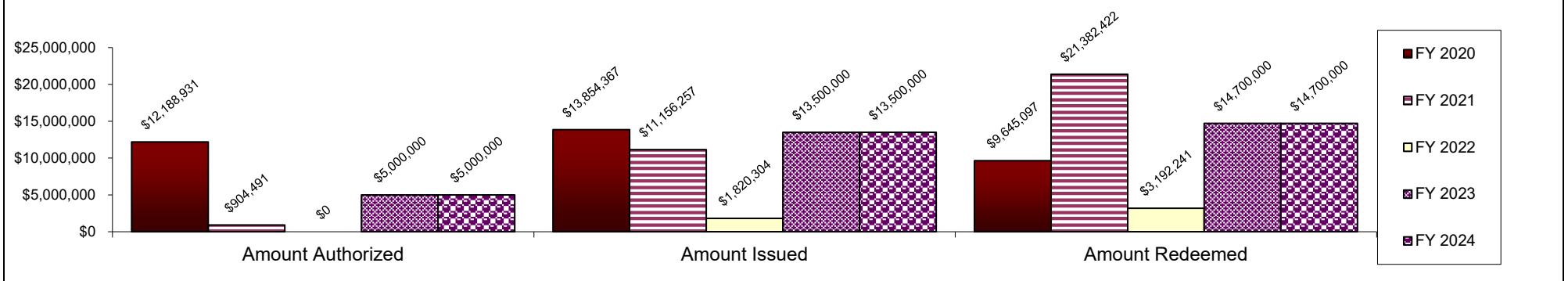
**Specific Provisions:** (if applicable)  
 Carry forward  20 years  Carry Back  n/a  Refundable  No  Sellable/Assignable  Yes  Additional Federal Deductions Available  No

**Comments on Specific Provisions:**

|                         | FY 2020 ACTUAL | FY 2021 ACTUAL | FY 2022 ACTUAL | FY 2023 (year to date) | FY 2023 (Full Year) | FY 2024 (Budget Year) |
|-------------------------|----------------|----------------|----------------|------------------------|---------------------|-----------------------|
| Certificates Issued (#) | 7              | 15             | 1              | 2                      | 10                  | 10                    |
| Projects (#)            | 3              | 4              | 1              | 2                      | 5                   | 5                     |
| Amount Authorized       | \$12,188,931   | \$904,491      | \$0            | \$1,462,558            | \$5,000,000         | \$5,000,000           |
| Amount Issued           | \$13,854,367   | \$11,156,257   | \$1,820,304    | \$1,159,254            | \$13,500,000        | \$13,500,000          |
| Amount Redeemed         | \$9,645,097    | \$21,382,422   | \$3,192,241    | \$3,171,823            | \$14,700,000        | \$14,700,000          |

|                                 |              |   |              |
|---------------------------------|--------------|---|--------------|
| FY 2022 EST. Amount Outstanding | \$31,653,587 | FY 2022 EST. Amount Authorized but Unissued | \$12,280,768 |
|---------------------------------|--------------|---|--------------|

### HISTORICAL AND PROJECTED INFORMATION



**Comments on Historical and Projected Information:** Projected information is based on 3 year average.

**TAX CREDIT ANALYSIS**

**Program Name:** Brownfield Remediation

**BENEFIT: COST ANALYSIS (includes only state revenue impacts)**

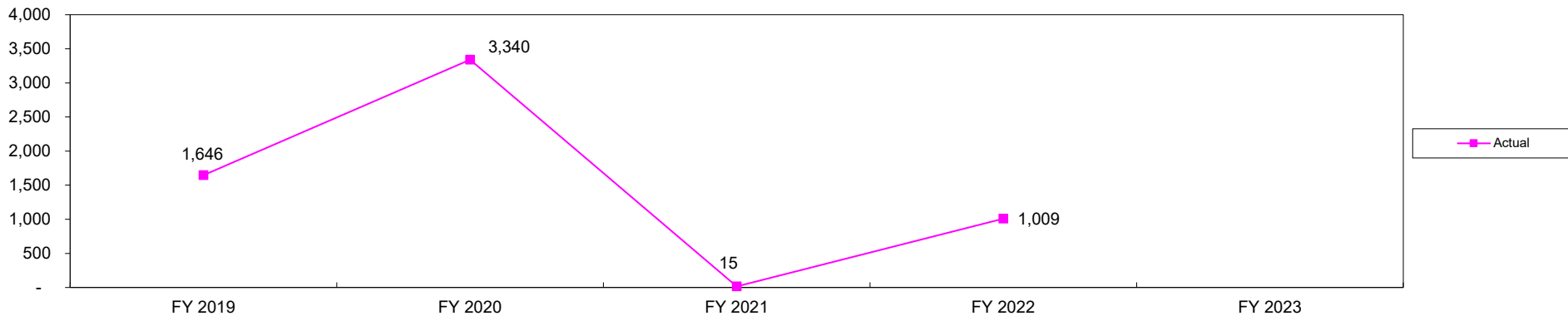
|                          | FY 2022<br>ACTIVITY | Other Fiscal Period<br>(10 years) | Derivation of Benefits:<br>There were no new authorizations for FY 2022. |
|--------------------------|---------------------|-----------------------------------|--|
| <b>BENEFITS</b>          |                     |                                   |  |
| Direct Fiscal Benefits   |                     |                                   |  |
| Indirect Fiscal Benefits |                     |                                   |  |
| <b>Total</b>             | \$0                 | \$0                               |  |
| <b>COSTS</b>             |                     |                                   |  |
| Direct Fiscal Costs      |                     |                                   |  |
| Indirect Fiscal Costs    | \$0                 | \$0                               |  |
| <b>Total</b>             | \$0                 | \$0                               |  |
| <b>BENEFIT: COST</b>     | <b>#DIV/0!</b>      | <b>#DIV/0!</b>                    |  |

**Other Benefits:**

In FY-2022, every dollar of auth. program tax credits returns                      Over 10 YEARS, every dollar of auth. program tax credits returns

**PERFORMANCE MEASURE(S)**

**Jobs Created**

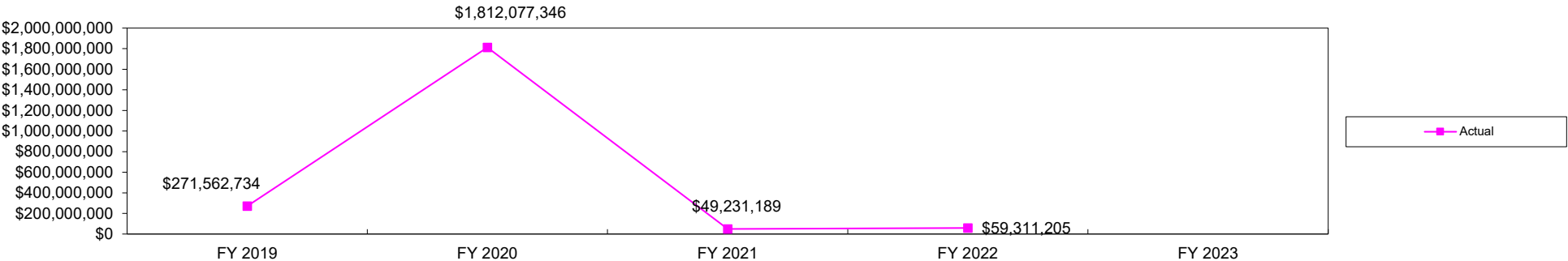


**Comments on Performance Measure:** Numbers are captured from projects that were closed out this fiscal year.

TAX CREDIT ANALYSIS

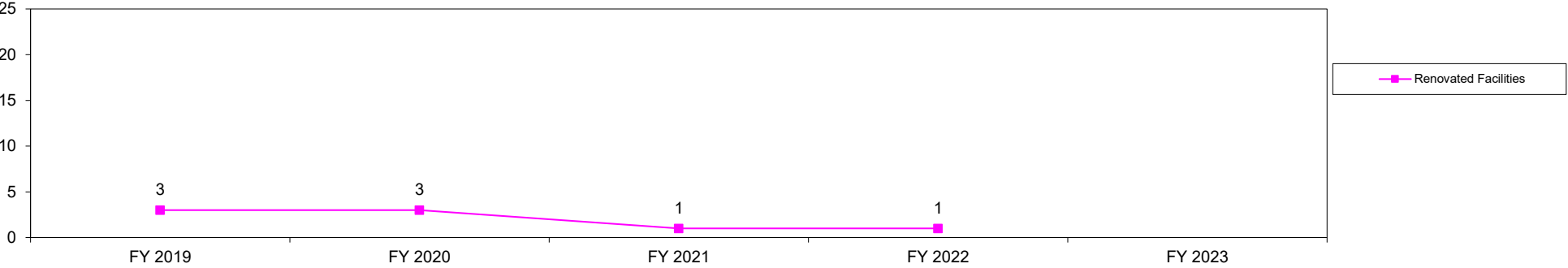
Program Name: Brownfield Remediation

Leverage Amount



Comments on Performance Measure: Numbers are captured from projects that were closed out this fiscal year.

Renovated Facilities



Comments on Performance Measure: Numbers are captured from projects that were closed out this fiscal year.

## TAX CREDIT ANALYSIS

|  |   |                           |
|--|---|---------------------------|
| <b>Program Name:</b> Business Facility Headquarters Tax Credit (BFC) |   |                           |
| <b>Department:</b> Economic Development                              | <b>Contact Name &amp; No.:</b> Kristen Kersey (573) 751-3713  | <b>Date:</b> January 2023 |
| <b>Program Category:</b> Business Recruitment                        | <b>Type:</b> Tax Credit <input checked="" type="checkbox"/> Other (specify) _____                       |                           |
| <b>Statutory Authority:</b> Sections 135.100-135.258, RSMo           | <b>Applicable Taxes:</b> Income Tax; Bank Tax; Insurance Premium Tax; Insurance Company Retaliatory Tax |                           |
| <b>Date of Origin:</b> 1980  |   |                           |

**Program Description and Eligibility Requirements:**  
 "Headquarters" that commence operations and "headquarters" of certain "employee-owned" businesses that commence or expand operations on or before December 31, 2024 may be eligible for the program. The facility must maintain an average of at least 500 new business facility employees and the facility must create at least 25 new jobs and make \$1,000,000 in new investment and maintain an average of at least \$20,000,000 in business facility investment.

**Explanation of How Award is Computed:** Entitlement  Yes  Discretionary  No

The Missouri company qualifying as a new "headquarters" facility may receive the greater of: \$400 for each new business facility employee and 4% of new business facility investment; or, \$500 for each new business facility employee and \$500 of each \$100,000 of new business facility investment.

**Program Cap:** Cumulative \$ \_\_\_\_\_ (remainder of cumulative cap) \$ \_\_\_\_\_ Annual \$ \_\_\_\_\_ None  X

**Explanation of cap:** N/A

**Explanation of Expiration of Authority:** No revenue-producing enterprise shall receive the incentives set forth in sections 135.100 to 135.150 for facilities commencing operations on or after January 1, 2005. Headquarters may receive incentives for facilities commencing or expanding operations on or after January 1, 2005 but not on or after January 1, 2031. HB 2400 (2022).

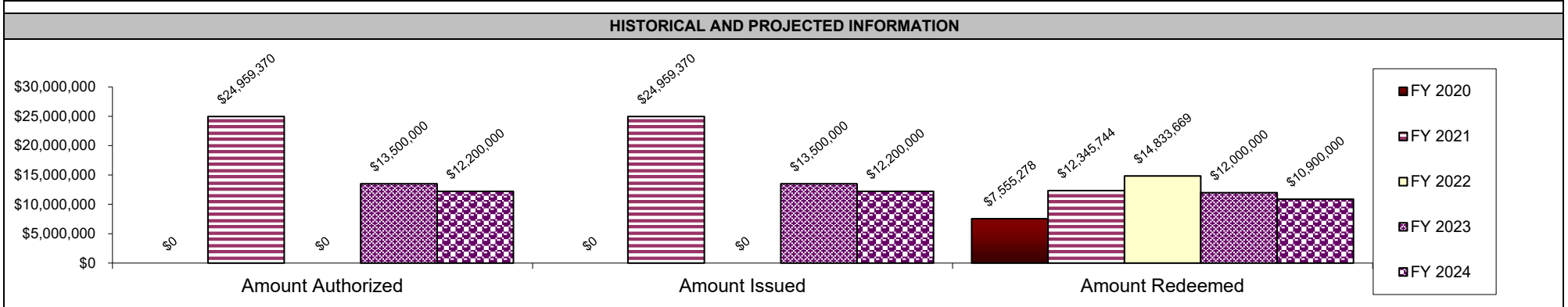
**Specific Provisions:** (if applicable)

Carry forward  5 years  Carry Back  n/a  Refundable  Yes  Sellable/Assignable  Yes  Additional Federal Deductions Available  No

**Comments on Specific Provisions:**  
 Carry forward, Refundable and Sellable/Assignable provisions are limited in application.

|                           | FY 2020 ACTUAL | FY 2021 ACTUAL | FY 2022 ACTUAL | FY 2023 (year to date) | FY 2023 (Full Year) | FY 2024 (Budget Year) |
|---------------------------|----------------|----------------|----------------|------------------------|---------------------|-----------------------|
| Certificates Issued (#)   | 0              | 19             | 18             | 0                      | 9                   | 9                     |
| Projects/Participants (#) | 0              | 9              | 0              | 0                      | 9                   | 9                     |
| Amount Authorized         | \$0            | \$24,959,370   | \$0            | \$0                    | \$13,500,000        | \$12,200,000          |
| Amount Issued             | \$0            | \$24,959,370   | \$0            | \$0                    | \$13,500,000        | \$12,200,000          |
| Amount Redeemed           | \$7,555,278    | \$12,345,744   | \$14,833,669   | \$14,181,033           | \$12,000,000        | \$10,900,000          |

|                                 |     |   |     |
|---------------------------------|-----|---|-----|
| FY 2022 EST. Amount Outstanding | \$0 | FY 2022 EST. Amount Authorized but Unissued | \$0 |
|---------------------------------|-----|---|-----|



**Comments on Historical and Projected Information:** FY2020 projects auth/issuances delayed due to COVID pandemic; FY2021 reflects FY2020 and FY2021 (for CY2019 and 2020 investment and jobs) authorizations and issuances. FY2022 and FY2023 projections based on NOI currently received by organization, but could change should additional NOI's be received.

## TAX CREDIT ANALYSIS

**Program Name:** Business Facility Headquarters Tax Credit (BFC)

### BENEFIT: COST ANALYSIS (includes only state revenue impacts)

|                          | FY 2022<br>ACTIVITY | Other Fiscal Period<br>(20 years) | <b>Derivation of Benefits:</b>   |
|--------------------------|---------------------|-----------------------------------|--|
| <b>BENEFITS</b>          |                     |                                   | Investment: (a) \$227,903,225 in Non-Residential Investment spending over years 2011-2020.<br>Employment: (a) 1,311 jobs scaled up over ten years in Professional, Scientific, and Technical Services at average wage rates over years 2011-2031.<br>Other Assumptions: N/A<br>Incentives/Credits: (a) \$164,796,211 in Business Facility tax credits over years 2011-2029 to model full cost of BFC projects where activity has occurred.<br>Impacts occur Statewide. All Values in Constant Dollars. Assumptions provided by DED. Estimated using REMI.<br>The multi-year fiscal Benefit-Cost Ratio is 0.80 when other program incentives (Missouri Works) are included. |
| Direct Fiscal Benefits   | \$1,906,654         | \$46,352,938                      |  |
| Indirect Fiscal Benefits | \$2,122,824         | \$51,608,267                      |  |
| <b>Total</b>             | <b>\$4,029,478</b>  | <b>\$97,961,205</b>               |  |
| <b>COSTS</b>             |                     |                                   |  |
| Direct Fiscal Costs      | \$455,569           | \$112,741,832                     |  |
| Indirect Fiscal Costs    | \$0                 | \$0                               |  |
| <b>Total</b>             | <b>\$455,569</b>    | <b>\$112,741,832</b>              |  |
| <b>BENEFIT: COST</b>     | <b>8.84</b>         | <b>0.87</b>                       |  |

**Other Benefits:**

**In FY-22, every dollar of auth. program tax credits returns:**

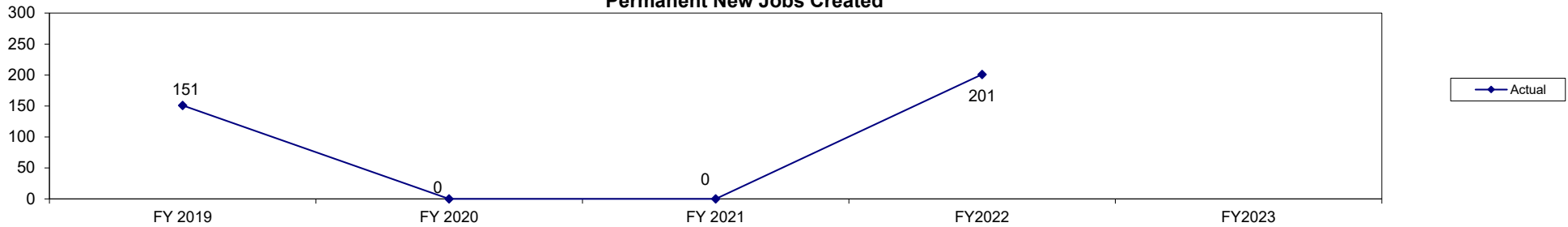
\$154.30 in new personal income totaling \$70.29 million  
 \$202.63 in new value-added/GSP totaling \$92.31 million  
 \$359.64 in new economic output totaling \$163.84 million

**Over 20 YEARS, every dollar of auth. program tax credits returns**

\$45.59 in new personal income totaling \$6,083.96 million  
 \$35.64 in new value-added/GSP totaling \$4,756.12 million  
 \$55.02 in new economic output totaling \$7,341.68 million

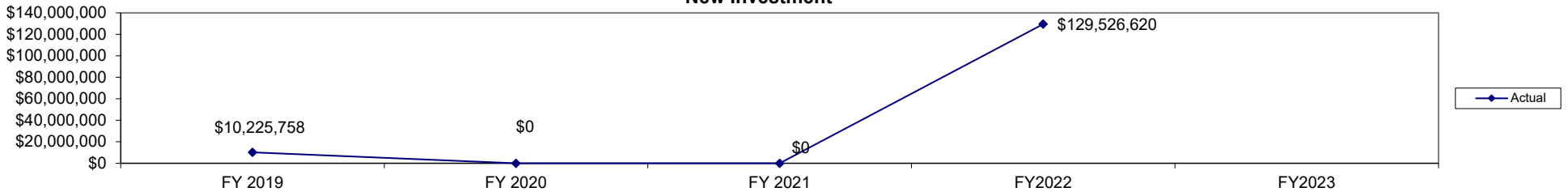
### PERFORMANCE MEASURE(S)

**Permanent New Jobs Created**



**Comments on Performance Measure:** Benefits are based on the number of new jobs above the base. For the purposes of reporting, the number that is indicated here is net new year to year, so that there is no double counting of new jobs. For the projects for which credits were issued, the jobs were not net new for this fiscal year but did have new jobs over the base. The job numbers that were created in FY2020 will be reflected in FY2021 due to the timing of authorization and issuance of credits.

**New Investment**



**Comments on Performance Measure:** Benefits are based on the amount of investment above the base. For purposes of reporting, the amount that is indicated here is net new year to year, so that there is no double counting of new investment. The investment that was created in FY2020 will be reflected in FY2021 due to the timing of authorization and issuance of credits.

## TAX CREDIT ANALYSIS

|  |   |                           |
|--|---|---------------------------|
| <b>Program Name:</b> Business Use Incentives for Large-Scale Development (BUILD) |   |                           |
| <b>Department:</b> Economic Development  | <b>Contact Name &amp; No.:</b> Erica Griffin (573) 522-4527   | <b>Date:</b> January 2023 |
| <b>Program Category:</b> Business Recruitment                                    | <b>Type:</b> Tax Credit <input checked="" type="checkbox"/> Other (specify) _____                     |                           |
| <b>Statutory Authority:</b> Sections 100.700-100.850, RSMo                       | <b>Applicable Taxes:</b> Income Tax, Bank Tax, Insurance Premium Tax, Other Financial Institution Tax |                           |
| <b>Date of Origin:</b> 1996  |   |                           |

**Program Description and Eligibility Requirements:**  
 The incentives offered by the BUILD Missouri Program are designed to offset infrastructure and other capital costs of certain large projects by making the cost of investing in Missouri more competitive. The costs are financed through the issuance by the Board of certificates (bonds or notes) the principal and interest on which will be repaid by the business. Businesses are then reimbursed for these repayments through the issuance by the Board of Missouri State income tax credits. The businesses may use these credits against taxes, which would otherwise be due, or to obtain a refund if the business has no Missouri income tax liability. All businesses that manufacture, process (including agricultural processing) or assemble products are eligible. Businesses that conduct research and development or provide services in interstate commerce are also eligible. Certain office industries are also eligible. A manufacturing business must invest a minimum of \$15 million and 100 new jobs. An office business must invest a minimum of \$10 million and 500 jobs. There are other discretionary factors.

**Explanation of How Award is Computed:** Entitlement  No  Discretionary  Yes   
 The award is computed based on principal, interest and fees annually and limited to be no more that 5% of gross wages of each eligible employee whose job was created as a result of the project.

**Program Cap:** Cumulative \$ \_\_\_\_\_ (remainder of cumulative cap) \$ \_\_\_\_\_ Annual \$25,000,000 None \_\_\_\_\_

**Explanation of cap:**  
 Aggregate amount of debt reduction assessments of all companies with bonds outstanding and still active shall not exceed \$25 million annually. **The Authorized Amounts in the chart below are reported as the total authorized credits available to be issued to all companies during the fiscal year, not just new projects.**

**Explanation of Expiration of Authority:**

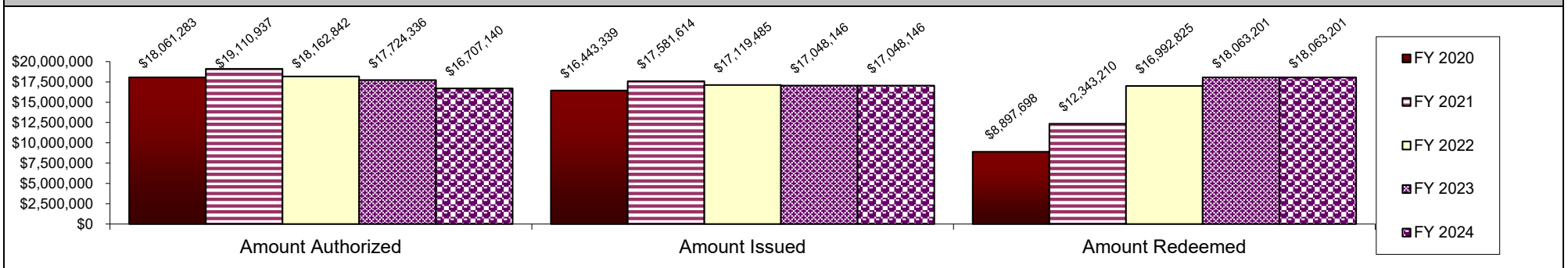
**Specific Provisions:** (if applicable)  
 Carry forward  n/a Carry Back  n/a Refundable  Yes Sellable/Assignable  No Additional Federal Deductions Available  No

**Comments on Specific Provisions:**

|                           | FY 2020 ACTUAL | FY 2021 ACTUAL | FY 2022 ACTUAL | FY 2023 (year to date) | FY 2023 (Full Year) | FY 2024 (Budget Year) |
|---------------------------|----------------|----------------|----------------|------------------------|---------------------|-----------------------|
| Certificates Issued (#)   | 33             | 44             | 44             | 13                     | 44                  | 39                    |
| Projects/Participants (#) | 42             | 43             | 43             | 43                     | 43                  | 38                    |
| Amount Authorized         | \$18,061,283   | \$19,110,937   | \$18,162,842   | \$17,724,336           | \$17,724,336        | \$16,707,140          |
| Amount Issued             | \$16,443,339   | \$17,581,614   | \$17,119,485   | \$4,069,748            | \$17,048,146        | \$17,048,146          |
| Amount Redeemed           | \$8,897,698    | \$12,343,210   | \$16,992,825   | \$4,982,430            | \$18,063,201        | \$18,063,201          |

|                                 |              |   |               |
|---------------------------------|--------------|---|---------------|
| FY 2022 EST. Amount Outstanding | \$23,844,067 | FY 2022 EST. Amount Authorized but Unissued | \$155,321,674 |
|---------------------------------|--------------|---|---------------|

### HISTORICAL AND PROJECTED INFORMATION



**Comments on Historical and Projected Information:**

## TAX CREDIT ANALYSIS

**Program Name:** Business Use Incentives for Large-Scale Development (BUILD)

### BENEFIT: COST ANALYSIS (includes only state revenue impacts)

|                          | FY 2022<br>ACTIVITY | Other Fiscal Period<br>(15-years) |
|--------------------------|---------------------|-----------------------------------|
| <b>BENEFITS</b>          |                     |                                   |
| Direct Fiscal Benefits   | \$1,570,143         | \$29,498,910                      |
| Indirect Fiscal Benefits | \$1,053,884         | \$19,799,741                      |
| <b>Total</b>             | <b>\$2,624,027</b>  | <b>\$49,298,651</b>               |
| <b>COSTS</b>             |                     |                                   |
| Direct Fiscal Costs      | \$248,374           | \$3,241,775                       |
| Indirect Fiscal Costs    |                     |                                   |
| <b>Total</b>             | <b>\$248,374</b>    | <b>\$3,241,775</b>                |
| <b>BENEFIT: COST</b>     | <b>10.56</b>        | <b>15.21</b>                      |

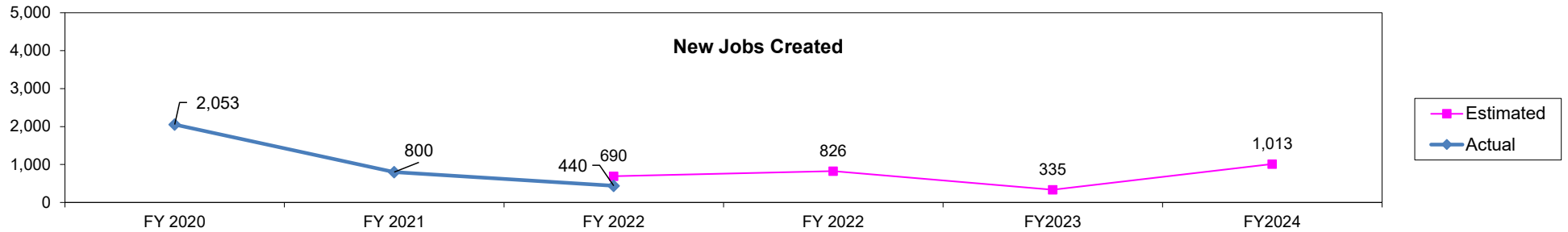
**Derivation of Benefits:**  
 Investment: (a) \$77,000,000 in Durable Equipment spending over years 2022-2024. (b) \$92,051,718 in Non-Residential Structures from 2022-2024.  
 Employment: (a) 440 jobs in Food Manufacturing scaled up over 4 years at average wage rates in 2022-2036.  
 Other Assumptions: N/A  
 Incentives/Credits: (a) \$3,725,610 in BUILD over years 2022-2036.  
 Impacts occur Statewide. All Values in Constant Dollars. Assumptions provided by DED. Estimated using REMI.  
 The multi-year fiscal Benefit-Cost Ratio is 4.68 when other program incentives (Missouri Works and One Start) are included.

**Other Benefits:**

**In FY-2022, every dollar of auth. program tax credits returns**  
 \$229.50 in new personal income totaling \$57 million  
 \$327.45 in new value-added/GSP totaling \$81.83 million  
 \$811.43 in new economic output totaling \$201.54 million

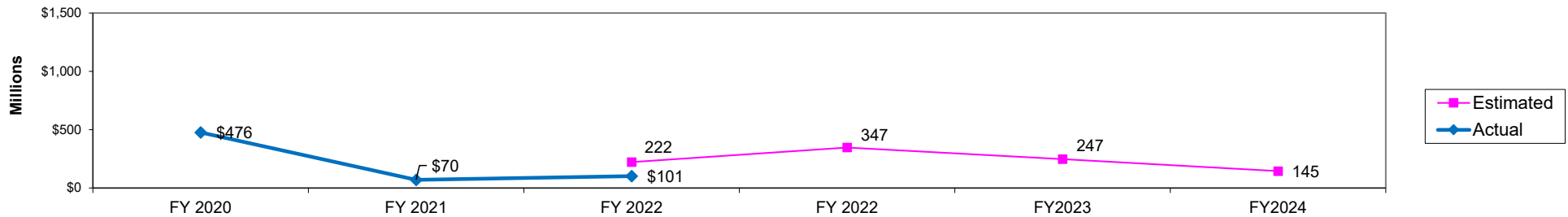
**Over 15 YEARS, every dollar of auth. program tax credits returns**  
 \$637.30 in new personal income totaling \$2,065.98 million \$649.04  
 in new value-added/GSP totaling \$2,104.06 million \$1,896.36 in  
 new economic output totaling \$6,147.58 million

### PERFORMANCE MEASURE(S)



**Comments on Performance Measure:**

### Investment



**Comments on Performance Measure:**



## TAX CREDIT ANALYSIS

|  |   |                           |
|--|---|---------------------------|
| <b>Program Name:</b> Certified Capital Companies (CAPCO) |   |                           |
| <b>Department:</b> Economic Development                  | <b>Contact Name &amp; No.:</b> Kristen Kersey (573) 751-3713                      | <b>Date:</b> January 2023 |
| <b>Program Category:</b> Entrepreneurial                 | <b>Type:</b> Tax Credit <input checked="" type="checkbox"/> Other (specify) _____ |                           |
| <b>Statutory Authority:</b> 135.500 to 135.529, RSMo     | <b>Applicable Taxes:</b> Insurance Premium Tax                                    |                           |
| <b>Date of Origin:</b> 1996                              |   |                           |

**Program Description and Eligibility Requirements:**  
Insurance companies that invest in a certified CAPCO receive a tax credit.

|  |   |   |
|--|---|---|
| <b>Explanation of How Award is Computed:</b><br>The tax credit is equal to 100% of the investment. | <b>Entitlement</b> <input type="checkbox"/> Yes <input type="checkbox"/> No | <b>Discretionary</b> <input type="checkbox"/> Yes <input type="checkbox"/> No |
|--|---|---|

**Program Cap:** Cumulative \$140 million over ten years (remainder of cumulative cap) \$ \_\_\_\_\_ Annual \$ \_\_\_\_\_ None

**Explanation of cap:**  
The tax credits can be claimed at up to 10% of the authorized amount per year over a 10-year period.

**Explanation of Expiration of Authority:**

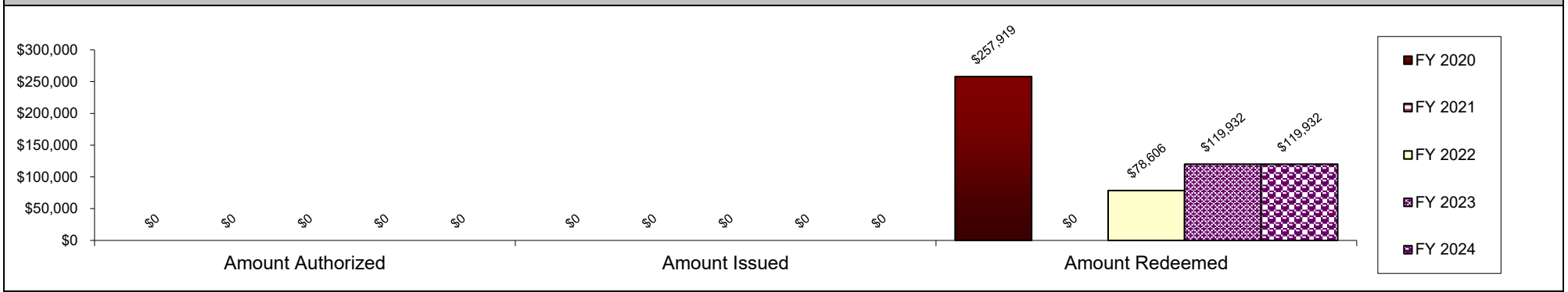
**Specific Provisions:** (if applicable)

Carry forward  Carry Back  Refundable  Sellable/Assignable  Additional Federal Deductions Available

**Comments on Specific Provisions:** Can carry forward tax credit until they are used.

|                                 | FY 2020 ACTUAL           | FY 2021 ACTUAL           | FY 2022 ACTUAL           | FY 2023 (year to date)                      | FY 2023 (Full Year)      | FY 2024 (Budget Year)    |     |
|---------------------------------|--------------------------|--------------------------|--------------------------|---|--------------------------|--------------------------|-----|
| Certificates Issued (#)         | 0                        | 0                        | 0                        | 0   | 0                        | 0                        |     |
| Projects/Participants (#)       | 0                        | 0                        | 0                        | 0   | 0                        | 0                        |     |
| Amount Authorized               | Cumulative Cap Exhausted | Cumulative Cap Exhausted | Cumulative Cap Exhausted | Cumulative Cap Exhausted                    | Cumulative Cap Exhausted | Cumulative Cap Exhausted |     |
| Amount Issued                   | \$0                      | \$0                      | \$0                      | \$0   | \$0                      | \$0                      |     |
| Amount Redeemed                 | \$257,919                | \$0                      | \$78,606                 | \$0   | \$119,932                | \$119,932                |     |
| FY 2022 EST. Amount Outstanding |                          |                          | \$0                      | FY 2022 EST. Amount Authorized but Unissued |                          |                          | \$0 |

### HISTORICAL AND PROJECTED INFORMATION



**Comments on Historical and Projected Information:**

**TAX CREDIT ANALYSIS**

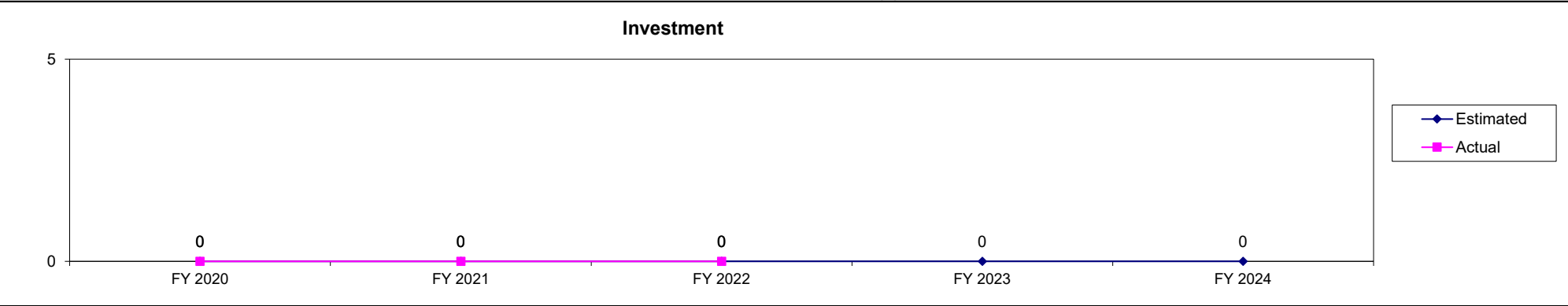
**Program Name:** Certified Capital Companies (CAPCO)

**BENEFIT: COST ANALYSIS (includes only state revenue impacts)**

|                          | FY 2022<br>ACTIVITY | Other Fiscal Period<br>(indicated time period) | Derivation of Benefits:<br>No new authorizations in FY2022. |
|--------------------------|---------------------|--|---|
| <b>BENEFITS</b>          |                     |  |   |
| Direct Fiscal Benefits   |                     |  |   |
| Indirect Fiscal Benefits |                     |  |   |
| <b>Total</b>             | \$0                 | \$0  |   |
| <b>COSTS</b>             |                     |  |   |
| Direct Fiscal Costs      |                     |  |   |
| Indirect Fiscal Costs    |                     |  |   |
| <b>Total</b>             | \$0                 | \$0  |   |
| <b>BENEFIT: COST</b>     | <b>#DIV/0!</b>      | <b>#DIV/0!</b>                                 |   |

**Other Benefits:**

**PERFORMANCE MEASURE(S)**



**Comments on Performance Measure:**

## TAX CREDIT ANALYSIS

|   |   |                           |
|---|---|---------------------------|
| <b>Program Name:</b> Capitol Complex Tax Credit Act |   |                           |
| <b>Department:</b> Economic Development             | <b>Contact Name &amp; No.:</b> Daniel Epler (573) 751-5798                        | <b>Date:</b> October 2022 |
| <b>Program Category:</b> Redevelopment              | <b>Type:</b> Tax Credit <input checked="" type="checkbox"/> Other (specify) _____ |                           |
| <b>Statutory Authority:</b> Section 620.3210 RSMo   | <b>Applicable Taxes:</b> Income tax and financial institution tax                 |                           |
| <b>Date of Origin:</b> 2021                         |   |                           |

**Program Description and Eligibility Requirements:**  
 A contribution tax credit that provides a credit for monetary or artifact donations to capitol complex buildings, including the state capitol, supreme court, old federal courthouse, highway building, and Governor's mansion.

|  |   |   |
|--|---|---|
| <b>Explanation of How Award is Computed:</b> | <b>Entitlement</b> <input type="checkbox"/> Yes <input type="checkbox"/> No | <b>Discretionary</b> <input type="checkbox"/> Yes <input type="checkbox"/> No |
|--|---|---|

Monetary donations are eligible for a 50% refundable tax credit; Artifact donations are eligible for a 30% nonrefundable tax credit.

**Program Cap:** Cumulative \$ \_\_\_\_\_ (remainder of cumulative cap) \$ \_\_\_\_\_ Annual \$ \$10M None

**Explanation of cap:**  
 No more than \$10M can be authorized in an calendar year. Donations received in excess of the cap are placed in line for issuance the following year.

**Explanation of Expiration of Authority:** Sunsets after 6 years – August 2027. If reauthorized, sunsets automatically 12 years after August 28, 2021.

**Specific Provisions:** (if applicable)

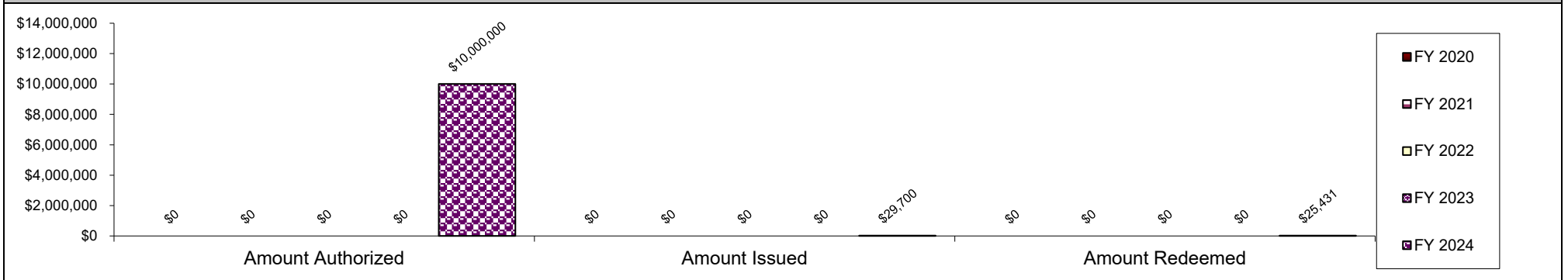
Carry forward  Carry Back  Refundable  only monetary donations refundable Sellable/ Assignable  Additional Federal Deductions Available

**Comments on Specific Provisions:**

|                         | FY 2020 ACTUAL | FY 2021 ACTUAL | FY 2022 ACTUAL | FY 2023 (year to date) | FY 2023 (Full Year) | FY 2024 (Budget Year) |
|-------------------------|----------------|----------------|----------------|------------------------|---------------------|-----------------------|
| Certificates Issued (#) | 0              | 0              | 30             | 15                     | 30                  | 30                    |
| Projects (#)            | 0              | 0              | 5              | 5                      | 5                   | 5                     |
| Amount Authorized       | \$0            | \$0            | \$10,000,000   | \$0                    | \$10,000,000        | \$10,000,000          |
| Amount Issued           | \$0            | \$0            | \$29,700       | \$63,115               | \$29,700            | \$29,700              |
| Amount Redeemed         | \$0            | \$0            | \$12,624       | \$2,500                | \$21,162            | \$25,431              |

|                                 |          |   |             |
|---------------------------------|----------|---|-------------|
| FY 2022 EST. Amount Outstanding | \$14,576 | FY 2022 EST. Amount Authorized but Unissued | \$9,970,300 |
|---------------------------------|----------|---|-------------|

**ID PROJECTED INFORMATION**



**Comments on Historical and Projected Information:** \*Program enacted August 28, 2021. No data exists as basis for projections. After FY2022, we will be better able to project.

## TAX CREDIT ANALYSIS

**Program Name:** Capitol Complex Tax Credit Act

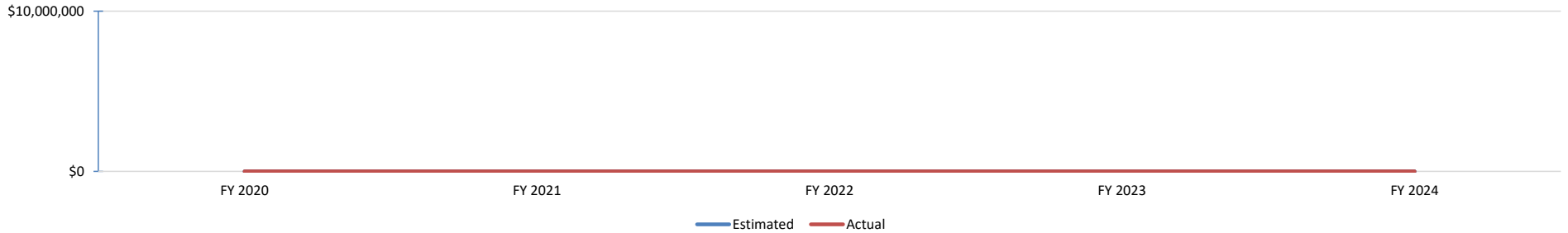
### BENEFIT: COST ANALYSIS (includes only state revenue impacts)

|                          | FY 2022<br>ACTIVITY | Other Fiscal Period<br>(indicated time period) | <b>Derivation of Benefits:</b>  |
|--------------------------|---------------------|--|---|
| <b>BENEFITS</b>          |                     |  | Investment: \$56,400 in Non-Residential investment spending from \$29,700 in issued tax credits at 50% of the contribution value.<br>Employment: N/A<br>Other Assumptions: Incentives/Credits: (a) \$29,700 in Capitol Complex Tax Credits issued in 2022.<br>Impacts occur Statewide. All Values in Constant Dollars. Assumptions provided by DED. Estimated using REMI. |
| Direct Fiscal Benefits   | \$502               |  |   |
| Indirect Fiscal Benefits | \$2,382             |  |   |
| <b>Total</b>             | \$2,884             | \$0  |   |
| <b>COSTS</b>             |                     |  |   |
| Direct Fiscal Costs      | \$29,700            |  |   |
| Indirect Fiscal Costs    | \$0                 |  |   |
| <b>Total</b>             | \$29,700            | \$0  |   |
| <b>BENEFIT: COST</b>     | <b>0.10</b>         | <b>#DIV/0!</b>                                 |   |

**Other Benefits:**

### PERFORMANCE MEASURE(S)

Private Investment



**Comments on Performance Measure:** Private investment = CC tax credits leveraged (Total Contributions - Total Credits Issued)

## TAX CREDIT ANALYSIS

|  |  |                           |
|--|--|---------------------------|
| <b>Program Name:</b> Development Tax Credit (DPC)  |  |                           |
| <b>Department:</b> Economic Development            | <b>Contact Name &amp; No.:</b> Kristen Kersey (573) 751-3713   | <b>Date:</b> January 2023 |
| <b>Program Category:</b> Business Recruitment      | <b>Type:</b> Tax Credit <input checked="" type="checkbox"/> Other (specify) _____  |                           |
| <b>Statutory Authority:</b> 32.100 to 32.125, RSMo | <b>Applicable Taxes:</b> Income tax, Corporate franchise tax, Bank tax, Insurance premium tax, Other financial institutions tax, Express company tax |                           |
| <b>Date of Origin:</b> 1989                        |  |                           |

**Program Description and Eligibility Requirements:**  
 Donations must be made to a non-profit corporation; specified number of jobs must be created within 2 years and maintained for 5 years; application must have the local agency's endorsement; project must be located in a distressed or blighted area; and, the benefiting business must be a for-profit business.

**Explanation of How Award is Computed:** Entitlement  No  Discretionary  Yes   
 The tax credit is equal to 50% of a contribution made to a non-profit corporation. The non-profit uses the contributed funds to purchase assets that would be leased to an approved business.

**Program Cap:** Cumulative \$ \_\_\_\_\_ (remainder of cumulative cap) \$ \_\_\_\_\_ Annual \$6 million \_\_\_\_\_ None \_\_\_\_\_  
**Explanation of cap:** Credits may not exceed \$4 million for any one fiscal year, except that for fiscal years 2005, 2006 and 2007 credits shall not exceed \$6 million per fiscal year. SB 1155 (2004). Effective August 28, 2008, the cap is \$6 million.

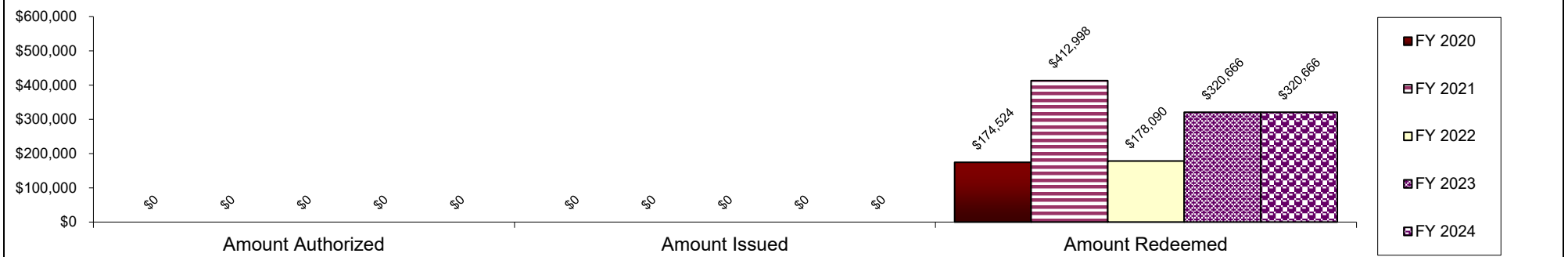
**Explanation of Expiration of Authority:** No new projects may be proposed after August 27, 2013.

**Specific Provisions:** (if applicable)  
 Carry forward  Carry Back  Refundable  Sellable/Assignable  Additional Federal Deductions Available   
**Comments on Specific Provisions:**

|                           | FY 2020 ACTUAL | FY 2021 ACTUAL | FY 2022 ACTUAL | FY 2023 (year to date) | FY 2023 (Full Year) | FY 2024 (Budget Year) |
|---------------------------|----------------|----------------|----------------|------------------------|---------------------|-----------------------|
| Certificates Issued (#)   | 0              | 0              | 0              | 0                      | 0                   | 0                     |
| Projects/Participants (#) | 0              | 0              | 0              | 0                      | 0                   | 0                     |
| Amount Authorized         | \$0            | \$0            | \$0            | \$0                    | \$0                 | \$0                   |
| Amount Issued             | \$0            | \$0            | \$0            | \$0                    | \$0                 | \$0                   |
| Amount Redeemed           | \$174,524      | \$412,998      | \$178,090      | \$0                    | \$320,666           | \$320,666             |

|                                     |   |
|-------------------------------------|---|
| FY 2022 EST. Amount Outstanding \$0 | FY 2022 EST. Amount Authorized but Unissued \$0 |
|-------------------------------------|---|

### HISTORICAL AND PROJECTED INFORMATION



**Comments on Historical and Projected Information:**

**TAX CREDIT ANALYSIS**

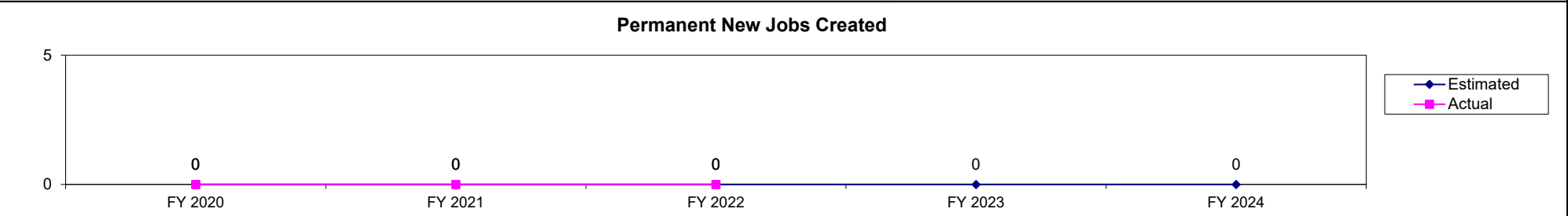
**Program Name:** Development Tax Credit (DPC)

**BENEFIT: COST ANALYSIS (includes only state revenue impacts)**

|                          | FY 2022<br>ACTIVITY | Other Fiscal Period<br>(indicated time period) | Derivation of Benefits:<br><br>No new authorizations in FY2022. |
|--------------------------|---------------------|--|---|
| <b>BENEFITS</b>          |                     |  |   |
| Direct Fiscal Benefits   |                     |  |   |
| Indirect Fiscal Benefits |                     |  |   |
| <b>Total</b>             | \$0                 | \$0  |   |
| <b>COSTS</b>             |                     |  |   |
| Direct Fiscal Costs      |                     |  |   |
| Indirect Fiscal Costs    |                     |  |   |
| <b>Total</b>             | \$0                 | \$0  |   |
| <b>BENEFIT: COST</b>     | <b>#DIV/0!</b>      | <b>#DIV/0!</b>                                 |   |

**Other Benefits:**

**PERFORMANCE MEASURE(S)**



**Comments on Performance Measure:**

## TAX CREDIT ANALYSIS

|  |   |                           |
|--|---|---------------------------|
| <b>Program Name:</b> Enhanced Enterprise Zone (EEZ)        |   |                           |
| <b>Department:</b> Economic Development                    | <b>Contact Name &amp; No.:</b> Kristen Kersey (573) 751-3713                      | <b>Date:</b> January 2023 |
| <b>Program Category:</b> Business Recruitment              | <b>Type:</b> Tax Credit <input checked="" type="checkbox"/> Other (specify) _____ |                           |
| <b>Statutory Authority:</b> Sections 135.950-135.973, RSMo | <b>Applicable Taxes:</b> Income Tax   |                           |
| <b>Date of Origin:</b> 2004                                |   |                           |

**Program Description and Eligibility Requirements:**  
 Tax credits to new or expanding businesses in enhanced enterprise zones. At least two new jobs must be created or maintained and at least \$100,000 of new investment within the zone. Business eligibility determined by the zone based on creation of sustainable jobs in a targeted industry or demonstrated impact on local industry cluster development. Businesses also qualify for local abatement.

**Explanation of How Award is Computed:** Entitlement  No  Discretionary  Yes   
 Tax credits shall be the lesser of a formula amount based on number of jobs created, number of employees who are residents of the zone, number of employees paid wages above the county average wage and amount of new capital investment OR an amount authorized by DED that is limited to the projected state economic benefit. The credits may be provided each year for up to ten tax years after the project commences operations.

**Program Cap:** Cumulative \$ \_\_\_\_\_ (remainder of cumulative cap) \$ \_\_\_\_\_ Annual \$24 million None \_\_\_\_\_  
**Explanation of Cap:** Annual calendar year cap increased from \$4 million to \$7 million beginning January 1, 2007. Effective December 2007, the annual calendar year cap increased again from \$7 million to \$14 million. Effective August 28, 2008, the annual calendar year cap increased to \$24 million.

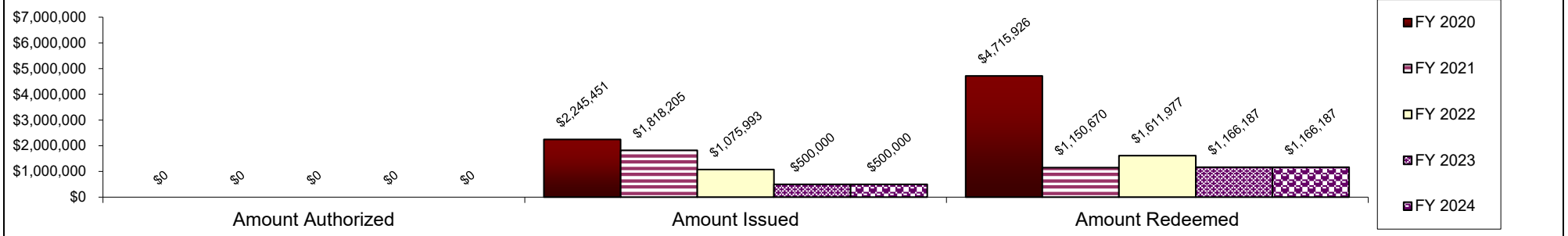
**Explanation of Expiration of Authority:** No new projects may be proposed after August 27, 2013.

**Specific Provisions:** (if applicable)  
 Carry forward  n/a  Carry Back  n/a  Refundable  Yes  Sellable/Assignable  Yes  Additional Federal Deductions Available  No

**Comments on Specific Provisions:**

|                                 | FY 2020 ACTUAL | FY 2021 ACTUAL | FY 2022 ACTUAL | FY 2023 (year to date)                      | FY 2023 (Full Year) | FY 2024 (Budget Year) |
|---------------------------------|----------------|----------------|----------------|---|---------------------|-----------------------|
| Certificates Issued (#)         | 20             | 0              | 0              | 0   | 0                   | 0                     |
| Projects/Participants (#)       | 0              | 0              | 0              | 0   | 0                   | 0                     |
| Amount Authorized               | \$0            | \$0            | \$0            | \$0   | \$0                 | \$0                   |
| Amount Issued                   | \$2,245,451    | \$1,818,205    | \$1,075,993    | \$0   | \$500,000           | \$500,000             |
| Amount Redeemed                 | \$4,715,926    | \$1,150,670    | \$1,611,977    | \$707,443                                   | \$1,166,187         | \$1,166,187           |
| FY 2022 EST. Amount Outstanding |                | \$0            |                | FY 2022 EST. Amount Authorized but Unissued |                     | \$0                   |

### HISTORICAL AND PROJECTED INFORMATION



**Comments on Historical and Projected Information:**

## TAX CREDIT ANALYSIS

**Program Name:** Enhanced Enterprise Zone (EEZ)

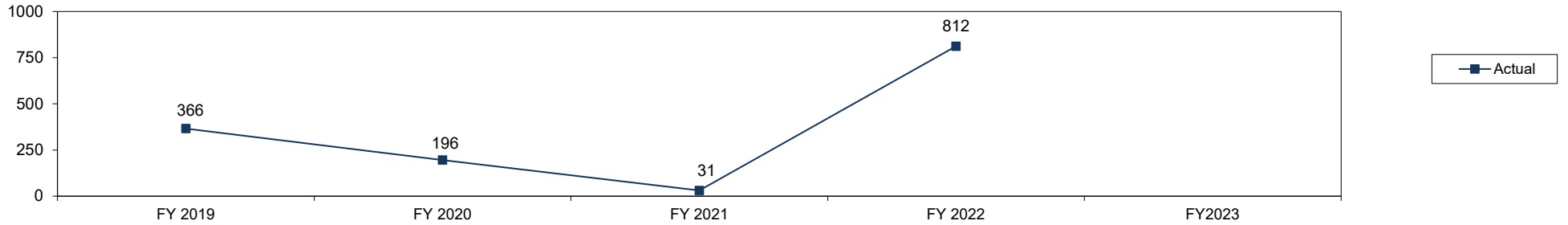
### BENEFIT: COST ANALYSIS (includes only state revenue impacts)

|                          | FY 2022<br>ACTIVITY | Other Fiscal Period<br>(indicated time period) | Derivation of Benefits:          |
|--------------------------|---------------------|--|----------------------------------|
| <b>BENEFITS</b>          |                     |  | No new authorizations in FY2022. |
| Direct Fiscal Benefits   |                     |  |                                  |
| Indirect Fiscal Benefits |                     |  |                                  |
| <b>Total</b>             | \$0                 | \$0  |                                  |
| <b>COSTS</b>             |                     |  |                                  |
| Direct Fiscal Costs      |                     |  |                                  |
| Indirect Fiscal Costs    |                     |  |                                  |
| <b>Total</b>             | \$0                 | \$0  |                                  |
| <b>BENEFIT: COST</b>     | <b>#DIV/0!</b>      | <b>#DIV/0!</b>                                 |                                  |

Other Benefits:

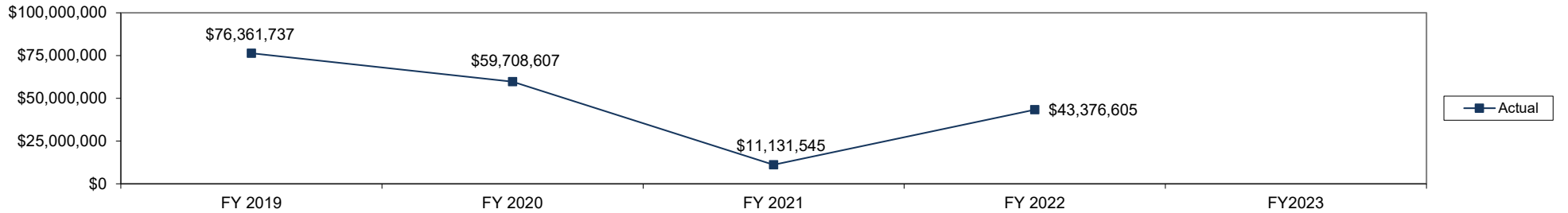
### PERFORMANCE MEASURE(S)

**Permanent Net New Jobs Created Over Previous Year**



Comments on Performance Measure:

**Net New Investment Over Previous Year**



Comments on Performance Measure:



## TAX CREDIT ANALYSIS

|  |  |                           |
|--|--|---------------------------|
| <b>Program Name:</b> Family Development Account (FDA)      |  |                           |
| <b>Department:</b> Economic Development                    | <b>Contact Name &amp; No.:</b> Daniel Epler (573) 751-5798   | <b>Date:</b> January 2023 |
| <b>Program Category:</b> Community Development             | <b>Type:</b> Tax Credit <input checked="" type="checkbox"/> Other (specify) _____  |                           |
| <b>Statutory Authority:</b> Sections 208.750-208.775, RSMo | <b>Applicable Taxes:</b> Income Tax; Corporate Franchise; Bank Tax; Insurance Premium Tax; Other financial institutions tax; Express Company Tax |                           |

**Date of Origin:** 1998

**Program Description and Eligibility Requirements:**  
 Promotes self-sufficiency through asset development for low-income persons through a matched savings program. Individuals, businesses and corporations having tax liability in Missouri are eligible to receive tax credits for qualified donations to approved FDA projects.

**Explanation of How Award is Computed:**

|  |                    |                             |                      |                              |
|--|--------------------|-----------------------------|----------------------|------------------------------|
|  | <b>Entitlement</b> | <input type="checkbox"/> No | <b>Discretionary</b> | <input type="checkbox"/> Yes |
|--|--------------------|-----------------------------|----------------------|------------------------------|

Tax credits are provided to a contributor (based on 50% of the contribution) that donates to an approved organization administering the Family Development Account project. The matched savings fund can be used by the low-income persons for education, job training, purchase or rehabilitation of primary residence, or start-up capital for small business.

**Program Cap:** Cumulative \$ \_\_\_\_\_ (remainder of cumulative cap) \$ \_\_\_\_\_ Annual \$300,000 None \_\_\_\_\_

**Explanation of cap:**  
 \$300,000 in tax credits are awarded each fiscal year on an open cycle.

**Explanation of Expiration of Authority:**

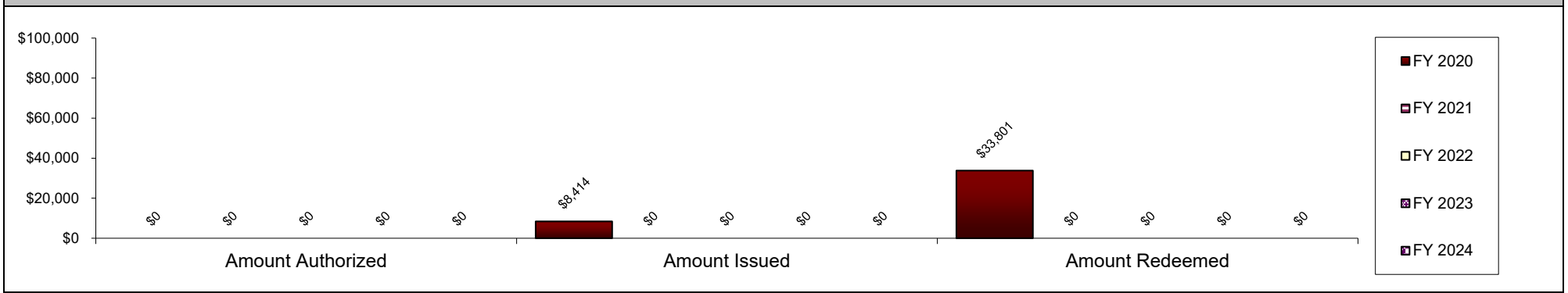
**Specific Provisions:** (if applicable)  
 Carry forward  n/a Carry Back  n/a Refundable  No Sellable/Assignable  No Additional Federal Deductions Available  No

**Comments on Specific Provisions:**

|                           | FY 2020 ACTUAL | FY 2021 ACTUAL | FY 2022 ACTUAL | FY 2023 (year to date) | FY 2023 (Full Year) | FY 2024 (Budget Year) |
|---------------------------|----------------|----------------|----------------|------------------------|---------------------|-----------------------|
| Certificates Issued (#)   | 2              | 0              | 0              | 0                      | 0                   | 0                     |
| Projects/Participants (#) | 0              | 0              | 0              | 0                      | 0                   | 0                     |
| Amount Authorized         | \$0            | \$0            | \$0            | \$0                    | \$0                 | \$0                   |
| Amount Issued             | \$8,414        | \$0            | \$0            | \$0                    | \$0                 | \$0                   |
| Amount Redeemed           | \$33,801       | \$0            | \$0            | \$0                    | \$0                 | \$0                   |

|   |   |
|---|---|
| FY 2022 EST. Amount Outstanding \$4,115 | FY 2022 EST. Amount Authorized but Unissued \$206,254 |
|---|---|

### HISTORICAL AND PROJECTED INFORMATION



**Comments on Historical and Projected Information:**

## TAX CREDIT ANALYSIS

**Program Name:** Family Development Account (FDA)

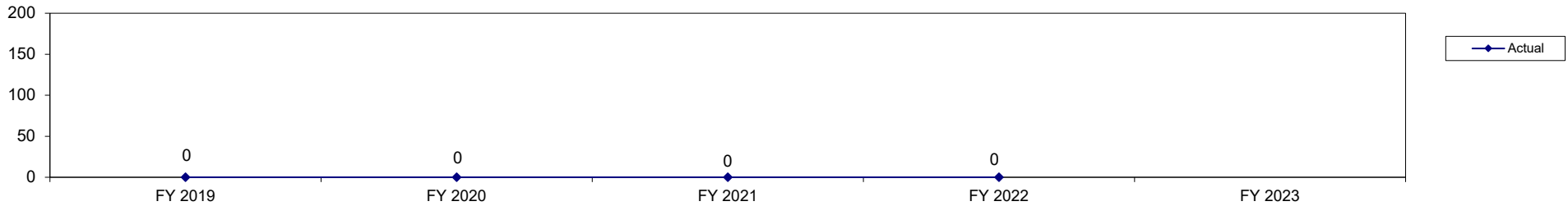
### BENEFIT: COST ANALYSIS (includes only state revenue impacts)

|                          | FY 2022<br>ACTIVITY | Other Fiscal Period<br>(indicated time period) | Derivation of Benefits:   |
|--------------------------|---------------------|--|---|
| <b>BENEFITS</b>          |                     |  | No new authorizations in FY2022 (following no authorizations in FY2020-FY2021). Program was temporarily suspended due to COVID-19 pandemic. |
| Direct Fiscal Benefits   |                     |  |   |
| Indirect Fiscal Benefits |                     |  |   |
| <b>Total</b>             | \$0                 | \$0  |   |
| <b>COSTS</b>             |                     |  |   |
| Direct Fiscal Costs      |                     |  |   |
| Indirect Fiscal Costs    |                     |  |   |
| <b>Total</b>             | \$0                 | \$0  |   |
| <b>BENEFIT: COST</b>     | <b>#DIV/0!</b>      | <b>#DIV/0!</b>                                 |   |

**Other Benefits:**

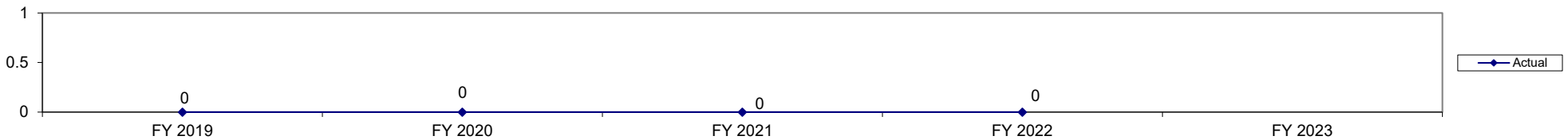
### PERFORMANCE MEASURE(S)

#### Purchase of New/Rehabbed Housing



**Comments on Performance Measure:**  
 FDA is a matched savings program. Enrollees have 2-5 years to save to buy a primary residence or rehab a primary residence. This graph depicts the actual number of participants that have met their goals for projects that have Closed during the fiscal year. There were 5 years where there were no projects authorized; therefore, no projects were closed.

#### New Businesses to be Started

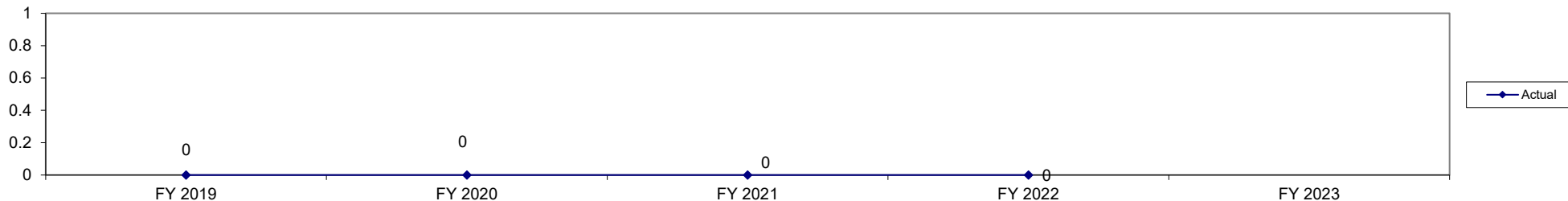


**Comments on Performance Measure:**  
 FDA is a matched savings program. Enrollees have 2-5 years to start a new business. This graph depicts the actual number of participants that have met their goals for projects that have Closed during this fiscal year. There were 5 years where there were no projects authorized; therefore, no projects were closed.

### TAX CREDIT ANALYSIS

**Program Name:** Family Development Account (FDA)

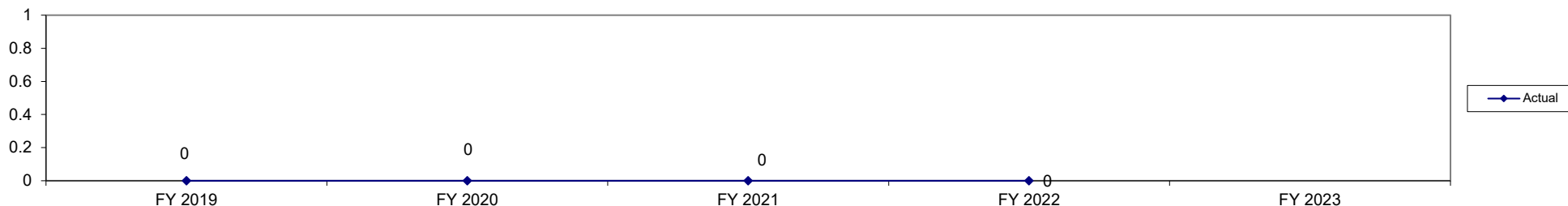
#### Higher Education/Job Training to be Obtained



**Comments on Performance Measure:**

FDA is a matched savings program. Enrollees have 2-5 years to save to go to college or participate in an accredited job training program. This graph depicts the actual number of participants that have met their goals for projects that have Closed during this fiscal year. There were 5 years where there were no projects authorized; therefore, no projects were closed

#### Individuals Learning Life Skills



**Comments on Performance Measure:**

FDA is a matched savings program. Enrollees attend financial literacy courses. This graph depicts the actual number of participants that have met their goals for projects that have Closed during this fiscal year. There were 5 years where there were no projects authorized; therefore, no projects were closed.

## TAX CREDIT ANALYSIS

|   |  |                           |
|---|--|---------------------------|
| <b>Program Name:</b> Film Tax Credit Program  |  |                           |
| <b>Department:</b> Economic Development       | <b>Contact Name &amp; No.:</b> Kristen Kersey (573) 751-3713   | <b>Date:</b> January 2023 |
| <b>Program Category:</b> Business Recruitment | <b>Type:</b> Tax Credit <input checked="" type="checkbox"/> Other (specify) _____                      |                           |
| <b>Statutory Authority:</b> 135.750, RSMo     | <b>Applicable Taxes:</b> Income tax, Bank tax, Insurance Premium tax, Other financial institutions tax |                           |
| <b>Date of Origin:</b> 1997                   |  |                           |

**Program Description and Eligibility Requirements:**  
 Provides a tax credit for in-state expenditures for film production projects. Prior to CY 2008, to be eligible, the film had to have an expected in-state expenditure budget in excess of \$300,000. After January 1, 2008, films under 30 minutes in length must have an in-state budget in excess of \$50,000; films over 30 minutes in length must have an in-state budget in excess of \$100,000.

**Explanation of How Award is Computed:** Entitlement  No  Discretionary  Yes   
 For years prior to 2008, the tax credit is equal to 50% of the investment in production or production related activities, but may not exceed \$1,000,000 per taxpayer, or \$1,500,000 for all taxpayers. Starting in 2008, the tax credit is up to 35% of qualified expenditures, but may not exceed \$4.5 million annually for all projects.

**Program Cap:** Cumulative \$ \_\_\_\_\_ (remainder of cumulative cap) \$ \_\_\_\_\_ Annual \$4.5 million \_\_\_\_\_ None

**Explanation of cap:**  
 The annual cap is allocated each calendar year to film projects based on pre-applications submitted to DED. Effective January 1, 2008 the annual cap increased from \$1,500,000 to \$4,500,000.

**Explanation of Expiration of Authority:** This program sunset in 2013.

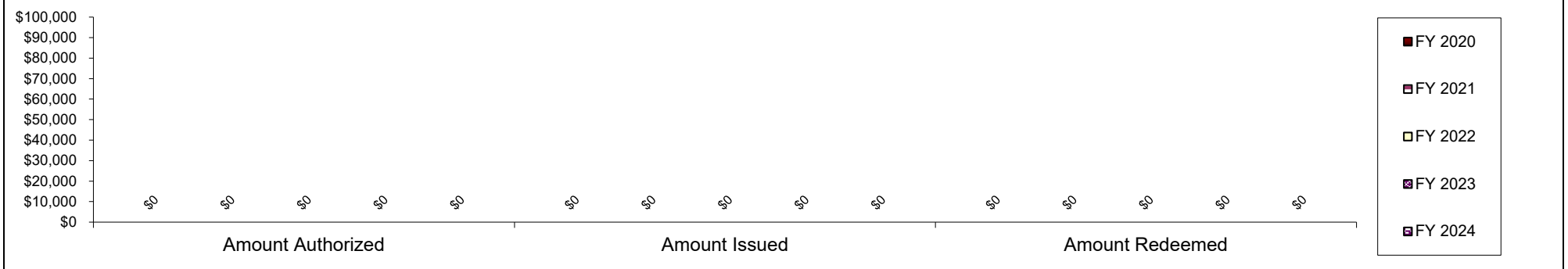
**Specific Provisions:** (if applicable)  
 Carry forward  5 years  Carry Back  n/a  Refundable  No  Sellable/Assignable  Yes  Additional Federal Deductions Available  No

**Comments on Specific Provisions:**

|                           | FY 2020 ACTUAL | FY 2021 ACTUAL | FY 2022 ACTUAL | FY 2023 (year to date) | FY 2023 (Full Year) | FY 2024 (Budget Year) |
|---------------------------|----------------|----------------|----------------|------------------------|---------------------|-----------------------|
| Certificates Issued (#)   | 0              | 0              | 0              | 0                      | 0                   | 0                     |
| Projects/Participants (#) | 0              | 0              | 0              | 0                      | 0                   | 0                     |
| Amount Authorized         | \$0            | \$0            | \$0            | \$0                    | \$0                 | \$0                   |
| Amount Issued             | \$0            | \$0            | \$0            | \$0                    | \$0                 | \$0                   |
| Amount Redeemed           | \$0            | \$0            | \$0            | \$0                    | \$0                 | \$0                   |

|                                     |   |
|-------------------------------------|---|
| FY 2022 EST. Amount Outstanding \$0 | FY 2022 EST. Amount Authorized but Unissued \$0 |
|-------------------------------------|---|

### HISTORICAL AND PROJECTED INFORMATION



**Comments on Historical and Projected Information:**

**TAX CREDIT ANALYSIS**

**Program Name:** Film Tax Credit Program

**BENEFIT: COST ANALYSIS (includes only state revenue impacts)**

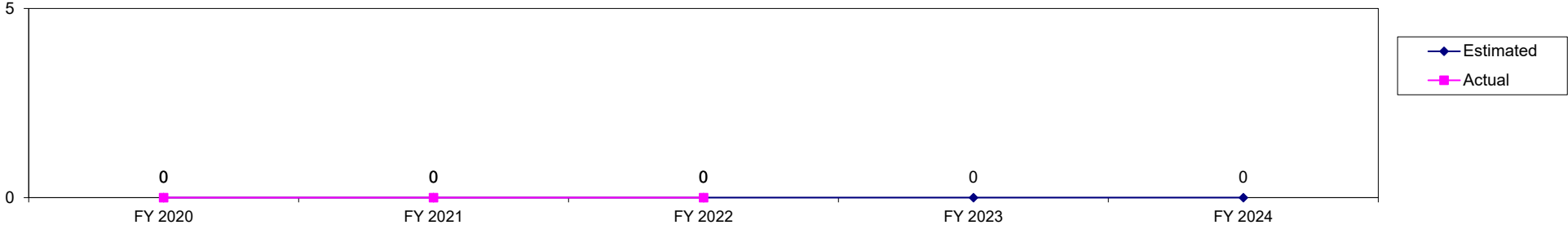
|                          | FY 2022<br>ACTIVITY | Other Fiscal Period<br>(indicated time period) |
|--------------------------|---------------------|--|
| <b>BENEFITS</b>          |                     |  |
| Direct Fiscal Benefits   |                     |  |
| Indirect Fiscal Benefits |                     |  |
| <b>Total</b>             | \$0                 | \$0  |
| <b>COSTS</b>             |                     |  |
| Direct Fiscal Costs      |                     |  |
| Indirect Fiscal Costs    |                     |  |
| <b>Total</b>             | \$0                 | \$0  |
| <b>BENEFIT: COST</b>     | <b>#DIV/0!</b>      | <b>#DIV/0!</b>                                 |

**Derivation of Benefits:**  
No new authorizations in FY2022.

**Other Benefits:**

**PERFORMANCE MEASURE(S)**

**Leveraged Investment**



**Comments on Performance Measure:**

## TAX CREDIT ANALYSIS

|  |  |                           |
|--|--|---------------------------|
| <b>Program Name:</b> Historic Preservation (HST)           |  |                           |
| <b>Department:</b> Economic Development                    | <b>Contact Name &amp; No.:</b> Cathy Wade (573) 522-8006   | <b>Date:</b> January 2023 |
| <b>Program Category:</b> Redevelopment                     | <b>Type:</b> Tax Credit <input checked="" type="checkbox"/> Other (specify) _____                      |                           |
| <b>Statutory Authority:</b> Sections 253.545-253.561, RSMo | <b>Applicable Taxes:</b> Income Tax; Bank Tax; Insurance Premium Tax; Other financial institutions tax |                           |
| <b>Date of Origin:</b> 1997                                |  |                           |

**Program Description and Eligibility Requirements:**  
 This program provides an incentive designed to encourage the redevelopment of commercial and residential historic structures in Missouri.

**Explanation of How Award is Computed:** Entitlement  Yes  Discretionary  Yes  No

Award is 25% of the qualified rehabilitation costs on historic structures. Individuals, organizations and businesses which have a Missouri liability are eligible to apply.

**Program Cap:** Cumulative \$ \_\_\_\_\_ (remainder of cumulative cap) \$ \_\_\_\_\_ Annual \$134.4 million \_\_\_\_\_ None \_\_\_\_\_

**Explanation of cap:**  
 Beginning in FY2020, the cap is \$90 million with an additional \$30 million reserved for projects located in a qualified census tract. In FY2022, the program cap was exhausted and an adjustment was made by the percentage increase in the Consumer Price Index for all Urban Consumers, as outlined in 253.550.2(3) to a combined total cap of \$134.4 million.

**Explanation of Expiration of Authority:**

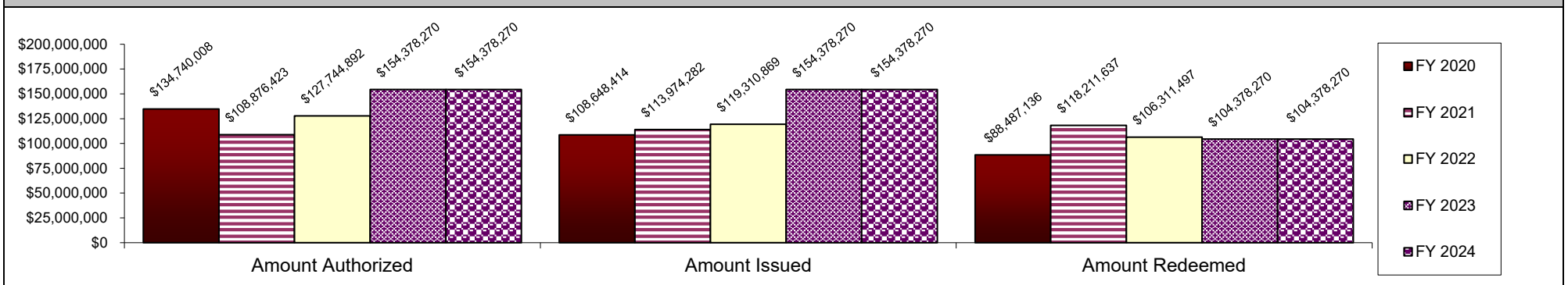
**Specific Provisions:** (if applicable)  
 Carry forward  10 years  3 years Carry Back  3 years  No Refundable  No Sellable/Assignable  Yes  Additional Federal Deductions Available  Yes

**Comments on Specific Provisions:**  
 20% Federal Historic Tax Credit

|                           | FY 2020 ACTUAL | FY 2021 ACTUAL | FY 2022 ACTUAL | FY 2023 (year to date) | FY 2023 (Full Year) | FY 2024 (Budget Year) |
|---------------------------|----------------|----------------|----------------|------------------------|---------------------|-----------------------|
| Certificates Issued (#)   | 179            | 191            | 123            | 60                     | 260                 | 260                   |
| Projects/Participants (#) | 141            | 145            | 131            | 60                     | 185                 | 185                   |
| Amount Authorized         | \$134,740,008  | \$108,876,423  | \$127,744,892  | \$35,158,959           | \$154,378,270       | \$154,378,270         |
| Amount Issued             | \$108,648,414  | \$113,974,282  | \$119,310,869  | \$53,431,414           | \$154,378,270       | \$154,378,270         |
| Amount Redeemed           | \$88,487,136   | \$118,211,637  | \$106,311,497  | \$65,627,331           | \$104,378,270       | \$104,378,270         |

FY 2022 EST. Amount Outstanding \$157,718,498 | FY 2022 EST. Amount Authorized but Unissued \$504,537,404

### HISTORICAL AND PROJECTED INFORMATION



**Comments on Historical and Projected Information:** Projected information is based on trends in authorizations from SB590 decrease in total cap. Current amount of possible issuances exceeds \$120M. Redemptions are based on 3-year average.

## TAX CREDIT ANALYSIS

**Program Name:** Historic Preservation (HST)

### BENEFIT: COST ANALYSIS (includes only state revenue impacts)

|                          | FY 2022<br>ACTIVITY | Other Fiscal Period<br>(10 years) |
|--------------------------|---------------------|-----------------------------------|
| <b>BENEFITS</b>          |                     |                                   |
| Direct Fiscal Benefits   | \$551,846           | \$3,188,476                       |
| Indirect Fiscal Benefits | \$3,066,739         | \$17,719,120                      |
| <b>Total</b>             | <b>\$3,618,585</b>  | <b>\$20,907,596</b>               |
| <b>COSTS</b>             |                     |                                   |
| Direct Fiscal Costs      | \$25,540,378        | \$122,778,453                     |
| Indirect Fiscal Costs    | \$0                 | \$0                               |
| <b>Total</b>             | <b>\$25,540,378</b> | <b>\$122,778,453</b>              |
| <b>BENEFIT: COST</b>     | <b>0.14</b>         | <b>0.17</b>                       |

**Derivation of Benefits:**

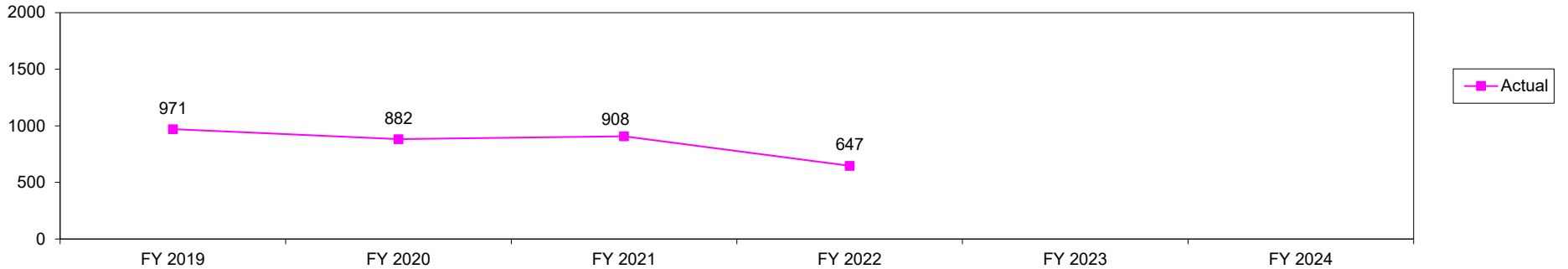
Investment: (a) \$100,923,676.25 in Residential Investment spending over years 2022-2026. (b) \$524,995,593.51 in Non-Residential Investment spending over years 2022-2026.  
 Employment: (a) 647 jobs in various industries in locally competitive markets at average wage rates over years 2027-2031.  
 Other Assumptions: (a) N/A  
 Incentives/Credits: (a) \$127,701,891.25 in Historic Preservation tax credits over years 2022-2026.  
 Impacts occur Statewide. All Values in Constant Dollars. Assumptions provided by DED. Estimated using REMI.  
 The multi-year fiscal Benefit-Cost Ratio is 0.14 when other program incentives (NPA) are included.

**Other Benefits:**

| In FY-2022, every dollar of auth. program tax credits returns | Over 10 YEARS, every dollar of auth. program tax credits returns |
|---|--|
| \$3.86 in new personal income totaling \$100.14 million       | \$6.68 in new personal income totaling \$823.27 million          |
| \$4.86 in new value-added/GSP totaling \$126.11 million       | \$6.47 in new value-added/GSP totaling \$797.30 million          |
| \$8.72 in new economic output totaling \$226.57 million       | \$11.15 in new economic output totaling \$1,373.37 million       |

### PERFORMANCE MEASURES

#### Jobs Created

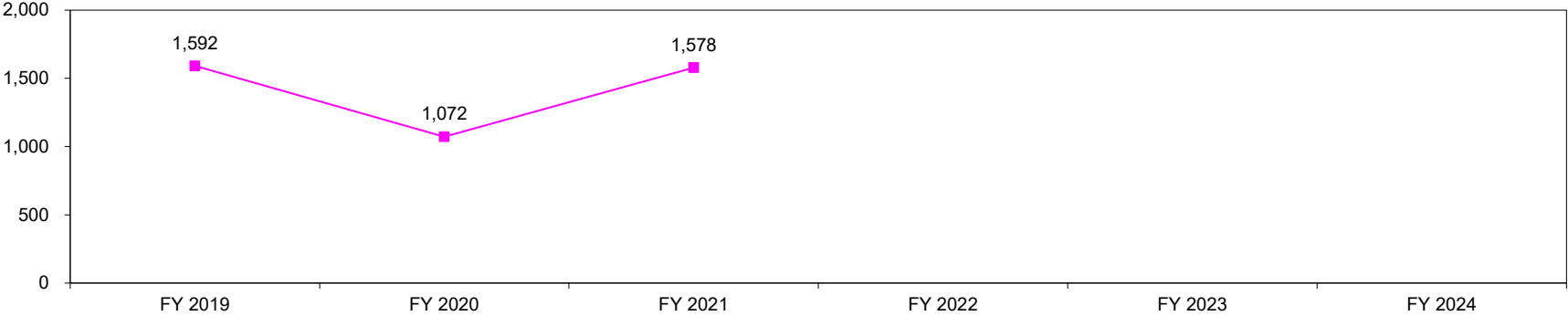


**Comments on Performance Measure:** Numbers are captured from projects that were closed out this fiscal year.

TAX CREDIT ANALYSIS

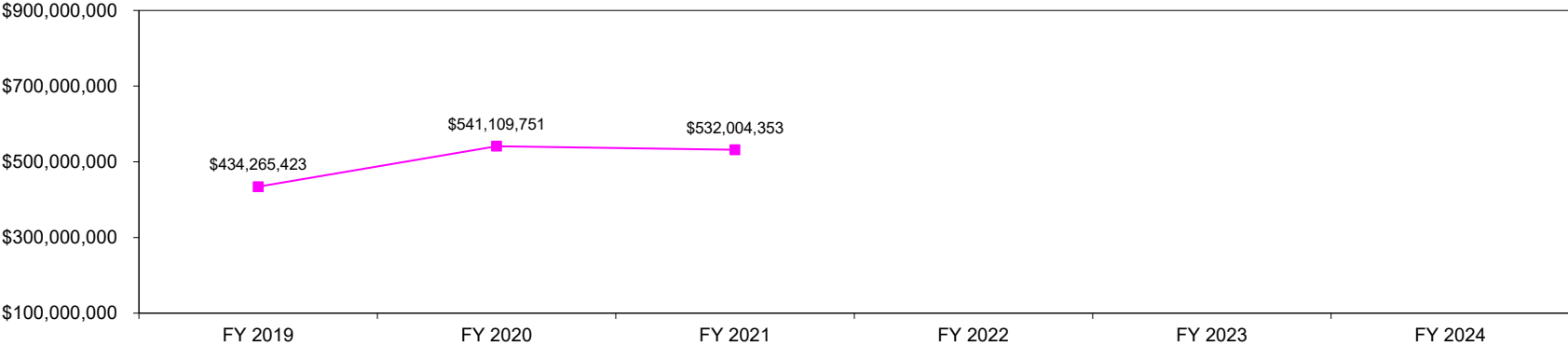
Program Name: Historic Preservation (HST)

Housing Units



Comments on Performance Measure: Numbers are captured from projects that were closed out this fiscal year.

Amount Leveraged



Comments on Performance Measure: Numbers are captured from projects that were closed out this fiscal year.



## TAX CREDIT ANALYSIS

|   |  |                           |
|---|--|---------------------------|
| <b>Program Name:</b> Distressed Areas Land Assemblage |  |                           |
| <b>Department:</b> Economic Development               | <b>Contact Name &amp; No.:</b> Cathy Wade (573) 522-8006   | <b>Date:</b> January 2023 |
| <b>Program Category:</b> Redevelopment                | <b>Type:</b> Tax Credit <input checked="" type="checkbox"/> Other (specify) _____                      |                           |
| <b>Statutory Authority:</b> Section 99.1205, RSMo     | <b>Applicable Taxes:</b> Income Tax; Bank Tax; Insurance Premium Tax; Other financial institutions tax |                           |
| <b>Date of Origin:</b> 2007                           |  |                           |

**Program Description and Eligibility Requirements:**  
 Applicant that has incurred, within an eligible project area, acquisition costs for the acquisition of fifty acres of at least seventy-five acres and whom has been appointed by the local municipality as the redeveloper of the redevelopment area is entitled to a tax credit of fifty percent of the acquisition costs and one hundred percent of the interest costs incurred for a period of five years after the acquisition of an eligible parcel.

**Explanation of How Award is Computed:** Entitlement  Yes  Discretionary  No  
 Tax credit amount equal to fifty percent of the acquisition costs which includes environmental assessments, closing costs, real estate brokerage fees, reasonable demolition costs of vacant structures, and reasonable maintenance costs. The tax credit amount is equal to one hundred percent for interest costs for a period of five years which include interest, loan fees, and closing costs. This is a calendar year credit.

**Program Cap:** Cumulative \$95 million (remainder of cumulative cap) \$ \_\_\_\_\_ Annual \$20 million None \_\_\_\_\_  
**Explanation of cap:**  
 Tax credits that will exceed the \$20M in any year shall either be issued to one applicant, if there is only one applicant, or issued on a pro rata basis to all applicants entitled to receive tax credits in that year. Any amount of tax credits of which an applicant is entitled but does not receive shall be carried forward for the benefit of the applicant to subsequent years.

**Explanation of Expiration of Authority:** No tax credits shall be authorized after August 28, 2013.

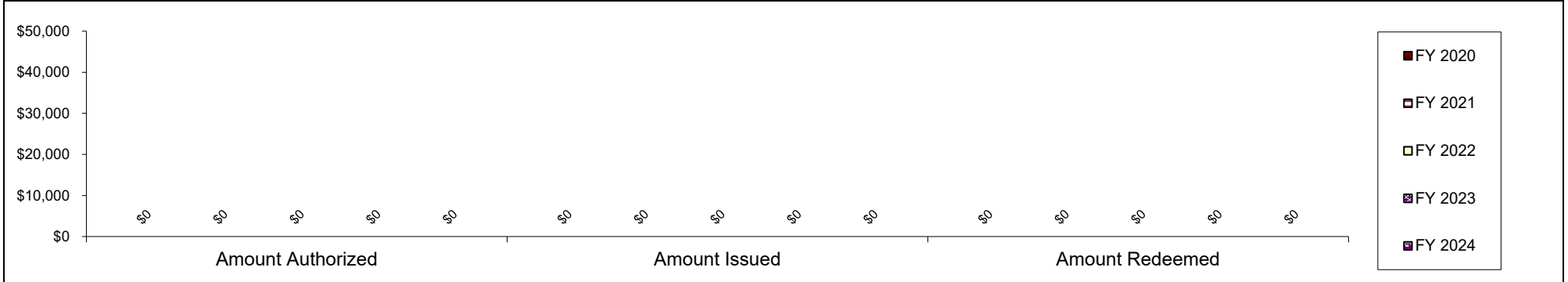
**Specific Provisions:** (if applicable)  
 Carry forward  Carry Back  Refundable  Sellable/Assignable  Additional Federal Deductions Available

**Comments on Specific Provisions:**

|                           | FY 2020 ACTUAL | FY 2021 ACTUAL | FY 2022 ACTUAL | FY 2023 (year to date) | FY 2023 (Full Year) | FY 2024 (Budget Year) |
|---------------------------|----------------|----------------|----------------|------------------------|---------------------|-----------------------|
| Certificates Issued (#)   | 0              | 0              | 0              | 0                      | 0                   | 0                     |
| Projects/Participants (#) | 0              | 0              | 0              | 0                      | 0                   | 0                     |
| Amount Authorized         | \$0            | \$0            | \$0            | \$0                    | \$0                 | \$0                   |
| Amount Issued             | \$0            | \$0            | \$0            | \$0                    | \$0                 | \$0                   |
| Amount Redeemed           | \$0            | \$0            | \$0            | \$0                    | \$0                 | \$0                   |

|                                     |   |
|-------------------------------------|---|
| FY 2022 EST. Amount Outstanding \$0 | FY 2022 EST. Amount Authorized but Unissued \$0 |
|-------------------------------------|---|

### HISTORICAL AND PROJECTED INFORMATION



**Comments on Historical and Projected Information:** No credits remain authorized but unissued.

**TAX CREDIT ANALYSIS**

**Program Name:** Distressed Areas Land Assemblage

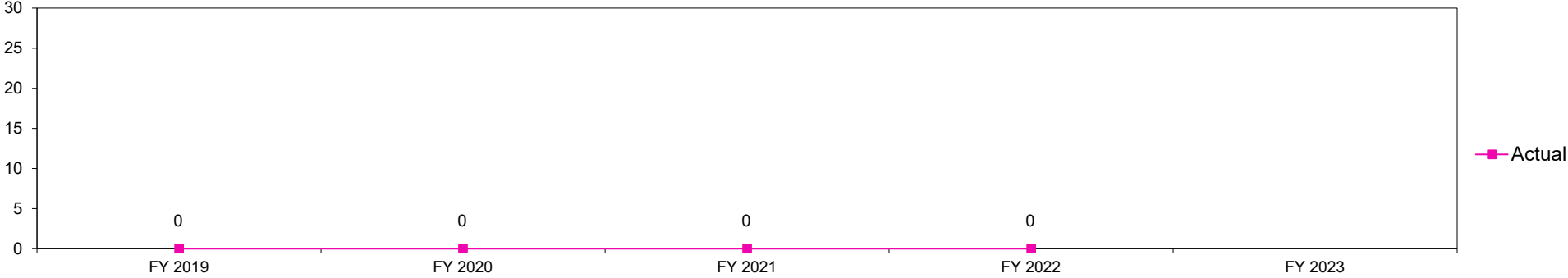
**BENEFIT: COST ANALYSIS (includes only state revenue impacts)**

|                          | FY 2022<br>ACTIVITY | Other Fiscal Period<br>(indicated time period) | Derivation of Benefits:<br>No new authorizations in FY2022. |
|--------------------------|---------------------|--|---|
| <b>BENEFITS</b>          |                     |  |   |
| Direct Fiscal Benefits   |                     |  |   |
| Indirect Fiscal Benefits |                     |  |   |
| <b>Total</b>             | \$0                 | \$0  |   |
| <b>COSTS</b>             |                     |  |   |
| Direct Fiscal Costs      |                     |  |   |
| Indirect Fiscal Costs    |                     |  |   |
| <b>Total</b>             | \$0                 | \$0  |   |
| <b>BENEFIT: COST</b>     | <b>#DIV/0!</b>      | <b>#DIV/0!</b>                                 |   |

**Other Benefits:**

**PERFORMANCE MEASURES**

**Parcels of Land Redeveloped**



**Comments on Performance Measure:** Subsequent to the sunset of the program in FY2014, there have been no parcels of land redeveloped.

## TAX CREDIT ANALYSIS

### TAX CREDIT ANALYSIS, FY 2024 BUDGET SUBMISSION

|   |  |                           |
|---|--|---------------------------|
| <b>Program Name:</b> Missouri Low Income Housing Tax Credit Program |  |                           |
| <b>Department:</b> Missouri Housing Development Commission          | <b>Contact Name &amp; No.:</b> Courtney Bullard (816) 648-0548   | <b>Date:</b> January 2023 |
| <b>Program Category:</b> Housing                                    | <b>Type:</b> Tax Credit <input checked="" type="checkbox"/> Other (specify) _____  |                           |
| <b>Statutory Authority:</b> Sections 135.350-135.363, RSMo          | <b>Applicable Taxes:</b> Income Tax, Corporate Franchise Tax, Insurance Company Annual Tax on Gross Premium Receipts, Other Financial Institutions Tax, Express Company Annual Tax on Gross Premium Receipts |                           |

**Date of Origin:** 1990

**Program Description and Eligibility Requirements:**  
 The Missouri Low Income Housing Tax Credit (MOLIHTC) is a ten-year state tax credit available to qualified owners of affordable rental housing. The MOLIHTC generates equity investments from the private sector for the development of new or rehabilitated rental housing which enables owners to lower rents to affordable levels for low-income families. A qualified development is one that (i) rents at least 20% of its units to families earning 50% of the area median family income, (ii) rents at least 40% of its units to families earning 60% of area median family income, or (iii) families can earn as much as 80% of AMI as long as the average income per family in the development is 60% of AMI or less. The development must (a) meet a demonstrated need for affordable rental housing in the community, (b) be economically feasible, (c) leverage tax credits with other financing, and (d) provide affordable rental housing for qualified low-income Missourians for a minimum of 15 years.

**Explanation of How Award is Computed:** Entitlement  No  Discretionary  Yes   
 The amount of the MOLIHTC allocated to a given housing development is directly related to the percentage of low-income housing units made available to qualified low-income families and the acquisition, construction or rehabilitation expenditures necessary to create the development, less land and non-depreciable costs. There are two types of MOLIHTCs: 9% and 4%. Developments compete annually for the 9% MOLIHTC. Developments receiving an allocation of tax-exempt bond-financing from the Department of Economic Development may apply to receive the 4% MOLIHTC. The statutory maximum amount of MOLIHTC that can be issued for any development is 100% of the federal LIHTC issued for the development.

**Program Cap:** Cumulative \$ \_\_\_\_\_ (remainder of cumulative cap) \$ \_\_\_\_\_ Annual 100% of Federal LIHTC for 9% and \$6 million for 4% None \_\_\_\_\_

**Explanation of cap:**  
 The 9% MOLIHTC issued through the competitive application cycle is statutorily capped at 100% of the federal LIHTC. No more than six million dollars in tax credits shall be authorized each fiscal year for projects financed through tax-exempt bond issuance (4% MOLIHTC-RSMo 135.352). The MOLIHTC is redeemable annually over a ten year period. There are five year carry forward and three year back provisions.

**Explanation of Expiration of Authority:** The MOLIHTC program does not have a statutory sunset provision.

**Specific Provisions:** (if applicable)  
 Carry forward  5 years  Carry Back  3 years  Refundable  No  Sellable/Assignable  No  Additional Federal Deductions Available  Yes

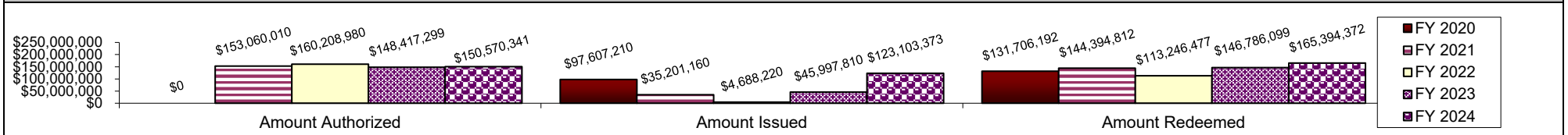
**Comments on Specific Provisions:**

|                           | FY 2020 ACTUAL | FY 2021 ACTUAL | FY 2022 ACTUAL | FY 2023 (year to date) | FY 2023 (Full Year) | FY 2024 (Budget Year) |
|---------------------------|----------------|----------------|----------------|------------------------|---------------------|-----------------------|
| Certificates Issued (#)   | 215            | 107            | 5              | 0                      | 68                  | 79                    |
| Projects/Participants (#) | 22             | 8              | 2              | 0                      | 11                  | 9                     |
| Amount Authorized         | \$0            | \$153,060,010  | \$160,208,980  | \$137,856,870          | \$148,417,299       | \$150,570,341         |
| Amount Issued             | \$97,607,210   | \$35,201,160   | \$4,688,220    | \$0                    | \$45,997,810        | \$123,103,373         |
| Amount Redeemed           | \$131,706,192  | \$144,394,812  | \$113,246,477  | \$77,294,031           | \$146,786,099       | \$165,394,372         |

FY 2022 EST. Amount Outstanding \$543,005,970.00 FY 2022 EST. Amount Authorized but Unissued \$306,627,050.00

Notes: (1) No MOLIHTCs were Authorized in FY2020. (2) The Amount Authorized and Amount Issued represent the total 10 year stream. The Department of Revenue is responsible for all redemption data. The EST. Amount Outstanding represents the cumulative amount of MOLIHTC issued, minus the cumulative amount of MOLIHTC redeemed, less expired/withdrawn/ suspended credits; EST Amount Outstanding reflects only those tax credits eligible to be redeemed. (3) The EST. Amount Authorized but Unissued represents developments that have received approval but have not completed construction or have not completed MHDC's process to receive their credits by an issuance of the Eligibility Statement. In order to determine the total maximum liability for MOLIHTC you may add the EST. Amount Outstanding and the EST. Amount Authorized but Unissued.

#### HISTORICAL AND PROJECTED INFORMATION



**Comments on Historical and Projected Information:** FY2021-FY2024 Authorized numbers reflect a 9% MOLIHTC up to 70% of the federal LIHTC allocation and a cap of \$3M Authorized annually for the 4% MOLIHTC. Issued projections include MOLIHTC that has been Authorized for developments which have not yet completed construction; the majority of credits are issued in years 2 and 3 after Authorization. Redemption projections cannot precisely account for carry forward and carry back provisions nor the individual credit holder's decision on when to claim a particular credit.

## TAX CREDIT ANALYSIS

**Program Name:** Missouri Low Income Housing Tax Credit Program

### BENEFIT: COST ANALYSIS (includes only state revenue impacts)

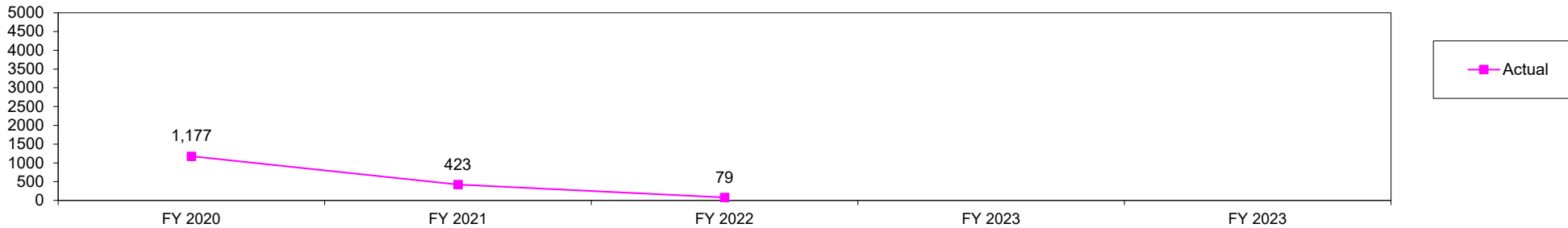
|                          | FY 2022<br>ACTIVITY | Other Fiscal Period<br>(15 Years) |   |
|--------------------------|---------------------|-----------------------------------|---|
| <b>BENEFITS</b>          |                     |                                   | <b>Derivation of Benefits:</b><br>Investment: (a) \$405,025,424 in Residential Investment spending over years 2022-2036.<br>Employment: (a) 52 FTE employees in Rental/Leasing and Repair/Maintenance services in 2022-2036; (b) \$298,733 in annual maintenance contracting between in 2022-2036.<br>Other Assumptions: (a) 1,812 low income households with total increased disposable income spending of \$6,691,786 annually due to yearly rental savings of \$3,693 as compared to market rent.<br>Incentives/Credits: (a) \$160,208,980 in LIHTC tax credits over years 2023-2033.<br>Impacts occur Statewide. All Values in Constant Dollars. Assumptions provided by DED. Estimated using REMI.<br>The multi-year fiscal Benefit-Cost Ratio is 0.12 when other state program incentives (Historic Preservation, AHAP) are included. The multi-year fiscal Benefit-Cost Ratio is 0.09 if it is assumed that 40 percent of low income housing would be developed without the state LIHTC. |
| Direct Fiscal Benefits   | \$8,183,067         | \$15,819,790                      |   |
| Indirect Fiscal Benefits | \$924,647           | \$1,787,560                       |   |
| <b>Total</b>             | <b>\$9,107,714</b>  | <b>\$17,607,350</b>               |   |
| <b>COSTS</b>             |                     |                                   |   |
| Direct Fiscal Costs      | \$0                 | \$141,997,480                     |   |
| Indirect Fiscal Costs    | \$0                 | \$0                               |   |
| <b>Total</b>             | <b>\$0</b>          | <b>\$141,997,480</b>              |   |
| <b>BENEFIT: COST</b>     | <b>N/A</b>          | <b>0.12</b>                       |   |

**Other Benefits:**  
 The MOLIHCTC program delivers rental housing that is affordable to low-income families, veterans, special needs tenants, and seniors. It reduces blight and improves communities through new construction and rehabilitation of affordable rental housing in Missouri. The reduced rents brought about by the MOLIHCTC program increases households' disposable income and allows low-income families, veterans, special needs tenants, and seniors to meet more of their other basic necessities such as food, clothing, education and health care. The subsidy provided by the MOLIHCTC program makes it economically feasible to develop new or rehabilitated affordable rental housing in many very low-income rural communities in Missouri. Finally, the equity raised from the MOLIHCTC helps preserve affordable rental housing that is in danger of being lost from existing stock.

|  |                                     |                  |                                     |                  |                                     |                  |  |  |                  |  |                  |  |                  |
|--|-------------------------------------|------------------|-------------------------------------|------------------|-------------------------------------|------------------|--|--|------------------|--|------------------|--|------------------|
| <p><b>In FY-2022, every dollar of auth. program tax credits returns:</b></p> <table border="0" style="width: 100%;"> <tr> <td style="width: 30%;">N/A in new personal income totaling</td> <td style="width: 20%; text-align: right;">\$169.85 million</td> </tr> <tr> <td>N/A in new value-added/GSP totaling</td> <td style="text-align: right;">\$266.18 million</td> </tr> <tr> <td>N/A in new economic output totaling</td> <td style="text-align: right;">\$459.67 million</td> </tr> </table> | N/A in new personal income totaling | \$169.85 million | N/A in new value-added/GSP totaling | \$266.18 million | N/A in new economic output totaling | \$459.67 million | <p><b>Over 15 YEARS, every dollar of auth. program tax credits returns:</b></p> <table border="0" style="width: 100%;"> <tr> <td style="width: 30%;">\$2.35 in new personal income totaling</td> <td style="width: 20%; text-align: right;">\$333.23 million</td> </tr> <tr> <td>\$2.75 in new value-added/GSP totaling</td> <td style="text-align: right;">\$389.87 million</td> </tr> <tr> <td>\$4.43 in new economic output totaling</td> <td style="text-align: right;">\$628.59 million</td> </tr> </table> | \$2.35 in new personal income totaling | \$333.23 million | \$2.75 in new value-added/GSP totaling | \$389.87 million | \$4.43 in new economic output totaling | \$628.59 million |
| N/A in new personal income totaling  | \$169.85 million                    |                  |                                     |                  |                                     |                  |  |  |                  |  |                  |  |                  |
| N/A in new value-added/GSP totaling  | \$266.18 million                    |                  |                                     |                  |                                     |                  |  |  |                  |  |                  |  |                  |
| N/A in new economic output totaling  | \$459.67 million                    |                  |                                     |                  |                                     |                  |  |  |                  |  |                  |  |                  |
| \$2.35 in new personal income totaling   | \$333.23 million                    |                  |                                     |                  |                                     |                  |  |  |                  |  |                  |  |                  |
| \$2.75 in new value-added/GSP totaling   | \$389.87 million                    |                  |                                     |                  |                                     |                  |  |  |                  |  |                  |  |                  |
| \$4.43 in new economic output totaling   | \$628.59 million                    |                  |                                     |                  |                                     |                  |  |  |                  |  |                  |  |                  |

### PERFORMANCE MEASURE(S)

**Number of Housing Units Produced/Preserved**



**Comments on Performance Measure:**  
 This performance measure reflects the total number of LIHTC housing units placed in service, or credits issued each year. Total number of units placed in service, or credits issued, each year varies - dependent on the applications received for consideration, the actual number of projects approved, and the type of projects approved (preservation or new construction). Authorized developments typically take 24 months to complete construction and submit cost certification documentation to MHDC; after which they are issued LIHTCs. No LIHTCs are issued by MHDC or eligible to be redeemed by a development owner until a development is completed to MHDC requirements and ready for leasing.

## TAX CREDIT ANALYSIS

|  |   |                           |
|--|---|---------------------------|
| <b>Program Name:</b> MDFB Bond Guarantee           |   |                           |
| <b>Department:</b> Economic Development            | <b>Contact Name &amp; No.:</b> Erica Griffin (573) 526-0772   | <b>Date:</b> January 2023 |
| <b>Program Category:</b> Redevelopment             | <b>Type:</b> Tax Credit <input checked="" type="checkbox"/> Other (specify) _____   |                           |
| <b>Statutory Authority:</b> Sections 100.297, RSMo | <b>Applicable Taxes:</b> Income Tax, excluding Withholding Tax; Corporate Franchise Tax; Bank Tax; Insurance Premium Tax; Other Financial Institution Tax |                           |

**Date of Origin:** 1989

**Program Description and Eligibility Requirements:**  
 The Tax Credit Bond Enhancement Program provides a tax credit enhancement on behalf of Public Entities for certain bonds. This program uses the Board's bond tax credits as collateral. Credits are **only redeemed** in the event of a default. Currently \$12,458,000 of the total is collateral for MDFB garage debt.

**Explanation of How Award is Computed:** Entitlement  No  Discretionary  Yes

They are provided as additional security for the bonds. Tax credits are computed based on inability to meet debt service on bonds after all other resources are utilized and all compliance requirements are met on an annual basis. The credit is issued for the shortfall in an annual debt service payment.

**Program Cap:** Cumulative \$50 million (remainder of cumulative cap) \$48,812,870 Annual \$ \_\_\_\_\_ None

**Explanation of cap:**  
 A cumulative cap of \$50,000,000, the remainder \$48,812,870 that may continue to be utilized as bond enhancements expire.

**Explanation of Expiration of Authority:**

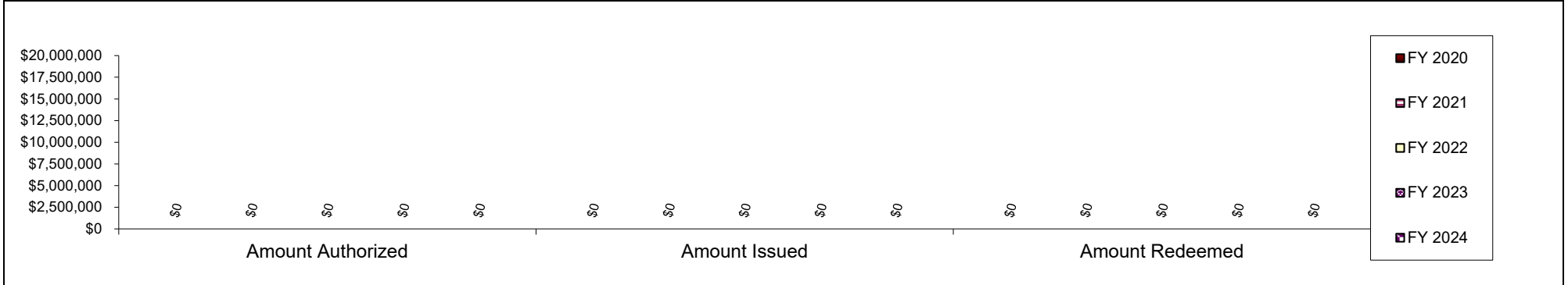
**Specific Provisions:** (if applicable)  
 Carry forward  Carry Back  Refundable  Sellable/Assignable  Additional Federal Deductions Available

**Comments on Specific Provisions:**

|                           | FY 2020 ACTUAL | FY 2021 ACTUAL | FY 2022 ACTUAL | FY 2023 (year to date) | FY 2023 (Full Year) | FY 2024 (Budget Year) |
|---------------------------|----------------|----------------|----------------|------------------------|---------------------|-----------------------|
| Certificates Issued (#)   | 0              | 0              | 0              | 0                      | 0                   | 0                     |
| Projects/Participants (#) | 0              | 0              | 0              | 0                      | 0                   | 0                     |
| Amount Authorized         | \$0            | \$0            | \$0            | \$0                    | \$0                 | \$0                   |
| Amount Issued             | \$0            | \$0            | \$0            | \$0                    | \$0                 | \$0                   |
| Amount Redeemed           | \$0            | \$0            | \$0            | \$0                    | \$0                 | \$0                   |

|                                 |     |   |              |
|---------------------------------|-----|---|--------------|
| FY 2022 EST. Amount Outstanding | \$0 | FY 2022 EST. Amount Authorized but Unissued | \$12,458,000 |
|---------------------------------|-----|---|--------------|

### HISTORICAL AND PROJECTED INFORMATION



**Comments on Historical and Projected Information:**

**TAX CREDIT ANALYSIS**

**Program Name:** MDFB Bond Guarantee

**BENEFIT: COST ANALYSIS (includes only state revenue impacts)**

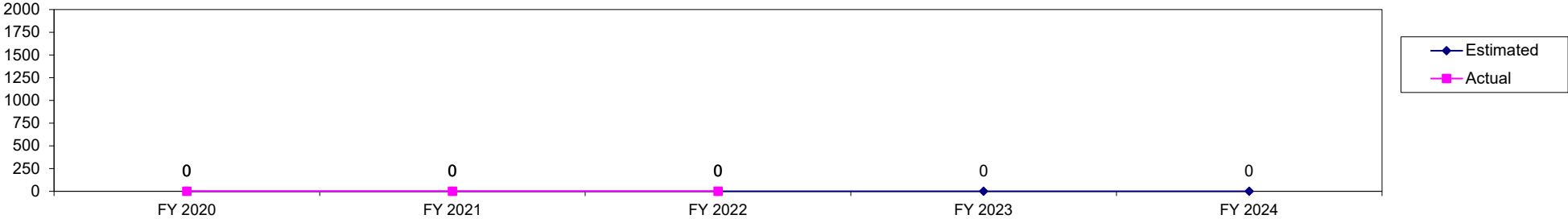
|                          | FY 2022<br>ACTIVITY | Other Fiscal Period |
|--------------------------|---------------------|---------------------|
| <b>BENEFITS</b>          |                     |                     |
| Direct Fiscal Benefits   |                     |                     |
| Indirect Fiscal Benefits |                     |                     |
| <b>Total</b>             | \$0                 | \$0                 |
| <b>COSTS</b>             |                     |                     |
| Direct Fiscal Costs      |                     |                     |
| Indirect Fiscal Costs    |                     |                     |
| <b>Total</b>             | \$0                 | \$0                 |
| <b>BENEFIT: COST</b>     | <b>#DIV/0!</b>      | <b>#DIV/0!</b>      |

**Derivation of Benefits:**  
No new authorizations in FY2022.

**Other Benefits:**

**PERFORMANCE MEASURE(S)**

**Permanent New Jobs Created**



**Comments on Performance Measure:**

## TAX CREDIT ANALYSIS

|   |  |                           |
|---|--|---------------------------|
| <b>Program Name:</b> MDFB Infrastructure Development Fund Contribution Tax Credit |  |                           |
| <b>Department:</b> Economic Development   | <b>Contact Name &amp; No.:</b> Erica Griffin (573) 522-4527  | <b>Date:</b> January 2023 |
| <b>Program Category:</b> Redevelopment  | <b>Type:</b> Tax Credit <input checked="" type="checkbox"/> Other (specify) _____  |                           |
| <b>Statutory Authority:</b> Section 100.286, RSMo                                 | <b>Applicable Taxes:</b> Income Tax, excluding Withholding Tax; Corporate Franchise Tax; Bank Tax; Insurance Premium Tax; Other Financial Institutions Tax |                           |

**Date of Origin:** 1985

**Program Description and Eligibility Requirements:**  
 Through this program, the Missouri Development Finance Board (MDFB) is authorized to grant tax credits equal to fifty percent of contributions. Contributions are used to pay the cost of infrastructure construction.

**Explanation of How Award is Computed:** Entitlement  No  Discretionary  Yes   
 Tax Credit is 50% of contribution received from taxpayer for specific approved project.

**Program Cap:** Cumulative \$ \_\_\_\_\_ (remainder of cumulative cap) \$ \_\_\_\_\_ Annual \$(See Below) None \_\_\_\_\_

**Explanation of cap:**  
 MDFB can authorize a maximum of \$10 million in tax credits during any calendar year. The statutory limit can be increased an additional \$15 million with the consent of the Directors of Department of Economic Development, Department of Revenue, and the Commissioner of Administration. Maximum authorization not to exceed \$25 million. During the last three calendar years the authorized tax credits were 2020-\$5.8 million, 2021-\$4.8 million, and 2022-\$10 million.

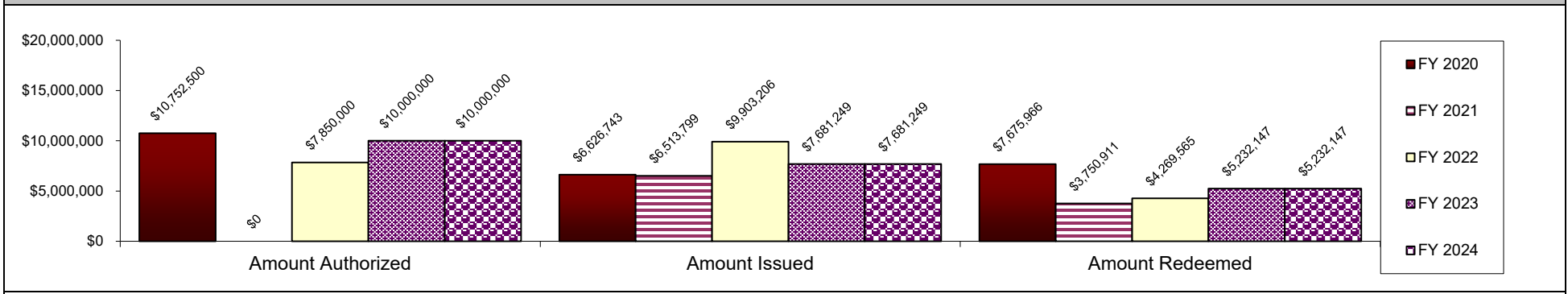
**Explanation of Expiration of Authority:** N/A

**Specific Provisions: (if applicable)**  
 Carry forward  Carry Back  Refundable  Sellable/Assignable  Additional Federal Deductions Available

**Comments on Specific Provisions:**

|                                 | FY 2020 ACTUAL | FY 2021 ACTUAL | FY 2022 ACTUAL                              | FY 2023 (year to date) | FY 2023 (Full Year) | FY 2024 (Budget Year) |
|---------------------------------|----------------|----------------|---|------------------------|---------------------|-----------------------|
| Certificates Issued (#)         | 119            | 109            | 150   | 91                     | 150                 | 150                   |
| Projects/Participants (#)       | 16             | 12             | 6   | 11                     | 10                  | 10                    |
| Amount Authorized               | \$10,752,500   | \$0            | \$7,850,000                                 | \$7,000,000            | \$10,000,000        | \$10,000,000          |
| Amount Issued                   | \$6,626,743    | \$6,513,799    | \$9,903,206                                 | \$8,342,735            | \$7,681,249         | \$7,681,249           |
| Amount Redeemed                 | \$7,675,966    | \$3,750,911    | \$4,269,565                                 | \$5,676,758            | \$5,232,147         | \$5,232,147           |
| FY 2022 EST. Amount Outstanding |                | \$16,375,858   | FY 2022 EST. Amount Authorized but Unissued |                        | \$10,046,146        |                       |

### HISTORICAL AND PROJECTED INFORMATION



**Comments on Historical and Projected Information:**

## TAX CREDIT ANALYSIS

**Program Name:** MDFB Infrastructure Development Fund Contribution Tax Credit

### BENEFIT: COST ANALYSIS (includes only state revenue impacts)

|                          | FY 2022<br>ACTIVITY | Other Fiscal Period: 15 |
|--------------------------|---------------------|-------------------------|
| <b>BENEFITS</b>          |                     |                         |
| Direct Fiscal Benefits   | \$291,456           | \$2,132,980             |
| Indirect Fiscal Benefits | \$617,765           | \$4,521,024             |
| <b>Total</b>             | <b>\$909,221</b>    | <b>\$6,654,004</b>      |
| <b>COSTS</b>             |                     |                         |
| Direct Fiscal Costs      | \$1,570,000         | \$7,547,350             |
| Indirect Fiscal Costs    |                     |                         |
| <b>Total</b>             | <b>\$1,570,000</b>  | <b>\$7,547,350</b>      |
| <b>BENEFIT: COST</b>     | <b>0.58</b>         | <b>0.88</b>             |

**Derivation of Benefits:**  
 Investment: (a) \$64,723,720 in Non-Residential Investment spending in 2022-2024. (b) \$12,719,276 in Durable Equipment spending in 2022-2024.  
 Employment: (a) 15 jobs in Professional, technical services; 70 locally-competitive jobs in Administrative and support services; 45 locally-competitive jobs in Social Assistance; 3 locally-competitive jobs in Museums, zoos and parks at average wages in 2022-2036.  
 Incentives/Credits: (a) \$7,850,000 in GR over years 2022-2036.  
 Impacts occur Statewide. All Values in Constant Dollars. Assumptions provided by DED. Estimated using REMI.

**Other Benefits:**

**In FY-2022, every dollar of auth. program tax credits returns**

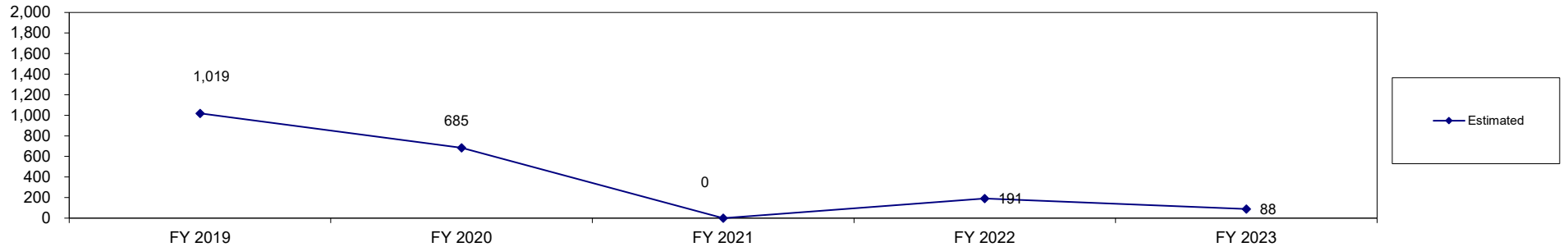
\$9.97 in new personal income totaling \$15.65 million  
 \$12.39 in new value-added/GSP totaling \$19.45 million  
 \$22.01 in new economic output totaling \$34.55 million

**Over 15 YEARS, every dollar of auth. program tax credits returns**

\$29.03 in new personal income totaling \$219.13 million  
 \$23.37 in new value-added/GSP totaling \$176.41 million  
 \$39.03 in new economic output totaling \$294.60 million

### PERFORMANCE MEASURE(S)

#### Permanent New Jobs Created

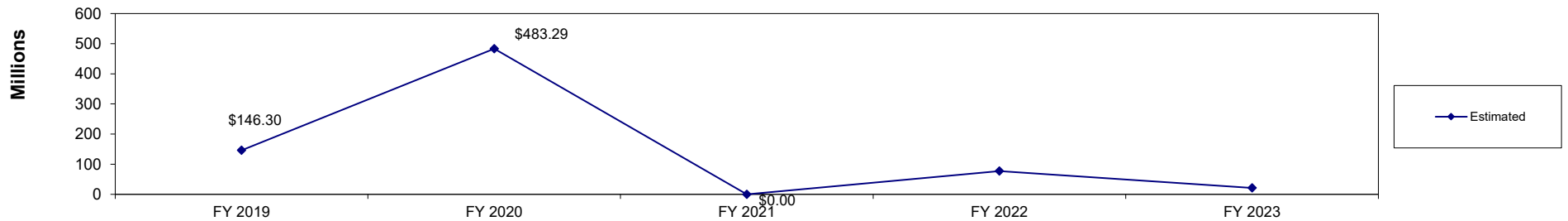


**Comments on Performance Measure:** The uncertain impact of the COVID-19 Pandemic on state general revenue together with a lack of traditional non profit fundraising resulted in no projects being approved during FY2021

#### Estimated Investment

\$77.39

\$20.94



**Comments on Performance Measure:** The uncertain impact of the COVID-19 Pandemic on state general revenue together with a lack of traditional non profit fundraising resulted in no projects being authorized during FY2021



## TAX CREDIT ANALYSIS

|  |   |                           |
|--|---|---------------------------|
| <b>Program Name:</b> Manufacturing Jobs Acts       |   |                           |
| <b>Department:</b> Economic Development            | <b>Contact Name &amp; No.:</b> Kristen Kersey (573) 751-3713  | <b>Date:</b> January 2023 |
| <b>Program Category:</b> Business Retention        | <b>Type:</b> Tax Credit <input type="checkbox"/> Other (specify) <input checked="" type="checkbox"/> (Retention of Withholding Taxes) |                           |
| <b>Statutory Authority:</b> Section 620.1910, RSMo | <b>Applicable Taxes:</b> Withholding Tax  |                           |
| <b>Date of Origin:</b> 2010                        |   |                           |

**Program Description and Eligibility Requirements:**  
 A business with NAICS code of 33611 may retain withholding taxes in the amount of 100% for retained full time employees for the creation of a new product line for 10 years or retain 50% of the withholding taxes for the modification or expansion to an existing product for 7 years. A qualified supplier of an eligible manufacturer may retain 100% of withholding taxes for new jobs (creation of 5 new jobs threshold to qualify) for a period of 3 years or, if wages are in excess of 120% of county average, for 5 years.

**Explanation of How Award is Computed:** Entitlement  Yes  Discretionary  No

The eligible manufacturer commits to make a capital investment of at least \$75,000 per retained job, or in the case of a modified/expansion of an existing product, commits to make a capital investment of at least \$50,000 within no more than two years of the date the company begins to retain withholdings. For the eligible supplier, the company must derive more than 10% of the total annual sales from the qualified manufacturer and add five or more new jobs.

**Program Cap:** Cumulative \$ \_\_\_\_\_ (remainder of cumulative cap) \$ \_\_\_\_\_ Annual \$15 million per year for manufacturing companies None \_\_\_\_\_

**Explanation of Cap:** Maximum amount of withholding tax that can be retained by any one qualified manufacturing company shall not exceed \$10 million per calendar year and the aggregate amount for all qualified manufacturing companies shall not exceed \$15 million per calendar year. There are no annual limits for qualified suppliers.

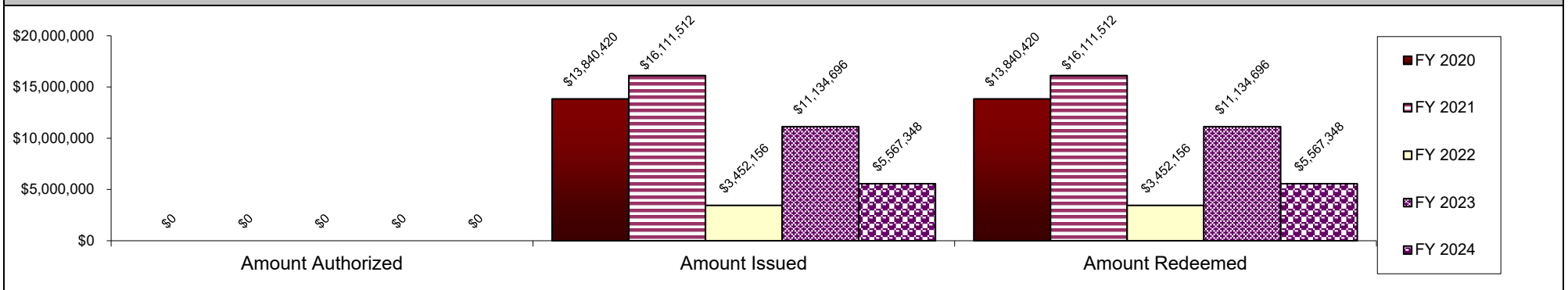
**Explanation of Expiration of Authority:** This program sunset October 12, 2016.

**Specific Provisions:** (if applicable)  
 Carry forward  n/a Carry Back  n/a Refundable  No Sellable/Assignable  No Additional Federal Deductions Available  No

**Comments on Specific Provisions:**

|                                 | FY 2020 ACTUAL | FY 2021 ACTUAL                              | FY 2022 ACTUAL | FY 2023 (year to date) | FY 2023 (Full Year) | FY 2024 (Budget Year) |
|---------------------------------|----------------|---|----------------|------------------------|---------------------|-----------------------|
| Certificates Issued (#)         | 0              | 0   | 0              | 0                      | 0                   | 0                     |
| Projects/Participants (#)       | 0              | 0   | 0              | 0                      | 0                   | 0                     |
| Amount Authorized               | \$0            | \$0   | \$0            | \$0                    | \$0                 | \$0                   |
| Amount Issued                   | \$13,840,420   | \$16,111,512                                | \$3,452,156    | \$0                    | \$11,134,696        | \$5,567,348           |
| Amount Redeemed                 | \$13,840,420   | \$16,111,512                                | \$3,452,156    | \$0                    | \$11,134,696        | \$5,567,348           |
| FY 2022 EST. Amount Outstanding | \$0            | FY 2022 EST. Amount Authorized but Unissued |                | \$0                    |                     |                       |

### HISTORICAL AND PROJECTED INFORMATION



**Comments on Historical and Projected Information:** Issuance and redemptions happens at the same time; so there is \$0 in outstanding, which is the issued but not yet redeemed.

**TAX CREDIT ANALYSIS**

**Program Name:** Manufacturing Jobs Acts

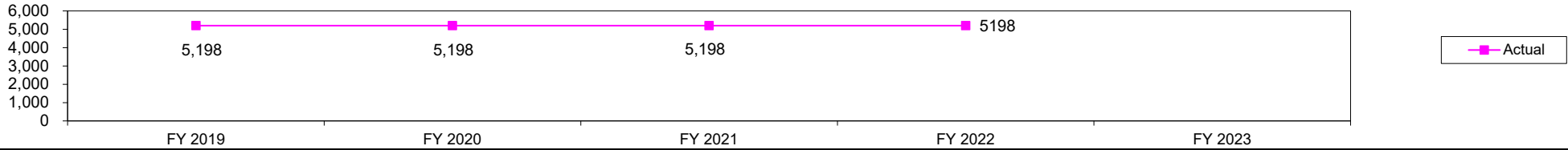
**BENEFIT: COST ANALYSIS (includes only state revenue impacts)**

|                          | FY 2022<br>ACTIVITY | Other Fiscal Period<br>(indicated time period) | Derivation of Benefits:<br>No new authorizations in FY2022. |
|--------------------------|---------------------|--|---|
| <b>BENEFITS</b>          |                     |  |   |
| Direct Fiscal Benefits   |                     |  |   |
| Indirect Fiscal Benefits |                     |  |   |
| <b>Total</b>             | \$0                 | \$0  |   |
| <b>COSTS</b>             |                     |  |   |
| Direct Fiscal Costs      |                     |  |   |
| Indirect Fiscal Costs    |                     |  |   |
| <b>Total</b>             | \$0                 | \$0  |   |
| <b>BENEFIT: COST</b>     | <b>#DIV/0!</b>      | <b>#DIV/0!</b>                                 |   |

**Other Benefits:**

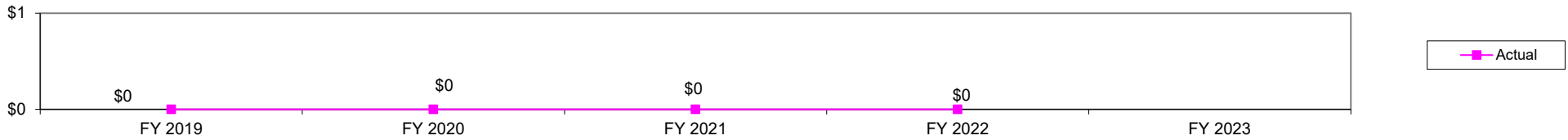
**PERFORMANCE MEASURE(S)**

**Permanent Jobs Retained**



**Comments on Performance Measure:** Same jobs retained each year.

**Investment**



**Comments on Performance Measure:** No additional investment reported in FY2020. The manufacturers have reported their investments in previous years. Suppliers are not required to report investment.

## TAX CREDIT ANALYSIS

|  |  |                           |
|--|--|---------------------------|
| <b>Program Name:</b> Missouri One Start Community College Job Retention Training Program |  |                           |
| <b>Department:</b> Economic Development  | <b>Contact Name &amp; No.:</b> Kristie Davis (573) 522-4019  | <b>Date:</b> January 2023 |
| <b>Program Category:</b> Training & Educational  | <b>Type:</b> Tax Credit <input type="checkbox"/> Other (specify) <input checked="" type="checkbox"/> (Appropriation based on employer withholding) |                           |
| <b>Statutory Authority:</b> Sections 620.800-620.809, RSMo                               | <b>Applicable Taxes:</b> N/A; This is an appropriation of funds, not a credit.   |                           |
| <b>Date of Origin:</b> 2004  |  |                           |

**Program Description and Eligibility Requirements:**  
 Provides training assistance for job retention efforts. Eligible companies making a large capital investment and/or at risk of leaving the state may be eligible. This program is suited for large retention and training projects. The company must also be making substantial capital investment, located in a border county, or be determined to represent a substantial risk of relocation. This program is administered locally through the community colleges.

**Explanation of How Award is Computed:** Entitlement  No  Discretionary  Yes   
 A formula using the number of jobs to be retained and the average annual salary of workers in retained jobs calculates the amount that can be generated by diverting a portion of the employer withholding tax (approximately 2%). Discretionary measures such as review of types of industry, occupations, and wage rates are considered before approving a project.

**Program Cap:** Annual Appropriation \$16 million (remainder of annual appropriation) \$10,418,510 Total Active Projects \$44,474,766 (remainder of outstanding Active Projects) \$25,751,693  
**Explanation of cap:**  
 There is a statewide annual budget appropriation of \$16 million on the amount of outstanding debt there can be at any given time in the fiscal year. These figures change monthly as debt is retired on existing projects and new projects are issued.

**Explanation of Expiration of Authority:** Program sunsets July 1, 2030.

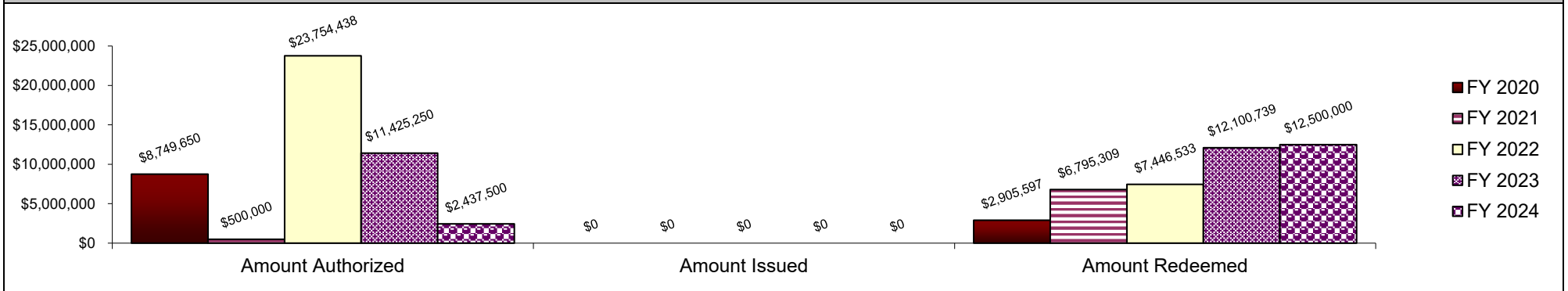
**Specific Provisions:** (if applicable)  
 Carry forward  n/a  Carry Back  n/a  Refundable  No  Sellable/Assignable  No  Additional Federal Deductions Available  No

**Comments on Specific Provisions:**

|                        | FY 2020     | FY 2021     | FY 2022      | FY 2023 (year to date) | FY 2023 (Full Year) | FY 2024 (Budget Year) |
|------------------------|-------------|-------------|--------------|------------------------|---------------------|-----------------------|
| Total Active Projects  | 13          | 12          | 19           | 20                     | 23                  | 24                    |
| New Projects in FY     | 5           | 1           | 11           | 2                      | 3                   | 2                     |
| New Amount Authorized  | \$8,749,650 | \$500,000   | \$23,754,438 | \$10,850,250           | \$11,425,250        | \$2,437,500           |
| Annual Amount Redeemed | \$2,905,597 | \$6,795,309 | \$7,446,533  | \$5,581,490            | \$12,100,739        | \$12,500,000          |

|  |              |
|--|--------------|
| FY 2022 Outstanding for Active Projects  | \$25,751,693 |
| FY 2022 Amount Appropriated but Unissued | \$10,418,510 |

### HISTORICAL AND PROJECTED INFORMATION



**Comments on Historical and Projected Information:**

## TAX CREDIT ANALYSIS

**Program Name:** Missouri One Start Community College Job Retention Training Program

### BENEFIT: COST ANALYSIS (includes only state revenue impacts)

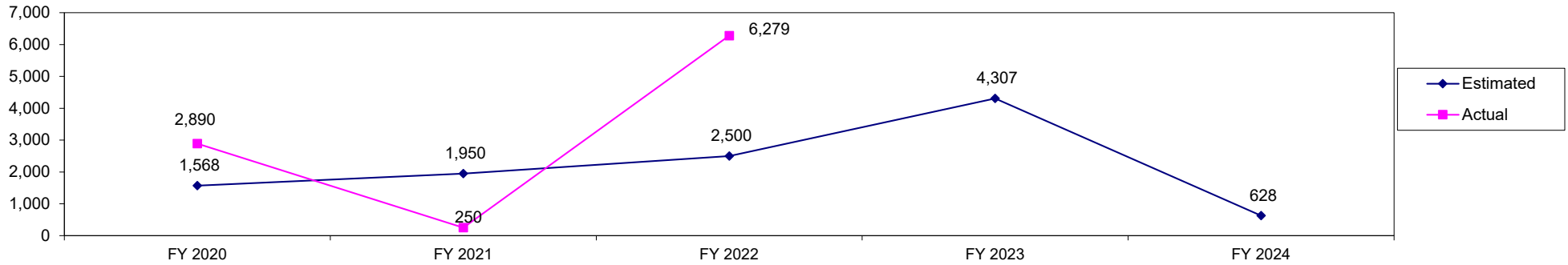
|                          | FY 2022 ACTIVITY   | Other Fiscal Period (5 years) |   |
|--------------------------|--------------------|-------------------------------|---|
| <b>BENEFITS</b>          |                    |                               | <b>Derivation of Benefits:</b><br>Investment: (a) \$54,174,368.50 in Non-Residential Investment spending in 2022. (b) \$719,082,928.50 in Durable Equipment spending in 2022.<br>Employment: N/A<br>Other Assumptions: (a) \$5,343,520 increase to annual income of 1972 retained workers earning higher wages following training over years 2022-2026.<br>Incentives/Credits: (a) \$23,754,438 in Job Retention Training Program tax credits over years 2022-2026. Impacts occur Statewide. All Values in Constant Dollars. Assumptions provided by DED. Estimated using REMI. The direct and indirect fiscal benefit to the state over 5 years generated by retaining these 250 jobs is \$232,925,573. The multi-year fiscal Benefit-Cost Ratio is 0.14 when other program incentives (Missouri Works and Others) are included. |
| Direct Fiscal Benefits   | \$7,103,120        | \$8,823,151                   |   |
| Indirect Fiscal Benefits | \$1,000,255        | \$1,242,468                   |   |
| <b>Total</b>             | <b>\$8,103,375</b> | <b>\$10,065,619</b>           |   |
| <b>COSTS</b>             |                    |                               |   |
| Direct Fiscal Costs      | \$4,750,888        | \$22,838,606                  |   |
| Indirect Fiscal Costs    | \$0                | \$0                           |   |
| <b>Total</b>             | <b>\$4,750,888</b> | <b>\$22,838,606</b>           |   |
| <b>BENEFIT: COST</b>     | <b>1.71</b>        | <b>0.44</b>                   |   |

**Other Benefits:**

|   |  |
|---|--|
| <b>In FY-2022, every dollar of auth. program tax credits returns</b>  | <b>Over 5 YEARS, every dollar of auth. program tax credits returns</b>   |
| \$41.54 in new personal income totaling \$197.37 million<br>\$65.97 in new value-added/GSP totaling \$313.42 million<br>\$126.64 in new economic output totaling \$601.67 million | \$12.92 in new personal income totaling \$295.00 million<br>\$15.70 in new value-added/GSP totaling \$358.49 million<br>\$29.61 in new economic output totaling \$676.15 million |

### PERFORMANCE MEASURE(S)

**Permanent Jobs Retained**

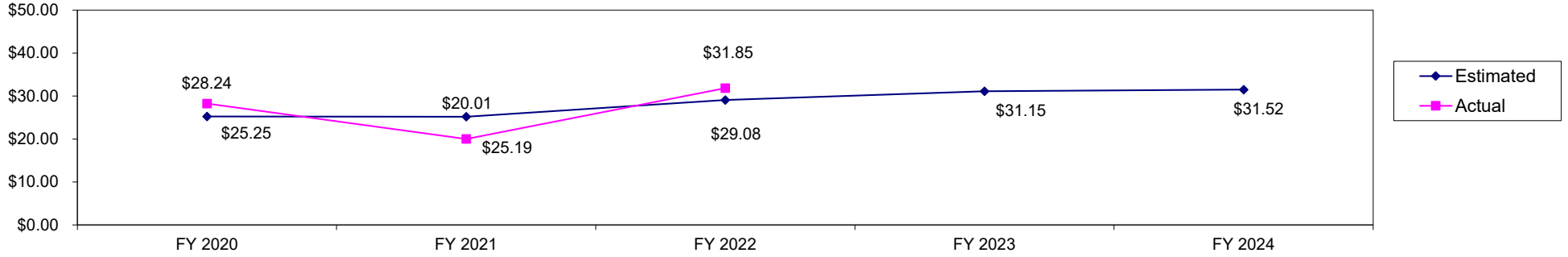


**Comments on Performance Measure:**

# TAX CREDIT ANALYSIS

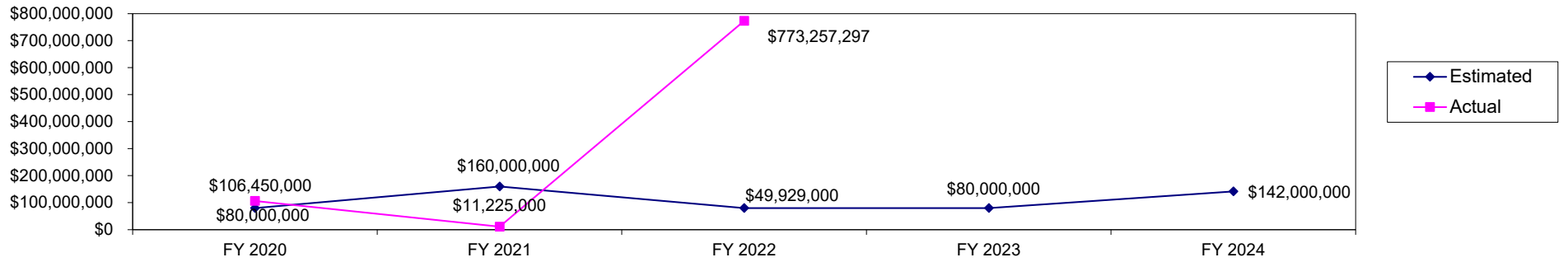
**Program Name:** Missouri One Start Community College Job Retention Training Program

## Average Wage



**Comments on Performance Measure:**

## Capital Investment



**Comments on Performance Measure:**

## TAX CREDIT ANALYSIS

|   |  |                           |
|---|--|---------------------------|
| <b>Program Name:</b> Missouri One Start Community College New Jobs Training Program |  |                           |
| <b>Department:</b> Economic Development   | <b>Contact Name &amp; No.:</b> Kristie Davis (573) 522-4019  | <b>Date:</b> January 2023 |
| <b>Program Category:</b> Training & Educational                                     | <b>Type:</b> Tax Credit <input type="checkbox"/> Other (specify) <input checked="" type="checkbox"/> (Appropriation based on employer withholding) |                           |
| <b>Statutory Authority:</b> Sections 620.800-620.809, RSMo                          | <b>Applicable Taxes:</b> N/A; This is an appropriation of funds, not a credit.   |                           |
| <b>Date of Origin:</b> 1988   |  |                           |

**Program Description and Eligibility Requirements:**  
 The program provides assistance to eligible companies to train workers in newly created jobs. This program is suited for large attraction and expansion projects creating a substantial number of new jobs. Funds are generated by deferring a portion of the state employer withholding tax - approximately 2% - on the newly created jobs. Eligible companies include manufacturing, research and development, and companies engaged in interstate commerce. This program is administered locally through the community colleges.

**Explanation of How Award is Computed:** Entitlement  No  Discretionary  Yes   
 A formula using the number of jobs to be created and the average annual salary of the workers in the new jobs calculates the amount that can be generated over a period of several years through the diversion of a portion of the employer withholding tax (approximately 2%). Discretionary measures such as review of types of industry and wage rates paid are considered before approving a project.

**Program Cap:** Annual Appropriation \$11,000,000 (remainder of annual appropriation) \$10,633,801 Total Active Projects \$28,410,002 (remainder of outstanding Active Projects) \$8,359,136

**Explanation of cap:**  
 There is a statewide annual budget appropriation of \$11 million on the amount of outstanding debt there can be at any given time in the fiscal year. This figure changes monthly as debt is retired on existing projects and new projects are issued.

**Explanation of Expiration of Authority:** Program sunsets July 1, 2030.

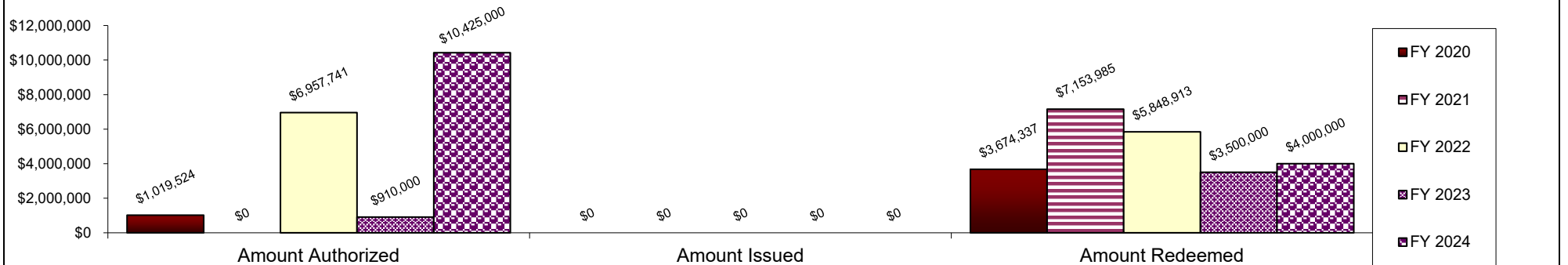
**Specific Provisions:** (if applicable)  
 Carry forward  n/a  Carry Back  n/a  Refundable  No  Sellable/Assignable  No  Additional Federal Deductions Available  No

**Comments on Specific Provisions:**

|                        | FY 2020     | FY 2021     | FY 2022     | FY 2023 (year to date) | FY 2023 (Full Year) | FY 2024 (Budget Year) |
|------------------------|-------------|-------------|-------------|------------------------|---------------------|-----------------------|
| Total Active Projects  | 8           | 8           | 9           | 8                      | 10                  | 9                     |
| New Projects in FY     | 2           | 0           | 3           | 0                      | 2                   | 2                     |
| New Amount Authorized  | \$1,019,524 | \$0         | \$6,957,741 | \$0                    | \$910,000           | \$10,425,000          |
| Annual Amount Redeemed | \$3,674,337 | \$7,153,985 | \$5,848,913 | \$366,199              | \$3,500,000         | \$4,000,000           |

|   |             |  |              |
|---|-------------|--|--------------|
| FY 2022 Outstanding for Active Projects | \$8,359,136 | FY 2022 Amount Appropriated but Unissued | \$10,633,801 |
|---|-------------|--|--------------|

### HISTORICAL AND PROJECTED INFORMATION



**Comments on Historical and Projected Information:**

## TAX CREDIT ANALYSIS

**Program Name:** Missouri One Start Community College New Jobs Training Program

### BENEFIT: COST ANALYSIS (includes only state revenue impacts)

|                          | FY 2022<br>ACTIVITY | Other Fiscal Period<br>(10 years) |
|--------------------------|---------------------|-----------------------------------|
| <b>BENEFITS</b>          |                     |                                   |
| Direct Fiscal Benefits   | \$6,141,962         | \$56,970,276                      |
| Indirect Fiscal Benefits | \$6,695,073         | \$62,100,701                      |
| <b>Total</b>             | <b>\$12,837,035</b> | <b>\$119,070,977</b>              |
| <b>COSTS</b>             |                     |                                   |
| Direct Fiscal Costs      | \$1,203,769         | \$6,426,326                       |
| Indirect Fiscal Costs    |                     |                                   |
| <b>Total</b>             | <b>\$1,203,769</b>  | <b>\$6,426,326</b>                |
| <b>BENEFIT: COST</b>     | <b>10.66</b>        | <b>18.53</b>                      |

**Derivation of Benefits:**

Investment: N/A  
 Employment: 1200 new jobs in Professional, Scientific Svcs at an avg annual wage of \$60,559; 300 new jobs in Retail Trade at an avg annual wage of \$44,897; 200 new jobs in Metals Manufacturing at an avg annual wage of \$41,506 from 2022-2031.  
 Other Assumptions: (a) Real wage growth starting in 2023.  
 Incentives/Credits: (a) \$6,731,741 in New Job Training Program tax credits over years 2022-2026.  
 Impacts occur Statewide. All Values in Constant Dollars. Assumptions provided by DED. Estimated using REMI.  
 The multi-year fiscal Benefit-Cost Ratio is 1.07 when other program incentives (Missouri Works and Others) are included.

**Other Benefits:**

**In FY-2022, every dollar of auth. program tax credits returns**

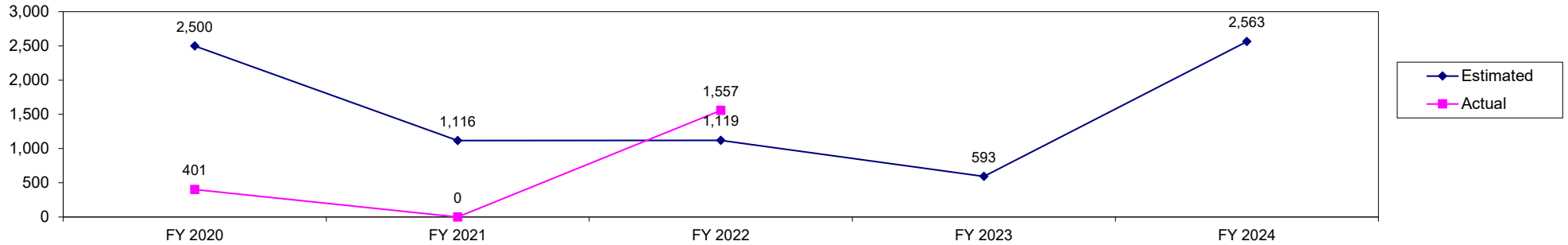
\$186.53 in new personal income totaling \$224.54 million  
 \$307.98 in new value-added/GSP totaling \$370.74 million  
 \$508.64 in new economic output totaling \$612.28 million

**Over 10 YEARS, every dollar of auth. program tax credits returns**

\$491.54 in new personal income totaling \$3,158.77 million  
 \$636.82 in new value-added/GSP totaling \$4,092.39 million  
 \$1,032.69 in new economic output totaling \$6,636.38 million

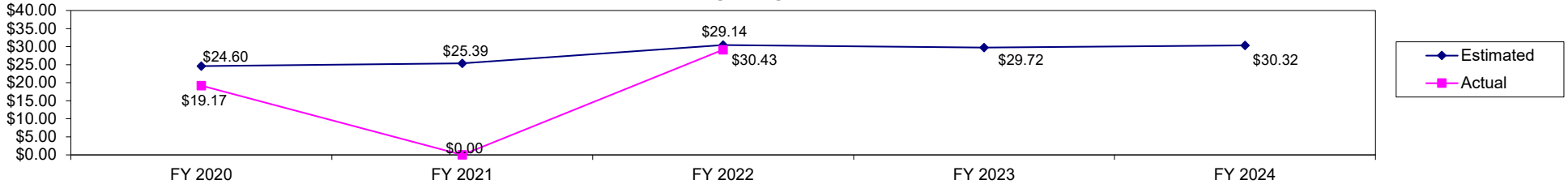
### PERFORMANCE MEASURE(S)

#### Permanent New Jobs Created



**Comments on Performance Measure:**

#### Average Wage



**Comments on Performance Measure:**

## TAX CREDIT ANALYSIS

|  |   |                           |
|--|---|---------------------------|
| <b>Program Name:</b> Missouri Quality Jobs                   |   |                           |
| <b>Department:</b> Economic Development                      | <b>Contact Name &amp; No.:</b> Kristen Kersey (573) 751-3713  | <b>Date:</b> January 2023 |
| <b>Program Category:</b> Business Recruitment                | <b>Type:</b> Tax Credit <input checked="" type="checkbox"/> Other (specify) <input checked="" type="checkbox"/> (Also Retention of Withholding Taxes of new jobs) |                           |
| <b>Statutory Authority:</b> Sections 620.1875-620.1890, RSMo | <b>Applicable Taxes:</b> Income Tax; Bank Tax; Insurance Premium Tax; Other financial institutions tax  |                           |
| <b>Date of Origin:</b> 2005                                  |   |                           |

**Program Description and Eligibility Requirements:**  
 For-profit and non-profit businesses except for gambling, retail trade, food and drinking places, public utilities, educational services, religious organizations, public administration, companies that are delinquent in non-protested taxes or other payments, or any company that has filed for or has publicly announced its intention to file for bankruptcy are eligible provided the average wage of the new jobs equals or exceeds the county average wage and the company offers health insurance and pays at least 50% of the premium. To qualify, the company must create a minimum number of new jobs at the project facility within 2 years.

**Explanation of How Award is Computed:** Entitlement  Yes  No Discretionary  Yes  No  
 The benefits of the program are the retention of 100% of the state withholding tax of the new jobs for 3 or 5 years for small/expanding businesses (20+ new jobs in rural areas and 40+ new jobs in non-rural areas); or a combination of the retention of 100% of the state withholding tax of the new jobs and state tax credits for 5 years for technology businesses (10+ new jobs) and high impact businesses (100+ new jobs), based on a percentage (from 3 to 7%, depending on the average wage of the new jobs and the amount of local incentives) of the payroll of the new jobs.

**Program Cap:** Cumulative \$\_\_\_\_\_ (remainder of cumulative cap) \$\_\_\_\_\_ Annual \$80 million None \_\_\_\_\_  
**Explanation of cap:** The cap increased from \$40 million to \$60 million in tax credits beginning Aug. 2008. The cap increased to \$80 million beginning June 4, 2009. Up to \$3 million of the cap may be used for job retention projects approved by the Quality Jobs Advisory Task Force, with no tax credits issued after August 30, 2013. Up to \$500,000 of the cap may be used for small business job retention and flood relief projects, with no tax credits approved after August 30, 2010. The tax credit maximums applying to technology and high impact business projects were removed for newly approved projects as of June 4, 2009. There is no limit on the retention of withholding taxes.

**Explanation of Expiration of Authority:** No tax credits shall be issued for job retention projects approved after August 30, 2013. No tax credits shall be issued for small business job retention and flood relief projects approved after August 30, 2010. No new projects may be proposed after August 27, 2013.

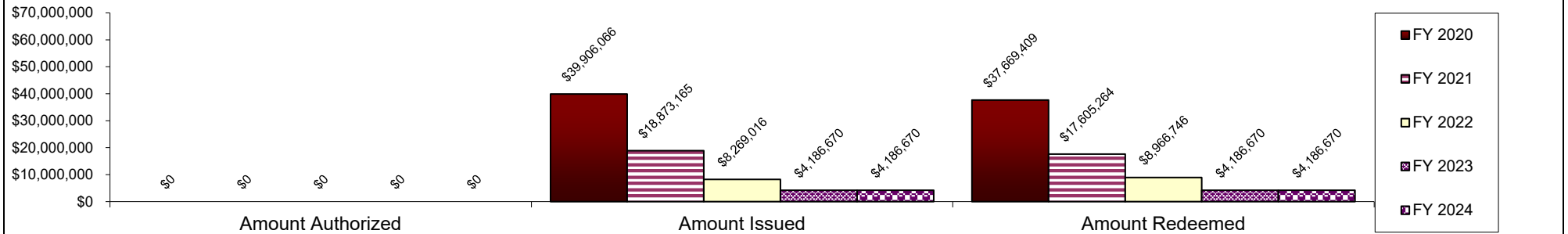
**Specific Provisions:** (if applicable)  
 Carry forward  n/a Carry Back  n/a Refundable  Yes Sellable/Assignable  Yes Additional Federal Deductions Available  No

**Comments on Specific Provisions:**

|                           | FY 2020 ACTUAL | FY 2021 ACTUAL | FY 2022 ACTUAL | FY 2023 (year to date) | FY 2023 (Full Year) | FY 2024 (Budget Year) |
|---------------------------|----------------|----------------|----------------|------------------------|---------------------|-----------------------|
| Certificates Issued (#)   | 29             | 26             | 0              | 0                      | 0                   | 0                     |
| Projects/Participants (#) | 0              | 0              | 0              | 0                      | 0                   | 0                     |
| Amount Authorized         | \$0            | \$0            | \$0            | \$0                    | \$0                 | \$0                   |
| Amount Issued             | \$39,906,066   | \$18,873,165   | \$8,269,016    | \$273,039              | \$4,186,670         | \$4,186,670           |
| Amount Redeemed           | \$37,669,409   | \$17,605,264   | \$8,966,746    | \$1,857,803            | \$4,186,670         | \$4,186,670           |

|                                 |             |   |           |
|---------------------------------|-------------|---|-----------|
| FY 2022 EST. Amount Outstanding | \$2,298,620 | FY 2022 EST. Amount Authorized but Unissued | \$996,492 |
|---------------------------------|-------------|---|-----------|

### HISTORICAL AND PROJECTED INFORMATION



**Comments on Historical and Projected Information:** As of the end of FY2021, the total amount Authorized for Quality Jobs since the beginning of the program is \$968,588,734.55. Of that amount, \$272,550,270.42, has been disqualified/withdrawn without any benefits being paid out. Other projects have ceased receiving benefits in the middle of their projects. The total amount Issued for Quality Jobs is \$543,750,504.94 and the total amount of redemptions is \$536,434,882.03.



## TAX CREDIT ANALYSIS

**Program Name:** Missouri Quality Jobs

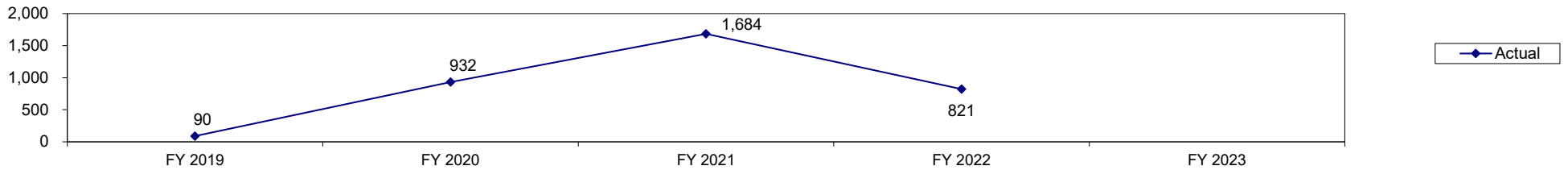
### BENEFIT: COST ANALYSIS (includes only state revenue impacts)

|                          | FY 2022<br>ACTIVITY | Other Fiscal Period<br>(indicated time period) | Derivation of Benefits:  |
|--------------------------|---------------------|--|--|
| <b>BENEFITS</b>          |                     |  | No new authorizations in FY2022. The Quality Jobs Annual Report has the overall program cost/benefit analysis. |
| Direct Fiscal Benefits   |                     |  |  |
| Indirect Fiscal Benefits |                     |  |  |
| <b>Total</b>             | \$0                 | \$0  |  |
| <b>COSTS</b>             |                     |  |  |
| Direct Fiscal Costs      |                     |  |  |
| Indirect Fiscal Costs    |                     |  |  |
| <b>Total</b>             | \$0                 | \$0  |  |
| <b>BENEFIT: COST</b>     | <b>#DIV/0!</b>      | <b>#DIV/0!</b>                                 |  |

**Other Benefits:**

### PERFORMANCE MEASURE(S)

**Permanent New Jobs Created Over the Previous Year**



**Comments on Performance Measure:** For projects reporting in the fiscal year, This is the number of new jobs over the previous year reported. As the program winds down, the lower the net new job numbers go, as companies reach their targets. The companies still receive benefits for new jobs over their base employment.

## TAX CREDIT ANALYSIS

|  |   |                           |
|--|---|---------------------------|
| <b>Program Name:</b> Missouri Works - Business Incentives    |   |                           |
| <b>Department:</b> Economic Development                      | <b>Contact Name &amp; No.:</b> Kristen Kersey (573) 751-3713  | <b>Date:</b> January 2023 |
| <b>Program Category:</b> Business Recruitment                | <b>Type:</b> Tax Credit <input checked="" type="checkbox"/> Other (specify) <input checked="" type="checkbox"/> (Also Retention of Withholding Taxes of new jobs) |                           |
| <b>Statutory Authority:</b> Sections 620.2000-620.2020, RSMo | <b>Applicable Taxes:</b> Income Tax; Bank Tax; Insurance Premium Tax; Other financial institutions tax  |                           |
| <b>Date of Origin:</b> 2013                                  |   |                           |

**Program Description and Eligibility Requirements:**  
 To qualify, a company must create or retain a minimum number of new jobs at the project facility with average wages of 80%, 90%, 120% or 140% of the county average wage and must offer and pay at least 50% of the health insurance premiums. For-profit and non-profit businesses except for gambling, store front consumer-based retail trade establishments, food and drinking places, public utilities, educational services, religious organizations, public administration, ethanol distillation or production, biodiesel production, healthcare and social services, companies that are delinquent in payment of any nonprotested taxes or other payments, and businesses that have filed or have publicly announced their intention to file for bankruptcy, unless certain requirements are met.

**Explanation of How Award is Computed:** Entitlement  Yes  No Discretionary  Yes  No  
 Zone Works (2 new jobs, 80% of county average wage, \$100,000 investment, located in Enhanced Enterprise Zone) and Rural Works (2 new jobs, 90% of county average wage, \$100,000 investment located in a rural county) provide benefits of retention of 100% of the withholdings of the new jobs for 5-6 years. Statewide Works (10 new jobs, 90% of county average wage) provides benefits of retention of withholdings or a combination of retention of withholdings and tax credits for up to 9% of payroll on the new jobs. Mega Works 120 and 140 (100 new jobs, 120% and 140% of county average wage respectively) provide benefits of a combination retention of withholdings and tax credits totaling from 6 to 7% respectively to up to 9% of payroll of the new jobs. Retention Works provides benefits of the retention of withholding tax for up to 100% of the withholdings of the new jobs for up to 10 years. Retention Works-Auto Manufacturing (\$500M in investment) provides a benefit of tax credits. Qualified Military Projects (10 new jobs, 90% of county average wage, investment as agreed to in proposal) provides tax credits in amount of withholding taxes. Deal Closing Fund (10 new jobs, 100% of county average wage) provides for tax credit within 1 year.

**Program Cap:** Cumulative \$ \_\_\_\_\_ (remainder of cumulative cap) \$ \_\_\_\_\_ Annual \$106 million (FY14), \$111 million (FY15), \$116 million FY16 forward on tax credits None \_\_\_\_\_  
**Explanation of cap:**  
 These caps include the authorized amounts for the 4 programs (Quality Jobs, Enhanced Enterprise Zone, Rebuilding Communities, and Development Tax Credit) that Missouri Works is replacing. There is no limit on the retained withholdings for new job creation projects. There is a cap of \$6 million for retention projects.

**Explanation of Expiration of Authority:** Missouri Works sunsets August 28, 2030.

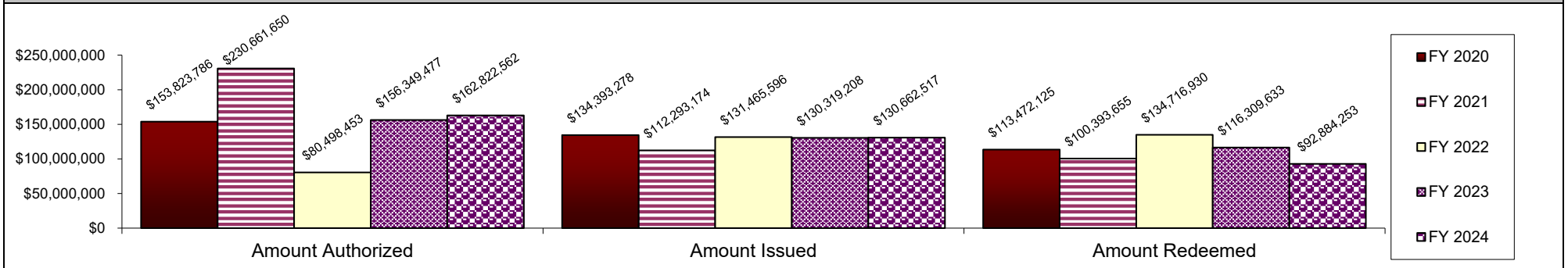
**Specific Provisions:** (if applicable)  
 Carry forward  Carry Back  Refundable  Sellable/Assignable  Additional Federal Deductions Available

**Comments on Specific Provisions:**

|                           | FY 2020 ACTUAL | FY 2021 ACTUAL | FY 2022 ACTUAL | FY 2023 (year to date) | FY 2023 (Full Year) | FY 2024 (Budget Year) |
|---------------------------|----------------|----------------|----------------|------------------------|---------------------|-----------------------|
| Certificates Issued (#)   | 54             | 63             | 63             | 13                     | 60                  | 80                    |
| Projects/Participants (#) | 116            | 123            | 84             | 24                     | 108                 | 123                   |
| Amount Authorized         | \$153,823,786  | \$230,661,650  | \$80,498,453   | \$17,446,500           | \$156,349,477       | \$162,822,562         |
| Amount Issued             | \$134,393,278  | \$112,293,174  | \$131,465,596  | \$71,467,651           | \$130,319,208       | \$130,662,517         |
| Amount Redeemed           | \$113,472,125  | \$100,393,655  | \$134,716,930  | \$67,399,711           | \$116,309,633       | \$92,884,253          |

|                                 |              |   |             |
|---------------------------------|--------------|---|-------------|
| FY 2022 EST. Amount Outstanding | \$66,530,769 | FY 2022 EST. Amount Authorized but Unissued | \$5,247,487 |
|---------------------------------|--------------|---|-------------|

### HISTORICAL AND PROJECTED INFORMATION



**Comments on Historical and Projected Information:** As of the end of FY2021, the total amount approved or closed for MO Works since the beginning of the program is \$1,554,277,494.79. A total of \$298,889,586.58 has been disqualified or withdrawn as of the end of FY2021. Total issued amount for the program as of the end of FY2021 is \$527,440,894.09. Total redeemed as of the end of FY2021 is \$388,708,901.06.

## TAX CREDIT ANALYSIS

**Program Name:** Missouri Works - Business Incentives

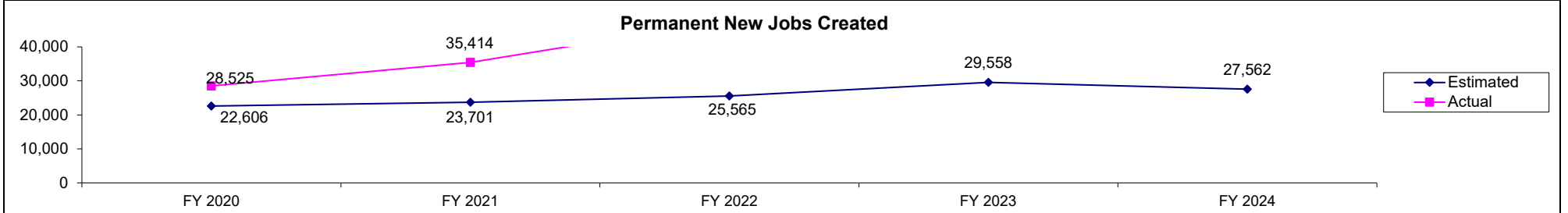
### BENEFIT: COST ANALYSIS (includes only state revenue impacts)

|                          | FY 2022<br>ACTIVITY | Other Fiscal Period<br>(10-Years) | <b>Derivation of Benefits:</b>   |
|--------------------------|---------------------|-----------------------------------|--|
| <b>BENEFITS</b>          |                     |                                   | Investment: (a) \$189,363 in Non-Residential Investment spending over years 2021-2022.<br>Employment: (a) 10,747 jobs scaled up over four years in various manufacturing and services sectors at average wage rates in 2021-2030.<br>Other Assumptions: N/A<br>Incentives/Credits: (a) \$230,374,403 in Missouri Works tax credits over years 2021-2026.<br>Impacts occur Statewide. All Values in Constant Dollars. Assumptions provided by DED. Estimated using REMI.<br>The multi-year fiscal Benefit-Cost Ratio is X.XX when other program incentives (Job Retention Training, Customized) are included.<br>The multi-year fiscal Benefit-Cost Ratio is 2.04 when 1,519 retained jobs are included, assuming all would exit the state but for the incentive. |
| Direct Fiscal Benefits   | \$7,557,569         | \$211,407,713                     |  |
| Indirect Fiscal Benefits | \$6,114,727         | \$171,047,126                     |  |
| <b>Total</b>             | <b>\$13,672,296</b> | <b>\$382,454,838</b>              |  |
| <b>COSTS</b>             |                     |                                   |  |
| Direct Fiscal Costs      | \$38,395,734        | \$219,394,544                     |  |
| Indirect Fiscal Costs    | \$0                 | \$0                               |  |
| <b>Total</b>             | <b>\$38,395,734</b> | <b>\$219,394,544</b>              |  |
| <b>BENEFIT: COST</b>     | <b>0.36</b>         | <b>1.74</b>                       |  |

**Other Benefits:**

|  |   |
|--|---|
| <p><b>In FY 2022, every dollar of auth. program tax credits returns</b></p> <ul style="list-style-type: none"> <li>\$9.32 in new personal income totaling \$357.89 million</li> <li>\$16.63 in new value-added/GSP totalin \$638.44 million</li> <li>\$32.69 in new economic output totaling \$1,255.16 million</li> </ul> | <p><b>Over 10 YEARS, every dollar of auth. program tax credits returns</b></p> <ul style="list-style-type: none"> <li>\$70.70 in new personal income totaling \$15,510.14 million</li> <li>\$109.95 in new value-added/GSP totalin \$24,123.44 million</li> <li>\$213.00 in new economic output totaling \$46,731.43 million</li> </ul> |
|--|---|

### PERFORMANCE MEASURE(S)



**Comments on Performance Measure:**

The estimated number of jobs is the total projected for all projects for which DED issued benefits during FY2019, FY2020, and FY2021. The actual number is the actual number of jobs reported by those projects issued benefits during FY2019, FY2020, and FY2021. Companies have 2 years after authorization to create the statutory threshold number of jobs and ramp up over time. Many of the jobs estimated will be reported as actual in later years. The actual jobs numbers are totals for the projects to date. They are not net new for the year. These numbers do not include retained projects in the Retention category of the program.

## TAX CREDIT ANALYSIS

|  |  |                           |
|--|--|---------------------------|
| <b>Program Name:</b> Neighborhood Assistance Program (NAP) |  |                           |
| <b>Department:</b> Economic Development                    | <b>Contact Name &amp; No.:</b> Daniel Epler (573) 751-5798   | <b>Date:</b> January 2023 |
| <b>Program Category:</b> Community Development             | <b>Type:</b> Tax Credit <input checked="" type="checkbox"/> Other (specify) _____  |                           |
| <b>Statutory Authority:</b> Sections 32.100-32.125, RSMo   | <b>Applicable Taxes:</b> Income Tax; Corporate Franchise Tax; Bank Tax; Insurance Premium Tax; Other financial institutions tax; Express Company Tax |                           |

**Date of Origin:** 1977

**Program Description and Eligibility Requirements:**  
Provides assistance to community-based organizations that enable them to implement community or neighborhood projects in the areas of community service, education, crime prevention, job training and physical revitalization.

**Explanation of How Award is Computed:** Entitlement  No  Discretionary  Yes

Applications are reviewed on a competitive basis and awards made to nonprofits or Missouri businesses for 50% or 70% of the approved budget.

**Program Cap:** Cumulative \$ \_\_\_\_\_ (remainder of cumulative cap) \$ \_\_\_\_\_ Annual \$16 million None \_\_\_\_\_

**Explanation of cap:** Effective August 28, 2008, fiscal year cap was reduced from \$18 million to \$16 million.

**Explanation of Expiration of Authority:**

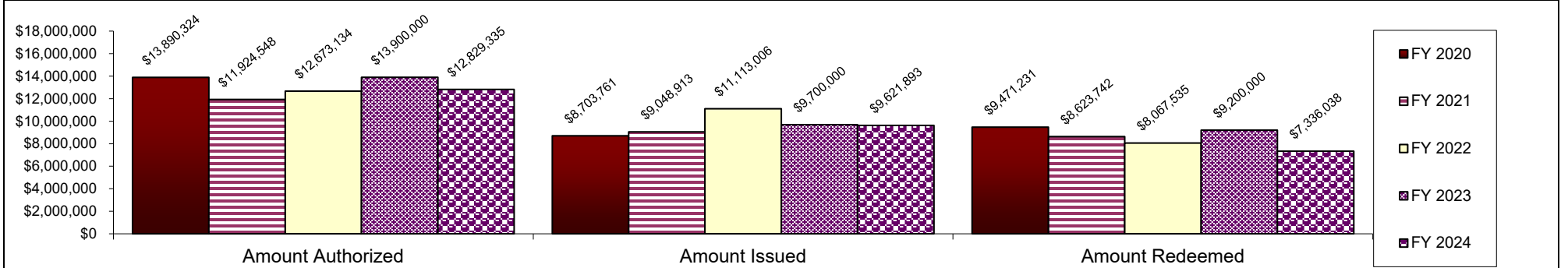
**Specific Provisions:** (if applicable)  
Carry forward  5 years  Carry Back  n/a  Refundable  No  Sellable/Assignable  No  Additional Federal Deductions Available  No

**Comments on Specific Provisions:**

|                           | FY 2020 ACTUAL | FY 2021 ACTUAL | FY 2022 ACTUAL | FY 2023 (year to date) | FY 2023 (Full Year) | FY 2024 (Budget Year) |
|---------------------------|----------------|----------------|----------------|------------------------|---------------------|-----------------------|
| Certificates Issued (#)   | 1,432          | 1,240          | 1,371          | 340                    | 1,428               | 1,347                 |
| Projects/Participants (#) | 67             | 67             | 65             | 38                     | 72                  | 66                    |
| Amount Authorized         | \$13,890,324   | \$11,924,548   | \$12,673,134   | \$8,281,565            | \$13,900,000        | \$12,829,335          |
| Amount Issued             | \$8,703,761    | \$9,048,913    | \$11,113,006   | \$4,129,749            | \$9,700,000         | \$9,621,893           |
| Amount Redeemed           | \$9,471,231    | \$8,623,742    | \$8,067,535    | \$6,095,953            | \$9,200,000         | \$7,336,038           |

|                                 |              |   |              |
|---------------------------------|--------------|---|--------------|
| FY 2022 EST. Amount Outstanding | \$22,955,830 | FY 2022 EST. Amount Authorized but Unissued | \$23,418,131 |
|---------------------------------|--------------|---|--------------|

### HISTORICAL AND PROJECTED INFORMATION



**Comments on Historical and Projected Information:** Redemption data does not include the \$6,350 that was offset due to delinquent taxes.

## TAX CREDIT ANALYSIS

**Program Name:** Neighborhood Assistance Program (NAP)

### BENEFIT: COST ANALYSIS (includes only state revenue impacts)

|                          | FY 2022<br>ACTIVITY | Other Fiscal Period<br>(10 years) |  |
|--------------------------|---------------------|-----------------------------------|--|
| <b>BENEFITS</b>          |                     |                                   | <b>Derivation of Benefits:</b><br>Investment: (a) \$15,182,950 in Construction spending in 2022.<br>Employment: N/A<br>Other Assumptions: (a) 3233 HS/GED/Skills Training graduates earning \$10,434,816 in additional annual income in 2022-2031.<br>Incentives/Credits: (a) \$12,673,134 in Neighborhood Assistance Program tax credits over years 2022-2027.<br>Impacts occur Statewide. All Values in Constant Dollars. Assumptions provided by DED. Estimated using REMI. |
| Direct Fiscal Benefits   | \$74,163            | \$263,952                         |  |
| Indirect Fiscal Benefits | \$934,204           | \$3,324,899                       |  |
| <b>Total</b>             | <b>\$1,008,367</b>  | <b>\$3,588,851</b>                |  |
| <b>COSTS</b>             |                     |                                   |  |
| Direct Fiscal Costs      | \$2,112,189         | \$12,062,499                      |  |
| Indirect Fiscal Costs    | \$0                 | \$0                               |  |
| <b>Total</b>             | <b>\$2,112,189</b>  | <b>\$12,062,499</b>               |  |
| <b>BENEFIT: COST</b>     | <b>0.48</b>         | <b>0.30</b>                       |  |

**Other Benefits:**

**In FY-2022, every dollar of auth. program tax credits returns**

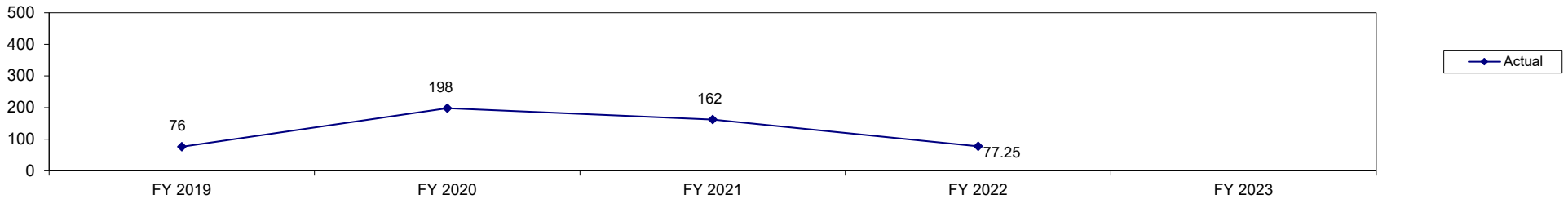
\$13.01 in new personal income totaling \$27.48 million  
 \$9.96 in new value-added/GSP totaling \$21.04 million  
 \$17.55 in new economic output totaling \$37.06 million

**Over 10 YEARS, every dollar of auth. program tax credits returns**

\$16.74 in new personal income totaling \$201.89 million  
 \$7.72 in new value-added/GSP totaling \$93.17 million  
 \$13.12 in new economic output totaling \$158.23 million

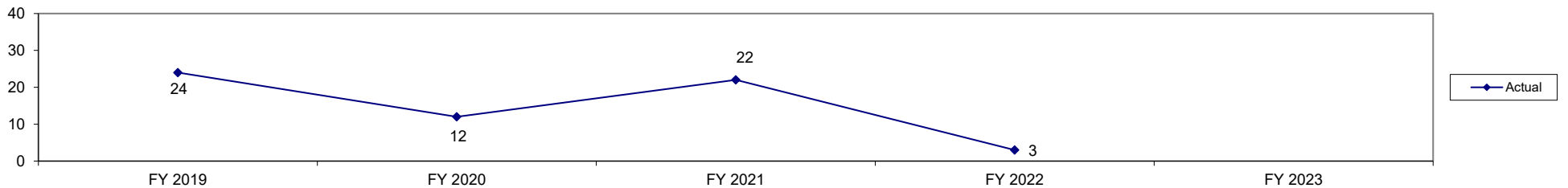
### PERFORMANCE MEASURE(S)

#### Permanent New/Retained Jobs



**Comments on Performance Measure:** Numbers are dependent on the type of projects that were "Closed" out this fiscal year.

#### New/Renovated Facilities

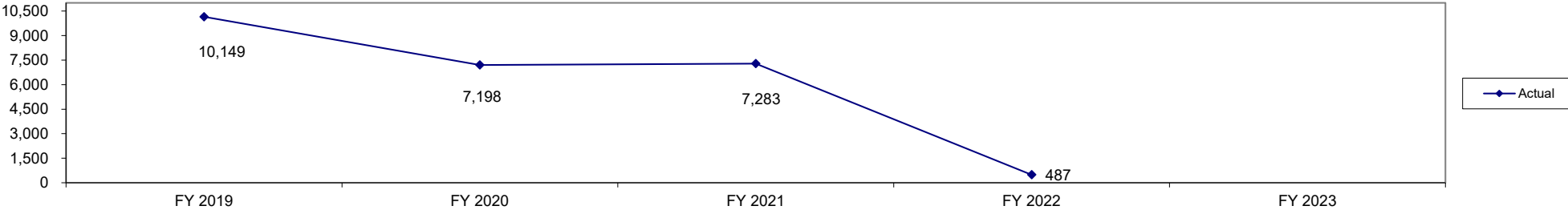


**Comments on Performance Measure:** Numbers are dependent on the type of projects that were "Closed" out this fiscal year. Numbers are dependent on the type of projects that are funded each year.

TAX CREDIT ANALYSIS

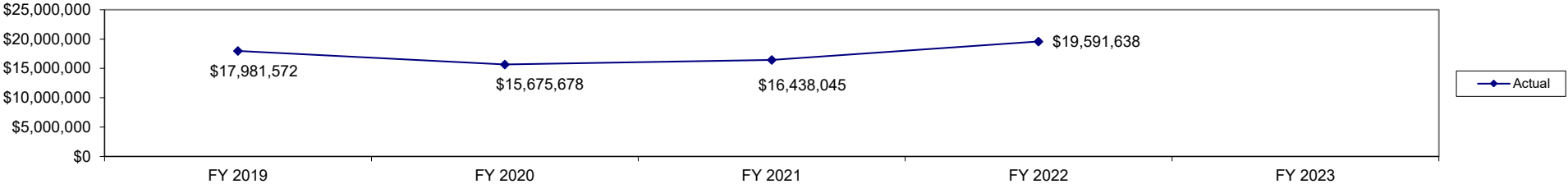
Program Name: Neighborhood Assistance Program (NAP)

Individuals Learning Life Skills



Comments on Performance Measure: Includes individuals earning GEDs, job training and other skills necessary to become productive citizens. Numbers are dependent on the type of projects that were "Closed" out this fiscal year.

Private Investment



Comments on Performance Measure: NAP tax credits leveraged (Total Contributions - Total Credits Issued)

## TAX CREDIT ANALYSIS

|  |   |                           |
|--|---|---------------------------|
| <b>Program Name:</b> New Markets Tax Credit (NMTC) |   |                           |
| <b>Department:</b> Economic Development            | <b>Contact Name &amp; No.:</b> Cathy Wade (573) 522-8006  | <b>Date:</b> January 2023 |
| <b>Program Category:</b> Redevelopment             | <b>Type:</b> Tax Credit <input checked="" type="checkbox"/> Other (specify) _____   |                           |
| <b>Statutory Authority:</b> Section 135.680, RSMo  | <b>Applicable Taxes:</b> Income Tax; Bank Tax; Insurance Premium Tax; Other financial institutions tax; Express Companies Tax |                           |
| <b>Date of Origin:</b> 2007                        |   |                           |

**Program Description and Eligibility Requirements:**  
 Taxpayers making a qualified equity investment into a qualified community development entity (CDE) earn a vested right to tax credits. The tax credit amount is equal to the applicable percentage of the adjusted purchase price paid to the CDE. The credit percentages are zero percent for the first two years, seven percent for the third year and eight percent for the next four years. The CDE will invest the contributions into qualified active low-income community businesses. Effective August 28, 2008, a legislative change allows DED to issue letter rulings regarding the program.

**Explanation of How Award is Computed:** Entitlement  Yes  Discretionary  No  
 Awarded on a first come, first serve basis. This is a fiscal year credit.

**Program Cap:** Cumulative \$ \_\_\_\_\_ (remainder of cumulative cap) \$ \_\_\_\_\_ Annual \$25 million None \_\_\_\_\_

**Explanation of cap:**  
 DED shall limit the monetary amount of qualified equity investments to a level necessary to limit tax credit utilization to no more than \$15M of tax credits in any fiscal year. Effective June 4, 2009 the cap increased to \$25M.

**Explanation of Expiration of Authority:** Following FY2010, no equity investments shall be made unless program shall be reauthorized. This program automatically sunsets 6 years after the effective date of 9/4/2007 unless reauthorized.

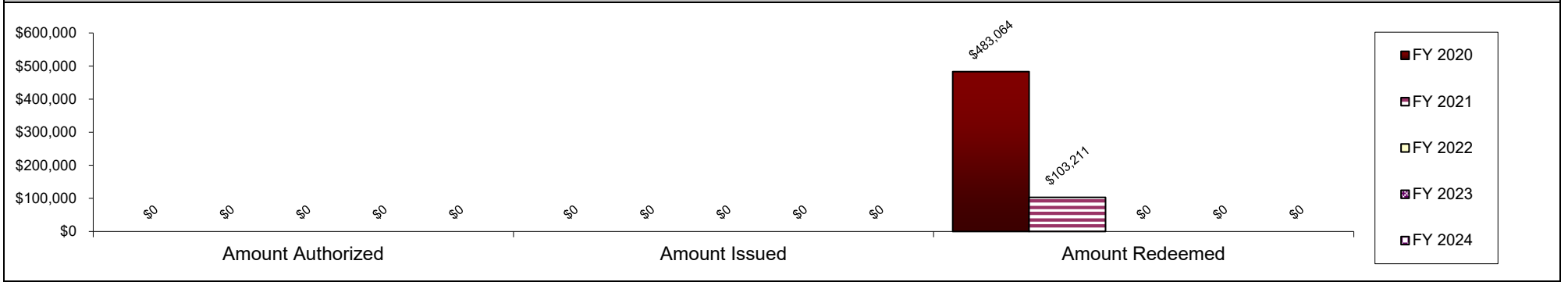
**Specific Provisions:** (if applicable)  
 Carry forward  5 years  Carry Back  n/a  Refundable  No  Sellable/Assignable  No  Additional Federal Deductions Available  No

**Comments on Specific Provisions:**

|                           | FY 2020 ACTUAL | FY 2021 ACTUAL | FY 2022 ACTUAL | FY 2023 (year to date) | FY 2023 (Full Year) | FY 2024 (Budget Year) |
|---------------------------|----------------|----------------|----------------|------------------------|---------------------|-----------------------|
| Certificates Issued (#)   | 0              | 0              | 0              | 0                      | 0                   | 0                     |
| Projects/Participants (#) | 0              | 0              | 0              | 0                      | 0                   | 0                     |
| Amount Authorized         | \$0            | \$0            | \$0            | \$0                    | \$0                 | \$0                   |
| Amount Issued             | \$0            | \$0            | \$0            | \$0                    | \$0                 | \$0                   |
| Amount Redeemed           | \$483,064      | \$103,211      | \$0            | \$0                    | \$0                 | \$0                   |

|                                 |     |   |     |
|---------------------------------|-----|---|-----|
| FY 2022 EST. Amount Outstanding | \$0 | FY 2022 EST. Amount Authorized but Unissued | \$0 |
|---------------------------------|-----|---|-----|

### HISTORICAL AND PROJECTED INFORMATION



**Comments on Historical and Projected Information:** This program was sunset in 2010 and the last remaining issuances were made in FY 2017. No further authorizations or issuance will be made.

**TAX CREDIT ANALYSIS**

**Program Name:** New Markets Tax Credit (NMTC)

**BENEFIT: COST ANALYSIS (includes only state revenue impacts)**

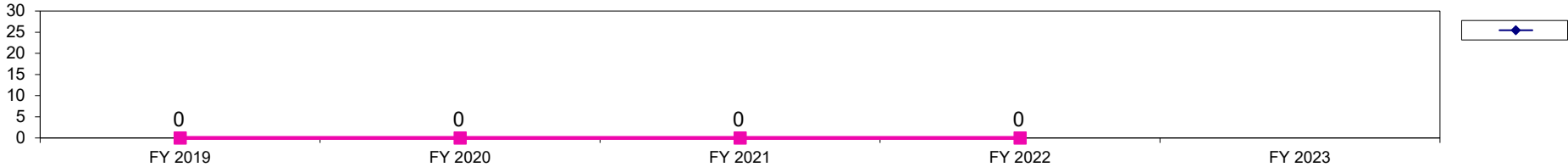
|                          | FY 2022<br>ACTIVITY | Other Fiscal Period<br>(indicated time period) |
|--------------------------|---------------------|--|
| <b>BENEFITS</b>          |                     |  |
| Direct Fiscal Benefits   |                     |  |
| Indirect Fiscal Benefits |                     |  |
| <b>Total</b>             | \$0                 | \$0  |
| <b>COSTS</b>             |                     |  |
| Direct Fiscal Costs      |                     |  |
| Indirect Fiscal Costs    |                     |  |
| <b>Total</b>             | \$0                 | \$0  |
| <b>BENEFIT: COST</b>     | #DIV/0!             | #DIV/0!  |

**Derivation of Benefits:**  
No new authorizations in FY2022.

**Other Benefits:**

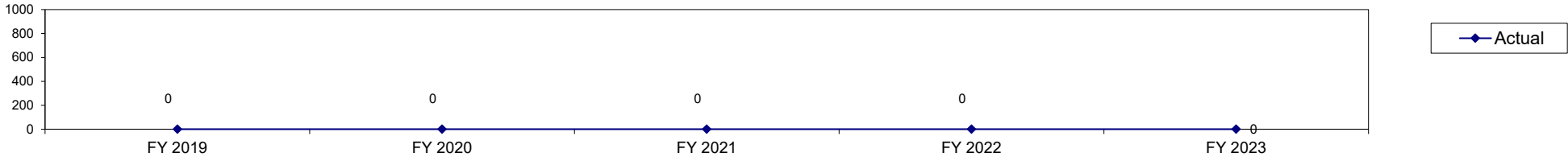
**PERFORMANCE MEASURE(S)**

**Businesses Receiving Investment**



**Comments on Performance Measure:**

**Jobs Created**



**Comments on Performance Measure:**



## TAX CREDIT ANALYSIS

|   |   |                           |
|---|---|---------------------------|
| <b>Program Name:</b> Neighborhood Preservation Tax Credit (NPA) |   |                           |
| <b>Department:</b> Economic Development                         | <b>Contact Name &amp; No.:</b> Cathy Wade (573) 522-8006  | <b>Date:</b> January 2023 |
| <b>Program Category:</b> Housing                                | <b>Type:</b> Tax Credit <input checked="" type="checkbox"/> Other (specify) _____   |                           |
| <b>Statutory Authority:</b> Sections 135.475-135.487, RSMo      | <b>Applicable Taxes:</b> Income Tax; Corporate Franchise Tax; Bank Tax; Insurance Premium Tax; Other financial institutions tax |                           |

**Date of Origin:** 1999

**Program Description and Eligibility Requirements:**  
 Provide an incentive for homeowners in certain lower income areas to rehabilitate their home, or incentive for "in-fill" new construction of owner-occupied housing. Geographic eligibility restrictions; age of home restrictions; must be residence intended for owner-occupancy.

**Explanation of How Award is Computed:** Entitlement  Yes  Discretionary  No  
 Tax Credit of 25% - 35% of eligible renovation costs, or 15% of new construction. This is a calendar year program.

**Program Cap:** Cumulative \$ \_\_\_\_\_ (remainder of cumulative cap) \$ \_\_\_\_\_ Annual \$16 million  None \_\_\_\_\_

**Explanation of cap:**  
 \$8M for eligible areas; \$8M for qualifying areas (as defined by law). Credits are awarded on a first-come first-served basis by utilizing a lottery system.

**Explanation of Expiration of Authority:**

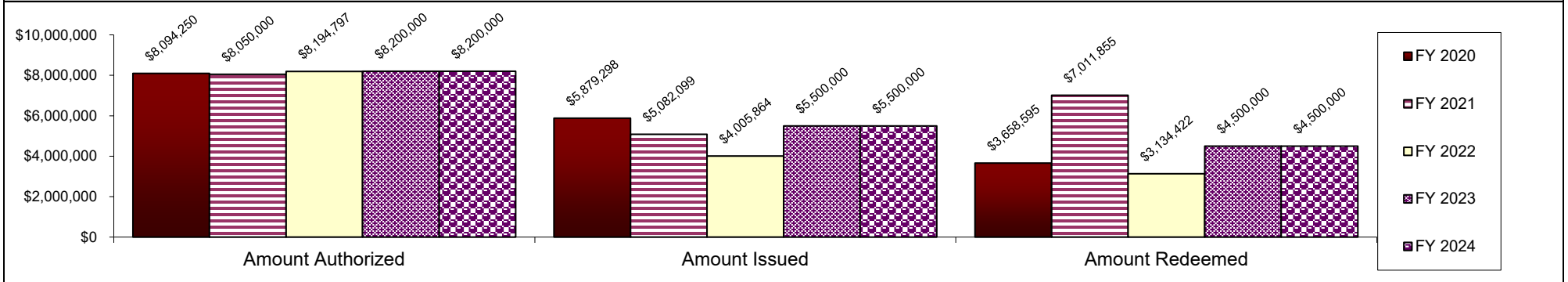
**Specific Provisions:** (if applicable)  
 Carry forward  5 years  Carry Back  3 years  Refundable  No  Sellable/Assignable  Yes  Additional Federal Deductions Available  No

**Comments on Specific Provisions:**

|                           | FY 2020 ACTUAL | FY 2021 ACTUAL | FY 2022 ACTUAL | FY 2023 (year to date) | FY 2023 (Full Year) | FY 2024 (Budget Year) |
|---------------------------|----------------|----------------|----------------|------------------------|---------------------|-----------------------|
| Certificates Issued (#)   | 95             | 119            | 164            | 1                      | 110                 | 110                   |
| Projects/Participants (#) | 95             | 119            | 164            | 1                      | 110                 | 110                   |
| Amount Authorized         | \$8,094,250    | \$8,050,000    | \$8,194,797    | \$0                    | \$8,200,000         | \$8,200,000           |
| Amount Issued             | \$5,879,298    | \$5,082,099    | \$4,005,864    | \$2,393,128            | \$5,500,000         | \$5,500,000           |
| Amount Redeemed           | \$3,658,595    | \$7,011,855    | \$3,134,422    | \$3,449,987            | \$4,500,000         | \$4,500,000           |

|                                 |             |   |              |
|---------------------------------|-------------|---|--------------|
| FY 2022 EST. Amount Outstanding | \$6,472,542 | FY 2022 EST. Amount Authorized but Unissued | \$73,140,025 |
|---------------------------------|-------------|---|--------------|

### HISTORICAL AND PROJECTED INFORMATION



**Comments on Historical and Projected Information:** Projected information for Authorized, Issued, and Redeemed amounts is based on 3 year average.

## TAX CREDIT ANALYSIS

**Program Name:** Neighborhood Preservation Tax Credit (NPA)

### BENEFIT: COST ANALYSIS (includes only state revenue impacts)

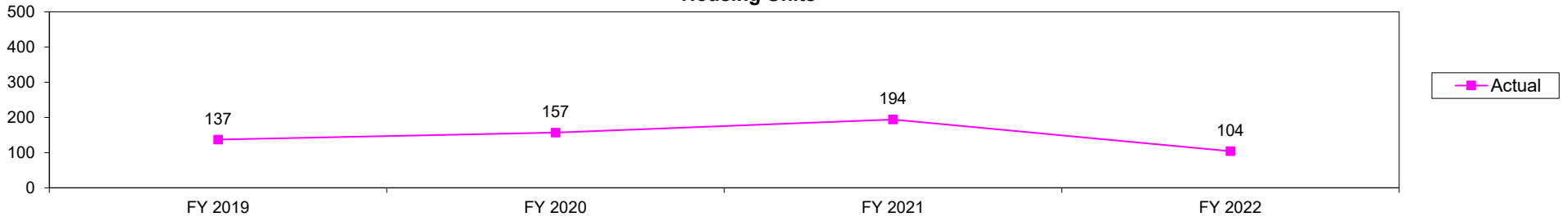
|                          | FY 2022<br>ACTIVITY | Other Fiscal Period<br>(5 years) |  |
|--------------------------|---------------------|----------------------------------|--|
| <b>BENEFITS</b>          |                     |                                  | <b>Derivation of Benefits:</b><br>Investment: (a) \$27,912,007 in Residential Investment spending over years 2021-2022.<br>Employment: (a) N/A<br>Other Assumptions: (a) N/A<br>Incentives/Credits: (a) \$8,050,000 in Neighborhood Preservation Act tax credits in 2022.<br>Impacts occur Statewide. All Values in Constant Dollars. Assumptions provided by DED. Estimated using REMI.<br>The multi-year fiscal Benefit-Cost Ratio is 0.12 when other program incentives (Historic Preservation) are included. |
| Direct Fiscal Benefits   | \$472,911           | \$824,313                        |  |
| Indirect Fiscal Benefits | \$123,153           | \$214,664                        |  |
| <b>Total</b>             | <b>\$596,064</b>    | <b>\$1,038,977</b>               |  |
| <b>COSTS</b>             |                     |                                  |  |
| Direct Fiscal Costs      | \$8,194,797         | \$8,194,797                      |  |
| Indirect Fiscal Costs    | \$0                 | \$0                              |  |
| <b>Total</b>             | <b>\$8,194,797</b>  | <b>\$8,194,797</b>               |  |
| <b>BENEFIT: COST</b>     | <b>0.07</b>         | <b>0.13</b>                      |  |

**Other Benefits:**

| In FY-2022, every dollar of auth. program tax credits returns | Over 5 YEARS, every dollar of auth. program tax credits returns |
|---|---|
| \$1.11 in new personal income totaling \$9.13 million         | \$1.45 in new personal income totaling \$11.89 million          |
| \$1.86 in new value-added/GSP totalin \$15.28 million         | \$2.14 in new value-added/GSP totalin \$17.51 million           |
| \$3.24 in new economic output totaling \$26.57 million        | \$3.71 in new economic output totaling \$30.43 million          |

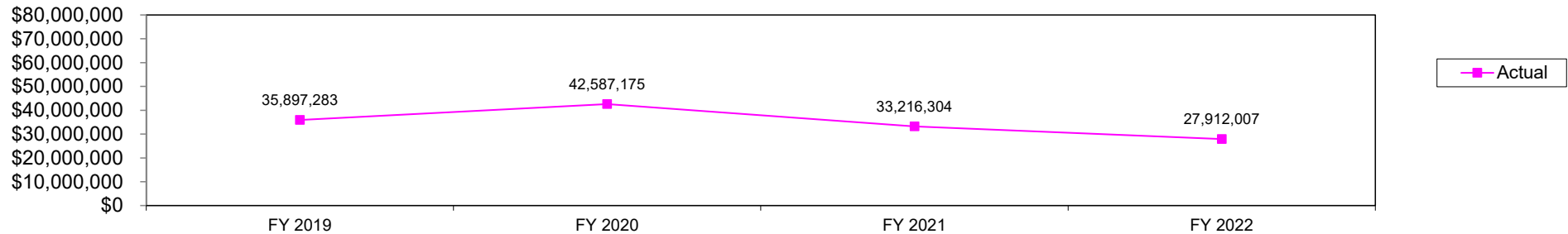
### PERFORMANCE MEASURES

#### Housing Units



**Comments on Performance Measure:** Numbers are captured from projects that were closed out this fiscal year.

#### Amount Leveraged



**Comments on Performance Measure:** Numbers are captured from projects that were closed out this fiscal year.

**TAX CREDIT ANALYSIS**

**Program Name:** Qualified Research Tax Credit Program (QRE)

**Department:** Economic Development      **Contact Name & No.:** Kristen Kersey (573) 751-3713      **Date:** January 2023

**Program Category:** Business Recruitment      **Type:** Tax Credit  Other (specify) \_\_\_\_\_

**Statutory Authority:** Section 620.1039, RSMo      **Applicable Taxes:** State, corporate and individual income tax, financial institutions tax

**Date of Origin:** August 28, 2022

**Program Description and Eligibility Requirements:**  
Any individual, partnership or corporation conducting qualified research in the state is eligible. Taxpayer must have incurred qualified research expenditures in Missouri on or after January 1, 2023.

**Explanation of How Award is Computed:**      **Entitlement**  Yes      **Discretionary**  No  
Applicants may receive the greater of: (a) 15% of the taxpayer's additional qualified research expenses; or (b) If such qualified research expenses relate to research conducted in conjunction with a public or private college or university located in this state, 20% of the taxpayer's additional qualified research expenses. No tax credit shall be allowed for any portion of qualified research expenses that exceed 200% of the taxpayer's average qualified research expenses incurred during the 3 immediately preceding tax years.

**Program Cap:** Cumulative \$ \_\_\_\_\_ (remainder of cumulative cap) \$ \_\_\_\_\_ Annual \$10 Million \_\_\_\_\_ None \_\_\_\_\_

**Explanation of cap:**  
\$5 million of the \$10 million shall be reserved for minority business enterprises, women's business enterprises, and small businesses. Any reserved amount not issued or awarded to a minority business enterprise, women's business enterprise, or small business by November 1 of the tax year may be issued to any taxpayer otherwise eligible for a tax credit.

**Explanation of Expiration of Authority:**  
The provisions of the program authorized under this section shall automatically sunset December 31, 2028, 6 years after the effective date.

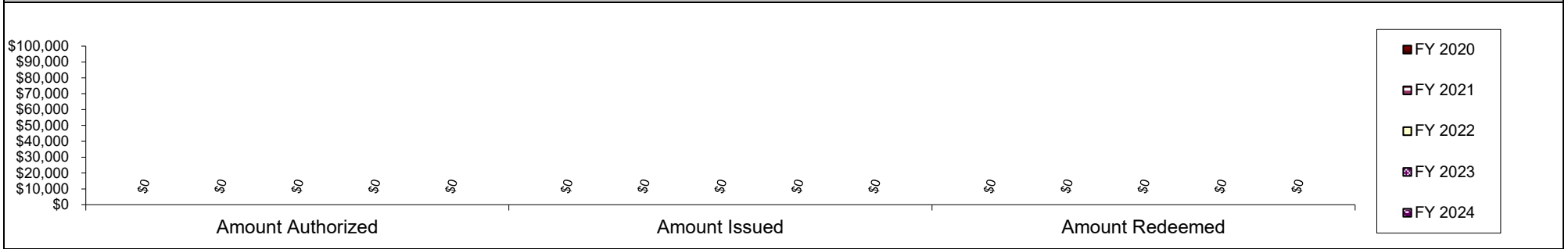
**Specific Provisions:** (if applicable)  
Carry forward  Choose # \_\_\_\_\_ Carry Back  n/a      Refundable  No      Sellable/Assignable  Yes      Additional Federal Deductions Available  No

**Comments on Specific Provisions:**  
For all tax years beginning on or after January 1, 2023, where the amount of the credit exceeds the tax liability, the difference between the credit and the tax liability may only be carried forward for the next twelve succeeding tax years or until the full credit has been claimed, whichever occurs first.

|                           | FY 2020 ACTUAL | FY 2021 ACTUAL | FY 2022 ACTUAL | FY 2023 (year to date) | FY 2023 (Full Year) | FY 2024 (Budget Year) |
|---------------------------|----------------|----------------|----------------|------------------------|---------------------|-----------------------|
| Certificates Issued (#)   | 0              | 0              | 0              | 0                      | 0                   | 0                     |
| Projects/Participants (#) | 0              | 0              | 0              | 0                      | 0                   | 0                     |
| Amount Authorized         | \$0            | \$0            | \$0            | \$0                    | \$0                 | \$0                   |
| Amount Issued             | \$0            | \$0            | \$0            | \$0                    | \$0                 | \$0                   |
| Amount Redeemed           | \$0            | \$0            | \$0            | \$0                    | \$0                 | \$0                   |

FY 2022 EST. Amount Outstanding      \$0      FY 2022 EST. Amount Authorized but Unissued      \$0

**HISTORICAL AND PROJECTED INFORMATION**



**Comments on Historical and Projected Information:**

**TAX CREDIT ANALYSIS**

**Program Name:** Qualified Research Tax Credit Program (QRE)

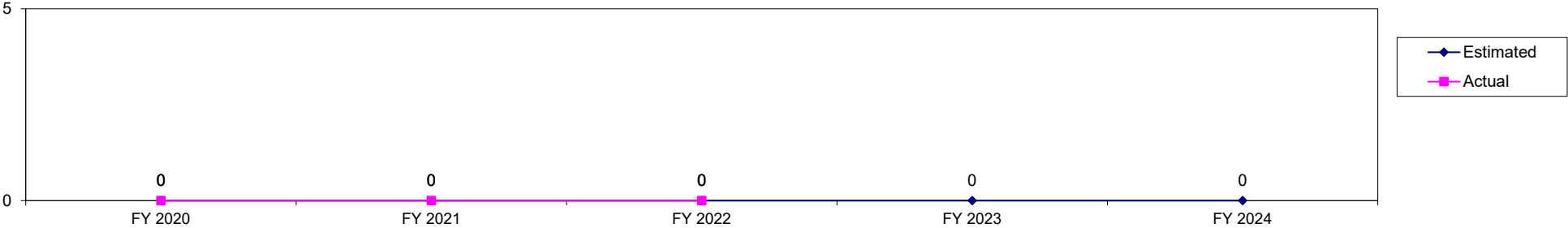
**BENEFIT: COST ANALYSIS (includes only state revenue impacts)**

|                          | FY 2022<br>ACTIVITY | Other Fiscal Period<br>(indicated time period) | Derivation of Benefits:<br>No authorizations for FY2022 |
|--------------------------|---------------------|--|---|
| <b>BENEFITS</b>          |                     |  |   |
| Direct Fiscal Benefits   |                     |  |   |
| Indirect Fiscal Benefits |                     |  |   |
| <b>Total</b>             | \$0                 | \$0  |   |
| <b>COSTS</b>             |                     |  |   |
| Direct Fiscal Costs      |                     |  |   |
| Indirect Fiscal Costs    |                     |  |   |
| <b>Total</b>             | \$0                 | \$0  |   |
| <b>BENEFIT: COST</b>     | <b>#DIV/0!</b>      | <b>#DIV/0!</b>                                 |   |

**Other Benefits:**

**PERFORMANCE MEASURE(S)**

**Permanent New Jobs Created**



**Comments on Performance Measure:**

## TAX CREDIT ANALYSIS

|   |   |                           |
|---|---|---------------------------|
| <b>Program Name:</b> Rebuilding Communities (RCC) |   |                           |
| <b>Department:</b> Economic Development           | <b>Contact Name &amp; No.:</b> Kristen Kersey (573) 751-3713  | <b>Date:</b> January 2023 |
| <b>Program Category:</b> Business Recruitment     | <b>Type:</b> Tax Credit <input checked="" type="checkbox"/> Other (specify) _____   |                           |
| <b>Statutory Authority:</b> 135.535, RSMo         | <b>Applicable Taxes:</b> Income tax, Corporate franchise tax, Bank tax, Insurance premium tax, Other financial institutions tax |                           |

**Date of Origin:** 1997

**Program Description and Eligibility Requirements:**  
 Provides a tax credit for eligible businesses locating, relocating or expanding within a distressed community. A business must have fewer than 100 full-time employees, 75% of which must be located in the distressed community, and be primarily engaged in manufacturing, biomedical, medical devices, scientific research, animal research, computer software design or development, computer programming, including Internet, web hosting, and other information technology, wireless or wired or other telecommunications or a professional firm.

**Explanation of How Award is Computed:** Entitlement  Yes  Discretionary  No  
 The tax credit is equal to either 40% or 25% of eligible equipment purchases, depending on whether the business is new or existing, or 40% of state income taxes due. A 1.5% employee tax credit is also available to businesses who receive one of the 40% credits and is based on an employee's gross salary. The 40% income tax credit is limited to \$125,000 per year for three years. The 40% and 25% equipment credits are limited to \$75,000 per year for four years.

**Program Cap:** Cumulative \$ \_\_\_\_\_ (remainder of cumulative cap) \$ \_\_\_\_\_ Annual \$ 8 million \_\_\_\_\_ None

**Explanation of cap:** Total credits issued under this program may not exceed \$8 million per year. The 25% equipment credits are further limited to \$750,000 per year. (Note that 620.1881, RSMo - the Missouri Quality Jobs Act - reduced the cap from \$10 million to \$8 million).

**Explanation of Expiration of Authority:**

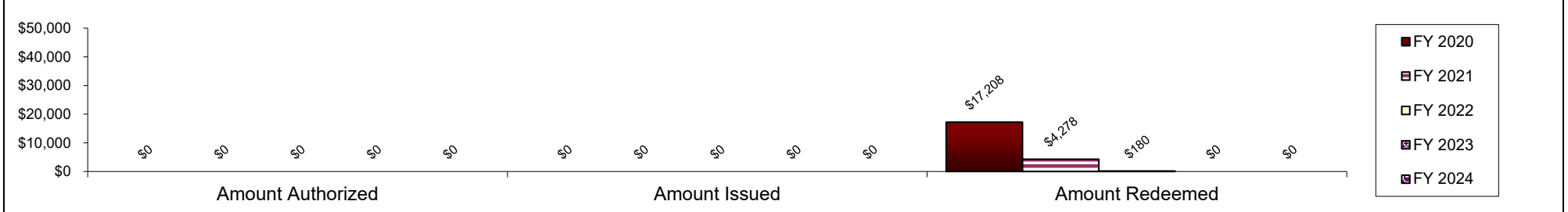
**Specific Provisions:** (if applicable)  
 Carry forward  5 years  Carry Back  3 years  Refundable  No  Sellable/Assignable  Yes  Additional Federal Deductions Available  No

**Comments on Specific Provisions:** The 1.5% employee credits are sellable/assignable only.

|                           | FY 2020 ACTUAL | FY 2021 ACTUAL | FY 2022 ACTUAL | FY 2023 (year to date) | FY 2023 (Full Year) | FY 2024 (Budget Year) |
|---------------------------|----------------|----------------|----------------|------------------------|---------------------|-----------------------|
| Certificates Issued (#)   | 0              | 0              | 0              | 0                      | 0                   | 0                     |
| Projects/Participants (#) | 0              | 0              | 0              | 0                      | 0                   | 0                     |
| Amount Authorized         | \$0            | \$0            | \$0            | \$0                    | \$0                 | \$0                   |
| Amount Issued             | \$0            | \$0            | \$0            | \$0                    | \$0                 | \$0                   |
| Amount Redeemed           | \$17,208       | \$4,278        | \$180          | \$0                    | \$0                 | \$0                   |

FY 2022 EST. Amount Outstanding \$0      FY 2022 EST. Amount Authorized but Unissued \$0

### HISTORICAL AND PROJECTED INFORMATION



**Comments on Historical and Projected Information:**

**TAX CREDIT ANALYSIS**

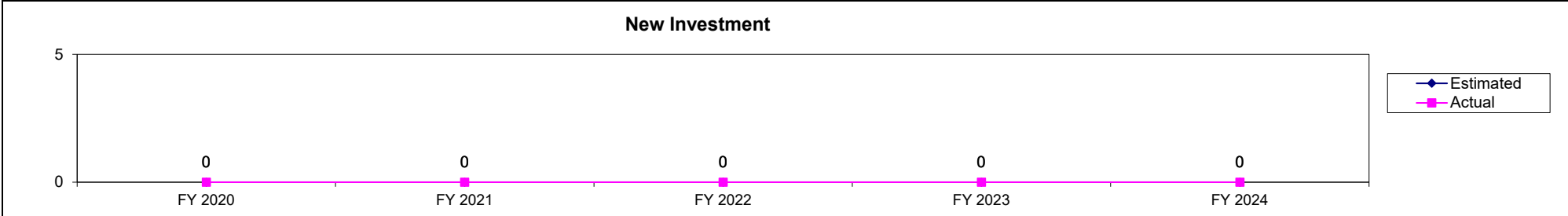
**Program Name:** Rebuilding Communities (RCC)

**BENEFIT: COST ANALYSIS (includes only state revenue impacts)**

|                          | FY 2022<br>ACTIVITY | Other Fiscal Period<br>(indicated time period) | Derivation of Benefits:<br><br>No new authorizations in FY2022. |
|--------------------------|---------------------|--|---|
| <b>BENEFITS</b>          |                     |  |   |
| Direct Fiscal Benefits   |                     |  |   |
| Indirect Fiscal Benefits |                     |  |   |
| <b>Total</b>             | \$0                 | \$0  |   |
| <b>COSTS</b>             |                     |  |   |
| Direct Fiscal Costs      |                     |  |   |
| Indirect Fiscal Costs    |                     |  |   |
| <b>Total</b>             | \$0                 | \$0  |   |
| <b>BENEFIT: COST</b>     | <b>#DIV/0!</b>      | <b>#DIV/0!</b>                                 |   |

**Other Benefits:**

**PERFORMANCE MEASURE(S)**



**Comments on Performance Measure:** Program has sunset. No new investments accepted for the tax credits.

## TAX CREDIT ANALYSIS

|  |   |                           |
|--|---|---------------------------|
| <b>Program Name:</b> Small Business Incubator Tax Credit Program |   |                           |
| <b>Department:</b> Economic Development                          | <b>Contact Name &amp; No.:</b> Daniel Epler (573) 751-5798  | <b>Date:</b> January 2023 |
| <b>Program Category:</b> Entrepreneurial                         | <b>Type:</b> Tax Credit <input checked="" type="checkbox"/> Other (specify) _____   |                           |
| <b>Statutory Authority:</b> 620.495, RSMo                        | <b>Applicable Taxes:</b> Income tax, Corporate franchise tax, Bank tax, Insurance premium tax, and other financial institutions tax |                           |

**Date of Origin:** 1989

**Program Description and Eligibility Requirements:**  
 A taxpayer who makes a contribution to an approved small business incubator sponsor or fund can claim a state tax credit for a percentage of such contribution.

**Explanation of How Award is Computed:** Entitlement  No  Discretionary  Yes   
 The tax credit is equal to 50% of the contribution.

**Program Cap:** Cumulative \$ \_\_\_\_\_ (remainder of cumulative cap) \$ \_\_\_\_\_ Annual \$500,000 None  
**Explanation of Cap:** The \$500,000 annual cap is allocated each calendar year to approved incubators requesting funds based on need, competition and the appropriate use of contributions.

**Explanation of Expiration of Authority:**

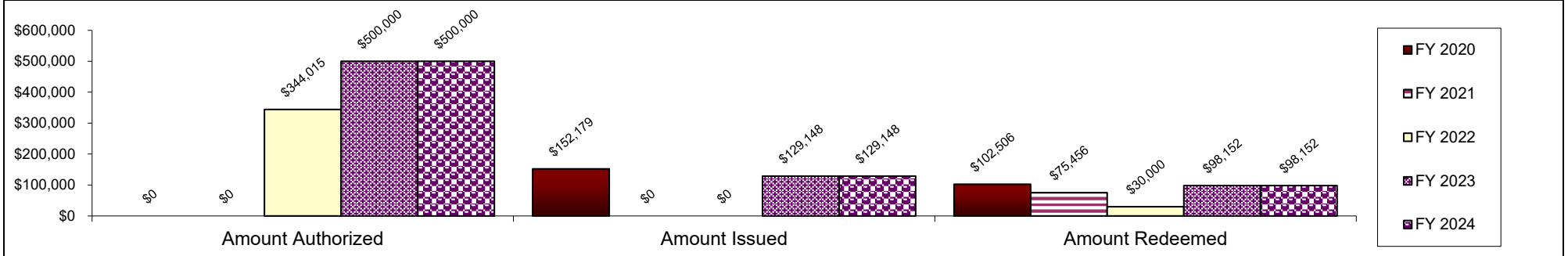
**Specific Provisions:** (if applicable)  
 Carry forward  5 years  Carry Back  n/a  Refundable  No  Sellable/Assignable  Yes  Additional Federal Deductions Available  No

**Comments on Specific Provisions:** 75 percent of par value.

|                           | FY 2020 ACTUAL | FY 2021 ACTUAL | FY 2022 ACTUAL | FY 2023 (year to date) | FY 2023 (Full Year) | FY 2024 (Budget Year) |
|---------------------------|----------------|----------------|----------------|------------------------|---------------------|-----------------------|
| Certificates Issued (#)   | 30             | 0              | 0              | 0                      | 38                  | 38                    |
| Projects/Participants (#) | 0              | 0              | 4              | 0                      | 8                   | 8                     |
| Amount Authorized         | \$0            | \$0            | \$344,015      | \$0                    | \$500,000           | \$500,000             |
| Amount Issued             | \$152,179      | \$0            | \$0            | \$0                    | \$129,148           | \$129,148             |
| Amount Redeemed           | \$102,506      | \$75,456       | \$30,000       | \$13,177               | \$98,152            | \$98,152              |

|                                 |          |   |             |
|---------------------------------|----------|---|-------------|
| FY 2022 EST. Amount Outstanding | \$87,491 | FY 2022 EST. Amount Authorized but Unissued | \$3,209,729 |
|---------------------------------|----------|---|-------------|

### HISTORICAL AND PROJECTED INFORMATION



**Comments on Historical and Projected Information:** Projections cannot be based on previous year averages because no credits were authorized or issued in FY21 (no authorizations in FY2020 either) due to the COVID pandemic. Redemption projections in particular will be decreased.

## TAX CREDIT ANALYSIS

**Program Name:** Small Business Incubator Tax Credit Program

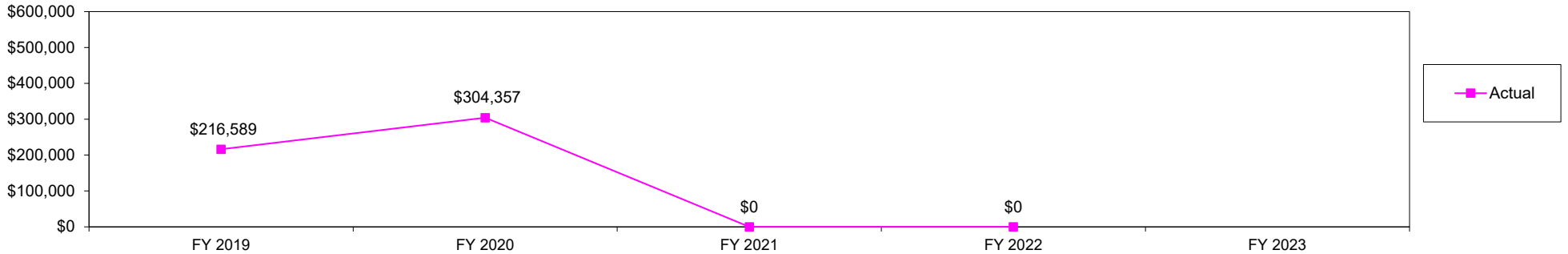
### BENEFIT: COST ANALYSIS (includes only state revenue impacts)

|                          | FY 2022<br>ACTIVITY | Other Fiscal Period<br>(10 years) | Derivation of Benefits:   |
|--------------------------|---------------------|-----------------------------------|---|
| <b>BENEFITS</b>          |                     |                                   | Investment: (a) \$1,941,900 in Nonresidential investment spending in 2022 (b) \$308,977 in Durable Equipment spending in 2022.<br>Employment: (a) 19 jobs in Prof./Tech. Services at average wage rates in 2022-2031.<br>Incentives/Credits: (a) \$344,015 in Business Incubator tax credits over years 2022-2031.<br>Impacts occur Statewide. All Values in Constant Dollars. Assumptions provided by DED. Estimated using REMI.<br>Analysis did not include Nonresidential investment spending in prior years. It is included in this year's analysis and will continue to be included in analyses going forward. |
| Direct Fiscal Benefits   | \$97,107            | \$522,728                         |   |
| Indirect Fiscal Benefits | \$123,863           | \$666,756                         |   |
| <b>Total</b>             | <b>\$220,970</b>    | <b>\$1,189,484</b>                |   |
| <b>COSTS</b>             |                     |                                   |   |
| Direct Fiscal Costs      | \$57,336            | \$327,439                         |   |
| Indirect Fiscal Costs    |                     |                                   |   |
| <b>Total</b>             | <b>\$57,336</b>     | <b>\$327,439</b>                  |   |
| <b>BENEFIT: COST</b>     | <b>3.85</b>         | <b>3.63</b>                       |   |

**Other Benefits:**

### PERFORMANCE MEASURE(S)

**Amount of Private Investment**



**Comments on Performance Measure:**



## TAX CREDIT ANALYSIS

|   |   |                           |
|---|---|---------------------------|
| <b>Program Name:</b> Wine Producers and Grape Growers |   |                           |
| <b>Department:</b> Economic Development               | <b>Contact Name &amp; No.:</b> Kristen Kersey (573) 751-3713                      | <b>Date:</b> January 2023 |
| <b>Program Category:</b> Agricultural                 | <b>Type:</b> Tax Credit <input checked="" type="checkbox"/> Other (specify) _____ |                           |
| <b>Statutory Authority:</b> 135.700, RSMo             | <b>Applicable Taxes:</b> Income Tax   |                           |
| <b>Date of Origin:</b> 1998                           |   |                           |

**Program Description and Eligibility Requirements:**  
 Any grape grower or wine producer within the state can claim an income tax credit for a percentage of the purchase price of all new equipment and materials used directly in growing grapes or producing wine within the state. Taxpayers may apply annually for up to five years.

**Explanation of How Award is Computed:** Entitlement  Yes  Discretionary  No   
 The tax credit is equal to 25% of the purchase price of all new equipment and materials used directly in growing grapes or producing wine.

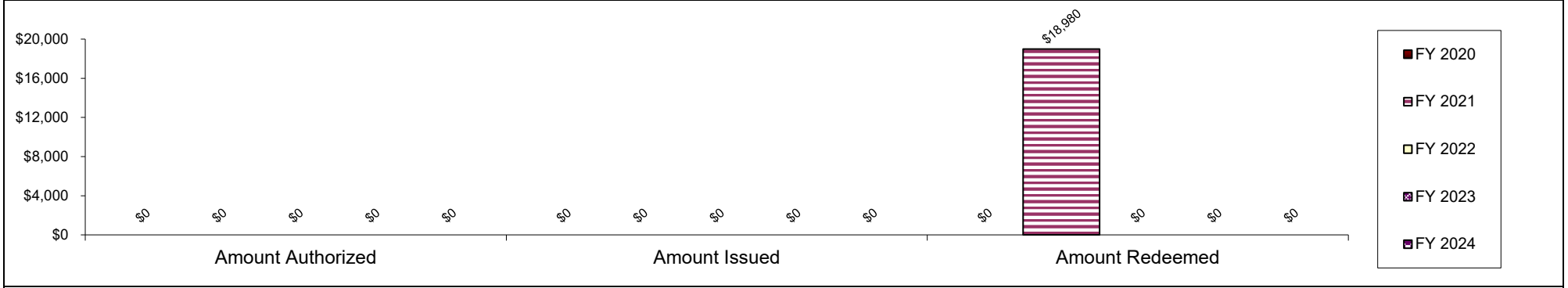
**Program Cap:** Cumulative \$ \_\_\_\_\_ (remainder of cumulative cap) \$ \_\_\_\_\_ Annual \$ \_\_\_\_\_ None    
**Explanation of cap:**  
 There is no cap on this program.

**Explanation of Expiration of Authority:**  
**Specific Provisions:** (if applicable)  
 Carry forward  n/a  Carry Back  n/a  Refundable  No  Sellable/Assignable  No  Additional Federal Deductions Available  No   
**Comments on Specific Provisions:**

|                           | FY 2020 ACTUAL | FY 2021 ACTUAL | FY 2022 ACTUAL | FY 2023 (year to date) | FY 2023 (Full Year) | FY 2024 (Budget Year) |
|---------------------------|----------------|----------------|----------------|------------------------|---------------------|-----------------------|
| Certificates Issued (#)   | 0              | 0              | 0              | 0                      | 0                   | 0                     |
| Projects/Participants (#) | 0              | 0              | 0              | 0                      | 0                   | 0                     |
| Amount Authorized         | \$0            | \$0            | \$0            | \$0                    | \$0                 | \$0                   |
| Amount Issued             | \$0            | \$0            | \$0            | \$0                    | \$0                 | \$0                   |
| Amount Redeemed           | \$0            | \$18,980       | \$0            | \$0                    | \$0                 | \$0                   |

|                                     |   |
|-------------------------------------|---|
| FY 2022 EST. Amount Outstanding \$0 | FY 2022 EST. Amount Authorized but Unissued \$0 |
|-------------------------------------|---|

### HISTORICAL AND PROJECTED INFORMATION



**Comments on Historical and Projected Information:** In FY2020, FY2021 and FY2022 the estimates were not approved by the House Budget Committee in tax credit hearings.

**TAX CREDIT ANALYSIS**

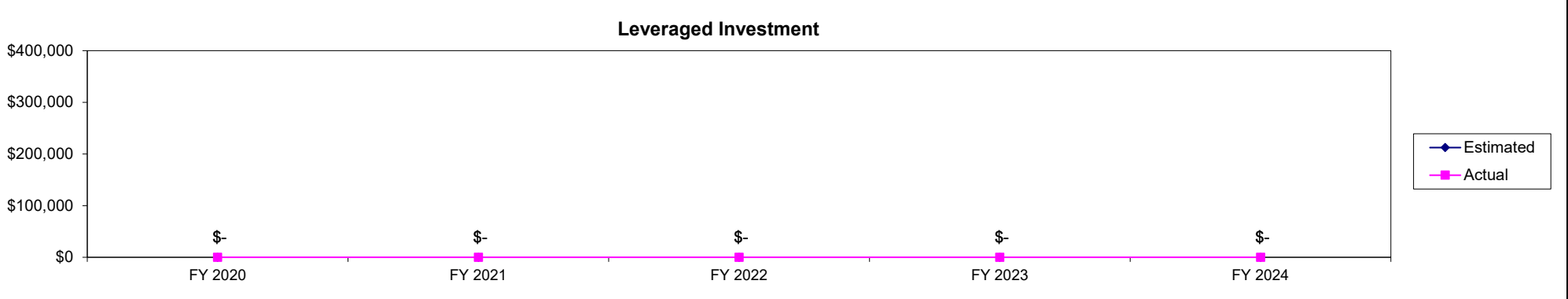
**Program Name:** Wine Producers and Grape Growers

**BENEFIT: COST ANALYSIS (includes only state revenue impacts)**

|                          | FY 2022<br>ACTIVITY | Other Fiscal Period<br>(indicated time period) | Derivation of Benefits:<br><br>No new authorizations in FY2022. |
|--------------------------|---------------------|--|---|
| <b>BENEFITS</b>          |                     |  |   |
| Direct Fiscal Benefits   | \$0                 | \$0  |   |
| Indirect Fiscal Benefits | \$0                 | \$0  |   |
| <b>Total</b>             | \$0                 | \$0  |   |
| <b>COSTS</b>             |                     |  |   |
| Direct Fiscal Costs      | \$0                 | \$0  |   |
| Indirect Fiscal Costs    | \$0                 | \$0  |   |
| <b>Total</b>             | \$0                 | \$0  |   |
| <b>BENEFIT: COST</b>     | <b>#DIV/0!</b>      | <b>#DIV/0!</b>                                 |   |

**Other Benefits:**

**PERFORMANCE MEASURE(S)**



**Comments on Performance Measure:**

## TAX CREDIT ANALYSIS

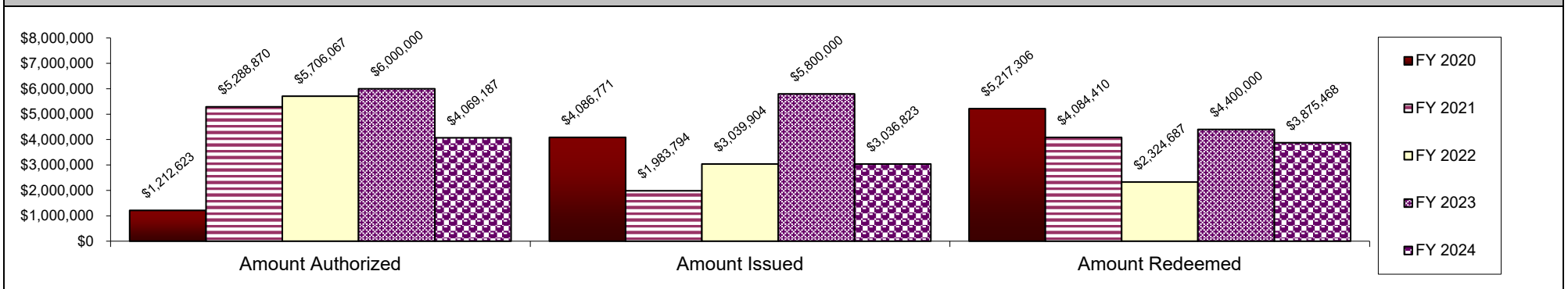
### TAX CREDIT ANALYSIS, FY 2024 BUDGET SUBMISSION

|  |  |
|--|--|
| <b>Program Name:</b> Youth Opportunities Program (YOP)   |  |
| <b>Department:</b> Economic Development  | <b>Contact Name &amp; No.:</b> Daniel Epler (573) 751-5798   |
| <b>Program Category:</b> Domestic and Social   | <b>Type:</b> Tax Credit <input checked="" type="checkbox"/> Other (specify) _____  |
| <b>Statutory Authority:</b> 135.460 and 620.1100-620.1103, RSMo  | <b>Applicable Taxes:</b> Corporate franchise tax, Bank tax, Insurance premium tax, Other financial institutions tax, Express companies tax |
| <b>Date of Origin:</b> 1995  |  |
| <b>Program Description and Eligibility Requirements:</b><br>This is a contribution tax credit program which broadens and strengthens opportunities for positive development and participation in community life for youth and discourages criminal and violent behavior. Individuals, businesses and corporations having tax liability in Missouri are eligible to receive tax credits for qualified donations to approved YOP projects. |  |
| <b>Explanation of How Award is Computed:</b> Entitlement <input type="checkbox"/> No <input type="checkbox"/> Discretionary <input type="checkbox"/> Yes <input type="checkbox"/><br>Credits are awarded on an open cycle and are awarded at 50% of the approved project budget.   |  |
| <b>Program Cap:</b> Cumulative \$ _____ (remainder of cumulative cap) \$ _____ Annual \$ <u>6 million</u> None _____   |  |
| <b>Explanation of cap:</b><br>The cap is on a calendar year. The numbers below are reported on a fiscal year.  |  |
| <b>Explanation of Expiration of Authority:</b>   |  |
| <b>Specific Provisions:</b> (if applicable)<br>Carry forward <input type="checkbox"/> 5 years <input type="checkbox"/> Carry Back <input type="checkbox"/> n/a <input type="checkbox"/> Refundable <input type="checkbox"/> No <input type="checkbox"/> Sellable/Assignable <input type="checkbox"/> No <input type="checkbox"/> Additional Federal Deductions Available <input type="checkbox"/> No <input type="checkbox"/>            |  |
| <b>Comments on Specific Provisions:</b>  |  |

|                           | FY 2020 ACTUAL | FY 2021 ACTUAL | FY 2022 ACTUAL | FY 2023 (year to date) | FY 2023 (Full Year) | FY 2024 (Budget Year) |
|---------------------------|----------------|----------------|----------------|------------------------|---------------------|-----------------------|
| Certificates Issued (#)   | 1,511          | 760            | 974            | 506                    | 2,117               | 1,082                 |
| Projects/Participants (#) | 7              | 33             | 36             | 1                      | 34                  | 25                    |
| Amount Authorized         | \$1,212,623    | \$5,288,870    | \$5,706,067    | \$184,575              | \$6,000,000         | \$4,069,187           |
| Amount Issued             | \$4,086,771    | \$1,983,794    | \$3,039,904    | \$1,285,126            | \$5,800,000         | \$3,036,823           |
| Amount Redeemed           | \$5,217,306    | \$4,084,410    | \$2,324,687    | \$1,256,146            | \$4,400,000         | \$3,875,468           |

|                                 |             |   |             |
|---------------------------------|-------------|---|-------------|
| FY 2022 EST. Amount Outstanding | \$7,777,665 | FY 2022 EST. Amount Authorized but Unissued | \$6,414,990 |
|---------------------------------|-------------|---|-------------|

#### HISTORICAL AND PROJECTED INFORMATION



**Comments on Historical and Projected Information:** Redemption data does not include the \$704 that was offset due to delinquent taxes. Projections cannot be based on previous 3 year averages because CY2020 cycle was suspended due to the COVID pandemic. Redemption projections in particular will be decreased.

## TAX CREDIT ANALYSIS

**Program Name:** Youth Opportunities Program (YOP)

### BENEFIT: COST ANALYSIS (includes only state revenue impacts)

|                          | FY 2022<br>ACTIVITY | Other Fiscal Period<br>(10 years) |  |
|--------------------------|---------------------|-----------------------------------|--|
| <b>BENEFITS</b>          |                     |                                   | <b>Derivation of Benefits:</b><br>Investment: (a) \$2,608,430 in Construction spending in 2022.<br>Employment: N/A<br>Other Assumptions: (a) 1007 HS/GED/Skill Training graduates earning \$2,616,048 in additional annual income over years 2022-2031.<br>Incentives/Credits: (a) \$5,706,067 in Youth Opportunities Program over years 2022-2027.<br>Impacts occur Statewide. All Values in Constant Dollars. Assumptions provided by DED. Estimated using REMI. |
| Direct Fiscal Benefits   | \$61,302            | \$260,606                         |  |
| Indirect Fiscal Benefits | \$138,897           | \$590,475                         |  |
| <b>Total</b>             | <b>\$200,199</b>    | <b>\$851,081</b>                  |  |
| <b>COSTS</b>             |                     |                                   |  |
| Direct Fiscal Costs      | \$951,011           | \$5,431,129                       |  |
| Indirect Fiscal Costs    | \$0                 | \$0                               |  |
| <b>Total</b>             | <b>\$951,011</b>    | <b>\$5,431,129</b>                |  |
| <b>BENEFIT: COST</b>     | <b>0.21</b>         | <b>0.16</b>                       |  |

**Other Benefits:**

**In FY-2022, every dollar of auth. program tax credits returns**

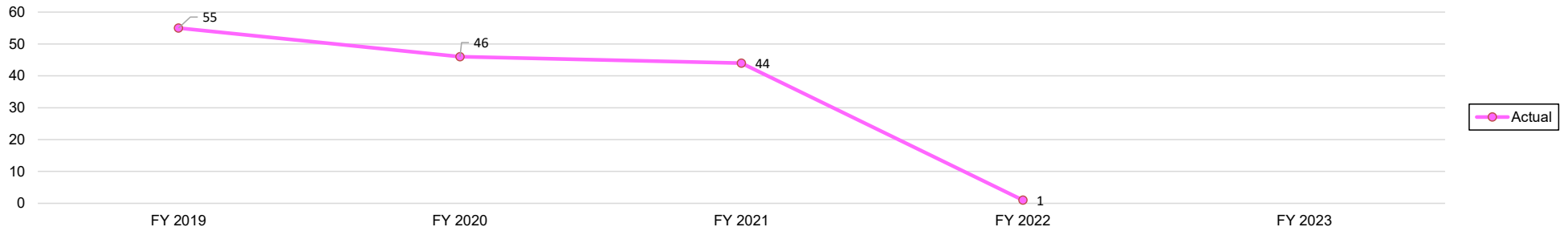
|   |                |
|---|----------------|
| \$13.01 in new personal income totaling | \$6.05 million |
| \$9.96 in new value-added/GSP totaling  | \$4.31 million |
| \$17.55 in new economic output totaling | \$7.55 million |

**Over 10 YEARS, every dollar of auth. program tax credits returns**

|  |                 |
|--|-----------------|
| \$9.12 in new personal income totaling | \$49.52 million |
| \$4.13 in new value-added/GSP totaling | \$22.42 million |
| \$7.00 in new economic output totaling | \$38.01 million |

### PERFORMANCE MEASURE(S)

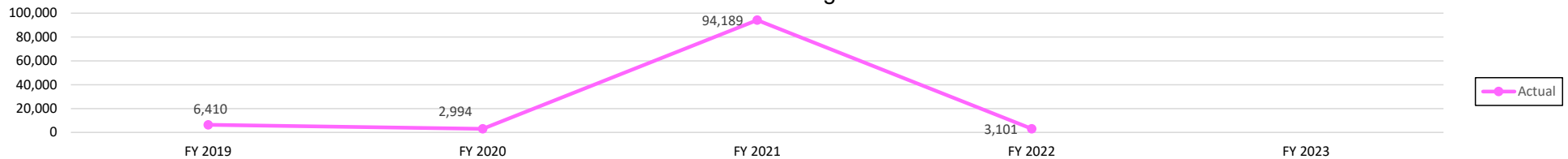
#### Permanent New/Retained Jobs



**Comments on Performance Measure:**

Numbers are dependent on the types of projects that were "Closed" out this fiscal year.

#### Number of Youth Learning Life Skills



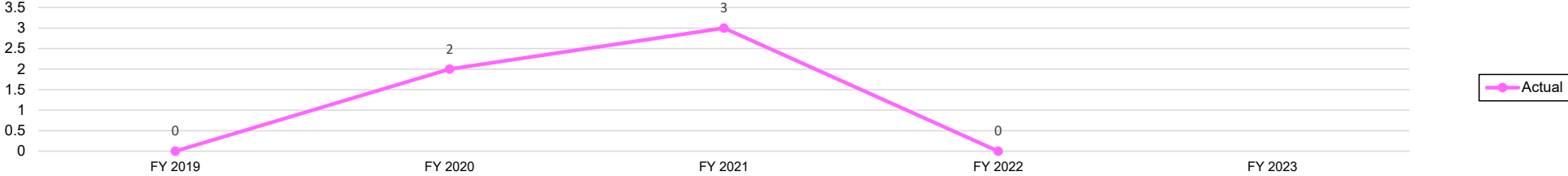
**Comments on Performance Measure:**

Includes individuals earning GEDs, job training and other skills necessary to be come productive citizens. Numbers are dependent on the type of projects that were "Closed" out this fiscal year.

TAX CREDIT ANALYSIS

Program Name: Youth Opportunities Program (YOP)

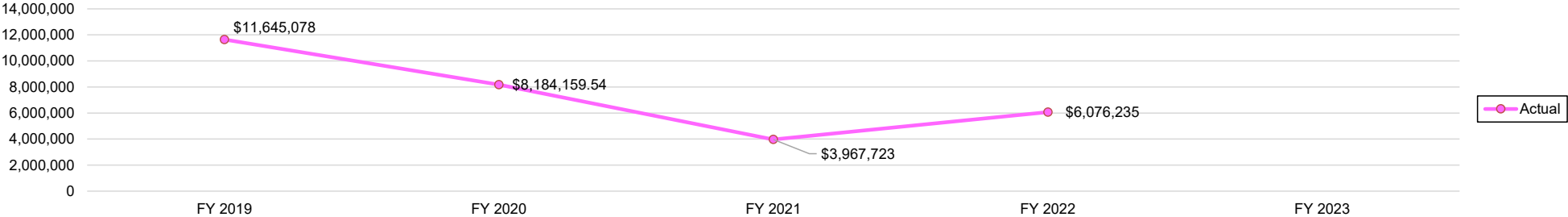
Number of New/Renovated Facilities



Comments on Performance Measure:

Numbers are dependent on the type of projects that were "Closed" out this fiscal year.

Amount of Private Investment



Comments on Performance Measure:

Total Private Contributions going into approved projects.

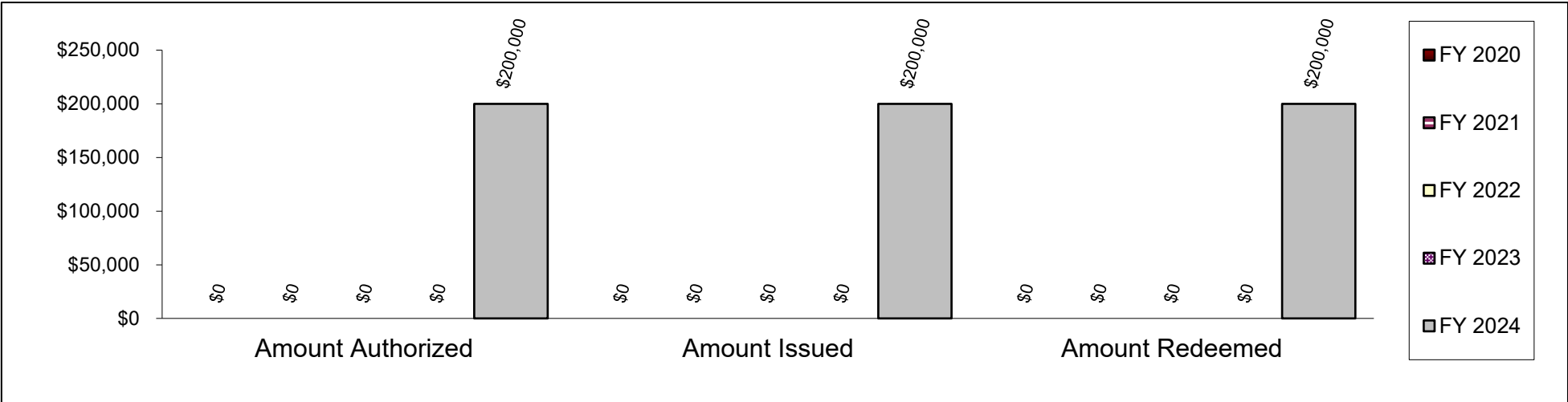
## TAX CREDIT ANALYSIS

|  |                       |  |   |   |                            |  |
|--|-----------------------|--|---|---|----------------------------|--|
| <b>Program Name:</b> Medical Preceptor Tax Credit  |                       |  |   |   |                            |  |
| <b>Department:</b> Health and Senior Services  |                       | <b>Contact Name &amp; No.:</b> Keri Burk, (573) 522-8329 |   |   | <b>Date:</b> 1/26/2023     |  |
| <b>Program Category:</b> Domestic and Social   |                       |  | <b>Type:</b> Tax Credit <input checked="" type="checkbox"/> Other (specify) _____ |   |                            |  |
| <b>Statutory Authority:</b> Section 135.690, RSMo  |                       |  | <b>Applicable Taxes:</b> Chapter 143, excluding withholding taxes                 |   |                            |  |
| <b>Date of Origin:</b> 2022  |                       |  |   |   |                            |  |
| <b>Program Description and Eligibility Requirements:</b><br>Community-based faculty preceptors who serve as the preceptor for a medical student core preceptorship or a physician assistant student core preceptorship shall be allowed a credit. The preceptor shall submit supporting documentation.   |                       |  |   |   |                            |  |
| <b>Explanation of How Award is Computed:</b>   |                       |  |   |   |                            |  |
|  |                       | <b>Entitlement</b>                                       | <input type="checkbox"/> No   | <b>Discretionary</b>                        |                            | <input type="checkbox"/> Yes                           |
| Section 135.690.2(4), RSMo, allows no more than 200 preceptorship tax credits shall be authorized in a calendar year, which are awarded on a first-come, first-served basis. By statute, the credit is an amount equal to \$1,000 for each preceptorship, up to a maximum of \$3,000 a year.   |                       |  |   |   |                            |  |
| <b>Program Cap:</b> Cumulative \$ _____ (remainder of cumulative cap) \$ _____ Annual \$ 200,000 _____ None _____  |                       |  |   |   |                            |  |
| <b>Explanation of cap:</b><br>Section 135.690.2(4) does not allow the tax credit to exceed \$200,000 per year, though subdivision 5 does state that "the department is authorized to exceed the two hundred thousand dollars per year tax credit program cap in any amount not to exceed the amount of funds remaining in the medical preceptor fund". |                       |  |   |   |                            |  |
| Explanation of Expiration of Authority: Section 135.690 does not include a sunset provision.   |                       |  |   |   |                            |  |
| <b>Specific Provisions:</b> (if applicable)  |                       |  |   |   |                            |  |
| Carry forward _____ n/a _____  |                       | Carry Back _____ n/a _____                               |   | Refundable _____ No _____                   |                            | Sellable/ Assignable _____ No _____                    |
|  |                       |  |   |   |                            | Additional Federal Deductions Available _____ No _____ |
| <b>Comments on Specific Provisions:</b>  |                       |  |   |   |                            |  |
|  | <b>FY 2020 ACTUAL</b> | <b>FY 2021 ACTUAL</b>                                    | <b>FY 2022 ACTUAL</b>   | <b>FY 2023 (year to date)</b>               | <b>FY 2023 (Full Year)</b> | <b>FY 2024 (Budget</b>                                 |
| Certificates Issued (#)  | n/a                   | n/a  | n/a   | n/a   | n/a                        | n/a  |
| Projects/Participants (#)  | 0                     | 0  | 0   | 0   | 0                          | 0  |
| Amount Authorized  | n/a                   | n/a  | n/a   | n/a   | n/a                        | \$200,000  |
| Amount Issued  | n/a                   | n/a  | n/a   | n/a   | n/a                        | \$200,000  |
| Amount Redeemed  | \$0                   | \$0  | \$0   | \$0   | \$0                        | \$200,000  |
| FY 2022 EST. Amount Outstanding  |                       | \$0  |   | FY 2022 EST. Amount Authorized but Unissued |                            | \$0  |

# TAX CREDIT ANALYSIS

**Program Name:** Medical Preceptor Tax Credit

## HISTORICAL AND PROJECTED INFORMATION



**Comments on Historical and Projected Information:** The tax credit did not exist in previous fiscal years. The department assumes all \$200,000 of possible credits will be utilized in FY 2024.

## BENEFIT: COST ANALYSIS (includes only state revenue impacts)

|                          | FY 2022<br>ACTIVITY | Other Fiscal Period<br>(indicated time) | Derivation of Benefits: The tax credit did not exist in FY 2022 so there was no activity or benefit for that time period. |
|--------------------------|---------------------|---|---|
| <b>BENEFITS</b>          |                     |   |   |
| Direct Fiscal Benefits   |                     |   |   |
| Indirect Fiscal Benefits |                     |   |   |
| <b>Total</b>             | \$0                 | \$0                                     |   |
| <b>COSTS</b>             |                     |   |   |
| Direct Fiscal Costs      |                     |   |   |
| Indirect Fiscal Costs    |                     |   |   |
| <b>Total</b>             | \$0                 | \$0                                     |   |
| <b>BENEFIT: COST</b>     | <b>#DIV/0!</b>      | <b>#DIV/0!</b>                          |   |

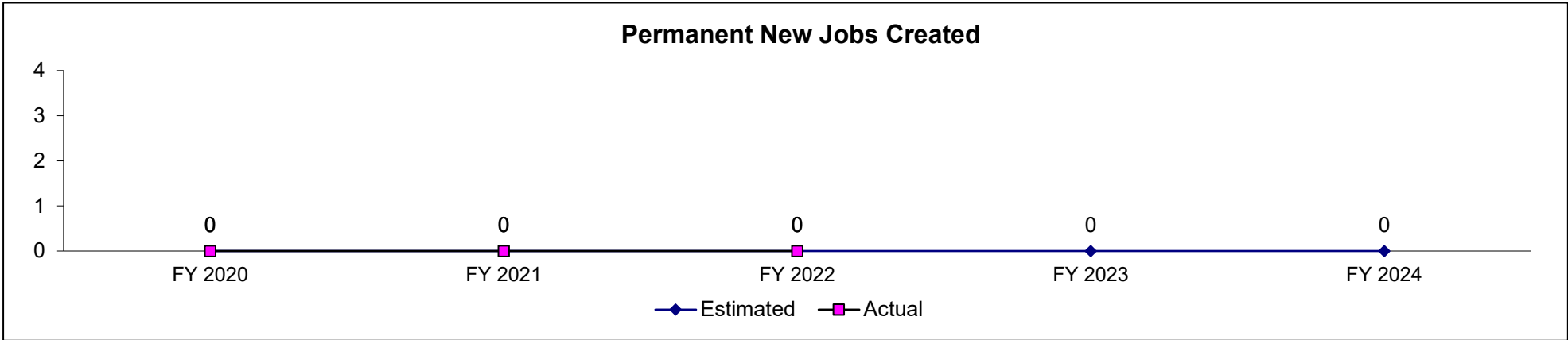
**Other Benefits:** N/A

# TAX CREDIT ANALYSIS

**Program Name:** Medical Preceptor Tax Credit

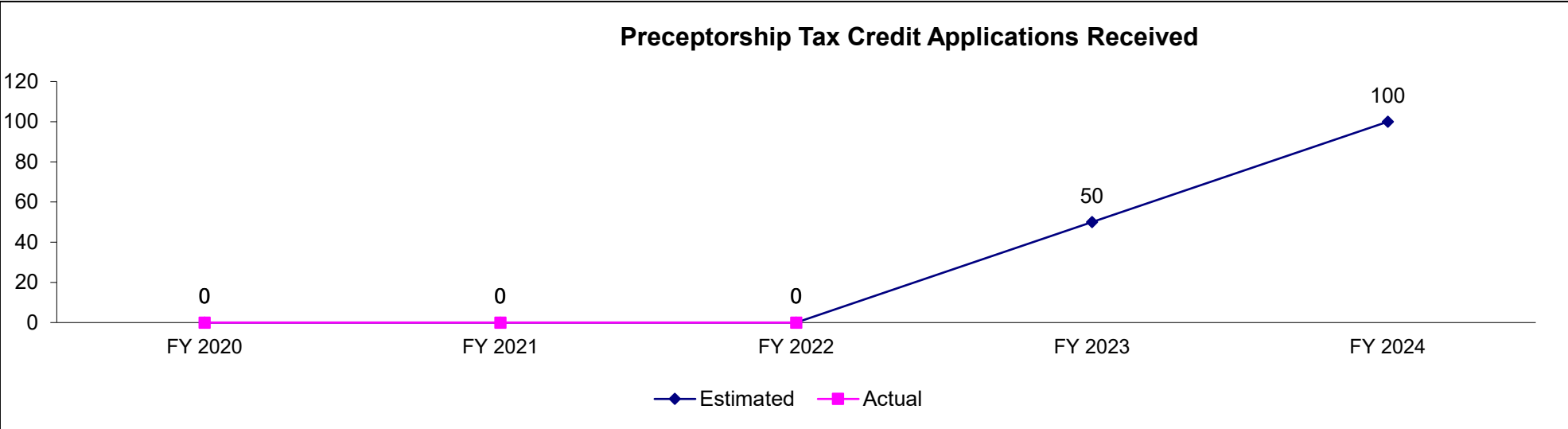
## PERFORMANCE MEASURE(S)

### Permanent New Jobs Created



**Comments on Performance Measure:** The tax credit did not exist in previous fiscal years and the program has not existed for any period of time to determine if any permanent new jobs will be created. It is unlikely that this tax credit will directly create any permanent new jobs, although it may incentivize physicians to serve as community-based faculty preceptors, which in turn could improve training for medical students, which would result in an overall benefit to the state's healthcare workforce.

### Preceptorship Tax Credit Applications Received



**Comments on Performance Measure:** The department currently has no basis for knowing how many applications will be received.



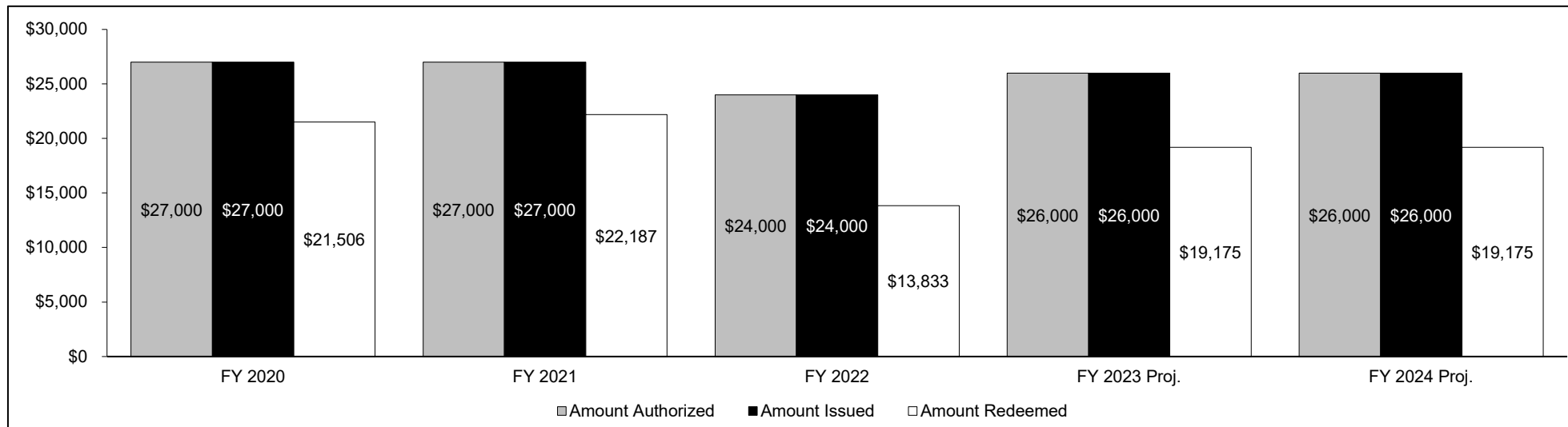
## TAX CREDIT ANALYSIS

|  |                       |   |  |   |  |   |  |
|--|-----------------------|---|--|---|--|---|--|
| <b>Program Name:</b> Shared Care Tax Credit  |                       |   |  |   |  |   |  |
| <b>Department:</b> Health and Senior Services  |                       | <b>Contact Name &amp; No.:</b> Tim Jackson (573) 472-6696 |  |   | <b>Date:</b> January 2023  |   |  |
| <b>Program Category:</b> Domestic and Social   |                       |   | <b>Type:</b> Tax Credit <input checked="" type="checkbox"/> Other (specify)_____ |   |  |   |  |
| <b>Statutory Authority:</b> Sections 192.2005, 192.2010, and 192.2015  |                       |   | <b>Applicable Taxes:</b> Individual Income                                       |   |  |   |  |
| <b>Date of Origin:</b> January 1, 2000   |                       |   |  |   |  |   |  |
| <b>Program Description and Eligibility Requirements:</b>   |                       |   |  |   |  |   |  |
| Shared Care is a program in which eligible families who provide care to an elderly family member in their home may request a tax credit. Caregivers who meet requirements within the program are eligible for a Shared Care tax credit in an amount not to exceed \$500 to defray the cost of caring for an elderly person. In order to be eligible for a Shared Care tax credit, a registered caregiver shall:  |                       |   |  |   |  |   |  |
| (1) Care for an elderly person age 60 or older who is physically or mentally incapable of living alone, who requires assistance to avoid placement in a long-term care facility, is not able or allowed to operate a motor vehicle, and does not receive funding or services through Medicaid or Social Service Block Grant funding;<br>(2) Live in the same residence as the elderly person to give protective oversight for an aggregate of more than six months per tax year;<br>(3) Not receive monetary compensation for providing care; and<br>(4) File necessary Shared Care tax credit forms with the caregiver's Missouri individual income tax return. |                       |   |  |   |  |   |  |
| <b>Explanation of How Award is Computed:</b>   |                       |   |  |   |  |   |  |
|  |                       |   | <b>Entitlement</b> <input type="checkbox"/> Yes <input type="checkbox"/> No      |   | <b>Discretionary</b> <input type="checkbox"/> Yes <input checked="" type="checkbox"/> No |   |  |
| Each qualifying caregiver is limited to no more than \$500 of the tax credit amount of their tax liability.  |                       |   |  |   |  |   |  |
| <b>Program Cap:</b>  |                       |   |  |   |  |   |  |
| <b>Cumulative</b> \$ _____   |                       | <b>(remainder of cumulative cap)</b> \$ _____             |  |   | <b>Annual</b> \$ _____ <b>None</b> <input checked="" type="checkbox"/>                   |   |  |
| Each qualifying caregiver is limited to no more than \$500 of the tax credit amount of their tax liability.  |                       |   |  |   |  |   |  |
| <b>Explanation of Expiration of Authority:</b>   |                       |   |  |   |  |   |  |
| While there is no program cap, the eligibility requirements for the program self-limit the amount of the tax credits provided. Each qualifying caregiver is limited to no more than \$500 of tax credit, or no more than their tax liability, whichever is lower.  |                       |   |  |   |  |   |  |
| <b>Specific Provisions:</b> (if applicable)  |                       |   |  |   |  |   |  |
| <b>Carry forward</b> <input type="checkbox"/> n/a  |                       | <b>Carry Back</b> <input type="checkbox"/> n/a            |  | <b>Refundable</b> <input type="checkbox"/> Yes <input checked="" type="checkbox"/> No |  | <b>Sellable/ Assignable</b> <input type="checkbox"/> Yes <input checked="" type="checkbox"/> No |  |
| <b>Additional Federal Deductions</b> <input type="checkbox"/> Yes <input checked="" type="checkbox"/> No   |                       |   |  |   |  |   |  |
| Certificates issued equal the number of Shared Care registered caregivers (potential tax credit claimants). The amount authorized is equal to the caregivers multiplied by the maximum per person credit amount of \$500. The amount redeemed is the total tax credit claimed.   |                       |   |  |   |  |   |  |
|  | <b>FY 2020 ACTUAL</b> | <b>FY 2021 ACTUAL</b>                                     | <b>FY 2022 ACTUAL</b>  | <b>FY 2023 (year to date)</b>   | <b>FY 2023 Proj. (Full Year)</b>   | <b>FY 2024 Proj. (Budget Year)</b>  |  |
| Certificates Issued (#)  | 54                    | 54  | 48   | 10  | 52   | 52  |  |
| Projects/Participants (#)  | 0                     | 0   | 0  | 0   | 0  | 0   |  |
| Amount Authorized  | \$27,000              | \$27,000  | \$24,000   | \$5,000   | \$26,000   | \$26,000  |  |
| Amount Issued  | \$27,000              | \$27,000  | \$24,000   | \$5,000   | \$26,000   | \$26,000  |  |
| Amount Redeemed  | \$21,506              | \$22,187  | \$13,833   | \$3,500   | \$19,175   | \$19,175  |  |
| *Tax year is based on a calendar year while amount redeemed is based on a fiscal year.   |                       |   |  |   |  |   |  |
| FY 2022 Amount Outstanding   |                       | \$10,167  | FY 2023 EST. Amount Authorized but Unissued                                      |   | \$6,825  |   |  |

## TAX CREDIT ANALYSIS

**Program Name:** Shared Care Tax Credit

### HISTORICAL AND PROJECTED INFORMATION



### BENEFIT: COST ANALYSIS (includes only state revenue impacts)

|                          | FY 2022 ACTIVITY | Other Fiscal Period (indicated time period) | <b>Derivation of Benefits:</b> Individuals claiming this tax credit are providing care for elderly persons who are not receiving state funded services. Without this private caregiver support, these elderly persons may need services such as personal care, homemaker, and respite care funded in part through Medicaid, Social Service Block Grant, or General Revenue. The indirect fiscal benefits are calculated based on the estimated number of elderly persons claiming the credit who are potentially Medicaid eligible, multiplied by the average cost of care for elderly persons receiving care through DHSS (48 total claimants x 21.49 [percent of persons over age 60 in Missouri] X \$4,146 [FY 2022 GR average cost of care] = \$42,770).<br><br><b>Direct Costs Footnote:</b> Direct costs include the dollar value of tax credits redeemed (\$13,833) as well as the General Revenue cost for personnel (\$4,978) who respond to inquiries and register/confirm individuals within the program (\$13,833 + \$4,978 = \$18,811). |
|--------------------------|------------------|---|--|
| <b>BENEFITS</b>          |                  |   |  |
| Direct Fiscal Benefits   | Not Applicable   | Not Applicable                              |  |
| Indirect Fiscal Benefits | \$42,770         | Not Applicable                              |  |
| <b>Total</b>             | \$42,770         | Not Applicable                              |  |
| <b>COSTS</b>             |                  |   |  |
| Direct Fiscal Costs      | \$18,811         | Not Applicable                              |  |
| Indirect Fiscal Costs    | Not Applicable   | Not Applicable                              |  |
| <b>Total</b>             | \$18,811         | Not Applicable                              |  |
| <b>BENEFIT: COST</b>     | <b>0.00</b>      |   |  |

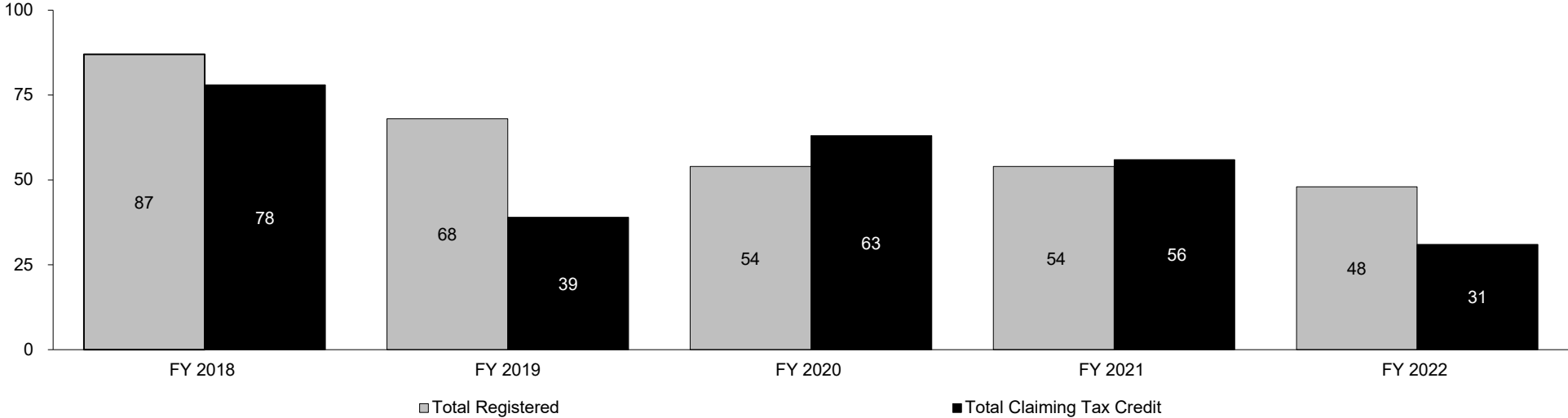
**Other Benefits:**

# TAX CREDIT ANALYSIS

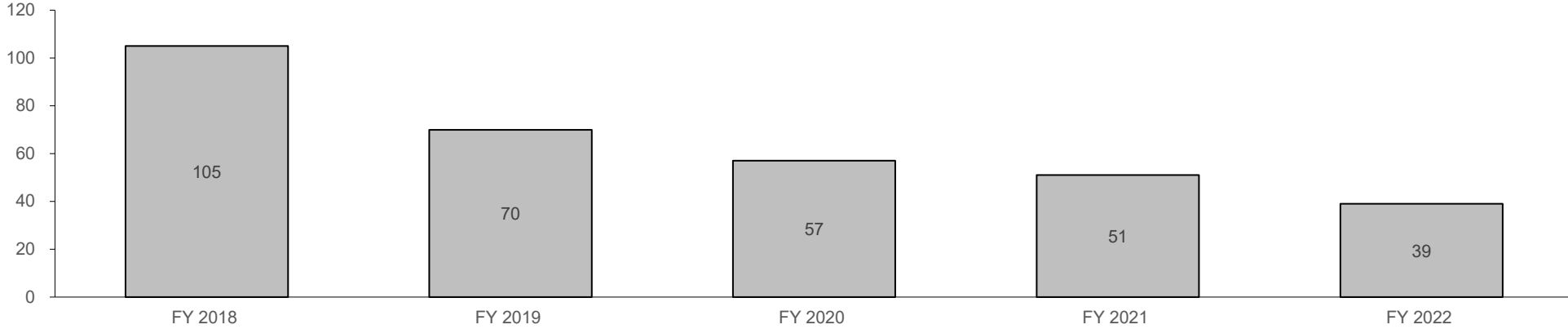
**Program Name:** Shared Care Tax Credit

## PERFORMANCE MEASURE(S)

### Registered Caregivers



### Shared Care Inquiries



**Comments on Performance Measure:**

Due to COVID-19, FY 2020 registrations and inquiries may be impacted.

## TAX CREDIT ANALYSIS

|   |  |   |  |                            |
|---|--|---|--|----------------------------|
| <b>Program Name:</b> Wood Energy            |  | <b>Contact Name &amp; No.:</b> Andy Popp (573) 751-6981   |  | <b>Date:</b> January, 2023 |
| <b>Department:</b> Natural Resources        |  |   |  |                            |
| <b>Program Category:</b> Environmental      |  | <b>Type:</b> Tax Credit <input checked="" type="checkbox"/> Other (specify) _____   |  |                            |
| <b>Statutory Authority:</b> 135.300-135.311 |  | <b>Applicable Taxes:</b> Tax credit on taxes otherwise due under Chapter 143 RSMo, except Sections 143.191 to 143.261 (withholding of tax). |  |                            |

**Date of Origin:** 1985

**Program Description and Eligibility Requirements:**  
 A Missouri wood energy producer (any person, firm or corporation that engages in the business of producing processed wood products from Missouri forest industry residue to be used as an energy source) is eligible for a tax credit on taxes otherwise due. Reenacted in 1996 by the 88th General Assembly, the credit applied to all tax periods beginning on or after January 1, 1997 and before June 30, 2013. SB 729 (2014 legislative session) extended this credit through June 30, 2020 with an annual cap of \$6 million, subject to appropriations. Statutory authority for the authorization of credits was reinstated and extended to June 30, 2028 (HB 3, First Extraordinary Session, 2022). The credit can only be used against the income tax otherwise due and is not available for use against withholding tax liabilities.

**Explanation of How Award is Computed:**

|                    |                             |                      |                              |
|--------------------|-----------------------------|----------------------|------------------------------|
| <b>Entitlement</b> | <input type="checkbox"/> No | <b>Discretionary</b> | <input type="checkbox"/> Yes |
|--------------------|-----------------------------|----------------------|------------------------------|

Credit of \$5/ton for wood products from processed wood residue.  
 Credit of \$5/ton for wood used in charcoal production. Wood usage is inferred at 4 tons of wood residue used per ton of wood char produced.

**Program Cap:** Cumulative \$0 (remainder of cumulative cap) \$0 Annual \$6,000,000 None \_\_\_\_\_

**Explanation of cap:** Effective August 28, 2014, there is an annual cap of \$6 million, subject to appropriations.

**Explanation of Expiration of Authority:** HB 3 from the First Extraordinary Session (2022) extended the sunset of the Wood Energy Tax Credit from June 30, 2020, to June 30, 2028. The FY 2023 supplemental budget currently includes a recommendation to allow for authorizations in FY 2023.

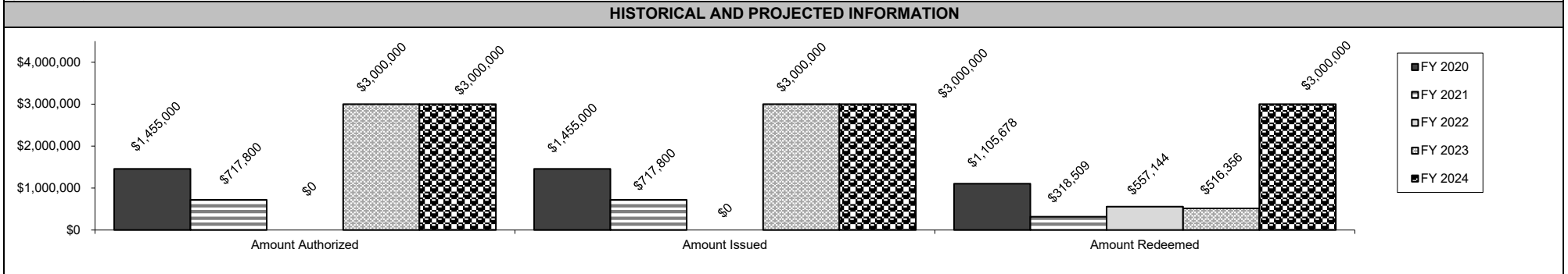
**Specific Provisions:** (if applicable)

Carry forward  Carry Back  Refundable  Sellable/Assignable  Additional Federal Deductions Available

**Comments on Specific Provisions:** The Wood Energy tax credit is assignable but not sellable.

|                           | FY 2020 ACTUAL | FY 2021 ACTUAL | FY 2022 ACTUAL | FY 2023 (year to date*) | FY 2023 (Full Year) | FY 2024 (Budget Year) |
|---------------------------|----------------|----------------|----------------|-------------------------|---------------------|-----------------------|
| Certificates Issued (#)   | 8              | 8              | 0              | 0                       | 0                   | 0                     |
| Projects/Participants (#) | 8              | 8              | 0              | 0                       | 0                   | 0                     |
| Amount Authorized         | \$1,455,000    | \$717,800      | \$0            | \$0                     | \$3,000,000         | \$3,000,000           |
| Amount Issued             | \$1,455,000    | \$717,800      | \$0            | \$0                     | \$3,000,000         | \$3,000,000           |
| Amount Redeemed           | \$1,105,678    | \$318,509      | \$557,144      | \$255,433               | \$516,356           | \$3,000,000           |

FY 2023 EST. Amount Outstanding \$516,356 | FY 2023 EST. Amount Authorized but Unissued \$0  
 \*preliminary as of December 31, 2022



**Comments on Historical and Projected Information:** (1) Credits issued are based on amount of credits processed and forwarded to the Department of Revenue (DOR) during a fiscal year. It is assumed that all credits authorized by the Department are issued by DOR immediately upon receipt of our authorization. (2) Actual redeemed credit information was provided by DOR. (3) FY 2023 and FY 2024 are projections.

## TAX CREDIT ANALYSIS

**Program Name:** Wood Energy

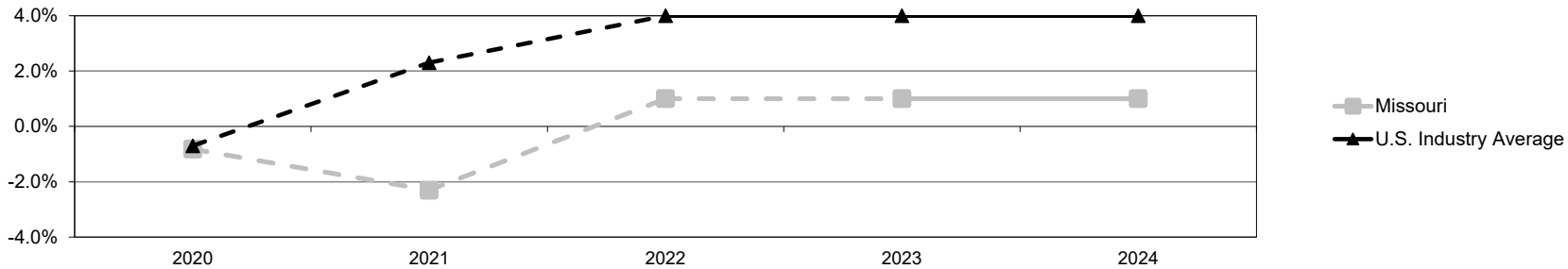
### BENEFIT: COST ANALYSIS (includes only state revenue impacts)

|                          | FY 2022<br>ACTIVITY | Other Fiscal Period<br>(5 Year) | <u>Derivation of Benefits:</u> |
|--------------------------|---------------------|---------------------------------|--------------------------------|
| <b>BENEFITS</b>          |                     |                                 | N/A                            |
| Direct Fiscal Benefits   | \$0                 | \$0                             |                                |
| Indirect Fiscal Benefits | \$0                 | \$0                             |                                |
| <b>Total</b>             | \$0                 | \$0                             |                                |
| <b>COSTS</b>             |                     |                                 |                                |
| Direct Fiscal Costs      | \$0                 | \$0                             |                                |
| Indirect Fiscal Costs    |                     |                                 |                                |
| <b>Total</b>             | \$0                 | \$0                             |                                |
| <b>BENEFIT: COST</b>     | <b>#DIV/0!</b>      | <b>#DIV/0!</b>                  |                                |

**Other Benefits:**  
N/A - DNR did not authorize any Wood Energy tax credits in FY 2022.

### PERFORMANCE MEASURE(S)

**Change in Jobs in Missouri Forestry Industry Compared to National Forest Industry Trend**



| Missouri Forestry Jobs |       |
|------------------------|-------|
| 2020                   | 7,532 |
| 2021                   | 7,425 |
| 2022                   | 7,499 |
| 2023                   | 7,574 |

Source: Bureau of Labor Statistics, Quarterly Census of Employment and Wages and Lightcast Industry Snapshot Report Q2 2022 Data Set.

| <b>Tax Credits</b>         |                |  |                |  |                |  |                 |  |                 |                 |
|----------------------------|----------------|--|----------------|--|----------------|--|-----------------|--|-----------------|-----------------|
|                            | 2020<br>Actual |  | 2021<br>Actual |  | 2022<br>Actual |  | 2023<br>Planned |  | 2024<br>Planned | 2025<br>Planned |
| <b>Applicants</b>          | 9              |  | 8              |  | 0              |  | 0               |  | 0               | 0               |
| <b>Amount</b>              | \$1,455,000    |  | \$717,800      |  | \$0            |  | \$0             |  | \$0             | \$0             |
| <b>Residue Used (tons)</b> | 740,243        |  | 640,387        |  | 0              |  | 0               |  | 0               | 0               |

## TAX CREDIT ANALYSIS

|  |  |                    |
|--|--|--------------------|
| <b>Program Name: Bank Franchise Tax</b>    |  |                    |
| Department: Revenue                        | Contact Name & No.: Josh Shewmaker (526-2723)                              | Date: January 2023 |
| Program Category: Financial and Insurance  | Type: Tax Credit <input checked="" type="checkbox"/> Other (specify) _____ |                    |
| Statutory Authority: Section 148.064. RSMo | Applicable Taxes: Chapter 148 Financial Institutions                       |                    |
| Date of Origin: 2001                       |  |                    |

**Program Description and Eligibility Requirements:**  
 A banking institution shall be entitled to an annual tax credit equal to 1/60th of 1 percent of its outstanding shares and surplus employed in this state if the outstanding shares and surplus exceed \$1 million, as determined in

**Explanation of How Award is Computed:** Entitlement  Yes  Discretionary  No   
 This tax credit is taken as a dollar-for-dollar credit against the bank tax provided for in Section 148.030.2(2), RSMo, if such tax was already reduced to zero by other credits, than the remaining credit may be taken against the corporation income tax provided for in Chapter 143, RSMo. Section 148.030.2(2), RSMo, indicates how the tax credit shall be taken: "The amount determined under this subdivision shall be 7 percent of the taxpayer's net income for the income period from which product shall be subtracted the sum of the amount determined under subdivision 1 of this section and the credits allowable under subsection 3 of this section. However, the amount determined under this subdivision shall not be less than zero."

**Program Cap:** Cumulative \$ \_\_\_\_\_ (remainder of cumulative cap) \$ \_\_\_\_\_ Annual \$ \_\_\_\_\_ None  X \_\_\_\_\_

**Explanation of cap:**

**Explanation of Expiration of Authority:**

**Specific Provisions:** (if applicable)

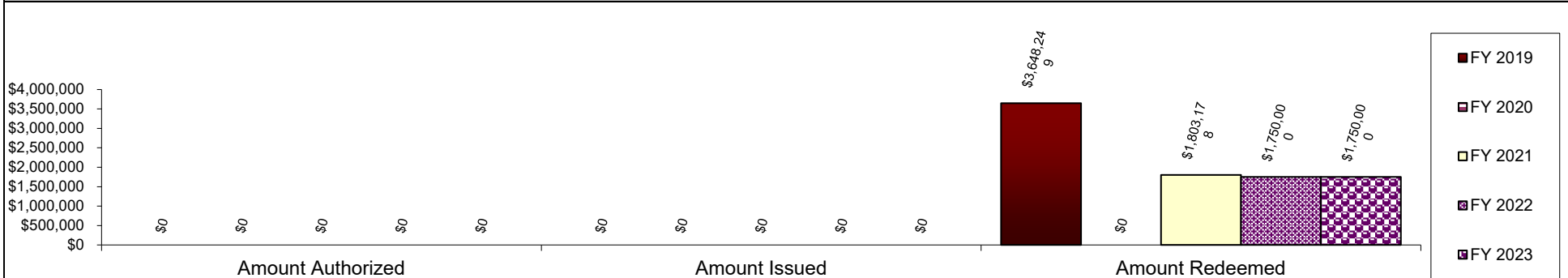
Carry forward  n/a \_\_\_\_\_ years Carry Back  n/a \_\_\_\_\_ years Refundable  No \_\_\_\_\_ Sellable/Assignable  Yes \_\_\_\_\_ Additional Federal Deductions Available  No \_\_\_\_\_

**Comments on Specific Provisions:** Due to changes made by SB 174 adopted in 2019, no more tax credits were allowed to be authorized under this subsection starting January 1, 2020.

|                         | FY 2020 ACTUAL | FY 2021 ACTUAL | FY 2022 ACTUAL | FY 2023 (year to date) | FY 2023 (Full Year) | FY 2024 (Budget Year) |
|-------------------------|----------------|----------------|----------------|------------------------|---------------------|-----------------------|
| Certificates Issued (#) | 0              | 0              | 0              | 0                      | 0                   | 0                     |
| Projects (#)            | 254            | 0              | 10             | 5                      | 20                  | 20                    |
| Amount Authorized       | \$0            | \$0            | \$0            | \$0                    | \$0                 | \$0                   |
| Amount Issued           | \$0            | \$0            | \$0            | \$0                    | \$0                 | \$0                   |
| Amount Redeemed         | \$3,648,249    | \$0            | \$1,803,178    | \$44,899               | \$1,750,000         | \$1,750,000           |

|   |   |
|---|---|
| FY 2023 EST. Amount Outstanding \$ 0 as of 1/9/2023 | FY 2023 EST. Amount Authorized but Unissued \$ 0 as of 1/9/2023 |
|---|---|

### HISTORICAL AND PROJECTED INFORMATION



**Comments on Historical and Projected Information:**

## TAX CREDIT ANALYSIS

| Program Name: Bank Franchise Tax                             |                     |  |
|--|---------------------|--|
| BENEFIT: COST ANALYSIS (includes only state revenue impacts) |                     |  |
|  | FY 2022<br>ACTIVITY | Other Fiscal Period<br>(indicated time period) |
| <b>BENEFITS</b>  |                     |  |
| Direct Fiscal Benefits                                       | \$0                 |  |
| Indirect Fiscal Benefits                                     | \$42,777            |  |
| <b>Total</b>   | <b>\$42,777</b>     |  |
| <b>COSTS</b>   |                     |  |
| Direct Fiscal Costs  | \$1,803,178         |  |
| Indirect Fiscal Costs  | 0                   |  |
| <b>Total</b>   | <b>\$1,803,178</b>  |  |
| <b>BENEFIT: COST</b>   | <b>0.02</b>         |  |

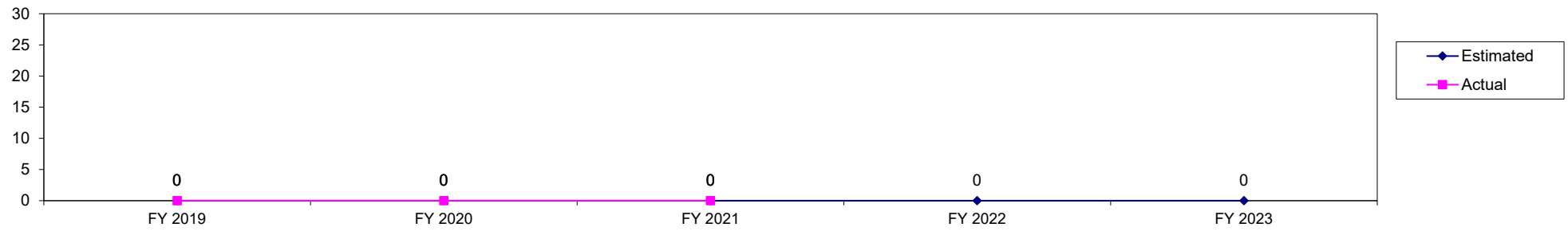
**Derivation of Benefits:**  
 Investment: (a) N/A  
 Employment: (a) N/A  
 Other Assumptions: (a) Reduction in bank production cost of \$1,803,178 in 2022.  
 Incentives/Credits: (a) \$1,803,178 in Bank Franchise Tax Credits in 2021.  
 Impacts occur Statewide. All Values in Constant Dollars. Assumptions provided by DED. Estimated using REMI.

| Other Benefits:  |   |
|--|---|
| <b>In FY-2022, every dollar of auth. program tax credits returns</b><br>\$0.64 in new personal income totaling \$1.16 million<br>\$0.87 in new value-added/GSP totaling \$1.57 million | <b>Over 5 YEARS, every dollar of auth. program tax credits returns</b><br>\$0.89 in new personal income totaling \$1.61 million<br>\$.99 in new value-added/GSP totaling \$1.78 million |

### PERFORMANCE MEASURE(S)

|           | Permanent New Jobs Created |         |         |         |         |
|-----------|----------------------------|---------|---------|---------|---------|
|           | FY 2019                    | FY 2020 | FY 2021 | FY 2022 | FY 2023 |
| Estimated | 0                          | 0       | 0       | 0       | 0       |
| Actual    | 0                          | 0       | 0       |         |         |

**Permanent New Jobs Created**



**Comments on Performance Measure:**

## TAX CREDIT ANALYSIS

**Program Name: Bank Tax Credit for S Corporation Shareholders**

Department: Revenue Contact Name & No.: Josh Shewmaker (526-2723) Date: January 2023

Program Category: Financial Institution Type: Tax Credit  Other (specify) \_\_\_\_\_

Statutory Authority: Section 143.471, RSMo Applicable Taxes: Section 148 Financial Institutions

Date of Origin: 2006

**Program Description and Eligibility Requirements:**  
 The credit authorized in Section 143.471, RSMo, is given only to shareholders that qualify as S corporation shareholders, if the stock at all times during the taxable period qualifies as S corporation stock as defined in 26 U.S.C. Section 1361, and such stock is held by the stockholder during the taxable period. A pro rata share of the tax credit for the tax payable pursuant to Chapter 148, RSMo, shall be allowed against each corporation shareholder's state income tax, if the bank otherwise complies with Section 148.112, RSMo.

**Explanation of How Award is Computed:** Entitlement  Yes  Discretionary  No   
 The credit allowed by Section 143.471 RSMo, shall be equal to the bank tax calculated pursuant to Chapter 148, RSMo, based on bank income in 1999 and after, on a bank that makes an election pursuant to 26 U.S.C. Section 1362, and such credit shall be allocated to the qualifying shareholder according to the stock ownership, determined by multiplying a fraction where the numerator is the shareholder's stock and the denominator is the total stock issued by such bank or bank holding company.

**Program Cap:** Cumulative \$ \_\_\_\_\_ (remainder of cumulative cap) \$ \_\_\_\_\_ Annual \$ \_\_\_\_\_ None  X \_\_\_\_\_

**Explanation of cap:**

**Explanation of Expiration of Authority:**

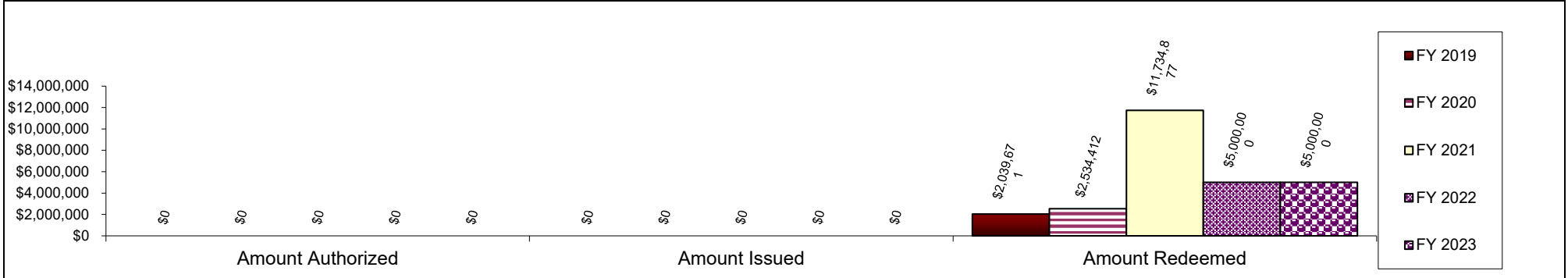
**Specific Provisions:** (if applicable)  
 Carry forward  5  years Carry Back  n/a  years Refundable  No  Sellable/Assignable  No  Additional Federal Deductions Available  Yes

**Comments on Specific Provisions:**

|                         | FY 2020 ACTUAL | FY 2021 ACTUAL | FY 2022 ACTUAL | FY 2023 (year to date) | FY 2023 (Full Year) | FY 2024 (Budget Year) |
|-------------------------|----------------|----------------|----------------|------------------------|---------------------|-----------------------|
| Certificates Issued (#) | 0              | 0              | 0              | 0                      | 0                   | 0                     |
| Projects (#)            | 832            | 763            | 698            | 257                    | 800                 | 800                   |
| Amount Authorized       | \$0            | \$0            | \$0            | \$0                    | \$0                 | \$0                   |
| Amount Issued           | \$0            | \$0            | \$0            | \$0                    | \$0                 | \$0                   |
| Amount Redeemed         | \$2,039,671    | \$2,534,412    | \$11,734,877   | \$527,987              | \$5,000,000         | \$5,000,000           |

FY 2023 EST. Amount Outstanding \$3,748,676 FY 2023 EST. Amount Authorized but Unissued \$0.00 as of 1/11/2023

### HISTORICAL AND PROJECTED INFORMATION



**Comments on Historical and Projected Information:**



## TAX CREDIT ANALYSIS

**Program Name: Bank Tax Credit for S Corporation Shareholders**

### BENEFIT: COST ANALYSIS (includes only state revenue impacts)

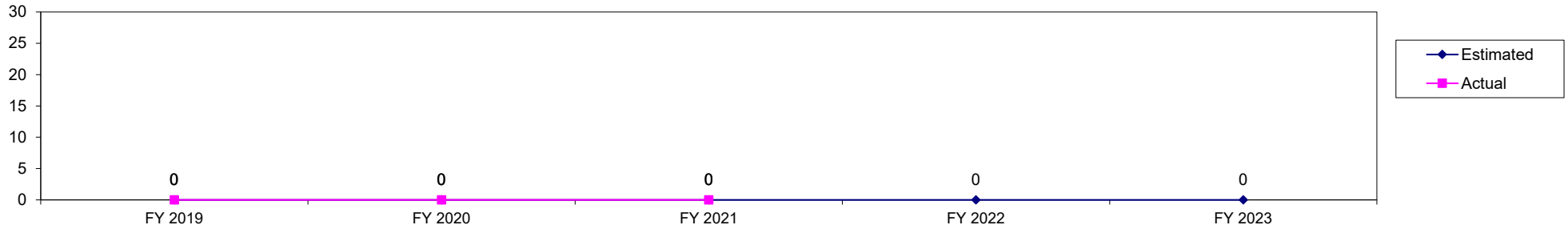
|                          | FY 2022<br>ACTIVITY | Other Fiscal Period<br>(indicated time period) | Derivation of Benefits:  |
|--------------------------|---------------------|--|--|
| <b>BENEFITS</b>          |                     |  | The Department of Revenue, with the assistance of the Missouri Department of Economic Development, used the Regional Economic Model, Inc. (REMI) to generate fiscal cost-benefit analysis for the tax credit programs as required by Section 33.282, RSMo.<br>Other Assumptions:<br>- Reduction in personal income taxes of \$11,734,877 in 2022<br>- Incentive/Credits of \$11,734,877 in S Corp Bank Shareholder tax credits in 2022<br>- Impacts occur statewide. All values in constant dollars<br>- Assumptions provided by DED |
| Direct Fiscal Benefits   | \$0                 |  |  |
| Indirect Fiscal Benefits | \$296,238           |  |  |
| <b>Total</b>             | <b>\$296,238</b>    |  |  |
| <b>COSTS</b>             |                     |  |  |
| Direct Fiscal Costs      | \$11,734,877        |  |  |
| Indirect Fiscal Costs    |                     |  |  |
| <b>Total</b>             | <b>\$11,734,877</b> |  |  |
| <b>BENEFIT: COST</b>     | <b>0.03</b>         |  |  |

**Other Benefits:**

### PERFORMANCE MEASURE(S)

|           | Permanent New Jobs Created |         |         |         |         |
|-----------|----------------------------|---------|---------|---------|---------|
|           | FY 2019                    | FY 2020 | FY 2021 | FY 2022 | FY 2023 |
| Estimated | 0                          | 0       | 0       | 0       | 0       |
| Actual    | 0                          | 0       | 0       |         |         |

**Permanent New Jobs Created**



**Comments on Performance Measure:**

## TAX CREDIT ANALYSIS

|   |   |                           |
|---|---|---------------------------|
| <b>Program Name: Champion for Children</b>        |   |                           |
| <b>Department: Revenue</b>                        | <b>Contact Name &amp; No.: Josh Shewmaker (526-2723)</b>                          | <b>Date: January 2023</b> |
| <b>Program Category: Domestic and Social</b>      | <b>Type: Tax Credit <input checked="" type="checkbox"/> Other (specify) _____</b> |                           |
| <b>Statutory Authority: Section 135.341, RSMo</b> | <b>Applicable Taxes: Chapter 143, excluding Sections 143.191-143.265, RSMo</b>    |                           |
| <b>Date of Origin: 2013</b>                       |   |                           |

**Program Description and Eligibility Requirements:**  
 For all tax years beginning on or after January 1, 2013, a tax credit may be claimed in an amount equal to 50 percent of a verified contribution to a qualified organization as approved by Missouri Department of Social Services. The minimum amount of any tax credit applied for shall not be less than \$50 and shall be applied to taxes due under Chapter 143, excluding Sections 143.191 to 143.265, RSMo. A contribution verification (Form MO-CFC) shall be issued to the taxpayer by the agency receiving the contribution.

**Explanation of How Award is Computed:** Entitlement  Yes  Discretionary  No   
 A tax credit may be claimed in an amount equal to 50 percent of a verified contribution to a qualified organization. The minimum amount of any tax credit issued shall not be less than \$50. The tax credit shall be initially filed for the year in which the contribution is made.

**Program Cap:** Cumulative \$ \_\_\_\_\_ (remainder of cumulative cap) \$ \_\_\_\_\_ Annual \$1.5 million None  X \_\_\_\_\_  
**Explanation of cap:**  
**Explanation of cap:** The cumulative amount of the tax credits redeemed shall not exceed \$1 million for all fiscal years ending on June 30, 2019 and \$1.5 million for all fiscal years beginning on or after July 1, 2019.

**Explanation of Expiration of Authority:**  
 Section 135.341, RSMo, enacts the provisions of the Missouri Sunset Act. This tax credit is scheduled to expire on December 31, 2025 and terminate September 1, 2026.

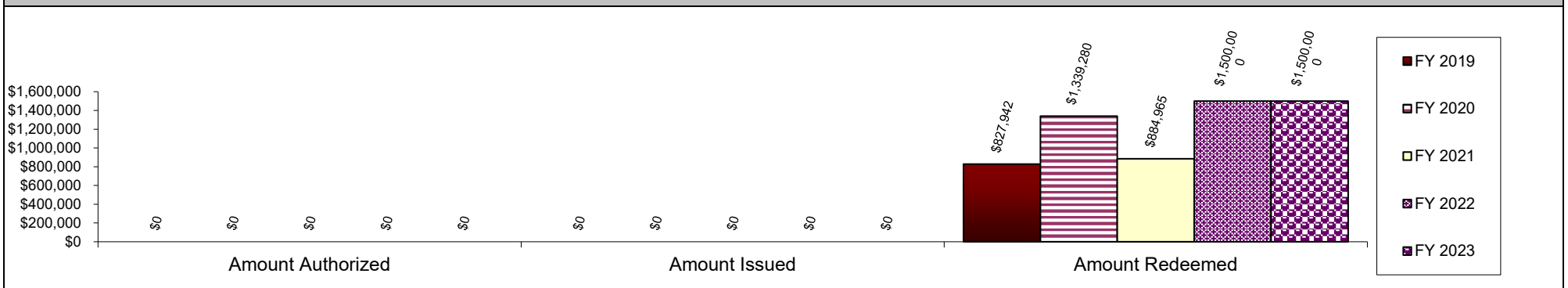
**Specific Provisions:** (if applicable)  
 Carry forward  4  years Carry Back  n/a  years Refundable  No  Sellable/Assignable  No  Additional Federal Deductions Available  No

**Comments on Specific Provisions:**

|                         | FY 2020 ACTUAL | FY 2021 ACTUAL | FY 2022 ACTUAL | FY 2023 (year to date) | FY 2023 (Full Year) | FY 2024 (Budget Year) |
|-------------------------|----------------|----------------|----------------|------------------------|---------------------|-----------------------|
| Certificates Issued (#) | 0              | 0              | 0              | 0                      | 0                   | 0                     |
| Projects (#)            | 1,093          | 1,263          | 1,125          | 0                      | 1,500               | 1,500                 |
| Amount Authorized       | \$0            | \$0            | \$0            | \$0                    | \$0                 | \$0                   |
| Amount Issued           | \$0            | \$0            | \$0            | \$0                    | \$0                 | \$0                   |
| Amount Redeemed         | \$827,942      | \$1,339,280    | \$884,965      | \$0                    | \$1,500,000         | \$1,500,000           |

|   |  |
|---|--|
| FY 2023 EST. Amount Outstanding \$988,784 | FY 2023 EST. Amount Authorized but Unissued \$0.00 as of 1/11/2023 |
|---|--|

### HISTORICAL AND PROJECTED INFORMATION



**Comments on Historical and Projected Information:**

TAX CREDIT ANALYSIS

Program Name: Champion for Children

## TAX CREDIT ANALYSIS

**Program Name: Champion for Children**

### BENEFIT: COST ANALYSIS (includes only state revenue impacts)

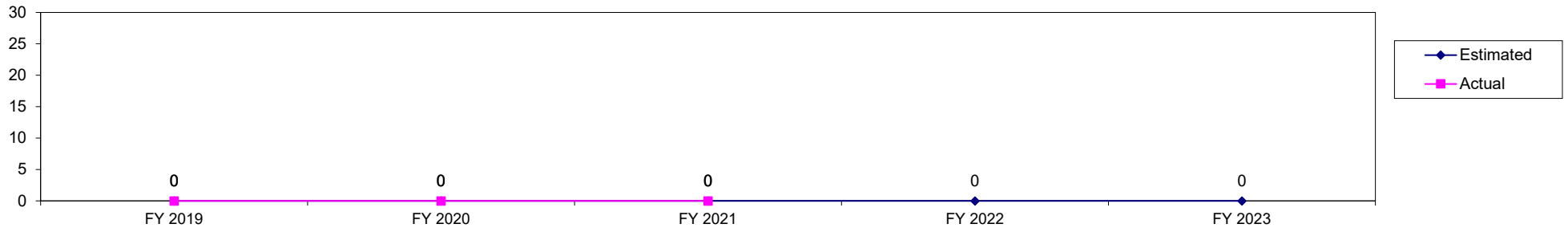
|                          | FY 2022<br>ACTIVITY | Other Fiscal Period<br>(indicated time period) | <b>Derivation of Benefits:</b>   |
|--------------------------|---------------------|--|--|
| <b>BENEFITS</b>          |                     |  | The Missouri Department of Revenue, with the assistance of the Missouri Department of Economic Development, used the Regional Economic Model, Inc. (REMI) to generate fiscal cost-benefit analysis for tax credit programs as required under Section 33.282, RSMo.<br>Other Assumptions:<br>- Reduction in personal income taxes of \$884,965 in 2022.<br>- Incentives/Credits of \$884,965 in Champion for Children tax credits in 2022.<br>- Impacts occur statewide. All values in constant dollars<br>- Assumptions provided by DED. |
| Direct Fiscal Benefits   | \$0                 |  |  |
| Indirect Fiscal Benefits | \$22,340            |  |  |
| <b>Total</b>             | \$22,340            |  |  |
| <b>COSTS</b>             |                     |  |  |
| Direct Fiscal Costs      | \$884,965           |  |  |
| Indirect Fiscal Costs    | \$0                 |  |  |
| <b>Total</b>             | \$884,965           |  |  |
| <b>BENEFIT: COST</b>     | <b>0.03</b>         |  |  |

**Other Benefits:**

### PERFORMANCE MEASURE(S)

|           | Permanent New Jobs Created |         |         |         |         |
|-----------|----------------------------|---------|---------|---------|---------|
|           | FY 2019                    | FY 2020 | FY 2021 | FY 2022 | FY 2023 |
| Estimated | 0                          | 0       | 0       | 0       | 0       |
| Actual    | 0                          | 0       | 0       |         |         |

**Permanent New Jobs Created**



**Comments on Performance Measure:**

## TAX CREDIT ANALYSIS

**Program Name:** Disabled Access for Homeowners (Residential Dwelling)

**Department:** Revenue **Contact Name & No.:** Josh Shewmaker (526-2723) **Date:** January 2023

**Program Category:** Domestic and Social **Type:** Tax Credit  Other (specify) \_\_\_\_\_

**Statutory Authority:** Section 135.562, RSMo **Applicable Taxes:** Chapter 143, excluding Sections 143.191-143.265 RSMo

**Date of Origin:** 2007

**Program Description and Eligibility Requirements:**

Taxpayers with a federal adjusted gross income of thirty thousand dollars or less who incur costs for qualifying renovations made to their principle dwelling to assist in the accessibility for an individual with a disability who permanently resides with such taxpayer shall receive a tax credit against such taxpayer's Missouri income tax liability, in an amount equal to the lesser of one hundred percent of the costs or two thousand five hundred dollars per taxpayer, per year. Taxpayers with a federal adjusted gross income greater than thirty thousand dollars, but less than sixty thousand dollars who incur costs for qualifying renovations made to their principle dwelling to assist in the accessibility for an individual with a disability who permanently resides with such taxpayer, shall receive a tax credit against such taxpayer's Missouri income tax liability in the amount equal to the lesser of fifty percent of such costs or two thousand five hundred dollars per taxpayer, per year. No taxpayer shall be eligible to receive a credit in any year immediately following a tax year in which such taxpayer received

**Explanation of How Award is Computed:** Entitlement  Yes  Discretionary  No

A taxpayer with a federal adjusted income of \$30,000 or less shall receive a tax credit against the taxpayer's Missouri income tax liability in an amount equal to the lesser of 100 percent of such costs or \$2,500 per taxpayer, per year. A taxpayer with a federal adjusted gross income greater than \$30,000 but less than \$60,000 shall receive a tax credit against the taxpayer's Missouri income tax liability in an amount equal to the lesser of 50 percent of such costs of \$2,500 per taxpayer, per year.

**Program Cap:** Cumulative \$ \_\_\_\_\_ (remainder of cumulative cap) \$ \_\_\_\_\_ Annual \$ 100,000 None \_\_\_\_\_

**Explanation of cap:**

In no event shall the aggregate amount of all tax credits allowed pursuant to Section 135.562, RSMo, exceed \$100,000 in any given fiscal year. The tax credits issued pursuant to this section shall be on a first-come, first-served basis.

**Explanation of Expiration of Authority:**

The sunset and termination dates have been prolonged during the 2019 Regular Session. The provisions of Section 135.562, RSMo shall expire on December 31, 2025 with a termination date of September 1, 2026.

**Specific Provisions:** (if applicable)

Carry forward n/a years Carry Back n/a years Refundable  Sellable/Assignable  Additional Federal Deductions Available

**Comments on Specific Provisions:**

|                         | FY 2020 ACTUAL | FY 2021 ACTUAL | FY 2022 ACTUAL | FY 2023 (year to date) | FY 2023 (Full Year) | FY 2024 (Budget Year) |
|-------------------------|----------------|----------------|----------------|------------------------|---------------------|-----------------------|
| Certificates Issued (#) | 0              | 0              | 0              | 0                      | 0                   | 0                     |
| Projects (#)            | 1              | 2              | 2              | 0                      | 4                   | 4                     |
| Amount Authorized       | \$0            | \$0            | \$0            | \$0                    | \$0                 | \$0                   |
| Amount Issued           | \$0            | \$0            | \$0            | \$0                    | \$0                 | \$0                   |
| Amount Redeemed         | \$10,034       | \$971          | \$5,000        | \$0                    | \$5,000             | \$5,000               |

FY 2023 EST. Amount Outstanding \$0 as of 1/11/2023 | FY 2023 EST. Amount Authorized but Unissued \$0 as of 1/11/2023

### HISTORICAL AND PROJECTED INFORMATION



TAX CREDIT ANALYSIS

Program Name: Disabled Access for Homeowners (Residential Dwelling)

FY 2023

Amount Authorized

Amount Issued

Amount Redeemed

Comments on Historical and Projected Information:

## TAX CREDIT ANALYSIS

**Program Name:** Disabled Access for Homeowners (Residential Dwelling)

### BENEFIT: COST ANALYSIS (includes only state revenue impacts)

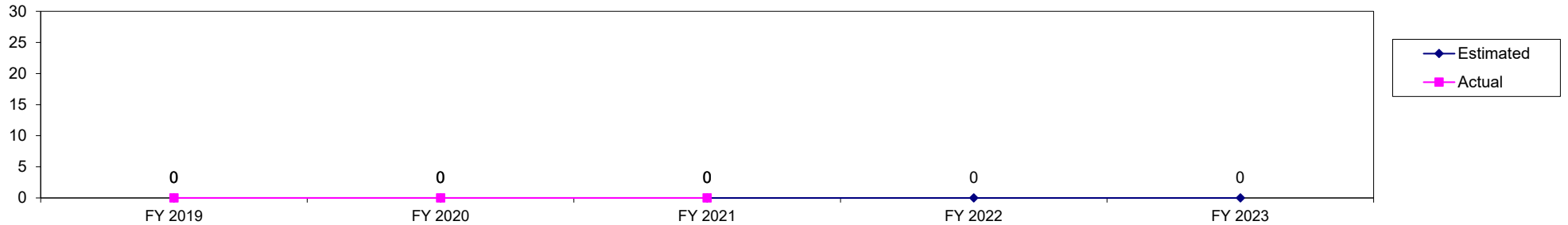
|                          | FY 2022<br>ACTIVITY | Other Fiscal Period<br>(indicated time period) |   |
|--------------------------|---------------------|--|---|
| <b>BENEFITS</b>          |                     |  | <b>Derivation of Benefits:</b><br>The Missouri Department of Revenue, with the assistance of the Missouri Department of Economic Development (DED), used the Regional Economic Model, Inc. (REMI) to generate fiscal cost-benefit analysis for the tax credit programs as required under Section 33.282, RSMo.<br><br><b>Other Assumptions;</b><br>- Reduction in personal income taxes of \$5000 in 2022.<br>- Incentives/Credits of \$5000 in Residential Dwelling tax credits in 2022.<br>- Impacts Occur statewide. All values in constant dollars<br>- Assumptions provided by DED |
| Direct Fiscal Benefits   | \$0                 |  |   |
| Indirect Fiscal Benefits | \$126               |  |   |
| <b>Total</b>             | \$126               |  |   |
| <b>COSTS</b>             |                     |  |   |
| Direct Fiscal Costs      | \$5,000             |  |   |
| Indirect Fiscal Costs    | \$0                 |  |   |
| <b>Total</b>             | \$5,000             |  |   |
| <b>BENEFIT: COST</b>     | <b>0.03</b>         |  |   |

**Other Benefits:**

### PERFORMANCE MEASURE(S)

|           | Permanent New Jobs Created |         |         |         |         |
|-----------|----------------------------|---------|---------|---------|---------|
|           | FY 2019                    | FY 2020 | FY 2021 | FY 2022 | FY 2023 |
| Estimated | 0                          | 0       | 0       | 0       | 0       |
| Actual    | 0                          | 0       | 0       |         |         |

**Permanent New Jobs Created**



**Comments on Performance Measure:**

## TAX CREDIT ANALYSIS

**Program Name:** Disabled Access Tax Credit for Small Business

**Department:** Revenue **Contact Name & No.:** Josh Shewmaker (526-2723) **Date:** January 2023

**Program Category:** Redevelopment **Type:** Tax Credit  Other (specify) \_\_\_\_\_

**Statutory Authority:** Section 135.490, RSMo **Applicable Taxes:** Chapter 143, excluding 143.191 to 143.265, RSMo

**Date of Origin:** 2000

**Program Description and Eligibility Requirements:**  
An eligible small business, defined in Section 44 of the Internal Revenue Code (IRC), shall be allowed a credit not to exceed \$5,000 against the tax otherwise due pursuant to Chapter 143, RSMo, excluding Sections 143.191 to 143.265, RSMo, in an amount equal to 50 percent of all eligible access expenditures exceeding the monetary cap provided by Section 44 of the IRC. The term "eligible access expenditures" mean amounts paid or incurred by the taxpayer in order to comply with the applicable access requirement as provided by the American with Disabilities Act of 1990 and as further defined in Section 44 of the IRC and federal rulings interpreting Section 44 of the IRC.

**Explanation of How Award is Computed:** Entitlement  Yes  Discretionary  No   
The taxpayer shall claim the tax credit allowed by this section at the time such a taxpayer files a return. Any amount of tax credit that exceeds the tax due shall be carried over to any subsequent years but shall not be refunded and shall not be transferred.

**Program Cap:** Cumulative \$ \_\_\_\_\_ (remainder of cumulative cap) \$ \_\_\_\_\_ Annual \$ 5,000 per taxpayer None \_\_\_\_\_

**Explanation of cap:**

**Explanation of Expiration of Authority:**  
Section 135.490, RSMo, does not enact provisions of the Missouri Sunset Act. The provisions of this section became effective January 1, 2000 and shall apply to all taxable years beginning after December 31, 1999.

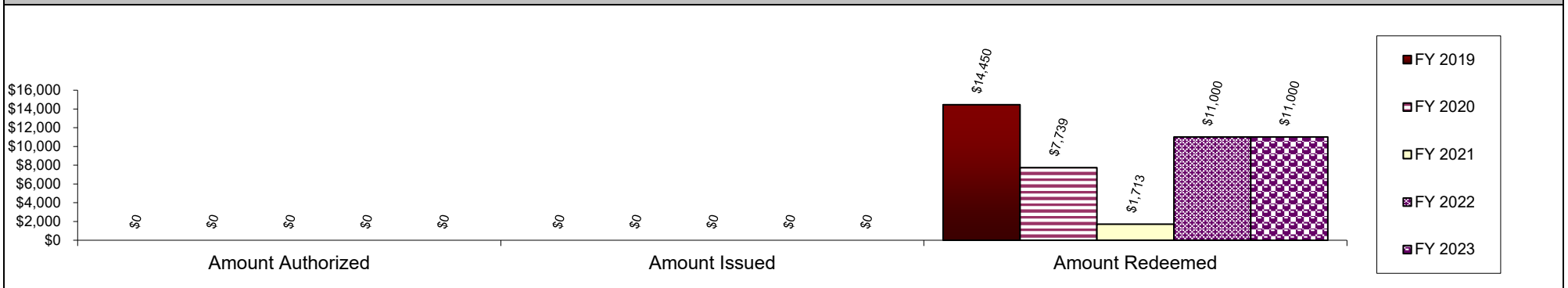
**Specific Provisions:** (if applicable)  
Carry forward Yes, no limit years Carry Back No years Refundable No Sellable/Assignable No Additional Federal Deductions Available Yes

**Comments on Specific Provisions:** Any amount of tax credit which exceeds the tax due shall be carried over to any subsequent taxable year. There no limitation on the number of years this credit can be carried forward.

|                         | FY 2020 ACTUAL | FY 2021 ACTUAL | FY 2022 ACTUAL | FY 2023 (year to date) | FY 2023 (Full Year) | FY 2024 (Budget Year) |
|-------------------------|----------------|----------------|----------------|------------------------|---------------------|-----------------------|
| Certificates Issued (#) | 0              | 0              | 0              | 0                      | 0                   | 0                     |
| Projects (#)            | 6              | 5              | 1              | 3                      | 6                   | 6                     |
| Amount Authorized       | \$0            | \$0            | \$0            | \$0                    | \$0                 | \$0                   |
| Amount Issued           | \$0            | \$0            | \$0            | \$0                    | \$0                 | \$0                   |
| Amount Redeemed         | \$14,450       | \$7,739        | \$1,713        | \$1,636                | \$11,000            | \$11,000              |

FY 2023 EST. Amount Outstanding \$59,545 | FY 2023 EST. Amount Authorized but Unissued 0 as of 1/11/2023

### HISTORICAL AND PROJECTED INFORMATION



**Comments on Historical and Projected Information:**



## TAX CREDIT ANALYSIS

**Program Name:** Disabled Access Tax Credit for Small Business

### BENEFIT: COST ANALYSIS (includes only state revenue impacts)

|                          | FY 2022<br>ACTIVITY | Other Fiscal Period<br>(indicated time period) |
|--------------------------|---------------------|--|
| <b>BENEFITS</b>          |                     |  |
| Direct Fiscal Benefits   | \$0                 |  |
| Indirect Fiscal Benefits | \$66                |  |
| <b>Total</b>             | \$66                |  |
| <b>COSTS</b>             |                     |  |
| Direct Fiscal Costs      | \$1,713             |  |
| Indirect Fiscal Costs    | \$0                 |  |
| <b>Total</b>             | \$1,713             |  |
| <b>BENEFIT: COST</b>     | <b>0.04</b>         |  |

**Derivation of Benefits:**  
 The Missouri Department of Revenue, with the assistance of the Missouri Department of Economic Development, used the Regional Economic Model, Inc. (REMI) to generate fiscal cost-benefit analysis for tax credit programs as required by Section 33.282, RSMo.

**Other Assumptions:**

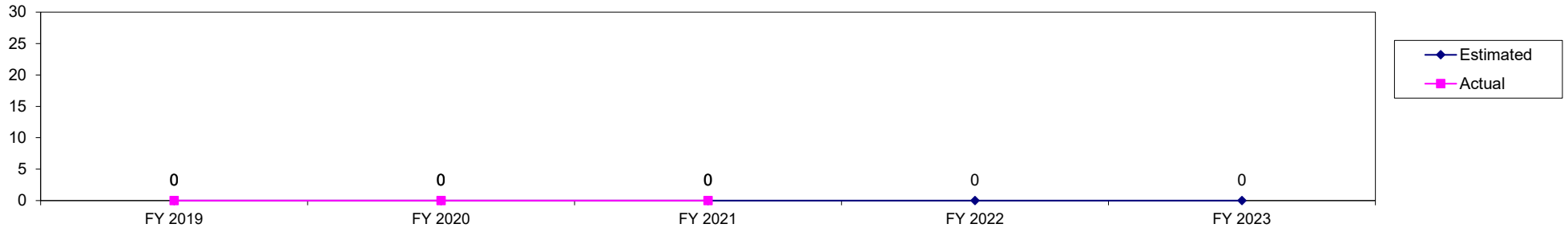
- Reduction in production costs for retail and accommodation services of \$1,713 in 2022.
- Incentive/credits of \$1,713 in Disabled Access Small Business tax credits in 2022.
- Impacts occur statewide. All values in constant dollars.
- Assumptions provided by DED.

**Other Benefits:**

### PERFORMANCE MEASURE(S)

|           | Permanent New Jobs Created |         |         |         |         |
|-----------|----------------------------|---------|---------|---------|---------|
|           | FY 2019                    | FY 2020 | FY 2021 | FY 2022 | FY 2023 |
| Estimated | 0                          | 0       | 0       | 0       | 0       |
| Actual    | 0                          | 0       | 0       |         |         |

**Permanent New Jobs Created**



**Comments on Performance Measure:**

## TAX CREDIT ANALYSIS

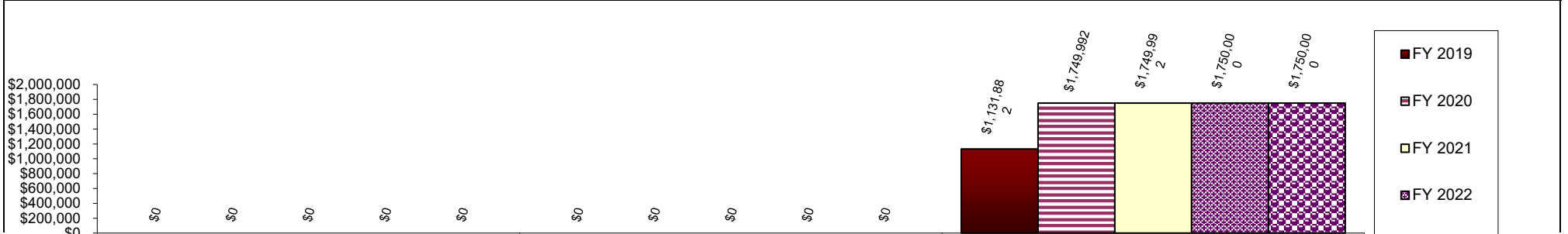
|  |   |
|--|---|
| <b>Program Name:</b> Food Pantry Credit  |   |
| <b>Department: Revenue</b>   | <b>Contact Name &amp; No.:</b> Josh Shewmaker (526-2723)                          |
| <b>Program Category:</b> Domestic and Social   | <b>Type:</b> Tax Credit <input checked="" type="checkbox"/> Other (specify) _____ |
| <b>Statutory Authority:</b> Section 135.647, RSMo  | <b>Applicable Taxes:</b> Chapter 143, excluding Sections 143.191-143.265, RSMo    |
| <b>Date of Origin:</b> 2007  |   |
| <b>Program Description and Eligibility Requirements:</b><br>Any taxpayer who donates cash or food, unless such food is donated after the food's expiration date, to any local food pantry, local homeless shelter, or local soup kitchen shall be allowed a credit against the tax otherwise due under Chapter 143, excluding withholding tax imposed by Sections 143.191 to 143.265, in an amount equal to fifty percent of the value of the donations made not to exceed \$2,500 per taxpayer per year. The amounts that have been subtracted from the taxpayer's federal adjusted gross income within the federal itemized deduction shall be added back onto such taxpayer's Missouri return to determine the taxpayer's Missouri adjusted gross income.   |   |
| <b>Explanation of How Award is Computed:</b> Entitlement <input type="checkbox"/> Yes <input type="checkbox"/> Discretionary <input type="checkbox"/> No <input type="checkbox"/><br>Any taxpayer who donates cash or food to any local food pantry, local homeless shelter, or local soup kitchen shall be allowed a credit against the tax due under Chapter 143, RSMo, excluding withholding tax, in an amount equal to 50 percent of the value of the donations made. Any donation of food shall be valued at fair market value or wholesale value if the taxpayer making the donation is a retail grocery store, food broker, wholesaler, or restaurant and shall be verified on an affidavit completed by the food pantry, local homeless shelter, or Local soup kitchen receiving the donation. The amount of credit claimed shall not exceed the amount of the taxpayer's state tax liability for the year the credit is claimed and shall not exceed \$2,500 per taxpayer. The cumulative amount of tax credits allocated to all taxpayers in any one fiscal year shall not exceed \$1,750,000. The Director of Revenue shall establish procedures where the credit is apportioned among all taxpayers claiming the credit by April 15th if the cap is reached. |   |
| <b>Program Cap:</b> Cumulative \$ _____ (remainder of cumulative cap) \$ _____ Annual \$ 1,750,000 None _____  |   |
| <b>Explanation of cap:</b><br>The cumulative amount of tax credits allocated to all taxpayers in any one fiscal year shall not exceed \$1,750,000. The Director of Revenue shall establish procedures where the credit is apportioned among all taxpayers claiming the credit by April 15th if the cap is reached.   |   |
| <b>Explanation of Expiration of Authority:</b><br>Pursuant to Section 23.253, RSMo, of the Missouri Sunset Act, the food pantry tax credit shall sunset December 31, 2026 with a termination date of September 1, 2027.  |   |

**Specific Provisions:** (if applicable)  
Carry forward 3 years Carry Back No years Refundable No Sellable/Assignable No Additional Federal Deductions Available Yes

**Comments on Specific Provisions:** The amount of credit claimed shall not exceed the amount of the taxpayer's state tax liability, but may be carried forward to any of the taxpayer's three subsequent tax years.

|                                 | FY 2020 ACTUAL | FY 2021 ACTUAL | FY 2022 ACTUAL | FY 2023 (year to date)                      | FY 2023 (Full Year) | FY 2024 (Budget Year) |
|---------------------------------|----------------|----------------|----------------|---|---------------------|-----------------------|
| Certificates Issued (#)         | 0              | 0              | 0              | 0   | 0                   | 0                     |
| Projects (#)                    | 1,493          | 3,183          | 3,195          | 0   | 325                 | 3,500                 |
| Amount Authorized               | \$0            | \$0            | \$0            | \$0   | \$0                 | \$0                   |
| Amount Issued                   | \$0            | \$0            | \$0            | \$0   | \$0                 | \$0                   |
| Amount Redeemed                 | \$1,131,882    | \$1,749,992    | \$1,749,992    | \$0   | \$1,750,000         | \$1,750,000           |
| FY 2023 EST. Amount Outstanding |                | \$1,948,690    |                | FY 2023 EST. Amount Authorized but Unissued |                     | 0 as of 1/11/2023     |

### HISTORICAL AND PROJECTED INFORMATION



TAX CREDIT ANALYSIS

Program Name: Food Pantry Credit

Amount Authorized

Amount Issued

Amount Redeemed

FY 2023

Comments on Historical and Projected Information:

## TAX CREDIT ANALYSIS

**Program Name:** Food Pantry Credit

### BENEFIT: COST ANALYSIS (includes only state revenue impacts)

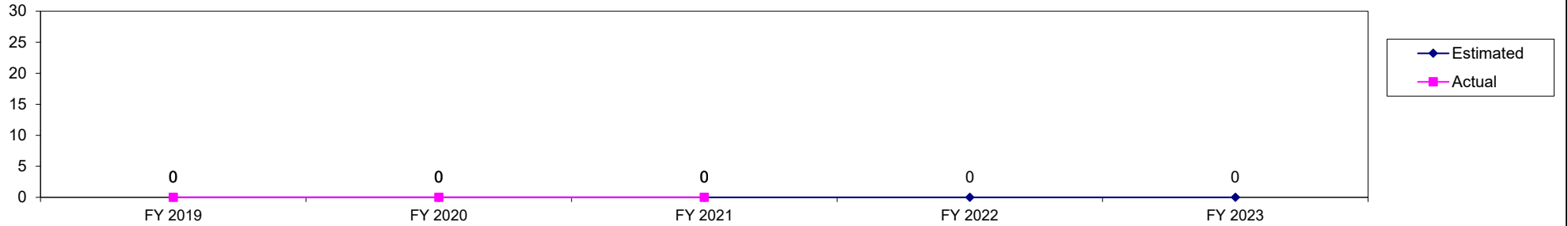
|                          | FY 2022<br>ACTIVITY | Other Fiscal Period<br>(indicated time period) |   |
|--------------------------|---------------------|--|---|
| <b>BENEFITS</b>          |                     |  | <b>Derivation of Benefits:</b><br>The Missouri Department of Revenue, with the assistance of the Missouri Department of Economic Development, used the Regional Economic Model, Inc. (REMI) to generate fiscal cost-benefit analysis for tax credit programs as required by Section 33.282, RSMo.<br><br><b>Other Assumptions:</b><br>- A reduction in personal income taxes of \$1,749,992 in 2022.<br>- Incentives/Credits of \$1,749,992 in Food Pantry tax credits in 2022.<br>- Impacts occur Statewide. All Values in Constant Dollars.<br>- Assumptions provided by DED. |
| Direct Fiscal Benefits   | \$0                 |  |   |
| Indirect Fiscal Benefits | \$44,177            |  |   |
| <b>Total</b>             | \$44,177            |  |   |
| <b>COSTS</b>             |                     |  |   |
| Direct Fiscal Costs      | \$1,749,992         |  |   |
| Indirect Fiscal Costs    | \$0                 |  |   |
| <b>Total</b>             | \$1,749,992         |  |   |
| <b>BENEFIT: COST</b>     | <b>0.03</b>         |  |   |

**Other Benefits:**

### PERFORMANCE MEASURE(S)

|           | Permanent New Jobs Created |         |         |         |         |
|-----------|----------------------------|---------|---------|---------|---------|
|           | FY 2019                    | FY 2020 | FY 2021 | FY 2022 | FY 2023 |
| Estimated | 0                          | 0       | 0       | 0       | 0       |
| Actual    | 0                          | 0       | 0       |         |         |

**Permanent New Jobs Created**



**Comments on Performance Measure:**

## TAX CREDIT ANALYSIS

|   |   |                           |
|---|---|---------------------------|
| <b>Program Name:</b> Rolling Stock Tax Credit         |   |                           |
| <b>Department:</b> State Tax Commission               | <b>Contact Name &amp; No.:</b> Stacey Jacobs 573-751-1716                         | <b>Date:</b> October 2022 |
| <b>Program Category:</b> N/A                          | <b>Type:</b> Tax Credit <input checked="" type="checkbox"/> Other (specify) _____ |                           |
| <b>Statutory Authority:</b> Section 137.1018          | <b>Applicable Taxes:</b> Property Tax   |                           |
| <b>Date of Origin:</b> 2008/Beginning January 1, 2009 |   |                           |

**Program Description and Eligibility Requirements:**  
 For tax year beginning January 1, 2009, a freight line company shall, subject to appropriation, be allowed a credit against the tax levied for the applicable year. The tax credit amount shall be equal to the amount of eligible expenses incurred during the calendar year immediately preceding the tax year for which the credit under this section is claimed. The amount of the tax credit issued shall not exceed the freight line company's liability for the tax levied under this section for the tax year for which the credit is claimed.

|  |   |   |
|--|---|---|
| <b>Explanation of How Award is Computed:</b> | <b>Entitlement</b> <input type="checkbox"/> Yes <input type="checkbox"/> No | <b>Discretionary</b> <input type="checkbox"/> Yes <input type="checkbox"/> No |
|--|---|---|

Private car ad valorem tax is assessed to the freight line companies by the following formula:  
 The State Tax Commission determines the assessed value for freight line companies. The Tax Commission determines an average tax rate based on the actual taxes collected from the previous tax year paid by the operating railroads in Missouri. The tax rate is applied by the Tax Commission's calculated assessed value. This produces the "tax levied." This is returned to the Department of Revenue for central collection by October 1st and is due and payable by December 31st. For all taxable years beginning on or after January 1, 2009, a freight line company shall, subject to appropriation, be allowed a credit against the tax levied. The tax credit amount is equal to the amount of eligible expenses (eligible expenses are those incurred in this state to manufacture, maintain, or improve a freight line company's rolling stock) and are incurred during the calendar year immediately preceding the tax year for which the credit is claimed. The amount of the tax credit issued shall not exceed the freight line company's liability for the tax levied for which the credit is claimed. If the appropriation is not totally funded, each company would receive a pro-rata share (based on their claim to total claims).

**Program Cap:** Cumulative \$ \_\_\_\_\_ (remainder of cumulative cap) \$ \_\_\_\_\_ Annual \$  None \_\_\_\_\_

**Explanation of cap:**  
 The amount of the tax credit issued shall not exceed the freight line company's liability for the tax levied under Section 137.1018 for the tax year for which the credit is claimed.

**Explanation of Expiration of Authority:**  
 The provisions of the program expired on August 28, 2028.

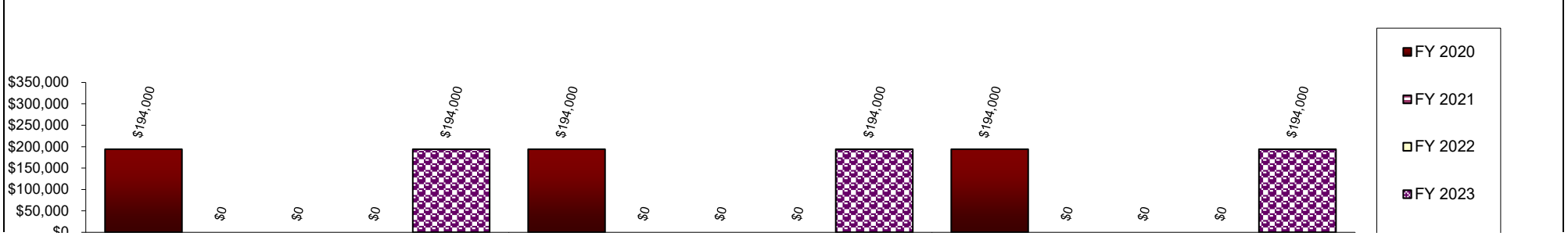
**Specific Provisions:** (if applicable)  
 Carry forward  n/a Carry Back  n/a Refundable  No Sellable/Assignable  No Additional Federal Deductions Available  No

**Comments on Specific Provisions:**

|                           | FY 2020 ACTUAL | FY 2021 ACTUAL | FY 2022 ACTUAL | FY 2023 (year to date) | FY 2023 (Full Year) | FY 2024 (Budget Year) |
|---------------------------|----------------|----------------|----------------|------------------------|---------------------|-----------------------|
| Certificates Issued (#)   | 0              | 0              | 0              | 0                      | 0                   | 0                     |
| Projects/Participants (#) | 0              | 0              | 0              | 0                      | 0                   | 0                     |
| Amount Authorized         | \$194,000      | \$0            | \$0            | \$0                    | \$0                 | \$194,000             |
| Amount Issued             | \$194,000      | \$0            | \$0            | \$0                    | \$0                 | \$194,000             |
| Amount Redeemed           | \$194,000      | \$0            | \$0            | \$0                    | \$0                 | \$194,000             |

|                                 |     |   |     |
|---------------------------------|-----|---|-----|
| FY 2022 EST. Amount Outstanding | \$0 | FY 2022 EST. Amount Authorized but Unissued | \$0 |
|---------------------------------|-----|---|-----|

### HISTORICAL AND PROJECTED INFORMATION



**TAX CREDIT ANALYSIS**

**Program Name:** Rolling Stock Tax Credit

Amount Authorized

Amount Issued

Amount Redeemed

FY 2024

**Comments on Historical and Projected Information:**

The Private Car Ad Valorem tax credit was appropriated by the General Assembly through the budget process for FY-2010 in the amount of \$4,000,000 and again in FY-2015 in the amount of 2,000,000; however, the Governor line item vetoed the appropriation both times. In FY-2016, the General Assembly appropriated \$300,000 and in FY-2017, the General Assembly appropriated \$600,000 and the Governor restricted \$300,000 leaving \$300,000. In FY-2018 and FY-2019 the General Assembly and Governor did not appropriate the tax credit. In FY-2020 the General Assembly and Governor appropriated \$194,000. Total taxes due for calendar year 2020 are \$3,986,446.

Historical data reflects the following for private car taxes due:

2021 - \$3,835,050; 2020 - \$4,398,020; 2019 - \$4,868,136; 2018 - \$4,682,786; 2017 - \$4,327,285; 2016 - \$4,673,143; 2015 - 4,502,636; 2014 - \$4,041,661; 2013 - \$3,900,392; 2012 - \$3,740,856; 2011 - \$3,452,968; 2010 - \$3,423,831; 2009 - \$3,757,140; 2008 - \$3,901,082; 2007 - \$4,152,737; 2006 - \$3,551,652; 2005 - \$3,005,374

**TAX CREDIT ANALYSIS**

**Program Name:** Rolling Stock Tax Credit

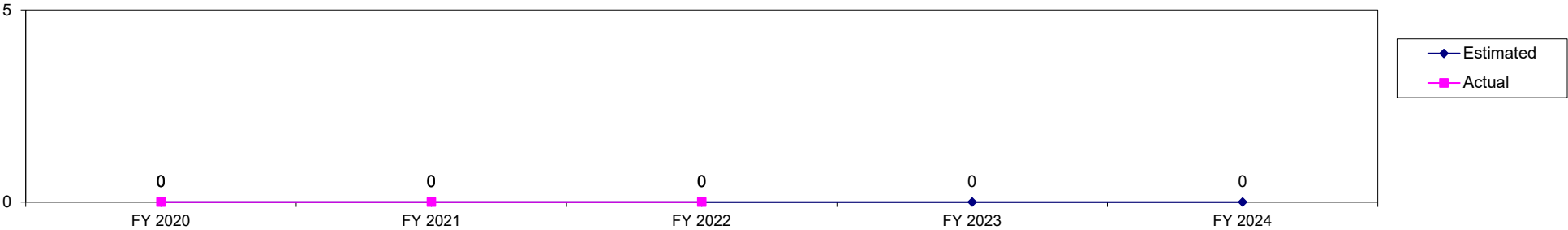
**BENEFIT: COST ANALYSIS (includes only state revenue impacts)**

|                          | FY 2022<br>ACTIVITY | Other Fiscal Period<br>(indicated time period) | Derivation of Benefits: |
|--------------------------|---------------------|--|-------------------------|
| <b>BENEFITS</b>          |                     |  |                         |
| Direct Fiscal Benefits   |                     |  |                         |
| Indirect Fiscal Benefits |                     |  |                         |
| <b>Total</b>             | \$0                 | \$0  |                         |
| <b>COSTS</b>             |                     |  |                         |
| Direct Fiscal Costs      |                     |  |                         |
| Indirect Fiscal Costs    |                     |  |                         |
| <b>Total</b>             | \$0                 | \$0  |                         |
| <b>BENEFIT: COST</b>     | <b>#DIV/0!</b>      | <b>#DIV/0!</b>                                 |                         |

**Other Benefits:**

**PERFORMANCE MEASURE(S)**

**Permanent New Jobs Created**



**Comments on Performance Measure:**

## TAX CREDIT ANALYSIS

|   |  |                           |
|---|--|---------------------------|
| <b>Program Name:</b> Long Care Deduction          |  |                           |
| <b>Department:</b> Revenue                        | <b>Contact Name &amp; No.:</b> Josh Shewmaker (526-2723)   | <b>Date:</b> January 2023 |
| <b>Program Category:</b> Domestic and Social      | <b>Type:</b> Tax Credit <input type="checkbox"/> Other (specify) <input checked="" type="checkbox"/> X |                           |
| <b>Statutory Authority:</b> Section 135.096, RSMo | <b>Applicable Taxes:</b> Section 135.096, RSMo   |                           |
| <b>Date of Origin:</b> 2007                       |  |                           |

**Program Description and Eligibility Requirements:**  
 In order to promote personal financial responsibility for long-term health care in this state, for all taxable years beginning after December 31, 1999, a resident individual may deduct from such individual's Missouri taxable income an amount equal to fifty percent of all nonreimbursed amounts paid by such individual for qualified long-term care insurance premiums to the extent such amounts are not included in the individual's itemized deductions. For all taxable years beginning after December 31, 2006, such deduction was increased to 100 percent of all nonreimbursed amounts paid by such individual for qualified long-term care insurance premiums to the extent such amounts are not included in the individual's itemized deductions. Qualified long-term care insurance means any policy that meets or exceeds the provision of Section 376.1100 to 376.1118, RSMo.

**Explanation of How Award is Computed:** Entitlement  Yes  Discretionary  No   
 A resident individual may deduct from their Missouri Taxable income and amount equal to 100 percent (beginning January 1, 2007, of non-reimbursed amounts paid by the taxpayer for qualified long-term care insurance premiums to the extent that the amounts are not included in the taxpayer's itemized deductions. The Long Term Care deduction is awarded to taxpayer's who provides documentation of long term care insurance premiums paid, as well as, Federal Schedule A indicating that such premiums are not included in the taxpayer's federal itemized deductions.

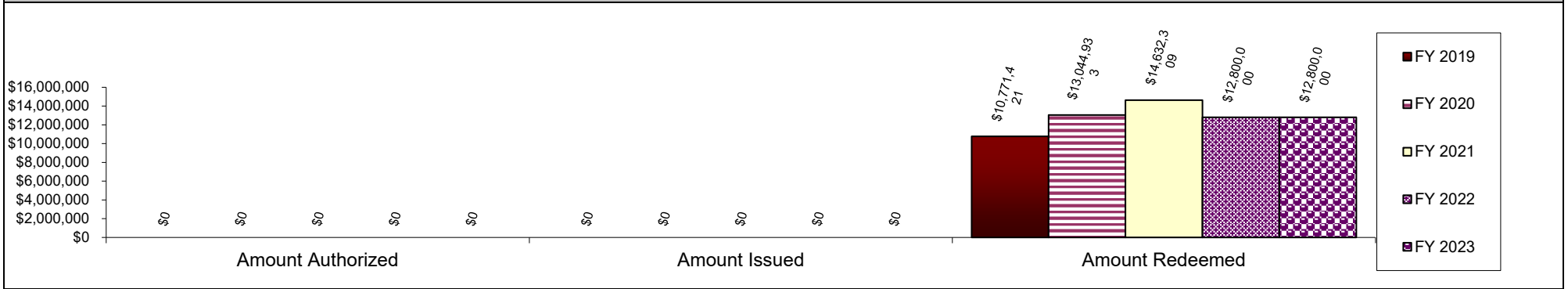
**Program Cap:** Cumulative \$ \_\_\_\_\_ (remainder of cumulative cap) \$ \_\_\_\_\_ Annual \$ \_\_\_\_\_ None  X   
**Explanation of cap:**

**Explanation of Expiration of Authority:** Section 135.096, RSMo, does not enact the provisions of the Missouri Sunset Act. The tax deduction does not have an expiration date.

**Specific Provisions:** (if applicable)  
 Carry forward  n/a  years Carry Back  n/a  years Refundable  No  Sellable/Assignable  No  Additional Federal Deductions Available  Yes   
**Comments on Specific Provisions:**

|                                 | FY 2020 ACTUAL | FY 2021 ACTUAL    | FY 2022 ACTUAL | FY 2023 (year to date)                      | FY 2023 (Full Year) | FY 2024 (Budget Year) |
|---------------------------------|----------------|-------------------|----------------|---|---------------------|-----------------------|
| Certificates Issued (#)         | 0              | 0                 | 0              | 0   | 0                   | 0                     |
| Projects (#)                    | 64,219         | 75,988            | 64,156         | 5,940                                       | 70,000              | 80,000                |
| Amount Authorized               | \$0            | \$0               | \$0            | \$0   | \$0                 | \$0                   |
| Amount Issued                   | \$0            | \$0               | \$0            | \$0   | \$0                 | \$0                   |
| Amount Redeemed                 | \$10,771,421   | \$13,044,933      | \$14,632,309   | \$1,272,365                                 | \$12,800,000        | \$12,800,000          |
| FY 2023 EST. Amount Outstanding |                | 0 as of 1/11/2023 |                | FY 2023 EST. Amount Authorized but Unissued |                     | 0 as of 1/11/2023     |

### HISTORICAL AND PROJECTED INFORMATION



**Comments on Historical and Projected Information:**



## TAX CREDIT ANALYSIS

**Program Name:** Long Care Deduction

### BENEFIT: COST ANALYSIS (includes only state revenue impacts)

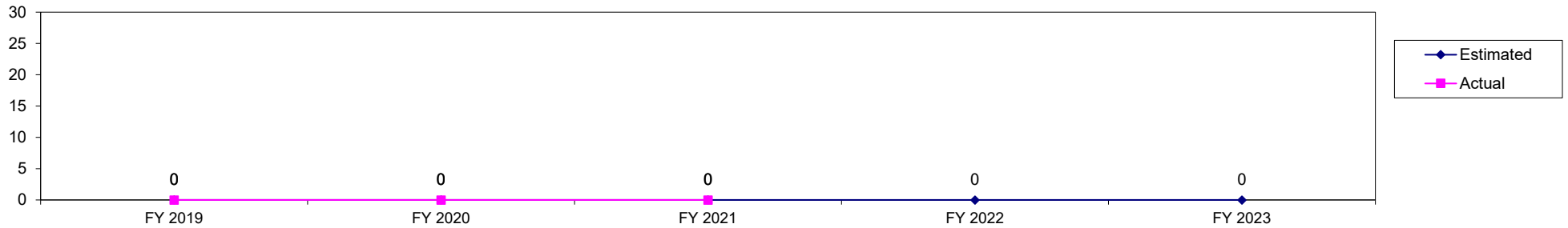
|                          | FY 2022<br>ACTIVITY | Other Fiscal Period<br>(indicated time period) |   |
|--------------------------|---------------------|--|---|
| <b>BENEFITS</b>          |                     |  | <b>Derivation of Benefits:</b><br>The Missouri Department of Revenue, with the assistance of the Missouri Department of Economic Development, used the Regional Economic Model, Inc. (REMI) to generate fiscal cost-benefit analysis for tax credit programs as required under Section 33.282, RSMo.<br><br><b>Other Assumptions:</b><br>- Reduction in personal income taxes of \$14,632,309 in 2022.<br>- \$14,632,309 in Long Term Care tax credits in 2022.<br>- Impacts occur statewide. All values in constant dollars<br>- Assumptions provided by DED |
| Direct Fiscal Benefits   | \$0                 |  |   |
| Indirect Fiscal Benefits | \$369,382           |  |   |
| <b>Total</b>             | \$369,382           |  |   |
| <b>COSTS</b>             |                     |  |   |
| Direct Fiscal Costs      | \$14,632,309        |  |   |
| Indirect Fiscal Costs    | \$0                 |  |   |
| <b>Total</b>             | \$14,632,309        |  |   |
| <b>BENEFIT: COST</b>     | <b>0.03</b>         |  |   |

**Other Benefits:**

### PERFORMANCE MEASURE(S)

|           | Permanent New Jobs Created |         |         |         |         |
|-----------|----------------------------|---------|---------|---------|---------|
|           | FY 2019                    | FY 2020 | FY 2021 | FY 2022 | FY 2023 |
| Estimated | 0                          | 0       | 0       | 0       | 0       |
| Actual    | 0                          | 0       | 0       |         |         |

**Permanent New Jobs Created**



**Comments on Performance Measure:**

## TAX CREDIT ANALYSIS

|   |   |                           |
|---|---|---------------------------|
| <b>Program Name:</b> Peace Officer Surviving Spouse |   |                           |
| <b>Department:</b> Revenue                          | <b>Contact Name &amp; No.:</b> Josh Shewmaker (526-2723)                          | <b>Date:</b> January 2023 |
| <b>Program Category:</b> Domestic and Social        | <b>Type:</b> Tax Credit <input checked="" type="checkbox"/> Other (specify) _____ |                           |
| <b>Statutory Authority:</b> Section 135.090, RSMo   | <b>Applicable Taxes:</b> Chapter 143, excluding Sections 143.191 to 143.265       |                           |
| <b>Date of Origin:</b> 2013                         |   |                           |

**Program Description and Eligibility Requirements:**  
 For all tax years beginning on or after January 2, 2008, any firefighter, police officer, capitol police officer, parole officer, probation officer, correctional employee, water patrol officer, park ranger, conservation officer, commercial motor vehicle enforcement officer, emergency medical responder, as defined in section 190.100, emergency medical technician, first responder, or highway patrolman employed by the state of Missouri (whose death was deemed to be "in the line of duty") shall be allowed a credit against the tax otherwise due under Chapter 143, RSMo, excluding withholding tax, in an amount equal to the total amount of the property taxes on the surviving spouse's homestead paid during the year for which the credit is claimed. A surviving spouse may claim the credit for each tax year beginning the year of death of the public safety officer until the tax year is which the surviving spouse remarries.

**Explanation of How Award is Computed:** Entitlement  Yes  Discretionary  No   
 A surviving spouse of a public safety officer, defined above, may claim a credit equal to the total amount of the property taxes paid on the surviving spouse's homestead. A surviving spouse may claim the credit for each tax year beginning the year of death of the public safety officer until the tax year in which the surviving spouse remarries. No credit shall be allowed for the year in which the surviving spouse remarries

**Program Cap:** Cumulative \$ \_\_\_\_\_ (remainder of cumulative cap) \$ \_\_\_\_\_ Annual \$ \_\_\_\_\_ None  X \_\_\_\_\_  
**Explanation of cap:**

**Explanation of Expiration of Authority:**  
 The sunset and termination dates were prolonged during the 2019 Regular Session. Pursuant to Section 23.253, RSMo, of the Missouri Sunset Act, this program shall expire on December 31, 2027 with a termination date of September 1, 2028.

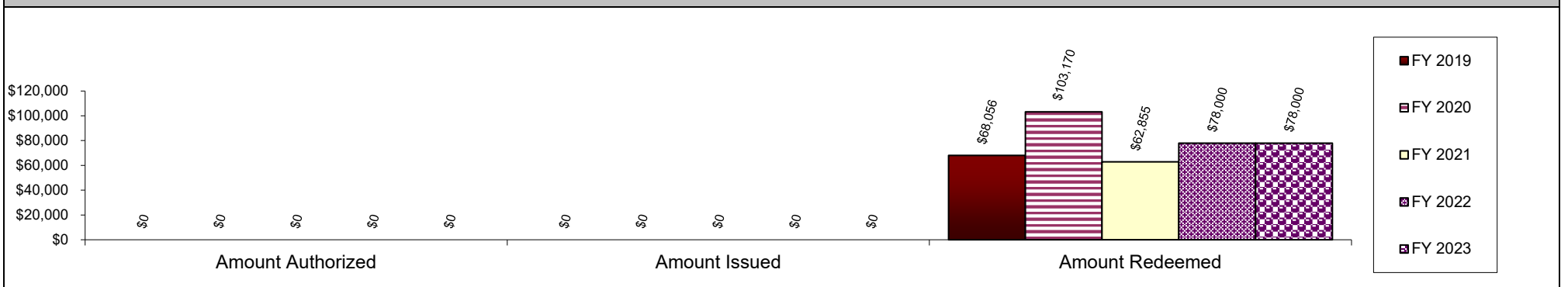
**Specific Provisions:** (if applicable)  
 Carry forward  No \_\_\_\_\_ years Carry Back  No \_\_\_\_\_ years Refundable  Yes \_\_\_\_\_ Sellable/Assignable  No \_\_\_\_\_ Additional Federal Deductions Available  No \_\_\_\_\_

**Comments on Specific Provisions:**

|                         | FY 2020 ACTUAL | FY 2021 ACTUAL | FY 2022 ACTUAL | FY 2023 (year to date) | FY 2023 (Full Year) | FY 2024 (Budget Year) |
|-------------------------|----------------|----------------|----------------|------------------------|---------------------|-----------------------|
| Certificates Issued (#) | 0              | 0              | 0              | 0                      | 0                   | 0                     |
| Projects (#)            | 30             | 38             | 22             | 5                      | 35                  | 35                    |
| Amount Authorized       | \$0            | \$0            | \$0            | \$0                    | \$0                 | \$0                   |
| Amount Issued           | \$0            | \$0            | \$0            | \$0                    | \$0                 | \$0                   |
| Amount Redeemed         | \$68,056       | \$103,170      | \$62,855       | \$16,885               | \$78,000            | \$78,000              |

|   |   |
|---|---|
| FY 2023 EST. Amount Outstanding \$0 as of 1/11/2023 | FY 2023 EST. Amount Authorized but Unissued \$0 as of 1/11/2023 |
|---|---|

### HISTORICAL AND PROJECTED INFORMATION



**Comments on Historical and Projected Information:**

**TAX CREDIT ANALYSIS**

**Program Name:** Peace Officer Surviving Spouse

## TAX CREDIT ANALYSIS

**Program Name:** Peace Officer Surviving Spouse

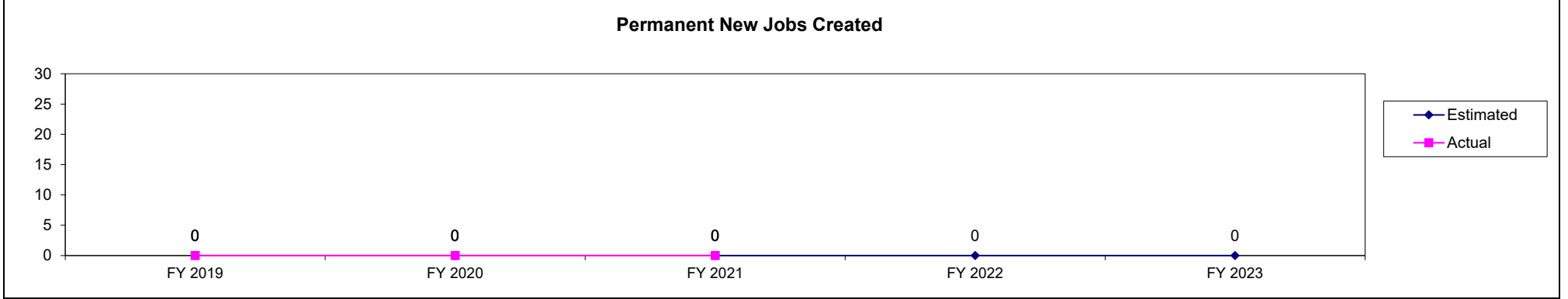
### BENEFIT: COST ANALYSIS (includes only state revenue impacts)

|                          | FY 2022<br>ACTIVITY | Other Fiscal Period<br>(indicated time period) |  |
|--------------------------|---------------------|--|--|
| <b>BENEFITS</b>          |                     |  | <b>Derivation of Benefits:</b><br>The Department of Revenue, with the assistance of the Missouri Department of Economic Development, used the Regional Economic Model, Inc. (REMI) to generate fiscal cost-benefit analysis for the tax credit programs as required by Section 33.282, Ramos.<br><br><b>Other Assumptions:</b><br>- Reduction in personal income taxes of \$62,855 in 2022.<br>- Incentives/Credits of \$62,855 in Peace Officer Surviving Spouse tax credits in 2022.<br>- Impacts occur statewide. All values in constant dollars<br>- Assumptions provided by DED |
| Direct Fiscal Benefits   | \$0                 |  |  |
| Indirect Fiscal Benefits | \$1,587             |  |  |
| <b>Total</b>             | <b>\$1,587</b>      |  |  |
| <b>COSTS</b>             |                     |  |  |
| Direct Fiscal Costs      | \$62,855            |  |  |
| Indirect Fiscal Costs    | \$0                 |  |  |
| <b>Total</b>             | <b>\$62,855</b>     |  |  |
| <b>BENEFIT: COST</b>     | <b>0.03</b>         |  |  |

**Other Benefits:**

### PERFORMANCE MEASURE(S)

|           | Permanent New Jobs Created |         |         |         |         |
|-----------|----------------------------|---------|---------|---------|---------|
|           | FY 2019                    | FY 2020 | FY 2021 | FY 2022 | FY 2023 |
| Estimated | 0                          | 0       | 0       | 0       | 0       |
| Actual    | 0                          | 0       | 0       |         |         |



**Comments on Performance Measure:**

## TAX CREDIT ANALYSIS

|  |   |                           |
|--|---|---------------------------|
| <b>Program Name:</b> Self Employed Health Insurance Tax Credit |   |                           |
| <b>Department:</b> Revenue                                     | <b>Contact Name &amp; No.:</b> Josh Shewmaker (526-2723)                          | <b>Date:</b> January 2023 |
| <b>Program Category:</b> Financial and Institution             | <b>Type:</b> Tax Credit <input checked="" type="checkbox"/> Other (specify) _____ |                           |
| <b>Statutory Authority:</b> Section 143.119, RSMo              | <b>Applicable Taxes:</b> Chapter 143, excluding Sections 143.191 to 143.265, RSMo |                           |
| <b>Date of Origin:</b> 2007                                    |   |                           |

**Program Description and Eligibility Requirements:**  
 A self-employed taxpayer, as such term is used in the federal Internal Revenue Code (IRC) who is ineligible for the federal income tax health insurance deduction under Section 162 of the federal IRC shall be entitled to a credit against the tax otherwise due under this chapter, excluding withholding tax imposed by Sections 143.191 to 143.265, in an amount equal to the portion of such taxpayer's federal tax liability incurred due to such taxpayer's inclusion of such payments in federal adjusted gross income. For all tax periods ending on or after August 28, 2022, to be eligible for a credit under this section, the self-employed taxpayer shall have a Missouri income tax liability, before any other tax credits, of less than three thousand dollars.

**Explanation of How Award is Computed:** Entitlement  Yes  Discretionary  No   
 A self-employed taxpayer may claim a credit in an amount equal to the portion of the taxpayer's federal tax liability due to the taxpayer's inclusion of the federal income tax health insurance payment in their federal adjusted gross income. For all tax periods ending on or after August 28, 2022, to be eligible for a credit under this section, the self-employed taxpayer shall have a Missouri income tax liability, before any other tax credits, of less than three thousand dollars.

**Program Cap:** Cumulative \$ \_\_\_\_\_ (remainder of cumulative cap) \$ \_\_\_\_\_ Annual \$ \_\_\_\_\_ None

**Explanation of cap:**

**Explanation of Expiration of Authority:** Section 143.119, RSMo, does not enact the provisions of the Missouri Sunset Act. The tax credit does not have an expiration date.

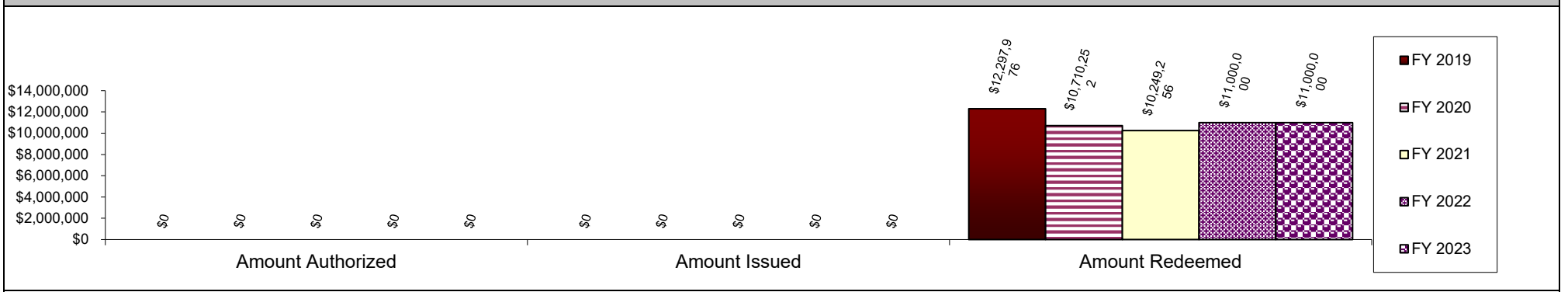
**Specific Provisions:** (if applicable)  
 Carry forward  No  years Carry Back  No  years Refundable  Yes (No, after 8/28/2022)  Sellable/Assignable  No  Additional Federal Deductions Available  Yes

**Comments on Specific Provisions:** For all tax periods ending on or after August 28, 2022, The tax credits authorized under this section shall be nontransferable, nonrefundable, and shall not be carried back or forward to any other tax

|                         | FY 2020 ACTUAL | FY 2021 ACTUAL | FY 2022 ACTUAL | FY 2023 (year to date) | FY 2023 (Full Year) | FY 2024 (Budget Year) |
|-------------------------|----------------|----------------|----------------|------------------------|---------------------|-----------------------|
| Certificates Issued (#) | 0              | 0              | 0              | 0                      | 0                   | 0                     |
| Projects (#)            | 13,461         | 6,335          | 10,108         | 2,422                  | 10,000              | 10,000                |
| Amount Authorized       | \$0            | \$0            | \$0            | \$0                    | \$0                 | \$0                   |
| Amount Issued           | \$0            | \$0            | \$0            | \$0                    | \$0                 | \$0                   |
| Amount Redeemed         | \$12,297,976   | \$10,710,252   | \$10,249,256   | \$3,032,331            | \$11,000,000        | \$11,000,000          |

|                                 |                     |   |     |
|---------------------------------|---------------------|---|-----|
| FY 2023 EST. Amount Outstanding | \$0 as of 1/12/2023 | FY 2023 EST. Amount Authorized but Unissued | \$0 |
|---------------------------------|---------------------|---|-----|

### HISTORICAL AND PROJECTED INFORMATION



**Comments on Historical and Projected Information:**

## TAX CREDIT ANALYSIS

**Program Name:** Self Employed Health Insurance Tax Credit

### BENEFIT: COST ANALYSIS (includes only state revenue impacts)

|                          | FY 2021<br>ACTIVITY | Other Fiscal Period<br>(indicated time period) |
|--------------------------|---------------------|--|
| <b>BENEFITS</b>          |                     |  |
| Direct Fiscal Benefits   | \$0                 |  |
| Indirect Fiscal Benefits | \$258,735           |  |
| <b>Total</b>             | <b>\$258,735</b>    |  |
| <b>COSTS</b>             |                     |  |
| Direct Fiscal Costs      | \$10,249,256        |  |
| Indirect Fiscal Costs    | \$0                 |  |
| <b>Total</b>             | <b>\$10,249,256</b> |  |
| <b>BENEFIT: COST</b>     | <b>0.03</b>         |  |

**Derivation of Benefits:**

The Missouri Department of Revenue, with the assistance of the Missouri Department Economic Development, used the Regional Economic Model, Inc. (REMI) to generate fiscal cost-benefit analysis for tax credit programs as required under Section 33.282, RSMo.

Other Assumptions;

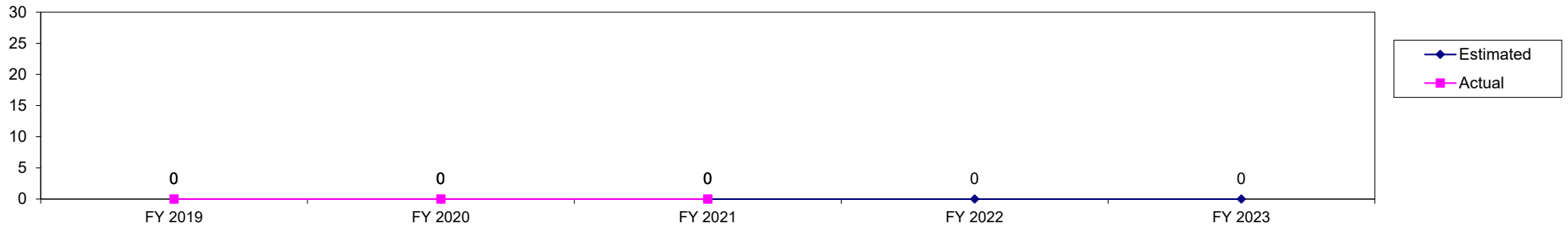
- Reduction in personal income taxes of \$10,249,256 in 2022.
- Incentives/Credits of \$10,249,256 in Self Employed Health Care tax credits in 2022.
- Impacts occur statewide. All values in constant dollars
- Assumptions provided by DED.

**Other Benefits:**

### PERFORMANCE MEASURE(S)

|           | Permanent New Jobs Created |         |         |         |         |
|-----------|----------------------------|---------|---------|---------|---------|
|           | FY 2019                    | FY 2020 | FY 2021 | FY 2022 | FY 2023 |
| Estimated | 0                          | 0       | 0       | 0       | 0       |
| Actual    | 0                          | 0       | 0       |         |         |

**Permanent New Jobs Created**



**Comments on Performance Measure:**

## TAX CREDIT ANALYSIS

|  |   |                           |
|--|---|---------------------------|
| <b>Program Name:</b> Senior Citizen Property Tax Relief          |   |                           |
| <b>Department:</b> Revenue                                       | <b>Contact Name &amp; No.:</b> Josh Shewmaker (526-2723)                          | <b>Date:</b> January 2023 |
| <b>Program Category:</b> Domestic and Social                     | <b>Type:</b> Tax Credit <input checked="" type="checkbox"/> Other (specify) _____ |                           |
| <b>Statutory Authority:</b> Section 135.010-Section135.035, RSMo | <b>Applicable Taxes:</b> Section 135.010  |                           |
| <b>Date of Origin:</b> 1975                                      |   |                           |

**Program Description and Eligibility Requirements:**  
 Sections 135.010-135.035, RSMo, allow certain senior citizens who have lived in Missouri the entire year and are 65 years of age or older, or is a veteran of any branch of the Armed Forces who became 100 percent disabled as a result of such service, or is 100 percent disabled, or has reached the age of 60 on or before the last day of the calendar year and is receiving surviving spouse Social Security benefits during the calendar year and meet the income levels to file a claim for a refund of a portion of their property taxes or rent paid on property subject to property tax. The maximum total household income upper limit for renters or whose home is not owned the entire year is \$27,500 for single individuals or married couples filing a separate return and \$29,500 for married couples filing a combined return if they own their home the entire year. The maximum income is \$30,000 for single individuals or married couples filing separately and \$34,000 for married couples filing a combined return. The minimum base beginning on January 1, 2008 is \$14,300.

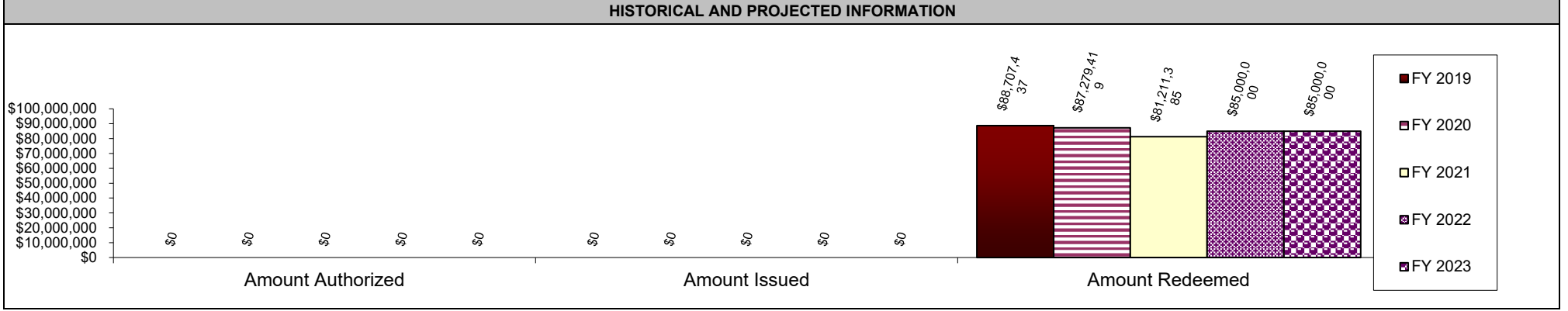
**Explanation of How Award is Computed:** Entitlement  Yes  Discretionary  No   
 Sections 135.010-135.035, RSMo, allow certain senior citizens who have lived in Missouri the entire year and are 65 years of age or older, or is a veteran of any branch of the Armed Forces who became 100 percent disabled as a result of such service; or is 100 percent disabled, or has reached the age of 60 on or before the last day of the calendar year and is receiving surviving spouse Social Security benefits during the calendar year and meet the income levels to file a claim for a refund of a portion of their property taxes or rent paid on property subject to property tax. If the income on a return is equal to or less than the maximum upper limit for the calendar year for which the return is filed, the property tax credit shall be determined from a table of credits based upon the amount by which the total property tax described in Section 135.025, RSMo, exceeds the percent of income. The property tax shall be in increments of \$25 and the income in increments of \$300. The credit shall be the amount rounded to the nearest whole dollar computed on the basis of the property tax and income at the midpoints of each increment.

**Program Cap:** Cumulative \$ \_\_\_\_\_ (remainder of cumulative cap) \$ \_\_\_\_\_ Annual \$ \_\_\_\_\_ None   
**Explanation of cap:** Section 135.030 RSMo, sets the cap at \$750 per claim for rent paid and \$1,100 for property taxes paid.

**Explanation of Expiration of Authority:**  
**Specific Provisions:** (if applicable)  
 Carry forward  No  years Carry Back  No  years Refundable  Yes  Sellable/Assignable  No  Additional Federal Deductions Available  No   
**Comments on Specific Provisions:**

|                         | FY 2020 ACTUAL | FY 2021 ACTUAL | FY 2022 ACTUAL | FY 2023 (year to date) | FY 2023 (Full Year) | FY 2024 (Budget Year) |
|-------------------------|----------------|----------------|----------------|------------------------|---------------------|-----------------------|
| Certificates Issued (#) | 0              | 0              | 0              | 0                      | 0                   | 0                     |
| Projects (#)            | 155,682        | 151,639        | 140,026        | 10,720                 | 150,000             | 150,000               |
| Amount Authorized       | \$0            | \$0            | \$0            | \$0                    | \$0                 | \$0                   |
| Amount Issued           | \$0            | \$0            | \$0            | \$0                    | \$0                 | \$0                   |
| Amount Redeemed         | \$88,707,437   | \$87,279,419   | \$81,211,385   | \$6,525,249            | \$85,000,000        | \$85,000,000          |

|   |   |
|---|---|
| FY 2023 EST. Amount Outstanding \$0 as of 1/11/2023 | FY 2023 EST. Amount Authorized but Unissued \$0 as of 1/11/2023 |
|---|---|



**TAX CREDIT ANALYSIS**

**Program Name:** Senior Citizen Property Tax Relief

**Comments on Historical and Projected Information:**



## TAX CREDIT ANALYSIS

**Program Name:** Senior Citizen Property Tax Relief

### BENEFIT: COST ANALYSIS (includes only state revenue impacts)

|                          | FY 2021<br>ACTIVITY | Other Fiscal Period<br>(indicated time period) |
|--------------------------|---------------------|--|
| <b>BENEFITS</b>          |                     |  |
| Direct Fiscal Benefits   | \$0                 |  |
| Indirect Fiscal Benefits | \$2,046,456         |  |
| <b>Total</b>             | <b>\$2,046,456</b>  |  |
| <b>COSTS</b>             |                     |  |
| Direct Fiscal Costs      | \$81,211,385        |  |
| Indirect Fiscal Costs    | \$0                 |  |
| <b>Total</b>             | <b>\$81,211,385</b> |  |
| <b>BENEFIT: COST</b>     | <b>0.03</b>         |  |

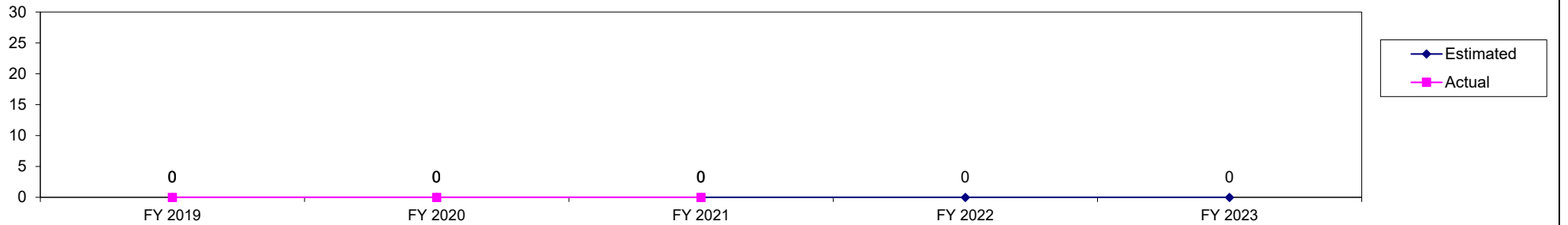
**Derivation of Benefits:**  
 The Missouri Department of Revenue, with the assistance of the Missouri Department of Economic Development, used the Regional Economic Model, Inc. (REMI) to generate fiscal cost-benefit analysis for tax credit programs as required in Section 33.282, RSMo.  
**Other Assumptions:**  
 - Reduction in personal income taxes of \$81,211,385 in 2022.  
 - Incentives/credits of \$81,211,385 in Senior Citizen Property Tax relief tax credits in 2022.  
 - Impacts occur statewide. All values in constant dollars  
 - Assumptions provided by DED

**Other Benefits:**

### PERFORMANCE MEASURE(S)

|           | Permanent New Jobs Created |         |         |         |         |
|-----------|----------------------------|---------|---------|---------|---------|
|           | FY 2019                    | FY 2020 | FY 2021 | FY 2022 | FY 2023 |
| Estimated | 0                          | 0       | 0       | 0       | 0       |
| Actual    | 0                          | 0       | 0       |         |         |

**Permanent New Jobs Created**



**Comments on Performance Measure:**

## TAX CREDIT ANALYSIS

|  |   |                           |
|--|---|---------------------------|
| <b>Program Name:</b> Special Needs Adoption                |   |                           |
| <b>Department:</b> Revenue                                 | <b>Contact Name &amp; No.:</b> Josh Shewmaker (526-2723)                          | <b>Date:</b> January 2023 |
| <b>Program Category:</b> Domestic and Social               | <b>Type:</b> Tax Credit <input checked="" type="checkbox"/> Other (specify) _____ |                           |
| <b>Statutory Authority:</b> Sections 135.325-135.339, RSMo | <b>Applicable Taxes:</b> Chapter 143  |                           |
| <b>Date of Origin:</b> 1997                                |   |                           |

**Program Description and Eligibility Requirements:**  
 Any person residing in Missouri who proceeds in good faith with the adoption of a special needs child on or after January 1, 2000, shall be eligible to receive a tax credit up to \$10,000 for nonrecurring adoption expenses for each child. From March 20, 2013 through January 1, 2022, the tax credits shall only be allocated for the adoption of special needs children who are residents or wards of this state at the time the adoption is initiated. Any business entity providing funds to an employee to enable that employee to proceed in good faith with the adoption of a special needs child shall be eligible to receive a tax credit up to \$10,000 for nonrecurring adoption expenses for each child, except that only one \$10,000 credit is available for each special needs child adopted.

Any person residing in this state who proceeds in good faith with the adoption of a child on or after January 1, 2022, regardless of whether such child is a special needs child, shall be eligible to receive a tax credit of up to ten thousand dollars for nonrecurring adoption expenses for each child that may be applied to taxes due under chapter 143. The tax credit shall be allowed regardless of whether the child adopted is a resident or ward of a resident of this state at the time the adoption is initiated; however, priority shall be given to applications to claim the tax credit for special needs children who are residents or wards of residents of this state at the time the adoption is initiated. Any business entity providing funds to an employee to enable that employee to proceed in good faith with the adoption of a child shall be eligible to receive a tax credit of up to ten thousand dollars for nonrecurring adoption expenses for each child that may be applied to taxes due under such business entity's state tax liability; except that, only one credit, up to ten thousand dollars, shall be available for each child who is adopted.

**Explanation of How Award is Computed:** Entitlement Yes Discretionary No  
 Individuals and businesses may claim a tax credit for the total nonrecurring adoption expense in each fiscal year that expenses are incurred. A claim for 50 percent of the credit is allowed when the child is placed in the home. A claim for the remaining 50 percent is allowed when the adoption is final. The total of the credits shall not exceed \$10,000 per child. Applications to claim the adoption credit must be filed between July 1 and April 15 of each fiscal year. Beginning January 1, 2022, residents of Missouri who proceed in good faith with adoption of a child, regardless of whether such child is a special need child shall be eligible to receive a credit; however, priority shall be given to applications to claim the tax credit for special needs children who are residents or wards of residents of this state at the time the adoption is initiated.

**Program Cap:** Cumulative \$ \_\_\_\_\_ (remainder of cumulative cap) \$ \_\_\_\_\_ Annual \$6 million None \_\_\_\_\_

**Explanation of cap:**  
 On or after July 1, 2021, the cumulative amount of tax credits that may be claimed by taxpayers claiming the credit for nonrecurring adoption expenses shall not exceed six million dollars in any fiscal year.

**Explanation of Expiration of Authority:** Sections 135.325-135.339, RSMo, do not enact the provisions of the Missouri Sunset Act.

**Specific Provisions:** (if applicable)  
 Carry forward 4 years Carry Back No years Refundable No Sellable/Assignable Yes Additional Federal Deductions Available Yes

**Comments on Specific Provisions:** Anticipated volume of redemptions is unknow, due to the expansion in the definition of taxpayers who qualify for the Adoption Tax Credit.

|                         | FY 2020 ACTUAL | FY 2021 ACTUAL | FY 2022 ACTUAL | FY 2023 (year to date) | FY 2023 (Full Year) | FY 2024 (Budget Year) |
|-------------------------|----------------|----------------|----------------|------------------------|---------------------|-----------------------|
| Certificates Issued (#) | 0              | 0              | 0              | 0                      | 0                   | 0                     |
| Projects (#)            | 8              | 2              | 3              | 0                      | 30                  | 30                    |
| Amount Authorized       | \$0            | \$0            | \$0            | \$0                    | \$0                 | \$0                   |
| Amount Issued           | \$0            | \$0            | \$0            | \$0                    | \$0                 | \$0                   |
| Amount Redeemed         | \$29,404       | \$3,611        | \$19,690       | \$0                    | \$2,000,000         | \$2,000,000           |

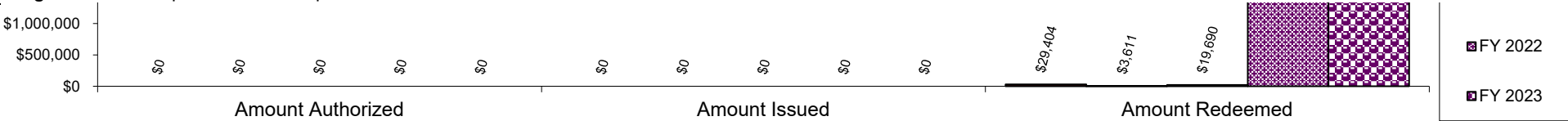
|                                 |          |   |                        |
|---------------------------------|----------|---|------------------------|
| FY 2023 EST. Amount Outstanding | \$13,304 | FY 2023 EST. Amount Authorized but Unissued | \$0.00 as of 1/11/2023 |
|---------------------------------|----------|---|------------------------|

### HISTORICAL AND PROJECTED INFORMATION



**TAX CREDIT ANALYSIS**

**Program Name:** Special Needs Adoption



**Comments on Historical and Projected Information:**

## TAX CREDIT ANALYSIS

**Program Name:** Special Needs Adoption

### BENEFIT: COST ANALYSIS (includes only state revenue impacts)

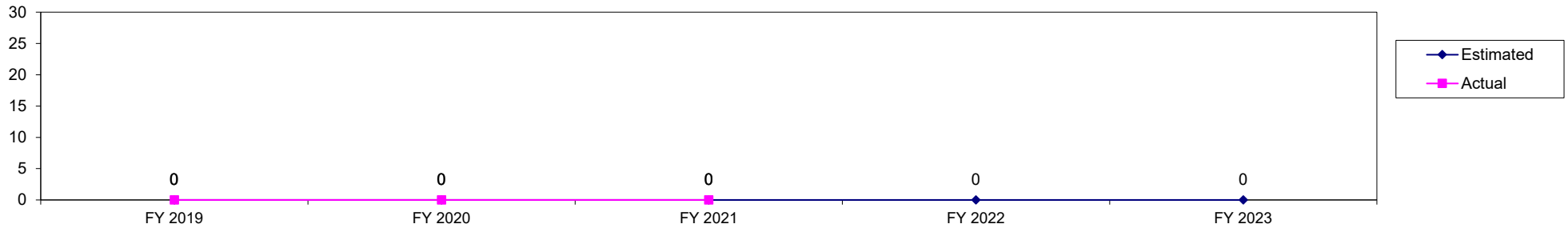
|                          | FY 2022<br>ACTIVITY | Other Fiscal Period<br>(indicated time period) |  |
|--------------------------|---------------------|--|--|
| <b>BENEFITS</b>          |                     |  | <b>Derivation of Benefits:</b><br>The Missouri Department of Revenue, with the assistance of the Missouri Department of Economic Development, used the Regional Economic Model, Inc. (REMI) to generate fiscal cost-benefit analysis for tax credit programs as required under Section 33.282, RSMo.<br><br><b>Other Assumptions:</b><br>- Reduction in personal income taxes of \$19,690 in 2022.<br>- Incentives/Credits of \$19,690 in Special Needs Adoption tax credits in 2022.<br>- Impacts occur statewide. All values in constant dollars<br>- Assumptions provided by DED. |
| Direct Fiscal Benefits   | \$0                 |  |  |
| Indirect Fiscal Benefits | \$497               |  |  |
| <b>Total</b>             | \$497               |  |  |
| <b>COSTS</b>             |                     |  |  |
| Direct Fiscal Costs      | \$19,690            |  |  |
| Indirect Fiscal Costs    | \$0                 |  |  |
| <b>Total</b>             | \$19,690            |  |  |
| <b>BENEFIT: COST</b>     | <b>0.03</b>         |  |  |

**Other Benefits:**

### PERFORMANCE MEASURE(S)

|           | Permanent New Jobs Created |         |         |         |         |
|-----------|----------------------------|---------|---------|---------|---------|
|           | FY 2019                    | FY 2020 | FY 2021 | FY 2022 | FY 2023 |
| Estimated | 0                          | 0       | 0       | 0       | 0       |
| Actual    | 0                          | 0       | 0       |         |         |

**Permanent New Jobs Created**



**Comments on Performance Measure:**

## TAX CREDIT ANALYSIS

|   |   |                     |
|---|---|---------------------|
| <b>Program Name:</b> Developmental Disability Care Provider |   |                     |
| Department: Social Services                                 | Contact Name & No.: Patrick Luebbering (573) 751-7533   | Date: January, 2023 |
| Program Category: Domestic and Social                       | Type: Tax Credit <input checked="" type="checkbox"/> Other (specify) _____                              |                     |
| Statutory Authority: 135.1180 RSMo                          | Applicable Taxes: Corporate Income, Fiduciary, Financial, Corporate Franchise, Individual and Insurance |                     |
| <b>Date of Origin:</b> Aug. 28, 2012                        |   |                     |

**Program Description and Eligibility Requirements:**  
 A qualified developmental disability care provider may apply for tax credits on behalf of taxpayers who make eligible donations to the provider. Those who donate to qualifying providers are eligible to receive a tax credit up to fifty percent of their donation. Qualified developmental disability care providers that accept these donations are required to remit payment equivalent to the amount of the tax credit to the Department of Social Services. The program was authorized in HB 1172 (2012) and went into effect August 28, 2012.

|  |                    |                              |                      |                             |
|--|--------------------|------------------------------|----------------------|-----------------------------|
| <b>Explanation of How Award is Computed:</b>   | <b>Entitlement</b> | <input type="checkbox"/> Yes | <b>Discretionary</b> | <input type="checkbox"/> No |
| Developmental Disability Care Provider is a contributory program. Taxpayers are eligible for a tax credit equivalent to up to fifty percent of an eligible donation to a qualified developmental disability care provider. The developmental disability care provider accepting the qualified donation must remit payment to the DSS equivalent to fifty percent of the donation received (the amount of the tax credit to be issued). The amount of the tax credit claimed may not exceed the amount of the taxpayer's state tax liability in the tax year that the credit is being claimed. Any tax credit that cannot be claimed in the taxable year during which the contribution is made will not be refunded but allowed to be carried forward and used against the taxpayer's state tax liability for four (4) subsequent years. The tax credit issued to taxpayer(s) may be applied to state liability taxes in the amount not to exceed fifty percent of an eligible donation made to a qualifying developmental disability care provider. Qualifying developmental disability care providers must have a current contract with the Children's Division or the Department of Mental Health, or be accredited by the Council on Accreditation, the Joint Commission on Accreditation of Healthcare Organizations, or the Commission on Accreditation of Rehabilitation Facilities. |                    |                              |                      |                             |

**Program Cap:** Cumulative \$ \_\_\_\_\_ (remainder of cumulative cap) \$ \_\_\_\_\_ Annual \$ \_\_\_\_\_ None

**Explanation of cap:** Qualifying developmental disability care providers must submit payment equivalent to the amount of tax credit issued. As a result, no cap is applied to this tax credit.

**Explanation of Expiration of Authority:**

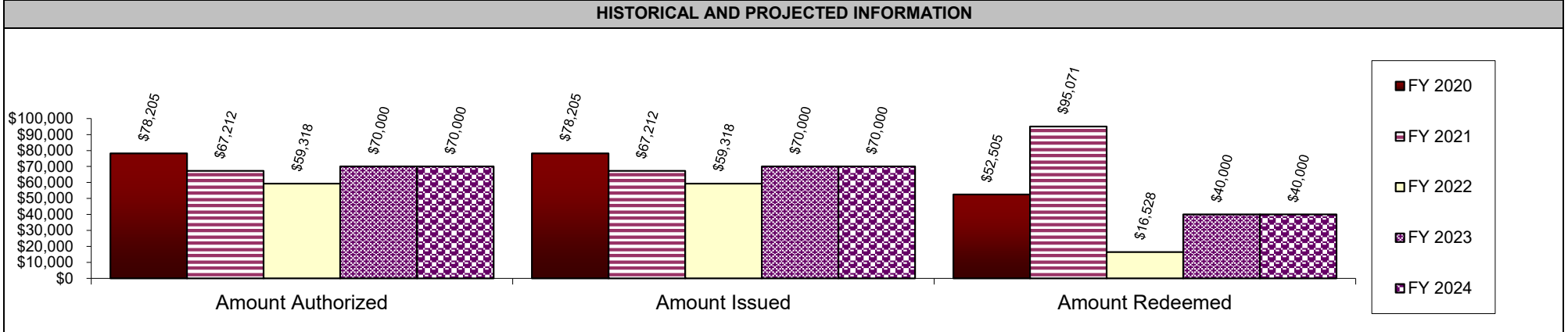
**Specific Provisions:** (if applicable)

Carry forward  Carry Back  Refundable  Sellable/Assignable  Additional Federal Deductions Available

**Comments on Specific Provisions:**

|                           | FY 2020 ACTUAL | FY 2021 ACTUAL | FY 2022 ACTUAL | FY 2023 (year to date) | FY 2023 (Full Year) | FY 2024 (Budget Year) |
|---------------------------|----------------|----------------|----------------|------------------------|---------------------|-----------------------|
| Certificates Issued (#)   | 17             | 19             | 11             | <i>less than 8</i>     | 20                  | 20                    |
| Projects/Participants (#) | N/A            | N/A            | N/A            | N/A                    | N/A                 | N/A                   |
| Amount Authorized         | \$78,205       | \$67,212       | \$59,318       | \$1,000                | \$70,000            | \$70,000              |
| Amount Issued             | \$78,205       | \$67,212       | \$59,318       | \$1,000                | \$70,000            | \$70,000              |
| Amount Redeemed           | \$52,505       | \$95,071       | \$16,528       | \$53,200               | \$40,000            | \$40,000              |

FY 2022 EST. Amount Outstanding \$78,682      FY 2022 EST. Amount Authorized but Unissued      N/A



## TAX CREDIT ANALYSIS

**Program Name:** Developmental Disability Care Provider

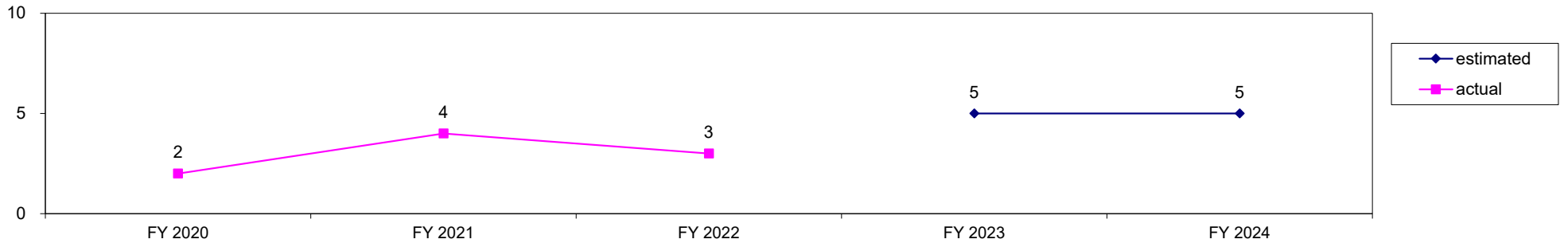
### BENEFIT: COST ANALYSIS (includes only state revenue impacts)

|                          | FY 2022<br>ACTIVITY | Other Fiscal Period<br>(indicated time period) | Derivation of Benefits: Direct benefits are contributions to the Developmental Disability Care Providers under this program that are used solely to provide direct care services to people with developmental disabilities who are residents of this state. (Credits issued reflect 50% of total donations received) |
|--------------------------|---------------------|--|--|
| <b>BENEFITS</b>          |                     |  | Direct costs are the amount redeemed in FY 22 (\$16,528) plus the cost for salary and fringe to administer the tax credit (\$1,077).   |
| Direct Fiscal Benefits   | N/A                 |  |  |
| Indirect Fiscal Benefits | \$118,635           |  |  |
| <b>Total</b>             | \$118,635           | \$0  |  |
| <b>COSTS</b>             |                     |  |  |
| Direct Fiscal Costs      | \$17,605            |  |  |
| Indirect Fiscal Costs    | N/A                 |  |  |
| <b>Total</b>             | \$17,605            | \$0  |  |
| <b>BENEFIT: COST</b>     | <b>6.74</b>         | <b>#DIV/0!</b>                                 |  |

**Other Benefits:** Allows agencies to generate donations to be used toward the care of people with developmental disabilities without causing a burden on the state. Even though the state has a reduction in revenue when these tax credits are redeemed, the payment of half of the donation amount received by the provider offsets this cost.

### PERFORMANCE MEASURE(S)

**Number of Agencies Utilizing the Tax Credit**



**Comments on Performance Measure:**

## TAX CREDIT ANALYSIS

|                                       |   |                     |
|---------------------------------------|---|---------------------|
| <b>Program Name:</b> Diaper Bank      |   |                     |
| Department: Social Services           | Contact Name & No.: Patrick Luebbering (573) 751-7533   | Date: January, 2023 |
| Program Category: Domestic and Social | Type: Tax Credit <input checked="" type="checkbox"/> Other (specify) _____                              |                     |
| Statutory Authority: 135.621 RSMo     | Applicable Taxes: Corporate Income, Fiduciary, Financial, Corporate Franchise, Individual and Insurance |                     |
| <b>Date of Origin:</b> Aug. 28, 2018  |   |                     |

**Program Description and Eligibility Requirements:**  
 Allows a tax credit for taxpayers to apply to their state liability taxes in an amount not to exceed fifty percent of a contribution made to a qualifying diaper bank. Contributions can include cash, stocks, bonds or other marketable securities, or real property, with a value of one hundred dollars (\$100) or more.

**Explanation of How Award is Computed:** Entitlement  Yes  Discretionary  No

Taxpayers are eligible for a tax credit equivalent to up to fifty percent of an eligible contribution to a qualified diaper bank. Contributions must have a value of at least \$100 (\$50 tax credit) and can not exceed \$100,000 (\$50,000 tax credit) per taxpayer during any fiscal year. Eligible tax credits can not exceed the taxpayers state income tax liability for the year the credit is claimed.

Annually, diaper banks must submit an application to be classified as a qualifying agency to receive donations eligible for the Diaper Bank Tax Credit. At least quarterly a review is conducted to determine the cumulative amount of approved tax credits. If a diaper bank fails to use all, or some percentage of its apportioned tax credits during a predetermined period of time, the unused tax credits may be reapportioned to those diaper banks that have used all, or most of their apportionment. Reapportionment may occur more than once during a fiscal year, to the maximum extent possible, to ensure that taxpayers can claim all the tax credits possible up to the cumulative amount of tax credits available for the fiscal year.

**Program Cap:** Cumulative \$ \_\_\_\_\_ (remainder of cumulative cap) \$ \_\_\_\_\_ Annual 500,000 None

**Explanation of cap:** Annually the \$500,000 is allocated to those qualifying diaper banks that have submitted an application and supporting documentation to the Department of Social Services. Allotments may be revised during the year at the Department's discretion in an effort to fully utilize the maximum tax credit possible.

**Explanation of Expiration of Authority:** This program is set to sunset December 31, 2024.

**Specific Provisions:** (if applicable)

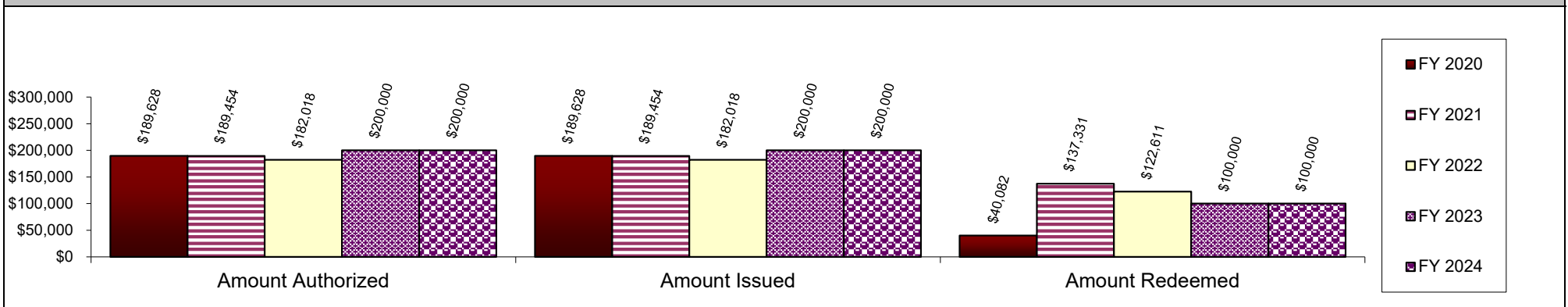
Carry forward  1 year  Carry Back  n/a  Refundable  No  Sellable/Assignable  No  Additional Federal Deductions Available  No

**Comments on Specific Provisions:**

|                           | FY 2020 ACTUAL | FY 2021 ACTUAL | FY 2022 ACTUAL | FY 2023 (year to date) | FY 2023 (Full Year) | FY 2024 (Budget Year) |
|---------------------------|----------------|----------------|----------------|------------------------|---------------------|-----------------------|
| Certificates Issued (#)   | 57             | 88             | 91             | 20                     | 80                  | 80                    |
| Projects/Participants (#) | N/A            | N/A            | N/A            | N/A                    | N/A                 | N/A                   |
| Amount Authorized         | \$189,628      | \$189,454      | \$182,018      | \$73,468               | \$200,000           | \$200,000             |
| Amount Issued             | \$189,628      | \$189,454      | \$182,018      | \$73,468               | \$200,000           | \$200,000             |
| Amount Redeemed           | \$40,082       | \$137,331      | \$122,611      | \$96,738               | \$100,000           | \$100,000             |

FY 2022 EST. Amount Outstanding \$111,530 FY 2022 EST. Amount Authorized but Unissued N/A

### HISTORICAL AND PROJECTED INFORMATION



## TAX CREDIT ANALYSIS

**Program Name:** Diaper Bank

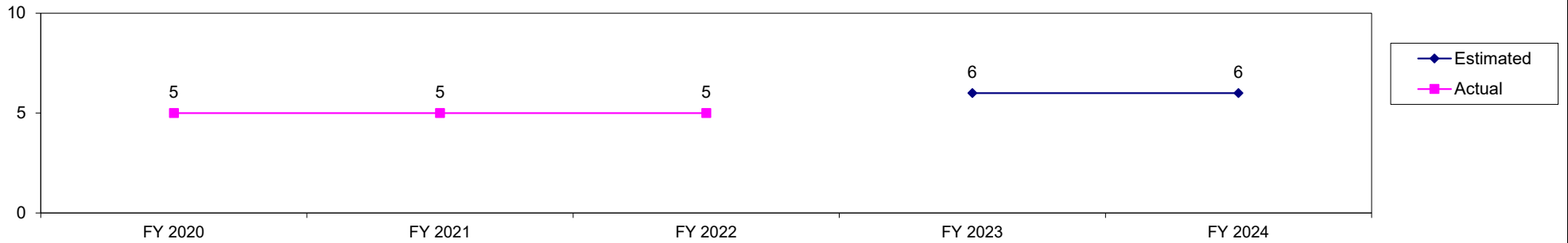
### BENEFIT: COST ANALYSIS (includes only state revenue impacts)

|                          | FY 2022<br>ACTIVITY | Other Fiscal Period<br>(indicated time period) | <b>Derivation of Benefits:</b> Indirect fiscal benefits are the total amount of donations received by qualifying agencies that contributed toward the cost of assisting their clients who may have, otherwise, accessed state assistance. (Credits issued reflect 50% of total donations received) |
|--------------------------|---------------------|--|--|
| <b>BENEFITS</b>          |                     |  | Direct costs are the amount of credits that redeemed in FY 22 (\$122,611) plus the cost for salary and fringe to administer the tax credit (\$3,232).  |
| Direct Fiscal Benefits   | N/A                 |  |  |
| Indirect Fiscal Benefits | \$364,036           |  |  |
| <b>Total</b>             | \$364,036           | \$0  |  |
| <b>COSTS</b>             |                     |  |  |
| Direct Fiscal Costs      | \$125,843           |  |  |
| Indirect Fiscal Costs    | N/A                 |  |  |
| <b>Total</b>             | \$125,843           | \$0  |  |
| <b>BENEFIT: COST</b>     | <b>2.89</b>         | <b>#DIV/0!</b>                                 |  |

**Other Benefits:**

### PERFORMANCE MEASURE(S)

**Number of Participating Diaper Banks**



**Comments on Performance Measure:**



## TAX CREDIT ANALYSIS

|  |   |                     |
|--|---|---------------------|
| Program Name: Health, Hunger and Hygiene |   |                     |
| Department: Social Services              | Contact Name & No.: Patrick Luebbering (573) 751-7533   | Date: January, 2023 |
| Program Category: Domestic and Social    | Type: Tax Credit <input checked="" type="checkbox"/> Other (specify) _____                              |                     |
| Statutory Authority: 135.1125 RSMo       | Applicable Taxes: Corporate Income, Fiduciary, Financial, Corporate Franchise, Individual and Insurance |                     |
| Date of Origin: Aug. 28, 2018            |   |                     |

**Program Description and Eligibility Requirements:**  
 A qualified health, hunger, and hygiene organization may apply for tax credits on behalf of taxpayers who make eligible donations to the organization. Those who donate to qualifying providers are eligible to receive a tax credit up to fifty percent of their donation. Qualified health, hunger, and hygiene organizations that accept these donations are required to remit payment equivalent to the amount of the tax credit to the Department of Social Services (DSS).

**Explanation of How Award is Computed:**

|  |             |                              |  |                             |
|--|-------------|------------------------------|--|-----------------------------|
|  | Entitlement | <input type="checkbox"/> Yes | <input type="checkbox"/> Discretionary | <input type="checkbox"/> No |
|--|-------------|------------------------------|--|-----------------------------|

Health, Hunger, and Hygiene is a contributory program. Taxpayers are eligible for a tax credit equivalent to up to fifty percent of an eligible donation to a qualified health, hunger and hygiene organization. The health, hunger, hygiene organization accepting the qualified donation must remit payment to the DSS equivalent to fifty percent of the donation received (the amount of the tax credit to be issued). Since January 1, 2019, any taxpayer is allowed to claim a credit against their state tax liability equivalent to fifty percent (50%) of the eligible donation the taxpayer made to a qualified health, hunger, and hygiene organization. The amount of the tax credit claimed may not exceed the amount of the taxpayer's state tax liability in the tax year that the credit is being claimed. Any tax credit that cannot be claimed in the taxable year during which the contribution is made will not be refunded, but is allowed to be carried forward and used against the taxpayer's state tax liability for four (4) subsequent years. The tax credit issued to taxpayer(s) may be applied to state liability taxes in the amount not to exceed fifty percent of an eligible donation made to a qualifying health, hunger, and hygiene organization.

**Program Cap:** Cumulative \$ \_\_\_\_\_ (remainder of cumulative cap) \$ \_\_\_\_\_ Annual \$ \_\_\_\_\_ None

**Explanation of cap:** Qualifying health, hunger, and hygiene organizations must submit payment equivalent to the amount of tax credit issued. As a result, no cap is applied to this tax credit.

**Explanation of Expiration of Authority:** The program is set to sunset August 28, 2024.

**Specific Provisions:** (if applicable)

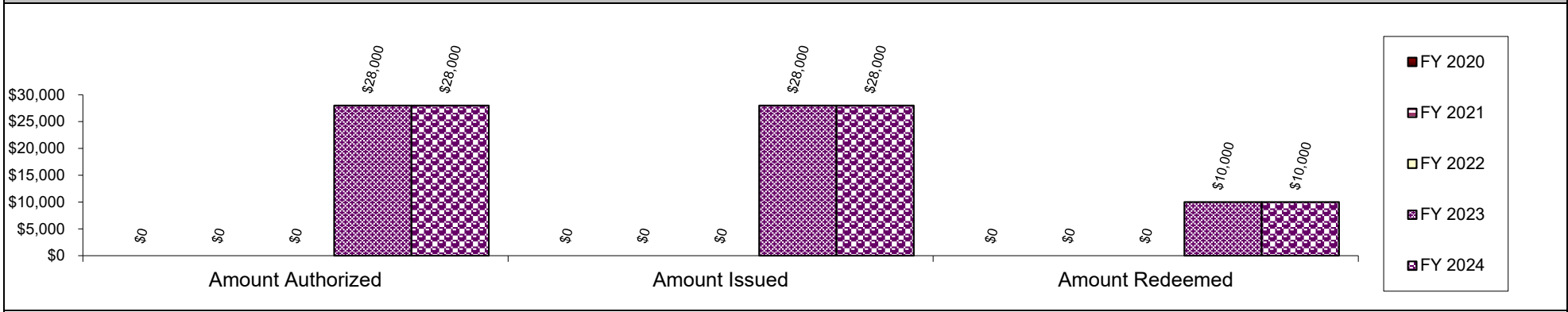
Carry forward  Carry Back  Refundable  Sellable/Assignable  Additional Federal Deductions Available

**Comments on Specific Provisions:**

|                           | FY 2020 ACTUAL | FY 2021 ACTUAL | FY 2022 ACTUAL | FY 2023 (year to date) | FY 2023 (Full Year) | FY 2024 (Budget Year) |
|---------------------------|----------------|----------------|----------------|------------------------|---------------------|-----------------------|
| Certificates Issued (#)   | 0              | 0              | 0              | 0                      | 10                  | 10                    |
| Projects/Participants (#) | N/A            | N/A            | N/A            | N/A                    | N/A                 | N/A                   |
| Amount Authorized         | \$0            | \$0            | \$0            | \$0                    | \$28,000            | \$28,000              |
| Amount Issued             | \$0            | \$0            | \$0            | \$0                    | \$28,000            | \$28,000              |
| Amount Redeemed           | \$0            | \$0            | \$0            | \$0                    | \$10,000            | \$10,000              |

FY 2022 EST. Amount Outstanding \$0      FY 2022 EST. Amount Authorized but Unissued N/A

### HISTORICAL AND PROJECTED INFORMATION



## TAX CREDIT ANALYSIS

Program Name: Health, Hunger and Hygiene

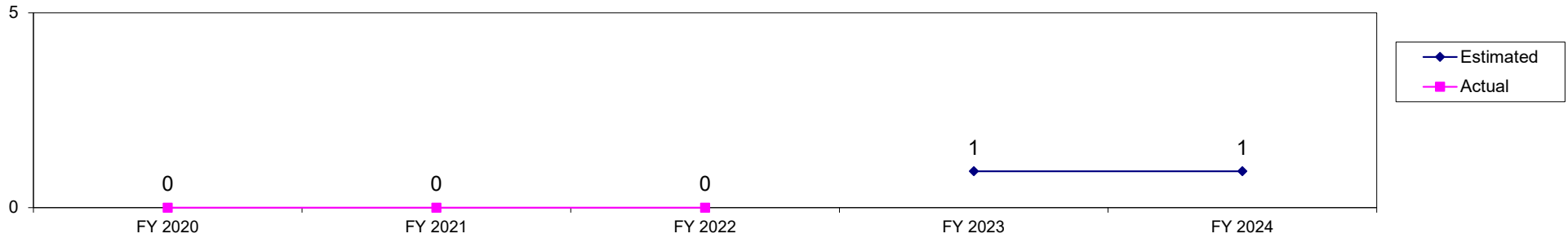
### BENEFIT: COST ANALYSIS (includes only state revenue impacts)

|                          | FY 2022<br>ACTIVITY | Other Fiscal Period<br>(indicated time period) |   |
|--------------------------|---------------------|--|---|
| <b>BENEFITS</b>          |                     |  | <b>Derivation of Benefits:</b> Direct benefits are contributions to the Health, Hunger, and Hygiene providers under this program that are used solely to provide direct care services to children who are residents of this state. (Credits issued reflect 50% of total donations received) |
| Direct Fiscal Benefits   | \$0                 |  |   |
| Indirect Fiscal Benefits | \$0                 |  |   |
| <b>Total</b>             | \$0                 | \$0  | <b>Direct costs</b> are the amount redeemed in FY 22 (\$0) plus the cost for salary and fringe to administer the tax credit (\$1,077).  |
| <b>COSTS</b>             |                     |  |   |
| Direct Fiscal Costs      | \$1,077             |  |   |
| Indirect Fiscal Costs    | \$0                 |  |   |
| <b>Total</b>             | \$1,077             | \$0  |   |
| <b>BENEFIT: COST</b>     | <b>0.00</b>         | <b>#DIV/0!</b>                                 |   |

Other Benefits:

### PERFORMANCE MEASURE(S)

**Number of Staff Retained With Tax Credit Funding**



Comments on Performance Measure:

## TAX CREDIT ANALYSIS

|                                       |   |                     |
|---------------------------------------|---|---------------------|
| Program Name: Maternity Home          |   |                     |
| Department: Social Services           | Contact Name & No.: Patrick Luebbering (573) 751-7533   | Date: January, 2023 |
| Program Category: Domestic and Social | Type: Tax Credit <input checked="" type="checkbox"/> Other (specify) _____                              |                     |
| Statutory Authority: 135.600 RSMo     | Applicable Taxes: Corporate Income, Fiduciary, Financial, Corporate Franchise, Individual and Insurance |                     |

**Date of Origin: Aug. 28, 1997**

**Program Description and Eligibility Requirements:**

The Maternity Homes tax credit program provides a tax credit against a taxpayer's state tax liability equal to seventy percent of contributions to Maternity Homes. Those eligible for the tax credit include a person, firm, partner in a firm, etc., doing business in Missouri or a charitable firm who contributes to a maternity home. The amount of tax credit issued may be equivalent to up to seventy percent of the contribution to the agency. Credits shall not be less than fifty dollars and cannot exceed fifty thousand dollars to an individual taxpayer in a fiscal year.

**Explanation of How Award is Computed:**

|                    |                              |                      |                             |
|--------------------|------------------------------|----------------------|-----------------------------|
| <b>Entitlement</b> | <input type="checkbox"/> Yes | <b>Discretionary</b> | <input type="checkbox"/> No |
|--------------------|------------------------------|----------------------|-----------------------------|

Beginning FY 2023, the amount of tax credits that can be issued increases to seventy percent (70%) of the amount such taxpayer contributes to a maternity home. The taxpayer shall not be allowed to claim a tax credit unless the total amount of such taxpayer's contribution to the centers is at least one hundred dollars (\$100) in value. The amount of the tax credit claimed must not be in excess of the taxpayer's state tax liability for the tax year that the credit is claimed and shall not exceed fifty thousand (\$50,000) dollars per tax year. Prior to FY23, A taxpayer was allowed to claim a tax credit in the amount equal to fifty percent (50%). Shelters must submit an application annually to be classified as a qualifying agency to receive donations eligible for the Maternity Home Tax Credit.

**Program Cap:** Cumulative \$ \_\_\_\_\_ (remainder of cumulative cap) \$ \_\_\_\_\_ Annual \$ \_\_\_\_\_ None

**Explanation of Cap:** Beginning FY 2023, there will be no cap on the amount of credits that can be claimed. Prior to FY23, \$3,500,000 was allocated annually to qualifying maternity homes and allotments were revised during the year at the Department's discretion in an effort to fully utilize the maximum tax credit possible. In FY 2020, the cap increased to \$3,500,000 from \$2,500,000.

**Explanation of Expiration of Authority:** In the 2021 legislative session, the sunset was removed from the Maternity Home tax credit (HB 430).

**Specific Provisions: (if applicable)**

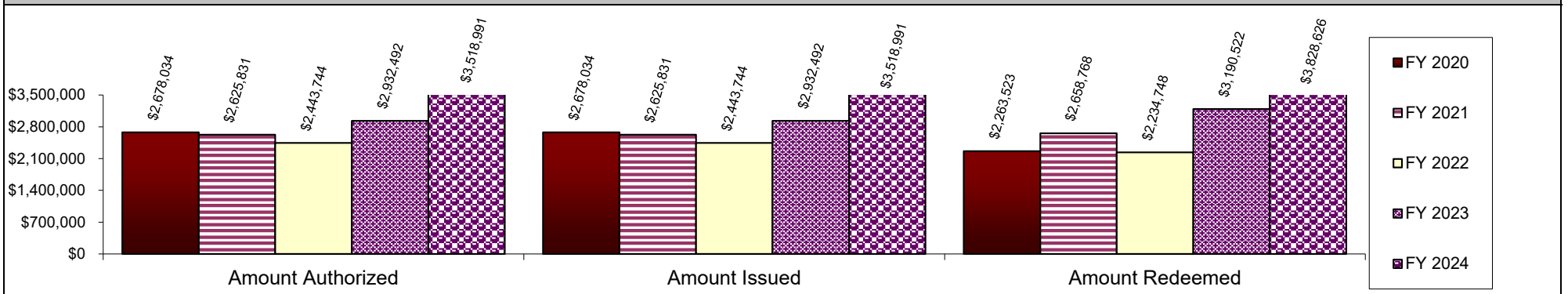
|   |   |  |   |   |
|---|---|--|---|---|
| Carry forward <input type="checkbox"/> 1 year | Carry Back <input type="checkbox"/> n/a | Refundable <input type="checkbox"/> No | Sellable/Assignable <input type="checkbox"/> No | Additional Federal Deductions Available <input type="checkbox"/> No |
|---|---|--|---|---|

**Comments on Specific Provisions:**

|                           | FY 2020 ACTUAL | FY 2021 ACTUAL | FY 2022 ACTUAL | FY 2023 (Year to Date) | FY 2023 (Full Year) | FY 2024 (Budget Year) |
|---------------------------|----------------|----------------|----------------|------------------------|---------------------|-----------------------|
| Certificates Issued (#)   | 1,806          | 1,991          | 1,575          | 803                    | 1,733               | 1,733                 |
| Projects/Participants (#) | N/A            | N/A            | N/A            | N/A                    | N/A                 | N/A                   |
| Amount Authorized         | \$2,678,034    | \$2,625,831    | \$2,443,744    | \$2,010,765            | \$2,932,492         | \$3,518,991           |
| Amount Issued             | \$2,678,034    | \$2,625,831    | \$2,443,744    | \$2,010,765            | \$2,932,492         | \$3,518,991           |
| Amount Redeemed           | \$2,263,523    | \$2,658,768    | \$2,234,748    | \$566,373              | \$3,190,522         | \$3,828,626           |

|                                 |           |   |     |
|---------------------------------|-----------|---|-----|
| FY 2022 EST. Amount Outstanding | \$176,058 | FY 2022 EST. Amount Authorized but Unissued | N/A |
|---------------------------------|-----------|---|-----|

### HISTORICAL AND PROJECTED INFORMATION



### BENEFIT: COST ANALYSIS (includes only state revenue impacts)

## TAX CREDIT ANALYSIS

|                              |                             |  |
|------------------------------|-----------------------------|--|
| Program Name: Maternity Home |                             |  |
|                              | <b>FY 2022<br/>ACTIVITY</b> | <b>Other Fiscal Period<br/>(indicated time period)</b> |
| <b>BENEFITS</b>              |                             |  |
| Direct Fiscal Benefits       |                             |  |
| Indirect Fiscal Benefits     | \$4,887,487                 |  |
| <b>Total</b>                 | \$4,887,487                 | \$0  |
| <b>COSTS</b>                 |                             |  |
| Direct Fiscal Costs          | \$2,248,213                 |  |
| Indirect Fiscal Costs        |                             |  |
| <b>Total</b>                 | \$2,248,213                 | \$0  |
| <b>BENEFIT: COST</b>         | <b>2.17</b>                 | <b>#DIV/0!</b>   |

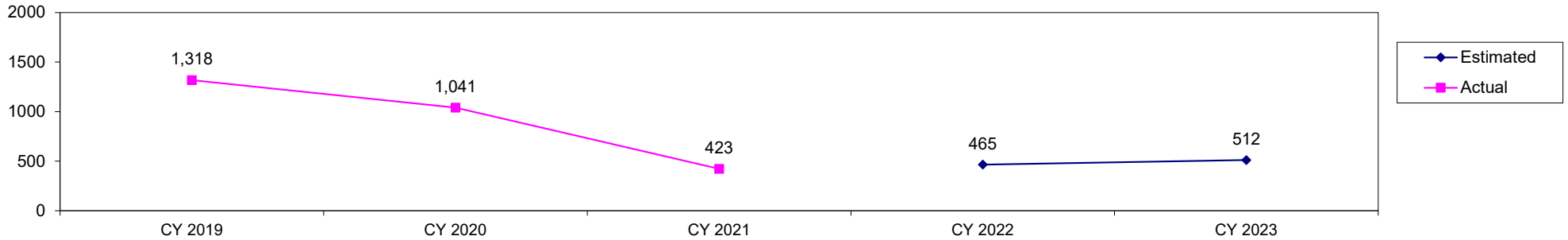
**Derivation of Benefits:** Indirect fiscal benefits are the total amount of donations received by qualifying agencies that contributed toward the cost of assisting their clients who may have, otherwise, accessed state assistance. (Credits issued reflect 50% of total donations received).

Direct costs are the amount of credits that redeemed in FY 22 (\$2,234,748) plus the cost for salary and fringe to administer the tax credit (\$13,465).

**Other Benefits:**

### PERFORMANCE MEASURE(S)

#### Number of Clients Served



**Comments on Performance Measure:** Calculated for calendar year (January - December). Calendar year 2022 actual will be available June, 2023. Reduction in number of clients served in 2020 can be attributed to COVID-19. Projected number of clients increased to reflect changes in the tax credit statute.

## TAX CREDIT ANALYSIS

|   |   |                     |
|---|---|---------------------|
| Program Name: Pregnancy Resource Center |   |                     |
| Department: Social Services             | Contact Name & No.: Patrick Luebbering (573) 751-7533   | Date: January, 2023 |
| Program Category: Domestic and Social   | Type: Tax Credit <input checked="" type="checkbox"/> Other (specify) _____                              |                     |
| Statutory Authority: 135.630 RSMo       | Applicable Taxes: Corporate Income, Fiduciary, Financial, Corporate Franchise, Individual and Insurance |                     |
| Date of Origin: Aug. 28, 2006           |   |                     |

**Program Description and Eligibility Requirements:**  
 A qualified pregnancy resource center may apply for tax credits on behalf of taxpayers who make contributions to the agency. The amount of tax credit issued may be equivalent to up to seventy percent of the contribution to the agency. Credits shall not be less than fifty dollars (\$50) and can not exceed fifty thousand dollars (\$50,000) to an individual taxpayer in a fiscal year.

Pregnancy resource centers must submit an application to the Department to be certified to received donations eligible for the Pregnancy Resource Center Tax Credit. An agency must be a non-residential facility located in this state which is exempt from income taxation under the United States Internal Revenue Code and is established for the purpose of providing assistance to women with unplanned or crisis pregnancies, or similar services to encourage and assist women in carrying their pregnancies to term. These facilities do not perform childbirths nor do they perform, induce or refer for abortion. All services are provided in accordance with Missouri statute at no cost to clients.

**Explanation of How Award is Computed:**

|  |             |                              |               |                             |
|--|-------------|------------------------------|---------------|-----------------------------|
|  | Entitlement | Yes <input type="checkbox"/> | Discretionary | No <input type="checkbox"/> |
|--|-------------|------------------------------|---------------|-----------------------------|

The Pregnancy Resource Center Tax Credit program became effective January 1, 2007. A taxpayer shall be allowed to claim a tax credit against the taxpayer's state tax liability, in an amount equal to seventy percent (70%) of the amount such taxpayer contributed to a pregnancy resource center. The taxpayer shall not be allowed to claim a tax credit unless the total amount of such taxpayer's contribution to the centers is at least one hundred dollars (\$100) in value. The amount of the tax credit claimed must not be in excess of the taxpayer's state tax liability for the taxable year that the credit is claimed and shall not exceed fifty thousand (\$50,000) dollars per taxable year.

**Program Cap:** Cumulative \$ \_\_\_\_\_ (remainder of cumulative cap) \$ \_\_\_\_\_ Annual N/A None

**Explanation of cap:** Effective FY 2021, there is no cap to the amount of credits that can be claimed for those qualifying pregnancy resource centers that have submitted an application and supporting documentation to the Department of Social Services. Prior to this date, annual allocation could not exceed \$3.5 million.

**Explanation of Expiration of Authority:** In the 2019 legislative session, the sunset was removed from the Pregnancy Resource Center tax credit (HB 126).

**Specific Provisions:** (if applicable)

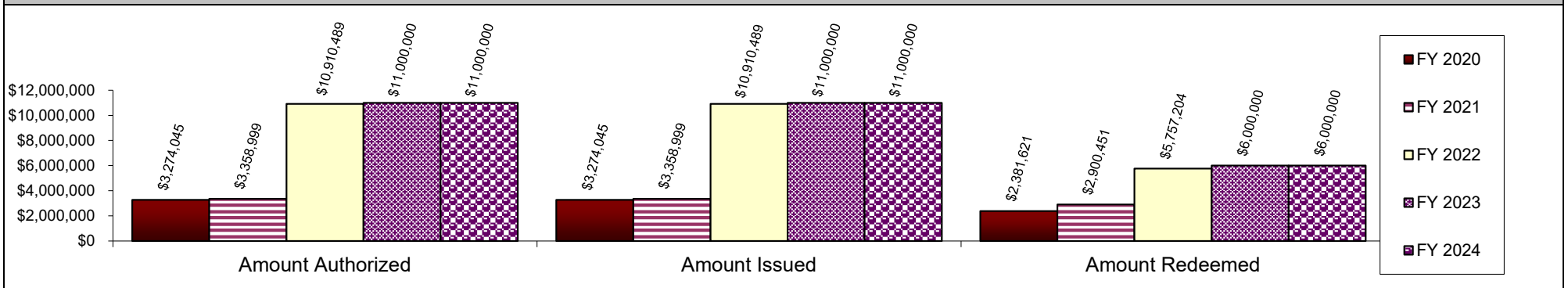
Carry forward  1 year Carry Back  n/a Refundable  No Sellable/Assignable  No Additional Federal Deductions Available  No

**Comments on Specific Provisions:** The four year carryover ended August 28, 2018. After that date, the carryover is for one year.

|                           | FY 2020 ACTUAL | FY 2021 ACTUAL | FY 2022 ACTUAL | FY 2023 (Year to date) | FY 2023 (Full Year) | FY 2024 (Budget Year) |
|---------------------------|----------------|----------------|----------------|------------------------|---------------------|-----------------------|
| Certificates Issued (#)   | 5,159          | 4,878          | 6,986          | 2,181                  | 7,000               | 7,000                 |
| Projects/Participants (#) | N/A            | N/A            | N/A            | N/A                    | N/A                 | N/A                   |
| Amount Authorized         | \$3,274,045    | \$3,358,999    | \$10,910,489   | \$3,465,912            | \$11,000,000        | \$11,000,000          |
| Amount Issued             | \$3,274,045    | \$3,358,999    | \$10,910,489   | \$3,465,912            | \$11,000,000        | \$11,000,000          |
| Amount Redeemed           | \$2,381,621    | \$2,900,451    | \$5,757,204    | \$2,169,949            | \$6,000,000         | \$6,000,000           |

FY 2022 EST. Amount Outstanding \$5,611,833 FY 2022 EST. Amount Authorized but Unissued N/A

### HISTORICAL AND PROJECTED INFORMATION



## TAX CREDIT ANALYSIS

Program Name: Pregnancy Resource Center

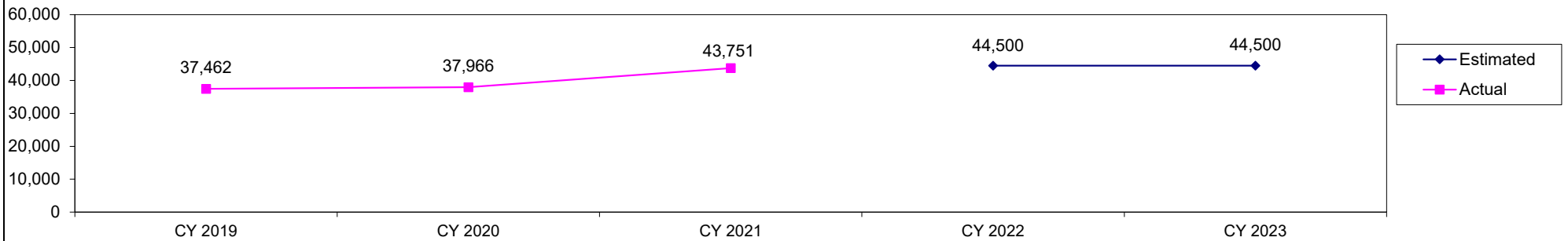
### BENEFIT: COST ANALYSIS (includes only state revenue impacts)

|                          | FY 2022<br>ACTIVITY | Other Fiscal Period<br>(indicated time period) |   |
|--------------------------|---------------------|--|---|
| <b>BENEFITS</b>          |                     |  | <b>Derivation of Benefits:</b> Indirect fiscal benefits are the total amount of donations received from qualifying agencies that contributed toward the cost of assisting women with unplanned or crisis pregnancies who may have, otherwise, accessed state assistance. (Credits issued reflect 70% of total donations received).<br><br>Direct costs are the amount of credits that were redeemed in FY 22 (\$5,757,204) plus the cost for salary and fringe to administer the tax credit (\$21,544). |
| Direct Fiscal Benefits   | \$0                 |  |   |
| Indirect Fiscal Benefits | \$15,586,413        |  |   |
| <b>Total</b>             | \$15,586,413        | \$0  |   |
| <b>COSTS</b>             |                     |  |   |
| Direct Fiscal Costs      | \$5,778,748         |  |   |
| Indirect Fiscal Costs    |                     |  |   |
| <b>Total</b>             | \$5,778,748         | \$0  |   |
| <b>BENEFIT: COST</b>     | <b>2.70</b>         | <b>#DIV/0!</b>                                 |   |

Other Benefits:

### PERFORMANCE MEASURE(S)

#### Number of Clients Served



**Comments on Performance Measure:** Clients served are reported on a calendar year. CY 2022 will be available June, 2023.

## TAX CREDIT ANALYSIS

|  |   |                     |
|--|---|---------------------|
| Program Name: Residential Treatment Agency |   |                     |
| Department: Social Services                | Contact Name & No.: Patrick Luebbering (573) 751-7533   | Date: January, 2023 |
| Program Category: Domestic and Social      | Type: Tax Credit <input checked="" type="checkbox"/> Other (specify) _____                              |                     |
| Statutory Authority: 135.1150 RSMo         | Applicable Taxes: Corporate Income, Fiduciary, Financial, Corporate Franchise, Individual and Insurance |                     |
| Date of Origin: Aug 28, 2006               |   |                     |

**Program Description and Eligibility Requirements:**  
 A qualified residential treatment agency may apply for tax credits on behalf of taxpayers who make eligible donations to the agency. The amount of total credits available to any qualified residential treatment agency can not exceed the total funds received from the Department of Social Services (DSS) in the preceding twelve months. Those who donate to qualifying providers are eligible to receive a tax credit up to fifty percent of their donation. Qualified residential treatment agencies that accept these donations are required to remit payment equivalent to the amount of the tax credit to the Department of Social Services.

|   |                    |                              |                      |                             |
|---|--------------------|------------------------------|----------------------|-----------------------------|
| <b>Explanation of How Award is Computed:</b>  | <b>Entitlement</b> | <input type="checkbox"/> Yes | <b>Discretionary</b> | <input type="checkbox"/> No |
| Residential Treatment is a contributory program. Taxpayers are eligible for a tax credit equivalent to up to fifty percent of an eligible donation to a qualified residential treatment agency. The residential treatment agency accepting the qualified donation must remit payment to the DSS equivalent to fifty percent of the donation received (the amount of the tax credit to be issued). Since January 1, 2007, any taxpayer is allowed to claim a credit against their state tax liability equivalent to fifty percent (50%) of the eligible donation the taxpayer made to a qualified residential treatment agency. The amount of the tax credit claimed may not exceed the amount of the taxpayer's state tax liability in the tax year that the credit is being claimed. Any tax credit that cannot be claimed in the taxable year during which the contribution is made will not be refunded, but is allowed to be carried forward and used against the taxpayer's state tax liability for four (4) subsequent years. The tax credit issued to taxpayer(s) may be applied to state liability taxes in the amount not to exceed fifty percent of an eligible donation made to a qualifying residential treatment agency. Qualifying residential treatment agencies must have a current contract with the Children's Division. Total credits issued can not exceed the total payments made by DSS to the Residential Treatment Agency during the twelve months preceding the month the application was received by DSS. |                    |                              |                      |                             |

**Program Cap:** Cumulative \$ \_\_\_\_\_ (remainder of cumulative cap) \$ \_\_\_\_\_ Annual \$ \_\_\_\_\_ None

**Explanation of cap:** Qualifying residential treatment agencies must submit payment equivalent to the amount of tax credit issued. As a result, no cap is applied to this tax credit.

**Explanation of Expiration of Authority:** Senate Bill 463 (2015) removed the sunset.

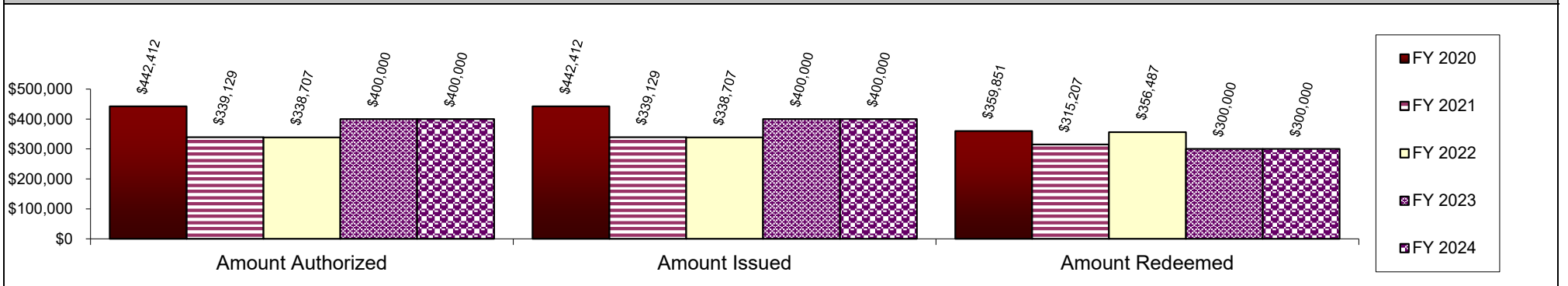
**Specific Provisions:** (if applicable)

Carry forward  Carry Back  Refundable  Sellable/Assignable  Additional Federal Deductions Available

|                           | FY 2020 ACTUAL | FY 2021 ACTUAL | FY 2022 ACTUAL | FY 2023 (year to date) | FY 2023 (Full Year) | FY 2024 (Budget Year) |
|---------------------------|----------------|----------------|----------------|------------------------|---------------------|-----------------------|
| Certificates Issued (#)   | 273            | 237            | 235            | <i>Under 8</i>         | 260                 | 260                   |
| Projects/Participants (#) | N/A            | N/A            | N/A            | N/A                    | N/A                 | N/A                   |
| Amount Authorized         | \$442,412      | \$339,129      | \$338,707      | \$1,930                | \$400,000           | \$400,000             |
| Amount Issued             | \$442,412      | \$339,129      | \$338,707      | \$1,930                | \$400,000           | \$400,000             |
| Amount Redeemed           | \$359,851      | \$315,207      | \$356,487      | \$61,478               | \$300,000           | \$300,000             |

FY 2022 EST. Amount Outstanding \$321,939      FY 2022 EST. Amount Authorized but Unissued N/A

### HISTORICAL AND PROJECTED INFORMATION



## TAX CREDIT ANALYSIS

Program Name: Residential Treatment Agency

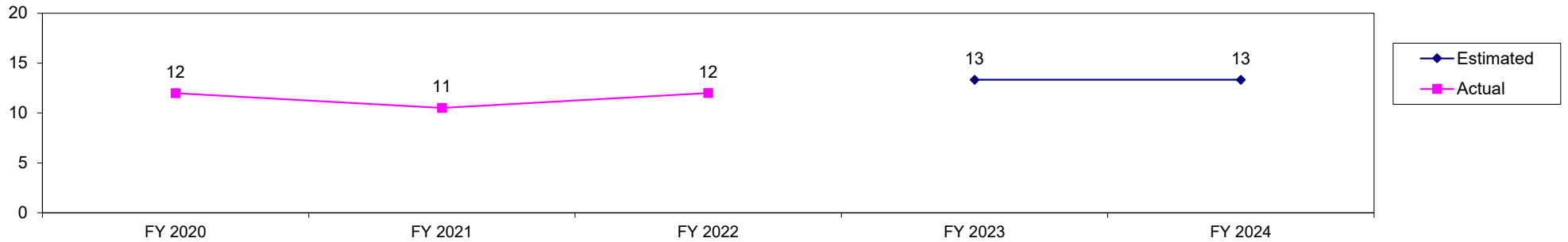
### BENEFIT: COST ANALYSIS (includes only state revenue impacts)

|                          | FY 2022<br>ACTIVITY | Other Fiscal Period<br>(indicated time period) | Derivation of Benefits: Direct benefits are contributions to the Residential Treatment providers under this program that are used solely to provide direct care services to children who are residents of this state. (Credits issued reflect 50% of total donations received) |
|--------------------------|---------------------|--|--|
| <b>BENEFITS</b>          |                     |  | Direct costs are the amount redeemed in FY 22 (\$356,487) plus the cost for salary and fringe to administer the tax credit (\$2,693).  |
| Direct Fiscal Benefits   | \$677,415           |  |  |
| Indirect Fiscal Benefits |                     |  |  |
| <b>Total</b>             | \$677,415           | \$0  |  |
| <b>COSTS</b>             |                     |  |  |
| Direct Fiscal Costs      | \$359,180           |  |  |
| Indirect Fiscal Costs    |                     |  |  |
| <b>Total</b>             | \$359,180           | \$0  |  |
| <b>BENEFIT: COST</b>     | <b>1.89</b>         | <b>#DIV/0!</b>                                 |  |

Other Benefits:

### PERFORMANCE MEASURE(S)

**Number of Staff Retained with Tax Credit Funding**



Comments on Performance Measure:



## TAX CREDIT ANALYSIS

|   |   |                     |
|---|---|---------------------|
| <b>Program Name:</b> Shelter for Victims of Domestic Violence and Rape Crisis Centers |   |                     |
| Department: Social Services   | Contact Name & No.: Patrick Luebbering (573) 751-7533   | Date: January, 2023 |
| Program Category: Domestic and Social   | Type: Tax Credit <input checked="" type="checkbox"/> Other (specify) _____                              |                     |
| Statutory Authority: 135.550 RSMo   | Applicable Taxes: Corporate Income, Fiduciary, Financial, Corporate Franchise, Individual and Insurance |                     |
| Date of Origin: August 28, 1997   |   |                     |

**Program Description and Eligibility Requirements:**  
 Allows a tax credit for taxpayers to apply to their state liability taxes in an amount not to exceed seventy percent of a contribution made to a qualifying domestic violence shelter. Contributions can include cash, stocks, bonds or other marketable securities, or real property, with a value of one hundred dollars (\$100) or more.

**Explanation of How Award is Computed:** Entitlement  Yes  Discretionary  No  
 Beginning FY 2023, the amount of tax credits that can be issued increases to seventy percent (70%) of an eligible contribution to a qualified domestic violence shelter and rape crisis center. Contributions must have a value of at least \$100 and can not exceed \$100,000 per taxpayer during any fiscal year. Eligible tax credits can not exceed the taxpayers state income tax liability for the year the credit is claimed. Prior to FY23, taxpayers were eligible for a tax credit equivalent to up to fifty percent (50%).

Shelters must submit an application annually to be classified as a qualifying agency to receive donations eligible for the Domestic Violence Shelter Tax Credit.

**Program Cap:** Cumulative \$ \_\_\_\_\_ (remainder of cumulative cap) \$ \_\_\_\_\_ Annual \$ \_\_\_\_\_ None

**Explanation of cap:** Beginning FY 2023, there will be no cap on the amount of credits that can be claimed. Prior to FY23 there was \$2 million annually allocated to those qualifying domestic violence shelters that have submitted an application and supporting documentation to the Department of Social Services.

**Explanation of Expiration of Authority:** There was no sunset established for this program when it was created in 1997.

**Specific Provisions:** (if applicable)

Carry forward  Carry Back  Refundable  Sellable/Assignable  Additional Federal Deductions Available

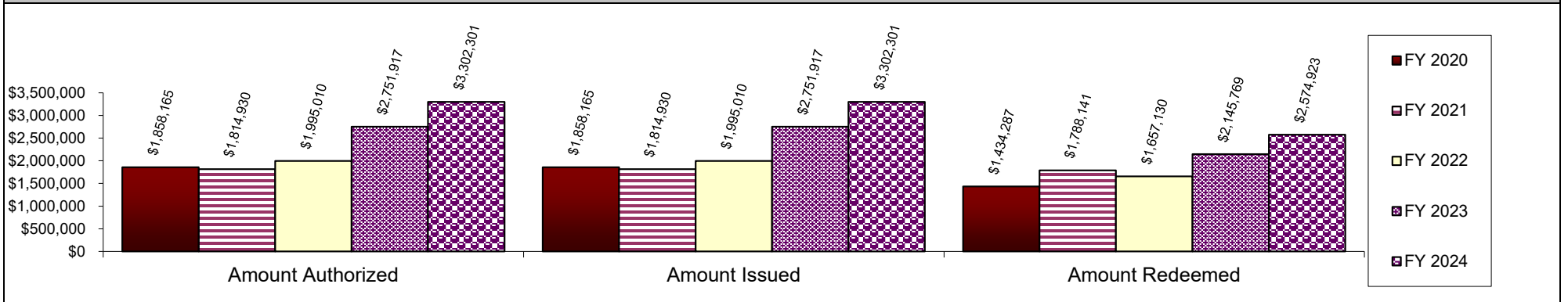
**Comments on Specific Provisions:**

|                           | FY 2020 ACTUAL | FY 2021 ACTUAL | FY 2022 ACTUAL | FY 2023 (Year to Date) | FY 2023 (Full Year) | FY 2024 (Budget Year) |
|---------------------------|----------------|----------------|----------------|------------------------|---------------------|-----------------------|
| Certificates Issued (#)   | 1,920          | 2,018          | 1,904          | 1,065                  | 2,094               | 2,094                 |
| Projects/Participants (#) | N/A            | N/A            | N/A            | N/A                    | N/A                 | N/A                   |
| Amount Authorized         | \$1,858,165    | \$1,814,930    | \$1,995,010    | \$2,293,264            | \$2,751,917         | \$3,302,301           |
| Amount Issued             | \$1,858,165    | \$1,814,930    | \$1,995,010    | \$2,293,264            | \$1,995,010         | \$3,302,301           |
| Amount Redeemed           | \$1,434,287    | \$1,788,141    | \$1,657,130    | \$652,261              | \$2,145,769         | \$2,574,923           |

FY 2022 EST. Amount Outstanding \$2,018,923

FY 2022 EST. Amount Authorized but Unissued N/A

### HISTORICAL AND PROJECTED INFORMATION



## TAX CREDIT ANALYSIS

**Program Name:** Shelter for Victims of Domestic Violence and Rape Crisis Centers

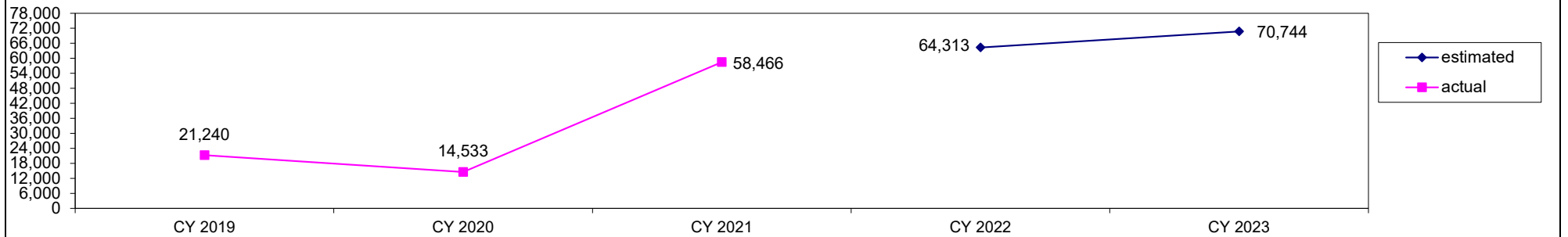
### BENEFIT: COST ANALYSIS (includes only state revenue impacts)

|                          | FY 2022<br>ACTIVITY | Other Fiscal Period<br>(indicated time period) |  |
|--------------------------|---------------------|--|--|
| <b>BENEFITS</b>          |                     |  | <b>Derivation of Benefits:</b> Indirect fiscal benefits are the total amount of donations received by qualifying agencies that contributed toward the cost of assisting their clients who may have, otherwise, accessed state assistance. (Credits issued reflect 50% of total donations received)<br><br>Direct costs are the amount of credits that redeemed in FY 22 (\$1,657,130) plus the cost for salary and fringe to administer the tax credit (\$10,772). |
| Direct Fiscal Benefits   |                     |  |  |
| Indirect Fiscal Benefits | \$3,990,020         |  |  |
| <b>Total</b>             | <b>\$3,990,020</b>  | <b>\$0</b>                                     |  |
| <b>COSTS</b>             |                     |  |  |
| Direct Fiscal Costs      | \$1,667,902         |  |  |
| Indirect Fiscal Costs    |                     |  |  |
| <b>Total</b>             | <b>\$1,667,902</b>  | <b>\$0</b>                                     |  |
| <b>BENEFIT: COST</b>     | <b>2.39</b>         | <b>#DIV/0!</b>                                 |  |

**Other Benefits:**

### PERFORMANCE MEASURE(S)

#### Number of Clients Served



**Comments on Performance Measure:** Calculated on calendar year (January - December). Calendar year 2022 actual will not be available until June, 2023. Reduction in number of clients served in CY2020 can be attributed to COVID-19. Number of clients served is projected to increase, reflecting changes in the tax credit statute.

## TAX CREDIT ANALYSIS

| <b>Program Name:</b> Agricultural Product Utilization Contributor Tax Credit Program  |                       |  |                       |   |                            |                              |          |   |         |         |         |         |                   |           |           |     |             |             |               |           |           |     |             |             |                 |             |           |           |           |             |
|---|-----------------------|--|-----------------------|---|----------------------------|------------------------------|----------|---|---------|---------|---------|---------|-------------------|-----------|-----------|-----|-------------|-------------|---------------|-----------|-----------|-----|-------------|-------------|-----------------|-------------|-----------|-----------|-----------|-------------|
| <b>Department:</b> Agriculture  |                       | <b>Contact Name &amp; No.:</b> Jill S. Wood, 573-751-5624  |                       |   |                            | <b>Date:</b> 12/31/2022      |          |   |         |         |         |         |                   |           |           |     |             |             |               |           |           |     |             |             |                 |             |           |           |           |             |
| <b>Program Category:</b> Agricultural   |                       | <b>Type:</b> Tax Credit <input checked="" type="checkbox"/> Other (specify) _____                      |                       |   |                            |                              |          |   |         |         |         |         |                   |           |           |     |             |             |               |           |           |     |             |             |                 |             |           |           |           |             |
| <b>Statutory Authority:</b> 348.430 RSMo  |                       | <b>Applicable Taxes:</b> Income (143 RSMo), Franchise (147 RSMo), and Financial Institution (148 RSMo) |                       |   |                            |                              |          |   |         |         |         |         |                   |           |           |     |             |             |               |           |           |     |             |             |                 |             |           |           |           |             |
| <b>Date of Origin:</b> July 2, 1999 1999 H.B. 888   |                       |  |                       |   |                            |                              |          |   |         |         |         |         |                   |           |           |     |             |             |               |           |           |     |             |             |                 |             |           |           |           |             |
| <b>Program Description and Eligibility Requirements:</b><br>A contributor who contributes funds to the Missouri Agricultural and Small Business Development Authority may receive a tax credit in an amount up to one hundred percent of such contribution. A contributor can be an individual, partnership, corporation, trust, limited liability company, entity or person that contributes cash funds to the authority. The funds derived from contributions shall be used for financial assistance or technical assistance in the form of value-added grants to rural agricultural business concepts. The authority may also provide or facilitate loans, equity investments, or guaranteed loans for rural agricultural business concepts. |                       |  |                       |   |                            |                              |          |   |         |         |         |         |                   |           |           |     |             |             |               |           |           |     |             |             |                 |             |           |           |           |             |
| <b>Explanation of How Award is Computed:</b>  |                       |  |                       |   |                            |                              |          |   |         |         |         |         |                   |           |           |     |             |             |               |           |           |     |             |             |                 |             |           |           |           |             |
|   |                       | Entitlement  | No                    | Discretionary                               | Yes                        |                              |          |   |         |         |         |         |                   |           |           |     |             |             |               |           |           |     |             |             |                 |             |           |           |           |             |
| A contributor who contributes funds to the Missouri Agricultural and Small Business Development Authority may receive a tax credit in an amount up to one hundred percent of such contribution. The awarding of the credit is based on the least amount of credits necessary to provide incentive for the contributions. All contributors submit an application which must be approved by the MASBDA Commission prior to issuance.  |                       |  |                       |   |                            |                              |          |   |         |         |         |         |                   |           |           |     |             |             |               |           |           |     |             |             |                 |             |           |           |           |             |
| <b>Program Cap:</b> Cumulative \$ _____ (remainder of cumulative cap) \$ _____ Annual \$ 6,000,000 ___ None _____   |                       |  |                       |   |                            |                              |          |   |         |         |         |         |                   |           |           |     |             |             |               |           |           |     |             |             |                 |             |           |           |           |             |
| <b>Explanation of cap:</b> The aggregate of tax credits issued per fiscal year pursuant to sections 348.430 and 348.432 shall not exceed six million dollars. If on May 1st of each year the Missouri Agricultural and Small Business Development Authority determines that all \$6,000,000 will not be utilized as New Generation Cooperative Incentive Tax Credits then the unused credits may be sold as Agricultural Product Utilization Contributor Tax Credits. Credits not issued as New Generation Cooperative Incentive Tax Credits or sold as Agricultural Product Utilization Contributor Tax Credits lapse June 30th of each year.  |                       |  |                       |   |                            |                              |          |   |         |         |         |         |                   |           |           |     |             |             |               |           |           |     |             |             |                 |             |           |           |           |             |
| <b>Explanation of Expiration of Authority:</b> The provision of sections 348.430 RSMo shall expire on December 31, 2028 pursuant to 348.436 RSMo. This program was extended during Special Session 2022 H.B. 3 to take effect on January 2, 2023. Form 14 revised to include projections for 2023 and 2024.   |                       |  |                       |   |                            |                              |          |   |         |         |         |         |                   |           |           |     |             |             |               |           |           |     |             |             |                 |             |           |           |           |             |
| <b>Specific Provisions: (if applicable)</b>   |                       |  |                       |   |                            |                              |          |   |         |         |         |         |                   |           |           |     |             |             |               |           |           |     |             |             |                 |             |           |           |           |             |
| Carry forward   | 4 years               | Carry Back   | n/a                   | Refundable                                  | No                         | Sellable/Assignable          | Yes      | Additional Federal Deductions Available | No      |         |         |         |                   |           |           |     |             |             |               |           |           |     |             |             |                 |             |           |           |           |             |
| <b>Comments on Specific Provisions:</b>   |                       |  |                       |   |                            |                              |          |   |         |         |         |         |                   |           |           |     |             |             |               |           |           |     |             |             |                 |             |           |           |           |             |
|   | <b>FY 2020 ACTUAL</b> | <b>FY 2021 ACTUAL</b>  | <b>FY 2022 ACTUAL</b> | <b>FY 2023 (year to date)</b>               | <b>FY 2023 (Full Year)</b> | <b>FY 2024 (Budget Year)</b> |          |   |         |         |         |         |                   |           |           |     |             |             |               |           |           |     |             |             |                 |             |           |           |           |             |
| Certificates Issued (#)   | 6                     | 13   | 0                     | 0   | 25                         | 25                           |          |   |         |         |         |         |                   |           |           |     |             |             |               |           |           |     |             |             |                 |             |           |           |           |             |
| Projects/Participants (#)   | 23                    | 31   | 12                    | 7   | 32                         | 35                           |          |   |         |         |         |         |                   |           |           |     |             |             |               |           |           |     |             |             |                 |             |           |           |           |             |
| Amount Authorized   | \$190,000             | \$146,500  | \$0                   | \$0   | \$1,000,000                | \$1,000,000                  |          |   |         |         |         |         |                   |           |           |     |             |             |               |           |           |     |             |             |                 |             |           |           |           |             |
| Amount Issued   | \$182,377             | \$146,325  | \$0                   | \$0   | \$1,000,000                | \$1,000,000                  |          |   |         |         |         |         |                   |           |           |     |             |             |               |           |           |     |             |             |                 |             |           |           |           |             |
| Amount Redeemed   | \$2,713,523           | \$654,873  | \$305,376             | \$121,647                                   | \$1,000,000                | \$1,000,000                  |          |   |         |         |         |         |                   |           |           |     |             |             |               |           |           |     |             |             |                 |             |           |           |           |             |
| FY 2022 EST. Amount Outstanding   |                       | \$1,687,915  |                       | FY 2022 EST. Amount Authorized but Unissued |                            | \$0                          |          |   |         |         |         |         |                   |           |           |     |             |             |               |           |           |     |             |             |                 |             |           |           |           |             |
| <b>HISTORICAL AND PROJECTED INFORMATION</b>   |                       |  |                       |   |                            |                              |          |   |         |         |         |         |                   |           |           |     |             |             |               |           |           |     |             |             |                 |             |           |           |           |             |
| <table border="1" style="display: none;"> <caption>Historical and Projected Information Data</caption> <thead> <tr> <th>Category</th> <th>FY 2020</th> <th>FY 2021</th> <th>FY 2022</th> <th>FY 2023</th> <th>FY 2024</th> </tr> </thead> <tbody> <tr> <td>Amount Authorized</td> <td>\$190,000</td> <td>\$146,500</td> <td>\$0</td> <td>\$1,000,000</td> <td>\$1,000,000</td> </tr> <tr> <td>Amount Issued</td> <td>\$182,377</td> <td>\$146,325</td> <td>\$0</td> <td>\$1,000,000</td> <td>\$1,000,000</td> </tr> <tr> <td>Amount Redeemed</td> <td>\$2,713,523</td> <td>\$654,873</td> <td>\$305,376</td> <td>\$121,647</td> <td>\$1,000,000</td> </tr> </tbody> </table>  |                       |  |                       |   |                            |                              | Category | FY 2020                                 | FY 2021 | FY 2022 | FY 2023 | FY 2024 | Amount Authorized | \$190,000 | \$146,500 | \$0 | \$1,000,000 | \$1,000,000 | Amount Issued | \$182,377 | \$146,325 | \$0 | \$1,000,000 | \$1,000,000 | Amount Redeemed | \$2,713,523 | \$654,873 | \$305,376 | \$121,647 | \$1,000,000 |
| Category  | FY 2020               | FY 2021  | FY 2022               | FY 2023                                     | FY 2024                    |                              |          |   |         |         |         |         |                   |           |           |     |             |             |               |           |           |     |             |             |                 |             |           |           |           |             |
| Amount Authorized   | \$190,000             | \$146,500  | \$0                   | \$1,000,000                                 | \$1,000,000                |                              |          |   |         |         |         |         |                   |           |           |     |             |             |               |           |           |     |             |             |                 |             |           |           |           |             |
| Amount Issued   | \$182,377             | \$146,325  | \$0                   | \$1,000,000                                 | \$1,000,000                |                              |          |   |         |         |         |         |                   |           |           |     |             |             |               |           |           |     |             |             |                 |             |           |           |           |             |
| Amount Redeemed   | \$2,713,523           | \$654,873  | \$305,376             | \$121,647                                   | \$1,000,000                |                              |          |   |         |         |         |         |                   |           |           |     |             |             |               |           |           |     |             |             |                 |             |           |           |           |             |
| <b>Comments on Historical and Projected Information:</b> Agricultural Product Utilization Contributor Tax Credits was extended during Special Session 2022 on H.B. 3 which updated the expiration date to December 31, 2028.  |                       |  |                       |   |                            |                              |          |   |         |         |         |         |                   |           |           |     |             |             |               |           |           |     |             |             |                 |             |           |           |           |             |

## TAX CREDIT ANALYSIS

**Program Name:** Agricultural Product Utilization Contributor Tax Credit Program

### BENEFIT: COST ANALYSIS (includes only state revenue impacts)

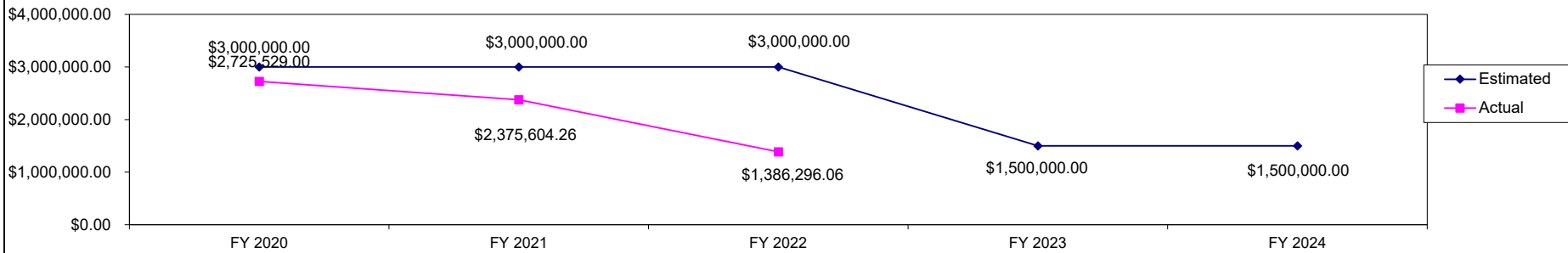
|                          | FY 2022<br>ACTIVITY | Other Fiscal Period<br>(FY00-FY21) |
|--------------------------|---------------------|------------------------------------|
| <b>BENEFITS</b>          |                     |                                    |
| Direct Fiscal Benefits   | \$1,014,755         | \$23,920,020                       |
| Indirect Fiscal Benefits | \$949,785           | \$38,675,073                       |
| <b>Total</b>             | <b>\$1,964,540</b>  | <b>\$62,595,093</b>                |
| <b>COSTS</b>             |                     |                                    |
| Direct Fiscal Costs      | \$352,953           | \$28,421,914                       |
| Indirect Fiscal Costs    |                     |                                    |
| <b>Total</b>             | <b>\$352,953</b>    | <b>\$28,421,914</b>                |
| <b>BENEFIT: COST</b>     | <b>5.57</b>         | <b>2.20</b>                        |

**Derivation of Benefits:** Benefits are based on grant dollars actually paid. Payments are broken into NAICS Codes. Total value-added (direct and indirect fiscal benefits) to the state of Missouri are estimated by IMPLAN. Value-Added Grants are awarded for pre-business start-up costs such as feasibility studies, marketing studies, business planning, etc. and 'Farm to Table' Value-Added Grants. Biofuel Infrastructure Program grants were added to the benefits calculation in FY 22. This program grants are awarded for the entities who were awarded an USDA HBIP grant and the BIP grants cover up to 25% of the entities required cash match, not to exceed \$200,000 per entity.

**Other Benefits:**

### PERFORMANCE MEASURE(S)

**Total Missouri Value-Added & Farm to Table Grants Awarded**



**Comments on Performance Measure:** If a funded study demonstrates the potential for a project, then the cost of the study becomes one small part of the actual cost of the project. If the project is successful, it generates a good benefit cost ratio. If the study finds that the project is not feasible, the benefits of the project are the savings of investments that would have been lost. In which case the benefit cost ratio is very high. However, this analysis includes only actual grant dollars and does not take into account whether or not a project is feasible. If a project becomes operational and receives New Generation Cooperative Incentive Tax Credits then those benefits are accounted for in the New Generation Cooperative Incentive Tax Credit Program's tax credit analysis.

## TAX CREDIT ANALYSIS

|   |  |                         |
|---|--|-------------------------|
| <b>Program Name:</b> Family Farm Breeding Livestock Loan Program        |  |                         |
| <b>Department:</b> Agriculture  | <b>Contact Name &amp; No.:</b> Jill S. Wood (573) 751-5624   | <b>Date:</b> 12/31/2022 |
| <b>Program Category:</b> Agricultural                                   | <b>Type:</b> Tax Credit <input checked="" type="checkbox"/> Other (specify) _____                      |                         |
| <b>Statutory Authority:</b> 348.500, 348.505 RSMo Effective August 2006 | <b>Applicable Taxes:</b> Income (143 RSMo), Franchise (147 RSMo), and Financial Institution (148 RSMo) |                         |
| <b>Date of Origin:</b> August 28, 2006 2006 S.B. 1017                   |  |                         |

**Program Description and Eligibility Requirements:**  
 This program provides Missouri Tax Credits to lenders in lieu of the first year of interest being paid on breeding livestock loans made to "small farmers" who are Missouri residents and who have less than \$500,000 in gross sales per year. Maximum eligible loan cannot exceed 90% of the cost of purchasing breeding livestock. Small Farmers are not limited on the amount of times they use the program or the type of livestock. The maximum amount of loan for each type of livestock is: Beef or Dairy cattle \$150,000; Sheep or Goats \$60,000; Swine \$70,000.

|   |   |
|---|---|
| <b>Explanation of How Award is Computed:</b>  | <b>Entitlement</b> <input type="checkbox"/> No <input type="checkbox"/> Discretionary <input type="checkbox"/> Yes <input type="checkbox"/> |
| A lender can request a tax credit for the first year's interest waived on a loan to a "Small Missouri Farmer" that makes a loan for the purchase of breeding livestock. Each request shall include a true copy of the loan documents. All participants must submit an application which must be approved by the MASBDA Commission prior to tax credit issuance. |   |

**Program Cap:** Cumulative \$ \_\_\_\_\_ (remainder of cumulative cap) \$ \_\_\_\_\_ Annual \$ 300,000 None \_\_\_\_\_

**Explanation of cap:**  
 Fiscal year limits are set in 348.505.1 RSMo as are individual loan limits. Beef and dairy = \$150,000, swine = \$70,000, sheep and goats = \$60,000.

**Explanation of Expiration of Authority:** Not addressed in statutory authority.

**Specific Provisions:** (if applicable)

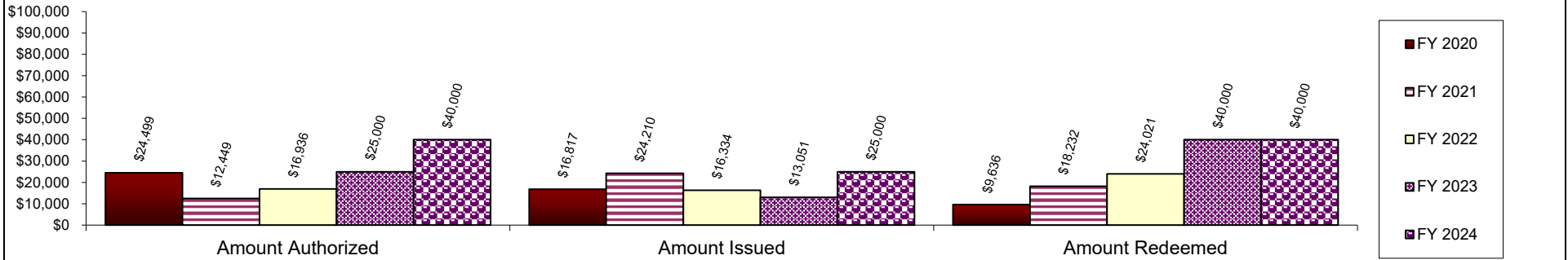
Carry forward  Carry Back  Refundable  Sellable/Assignable  Additional Federal Deductions Available

**Comments on Specific Provisions:**

|                           | FY 2020 ACTUAL | FY 2021 ACTUAL | FY 2022 ACTUAL | FY 2023 (year to date) | FY 2023 (Full Year) | FY 2024 (Budget Year) |
|---------------------------|----------------|----------------|----------------|------------------------|---------------------|-----------------------|
| Certificates Issued (#)   | 11             | 9              | 8              | 2                      | 5                   | 20                    |
| Projects/Participants (#) | 20             | 15             | 13             | 4                      | 15                  | 20                    |
| Amount Authorized         | \$24,499       | \$12,449       | \$16,936       | \$2,724                | \$25,000            | \$40,000              |
| Amount Issued             | \$16,817       | \$24,210       | \$16,334       | \$4,289                | \$13,051            | \$25,000              |
| Amount Redeemed           | \$9,636        | \$18,232       | \$24,021       | \$8,646                | \$40,000            | \$40,000              |

FY 2022 EST. Amount Outstanding \$94,466 | FY 2022 EST. Amount Authorized but Unissued \$13,051

### HISTORICAL AND PROJECTED INFORMATION



**Comments on Historical and Projected Information:**

## TAX CREDIT ANALYSIS

**Program Name:** Family Farm Breeding Livestock Loan Program

### BENEFIT: COST ANALYSIS (includes only state revenue impacts)

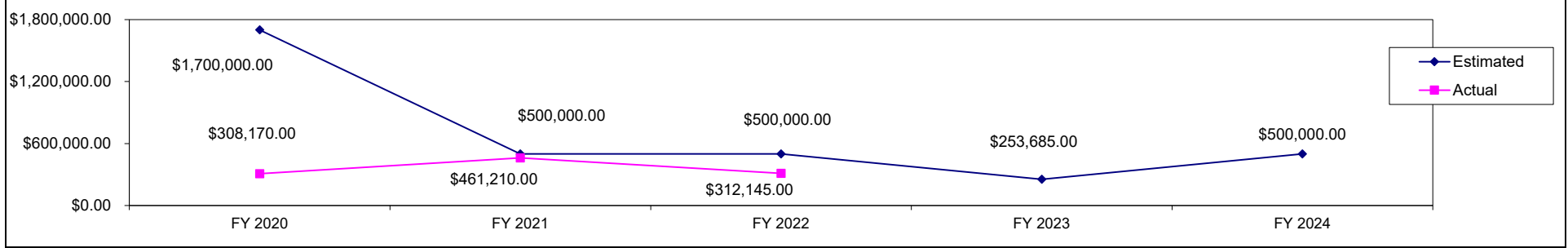
|                          | FY 2022<br>ACTIVITY | Other Fiscal Period<br>(FY08-FY21) |
|--------------------------|---------------------|------------------------------------|
| <b>BENEFITS</b>          |                     |                                    |
| Direct Fiscal Benefits   | \$16,334            | \$889,563                          |
| Indirect Fiscal Benefits | \$150,368           | \$6,025,659                        |
| <b>Total</b>             | <b>\$166,703</b>    | <b>\$6,915,222</b>                 |
| <b>COSTS</b>             |                     |                                    |
| Direct Fiscal Costs      | \$44,125            | \$881,355                          |
| Indirect Fiscal Costs    |                     |                                    |
| <b>Total</b>             | <b>\$44,125</b>     | <b>\$881,355</b>                   |
| <b>BENEFIT: COST</b>     | <b>3.78</b>         | <b>7.85</b>                        |

**Derivation of Benefits:**  
 University of Missouri Commercial Ag Program estimates that beef cows have a positive economic impact of \$1.36 per pound of beef produced.  
 Source: Missouri Value-Added Beef Study, March 2016  
 234 beef cows x 90% calf crop x 525 lb wean weight x \$1.36/lb

**Other Benefits:**

### PERFORMANCE MEASURE(S)

**Funds invested as a result of the Family Farm Breeding Livestock Loan Program**



**Comments on Performance Measure:**

## TAX CREDIT ANALYSIS

**Program Name:** Meat Processing Facility Investment Tax Credit

**Department:** Agriculture **Contact Name & No.:** Jill S. Wood, 573-751-5624 **Date:** 12/31/2022

**Program Category:** Agricultural **Type:** Tax Credit  Other (specify) \_\_\_\_\_

**Statutory Authority:** 135.686 RSMo **Applicable Taxes:** Income (143 RSMo Excluding 143.191 to 143.265 RSMo), Franchise (147 RSMo)

**Date of Origin:** August 28, 2016 L. 2016 S.B. 665

**Program Description and Eligibility Requirements:**  
To stimulate investment in the meat processing industry in Missouri and to enable the livestock industry to capture more value in the form of further processed meat products. To be eligible, the owner and operator has to complete a meat processing facility modernization and or expansion activity(ies) on or after January 1, 2017 through December 2021; a resident of Missouri; the facility must be in Missouri; certified through E-Verify program and in good standing with USDA and or Missouri Department of Agriculture's inspection(s).

**Explanation of How Award is Computed:** Entitlement  No  Discretionary  Yes

The tax credit is 25% of the total qualifying meat processing facility modernation and or expansion expenses paid in the tax year. There is a \$75,000 maximum tax credit per meat processing facility per tax year allowed. All participants must submit an application which must be approved by the MABDA Commission prior to tax credit issuance.

**Program Cap:** Cumulative \$ \_\_\_\_\_ (remainder of cumulative cap) \$ \_\_\_\_\_ Annual \$ 2,000,000 \_\_\_\_\_ None \_\_\_\_\_

**Explanation of cap:** The tax credits will be issued on an as-received basis until the calendar year limit of \$2 million is reached. Any tax credits not issued in any calendar year shall expire and shall not be issued in any subsequent years. Maximum fiscal year amount is set in 135.686.4 RSMo.

**Explanation of Expiration of Authority:** For all taxable years beginning on or after January 1, 2017, but ending on or before December 31, 2028, a taxpayer shall be allowed a tax credit for meat processing modernization or expansion related to the taxpayer's meat processing facility that employs a combined total of fewer than five hundred individuals in all meat processing facilities owned by the individual or entity in this country. This tax credit program is for expenditures made on or before December 31, 2028. Program was extended during Special Session 2022 H.B. 3 to take effect on January 2, 2023. Form 14 revised to include projections for 2023 and 2024.

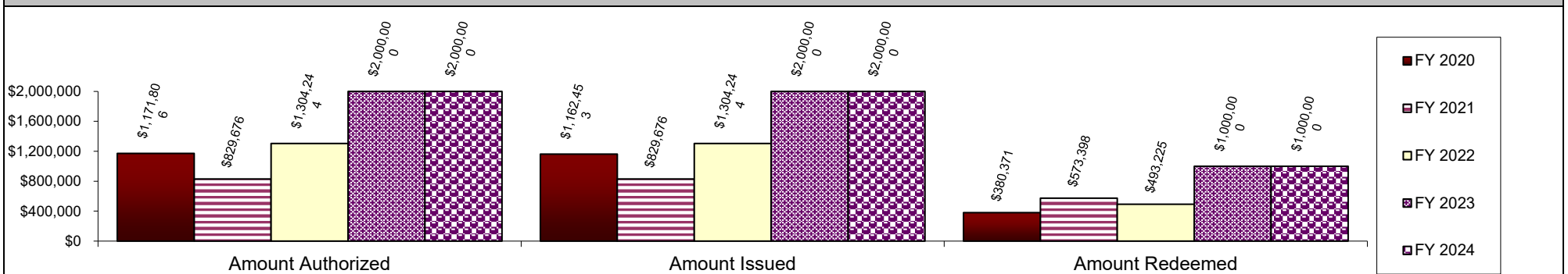
**Specific Provisions:** (if applicable)  
Carry forward  Carry Back  Refundable  Sellable/Assignable  Additional Federal Deductions Available

**Comments on Specific Provisions:**

|                           | FY 2020 ACTUAL | FY 2021 ACTUAL | FY 2022 ACTUAL | FY 2023 (year to date) | FY 2023 (Full Year) | FY 2024 (Budget Year) |
|---------------------------|----------------|----------------|----------------|------------------------|---------------------|-----------------------|
| Certificates Issued (#)   | 21             | 15             | 24             | 6                      | 30                  | 30                    |
| Projects/Participants (#) | 22             | 13             | 23             | 8                      | 30                  | 30                    |
| Amount Authorized         | \$1,171,806    | \$829,676      | \$1,304,244    | \$462,912              | \$2,000,000         | \$2,000,000           |
| Amount Issued             | \$1,162,453    | \$829,676      | \$1,304,244    | \$371,960              | \$2,000,000         | \$2,000,000           |
| Amount Redeemed           | \$380,371      | \$573,398      | \$493,225      | \$374,803              | \$1,000,000         | \$1,000,000           |

FY 2022 EST. Amount Outstanding \$2,466,836 FY 2022 EST. Amount Authorized but Unissued \$0

### HISTORICAL AND PROJECTED INFORMATION



**Comments on Historical and Projected Information:** Applications for Meat Processing Facility Tax Credits were not accepted until January 1, 2018. The program is for expenditures made up to December 31, 2028.

## TAX CREDIT ANALYSIS

**Program Name:** Meat Processing Facility Investment Tax Credit

### BENEFIT: COST ANALYSIS (includes only state revenue impacts)

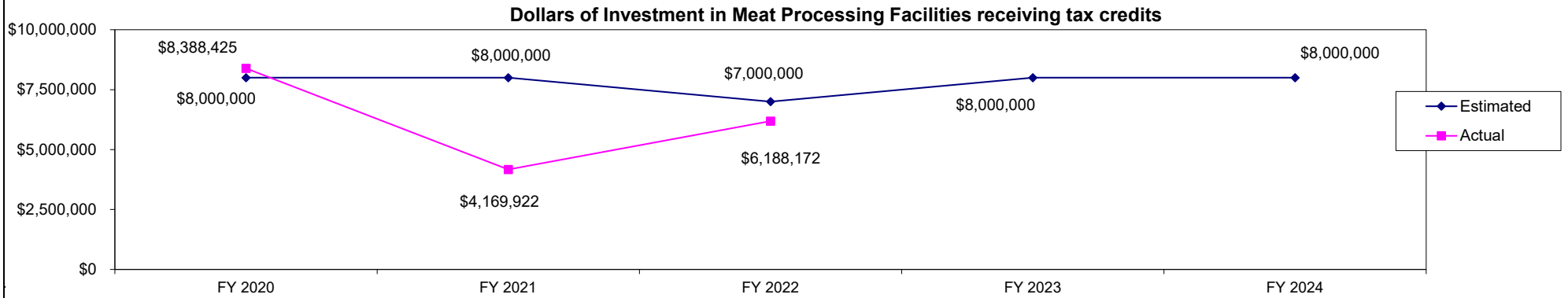
|                          | FY 2022<br>ACTIVITY | Other Fiscal Period<br>(FY17-FY21) |
|--------------------------|---------------------|------------------------------------|
| <b>BENEFITS</b>          |                     |                                    |
| Direct Fiscal Benefits   | \$470,772           | \$1,869,600                        |
| Indirect Fiscal Benefits | \$1,322,906         | \$5,428,392                        |
| <b>Total</b>             | <b>\$1,793,678</b>  | <b>\$7,297,992</b>                 |
| <b>COSTS</b>             |                     |                                    |
| Direct Fiscal Costs      | \$531,200           | \$1,264,852                        |
| Indirect Fiscal Costs    |                     |                                    |
| <b>Total</b>             | <b>\$531,200</b>    | <b>\$1,264,852</b>                 |
| <b>BENEFIT: COST</b>     | <b>3.38</b>         | <b>5.77</b>                        |

**Derivation of Benefits** IMPLAN economic modeling software was used to quantify direct and indirect fiscal benefits to Missouri state taxes. These benefits were derived from construction impacts (based on investment dollars) and operational impacts (based on new direct jobs added at the plants) as a result of modernization and or expansion of the facilities.

FY 2018 was the first year this program was active.

**Other Benefits:**

### PERFORMANCE MEASURE(S)



**Comments on Performance Measure:** This tax credit program is for expenditure made on or before December 31, 2028.



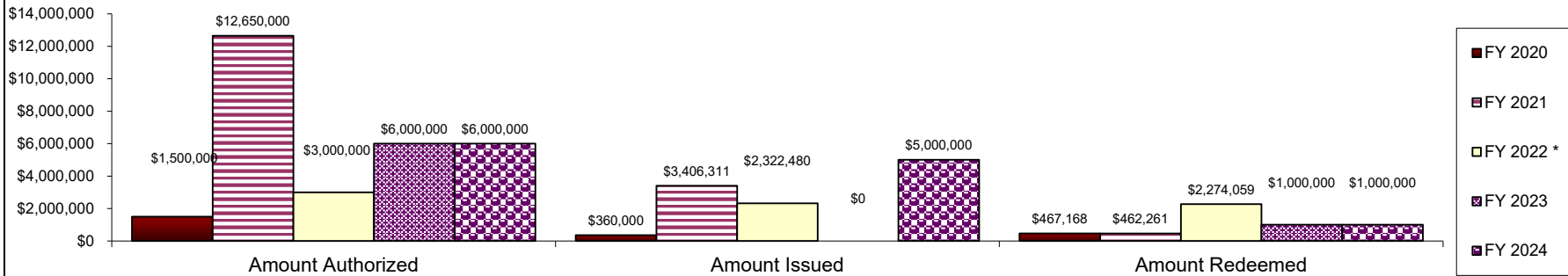
## TAX CREDIT ANALYSIS

|  |                                      |  |                                  |   |                                 |                              |                                  |   |                                 |
|--|--------------------------------------|--|----------------------------------|---|---------------------------------|------------------------------|----------------------------------|---|---------------------------------|
| <b>Program Name:</b> New Generation Cooperative Incentive Tax Credit Program   |                                      |  |                                  |   |                                 |                              |                                  |   |                                 |
| <b>Department:</b> Agriculture   |                                      | <b>Contact Name &amp; No.:</b> Jill S. Wood, 573-751-5624  |                                  |   |                                 | <b>Date:</b> 12/31/2022      |                                  |   |                                 |
| <b>Program Category:</b> Agricultural  |                                      | <b>Type:</b> Tax Credit <input checked="" type="checkbox"/> Other (specify) _____                      |                                  |   |                                 |                              |                                  |   |                                 |
| <b>Statutory Authority:</b> 348.432 RSMo   |                                      | <b>Applicable Taxes:</b> Income (143 RSMo), Franchise (147 RSMo), and Financial Institution (148 RSMo) |                                  |   |                                 |                              |                                  |   |                                 |
| <b>Date of Origin:</b> July 2, 1999 1999 H.B. 888  |                                      |  |                                  |   |                                 |                              |                                  |   |                                 |
| <b>Program Description and Eligibility Requirements:</b>   |                                      |  |                                  |   |                                 |                              |                                  |   |                                 |
| <p>To induce private investment into "Eligible new generation processing entities" which will; result in the processing of Missouri agricultural commodities and agricultural products into value-added goods, provide substantial benefit to Missouri's agricultural producers, and result in the creation of jobs for Missourians. Eligible "Producer members" investing in an "Eligible new generation processing entity" (which is either a "Development facility" or a "Renewable fuel production facility") may receive the tax credit.</p> <p>"Eligible new generation processing entity" is a partnership, corporation, cooperative, or limited liability company organized or incorporated pursuant to Missouri laws and consisting of not less than twelve members, approved by the authority, for the purpose of owning or operating within Missouri a "Development facility" or a "Renewable fuel production facility" in which producer members; (a) hold a majority of the governance or voting rights of the entity and any governing committee; (b) control the hiring and firing of management; and (c) deliver agricultural commodities or products to the entity for processing, unless processing is required by multiple entities.</p> <p>"Producer member" is a person, partnership, corporation, trust, or limited liability company whose main purpose is agricultural production that invests cash funds in an eligible new generation processing entity.</p> <p>"Development facility", a facility producing either a good derived from an agricultural commodity or using a process to produce a good derived from an agricultural product.</p> <p>"Renewable fuel production facility", a facility producing an energy source which is derived from a renewable, domestically grown, organic compound capable of powering machinery, including an engine or power plant, and any by-product derived from such energy source.</p> |                                      |  |                                  |   |                                 |                              |                                  |   |                                 |
| <b>Explanation of How Award is Computed:</b>   |                                      | <b>Entitlement</b>   | <input type="checkbox"/> No      | <b>Discretionary</b>                        | <input type="checkbox"/> Yes    |                              |                                  |   |                                 |
| <p>The lesser of 50% of the eligible producer members' cash investment in an eligible new generation processing entity or \$15,000. However, the members investing in a "Large Capital Project" (capital costs greater than one million dollars) may not receive tax credits totaling more than \$1.5 million and members investing in an "Employee Qualified Capital Project" (capital costs greater than fifteen million dollars which employ at least sixty employees) may not receive tax credits totaling more than \$3.0 million. All participants must submit an application which must be approved by the MASBDA Commission.</p>   |                                      |  |                                  |   |                                 |                              |                                  |   |                                 |
| <b>Program Cap:</b> Cumulative \$ _____ (remainder of cumulative cap) \$ _____ Annual \$ 6,000,000__ None _____  |                                      |  |                                  |   |                                 |                              |                                  |   |                                 |
| <b>Explanation of cap:</b> The aggregate of tax credits issued per fiscal year pursuant to sections 348.430 and 348.432 shall not exceed six million dollars. If on May 1st of each year the Missouri Agricultural and Small Business Development Authority determines that all \$6,000,000 will not be utilized as New Generation Cooperative Incentive Tax Credits then the unused credits may be sold as Agricultural Product Utilization Contributor Tax Credits. Credits not issued as New Generation Cooperative Incentive Tax Credits or sold as Agricultural Product Utilization Contributor Tax Credits lapse June 30 of each year.   |                                      |  |                                  |   |                                 |                              |                                  |   |                                 |
| <b>Explanation of Expiration of Authority:</b> The provisions of sections 348.432 shall expire December 31, 2028 pursuant to 348.436 RSMo. This program was extended during Special Session 2022 H.B. 3 to take effect on January 2, 2023. Form 14 revised to include projections for 2023 and 2024.   |                                      |  |                                  |   |                                 |                              |                                  |   |                                 |
| <b>Specific Provisions: (if applicable)</b>  |                                      |  |                                  |   |                                 |                              |                                  |   |                                 |
| Carry forward  | <input type="text" value="4 years"/> | Carry Back   | <input type="text" value="n/a"/> | Refundable                                  | <input type="text" value="No"/> | Sellable/Assignable          | <input type="text" value="Yes"/> | Additional Federal Deductions Available | <input type="text" value="No"/> |
| <b>Comments on Specific Provisions:</b>  |                                      |  |                                  |   |                                 |                              |                                  |   |                                 |
|  | <b>FY 2020 ACTUAL</b>                | <b>FY 2021 ACTUAL</b>  | <b>FY 2022 ACTUAL</b>            | <b>FY 2023 (year to date)</b>               | <b>FY 2023 (Full Year)</b>      | <b>FY 2024 (Budget Year)</b> |                                  |   |                                 |
| Certificates Issued (#)  | 24                                   | 599  | 370                              | 0   | 0                               | 800                          |                                  |   |                                 |
| Projects/Participants (#)  | 1                                    | 4  | 4                                | 0   | 5                               | 5                            |                                  |   |                                 |
| Amount Authorized  | \$1,500,000                          | \$12,650,000   | \$3,000,000                      | \$0   | \$6,000,000                     | \$6,000,000                  |                                  |   |                                 |
| Amount Issued  | \$360,000                            | \$3,406,311  | \$2,322,480                      | \$0   | \$0                             | \$5,000,000                  |                                  |   |                                 |
| Amount Redeemed  | \$467,168                            | \$462,261  | \$2,274,059                      | \$809,527                                   | \$1,000,000                     | \$1,000,000                  |                                  |   |                                 |
| FY 2022 EST. Amount Outstanding  |                                      | \$12,668,465   |                                  | FY 2022 EST. Amount Authorized but Unissued |                                 | \$0                          |                                  |   |                                 |

## TAX CREDIT ANALYSIS

**Program Name:** New Generation Cooperative Incentive Tax Credit Program

### HISTORICAL AND PROJECTED INFORMATION



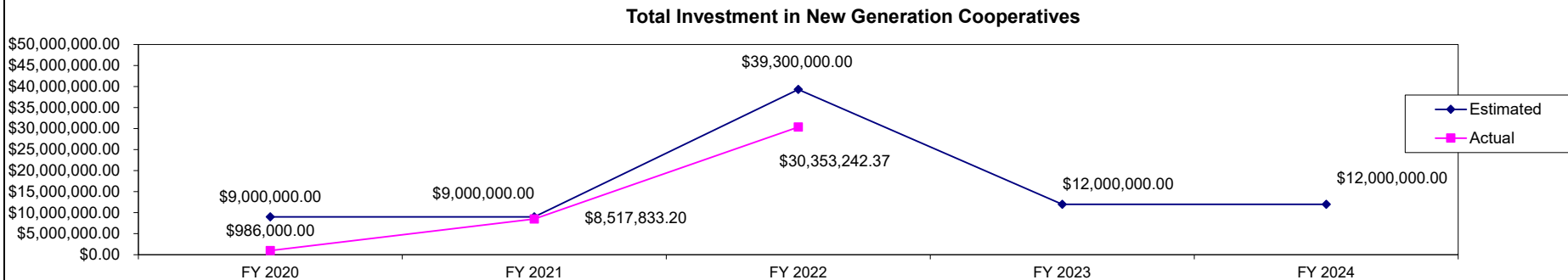
**Comments on Historical and Projected Information:** New Generation tax credits were renewed during Special Session 2022 on H.B. 3 which updated the expiration date to December 31, 2028.

### BENEFIT: COST ANALYSIS (includes only state revenue impacts)

|                          | FY 2022 ACTIVITY | Other Fiscal Period (FY00-FY21) | <b>Derivation of Benefits:</b> The University of Missouri - Columbia was commissioned to study the costs and benefits of this program in 2008. The ratios determined in their study were applied to the FY21 tax credits issued to determine the direct and indirect benefits.<br>The direct fiscal costs are the tax credits issued * 1.2 (UMC study results)<br>The indirect fiscal costs are the tax credits issued * 1.5 (UMC study results) |
|--------------------------|------------------|---------------------------------|--|
| <b>BENEFITS</b>          |                  |                                 |  |
| Direct Fiscal Benefits   | \$2,786,976      | \$73,677,931                    |  |
| Indirect Fiscal Benefits | \$3,483,720      | \$109,940,360                   |  |
| <b>Total</b>             | \$6,270,696      | \$183,618,291                   |  |
| <b>COSTS</b>             |                  |                                 |  |
| Direct Fiscal Costs      | \$2,317,736      | \$53,098,902                    |  |
| Indirect Fiscal Costs    |                  |                                 |  |
| <b>Total</b>             | \$2,317,736      | \$53,098,902                    |  |
| <b>BENEFIT: COST</b>     | <b>2.71</b>      | <b>3.46</b>                     |  |

**Other Benefits:**

### PERFORMANCE MEASURE(S)



**Comments on Performance Measure:** The tax credit program was renewed during Special Session 2022 on H.B. 3 which updated the expiration date to December 31, 2028.

## TAX CREDIT ANALYSIS

|  |  |                         |
|--|--|-------------------------|
| <b>Program Name:</b> Qualified Beef Tax Credit                     |  |                         |
| <b>Department:</b> Agriculture                                     | <b>Contact Name &amp; No.:</b> Jill S. Wood 573-751-5624   | <b>Date:</b> 12/31/2022 |
| <b>Program Category:</b> Agricultural                              | <b>Type:</b> Tax Credit <input checked="" type="checkbox"/> Other (specify) _____                  |                         |
| <b>Statutory Authority:</b> 135.679                                | <b>Applicable Taxes:</b> Income (143 RSMo Excluding 143.191 to 143.265 RSMo), Franchise (147 RSMo) |                         |
| <b>Date of Origin:</b> August 28, 2007 L. 2007 1st Ex. Sess H.B. 1 |  |                         |

**Program Description and Eligibility Requirements:**  
Provide Missouri cattle farmers with an economic incentive to background and or finish Missouri born and raised qualified beef cattle in this state.

**Explanation of How Award is Computed:**      **Entitlement**  No  **Discretionary**  Yes

All participants were required to submit an application for review and approval by the MASBDA Commission prior to tax credit issuance. There are two separate tax credit incentives as of August 28, 2016 and the two tax credit amounts are as follows:

- Any cattle weighing 599 lbs or less qualify for the ten cents (\$.10) per pound. The calculation is the qualifying sale weight minus the baseline weight multiplied by \$.10 per pound provided the sale weight is one hundred (100) pounds or greater than the baseline weight.
- Any cattle weighing 600 lbs or more qualify for the twenty-five cents (\$.25) per pound. The calculation is the qualifying sale weight minus the baseline weight multiplied by \$.25 per pound provided the sale weight is one hundred (100) pounds or greater than the baseline weight.
- \$15,000 maximum credit per tax payer per calendar year allowed.
- MASBDA may waive no more than twenty-five (25%) of the required one hundred (100) pound gain. The waiver shall be based only on any disaster declaration by the U.S. Department of Agriculture.

**Program Cap:** Cumulative \$ \_\_\_\_\_ (remainder of cumulative cap) \$ \_\_\_\_\_ Annual \$ 2,000,000 None \_\_\_\_\_

**Explanation of cap:**  
The annual limit of \$2 million is an aggregate of the Qualified Beef Tax Credit and Meat Processing Facility Investment Tax Credit programs. Any tax credits not issued in any calendar year shall expire and shall not be issued in any subsequent years. Maximum fiscal year amount is set in 135.679.4 RSMo.

**Explanation of Expiration of Authority:** This authorizing statute for this program expired on December 31, 2021. On May 18, 2018, the House Budget Committee passed a motion stating that no credits are approved for Qualified Beef, pursuant to Section 135.679, RSMo, for any tax year beginning on or after July 1, 2018 and on or before June 30, 2019. This motion has been renewed through remaining life of program. This program did expire on December, 31, 2021 and not renewed.

**Specific Provisions:** (if applicable)

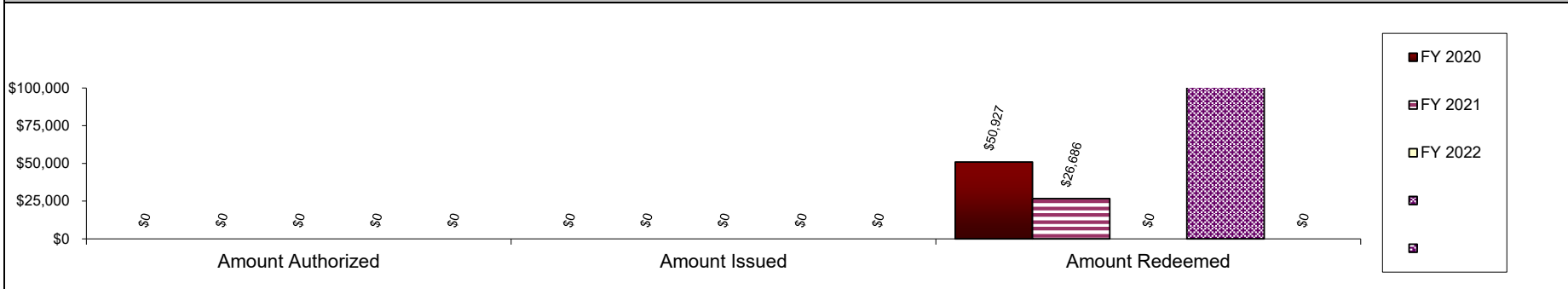
Carry forward  Carry Back  Refundable  Sellable/Assignable  Additional Federal Deductions Available

**Comments on Specific Provisions:**

|                           | FY 2020 ACTUAL | FY 2021 ACTUAL | FY 2022 ACTUAL | FY 2023 (year to date) | FY 2023 (Full Year) | FY 2024 (Budget Year) |
|---------------------------|----------------|----------------|----------------|------------------------|---------------------|-----------------------|
| Certificates Issued (#)   | 0              | 0              | 0              | 0                      | 0                   | 0                     |
| Projects/Participants (#) | 0              | 0              | 0              | 0                      | 0                   | 0                     |
| Amount Authorized         | \$0            | \$0            | \$0            | \$0                    | \$0                 | \$0                   |
| Amount Issued             | \$0            | \$0            | \$0            | \$0                    | \$0                 | \$0                   |
| Amount Redeemed           | \$50,927       | \$26,686       | \$0            | \$408                  | \$131,581           | \$0                   |

|                                 |           |   |     |
|---------------------------------|-----------|---|-----|
| FY 2022 EST. Amount Outstanding | \$131,581 | FY 2022 EST. Amount Authorized but Unissued | \$0 |
|---------------------------------|-----------|---|-----|

### HISTORICAL AND PROJECTED INFORMATION



**Comments on Historical and Projected Information:** This program's authorizing statute expired on December 31, 2021. The eligibility dates are subject to change due to action by the House Budget Committee on May 18, 2018, stating that no credits are approved for Qualified Beef, pursuant to Section 135.679, RSMo, for any tax year beginning on or after July 1, 2018 and on or before June 30, 2019. This was extended through remaining life of program. The program did expire on December 31, 2021 and not renewed.

## TAX CREDIT ANALYSIS

**Program Name:** Qualified Beef Tax Credit

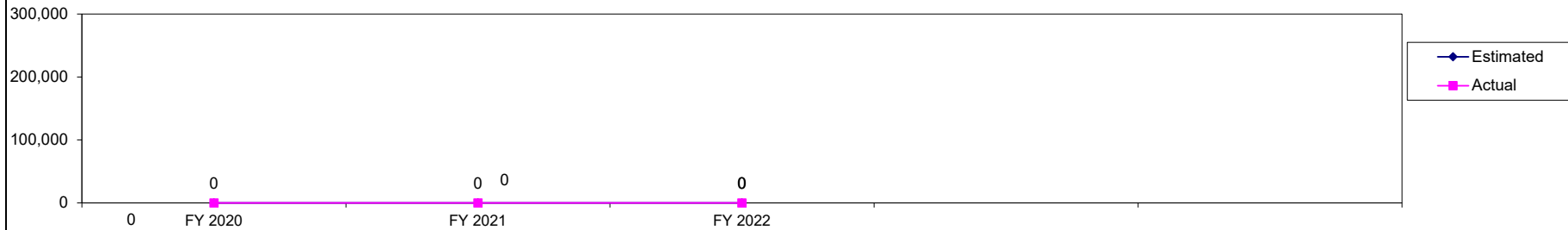
### BENEFIT: COST ANALYSIS (includes only state revenue impacts)

|                          | FY 2022<br>ACTIVITY | Other Fiscal Period<br>(FY08-FY21) |   |
|--------------------------|---------------------|------------------------------------|---|
| <b>BENEFITS</b>          |                     |                                    | <b>Derivation of Benefits:</b> Commercial Ag Program estimates that a beef cows has a positive economic impact of \$1.36 per pound of beef produced. The direct fiscal benefit is the \$.10 /\$.25 per pound that was paid in tax credits to the farmer, the indirect fiscal benefit is the other \$1.26/\$1.11 per pound in economic activity generated from the additional retained beef cattle.<br>Source: Missouri Value-Added Beef Study, March 2016 |
| Direct Fiscal Benefits   | \$0                 | \$2,684,646                        |   |
| Indirect Fiscal Benefits | \$0                 | \$19,354,726                       |   |
| <b>Total</b>             | <b>\$0</b>          | <b>\$22,039,372</b>                |   |
| <b>COSTS</b>             |                     |                                    |   |
| Direct Fiscal Costs      | \$498               | \$2,071,559                        |   |
| Indirect Fiscal Costs    |                     |                                    |   |
| <b>Total</b>             | <b>\$498</b>        | <b>\$2,071,559</b>                 |   |
| <b>BENEFIT: COST</b>     | <b>0.00</b>         | <b>10.64</b>                       |   |

**Other Benefits:**

### PERFORMANCE MEASURE(S)

**Additional pounds of beef produced in Missouri from Qualified Beef Tax Credit**



**Comments on Performance Measure:** No additional pounds are being added due to the eligibility dates are subject to change due to action by the House Budget Committee on May 18, 2018, stating that no credits are approved for Qualified Beef, pursuant to Section 135.679, RSMo, for any tax year beginning on or after July 1, 2018 and on or before June 30, 2019. This was extended through the life of the program. The program expired on December 31, 2021.

## TAX CREDIT ANALYSIS

**Program Name: Missouri Empowerment Scholarship Account Program**

**Department: State Treasurer's Office**      **Contact Name & No.: Brett Hallen 573-751-0912**      **Date: October 2022**

**Program Category:** Educational Savings Program      **Type: Tax Credit**  **Other (specify)** \_\_\_\_\_

**Statutory Authority:** Sections 135.712-135.719 RSMo. & 166.700-166.720 RSMo.      **Applicable Taxes: Income Taxes**

**Date of Origin:** \_\_\_\_\_

**Program Description and Eligibility Requirements:**  
Any taxpayer may claim a tax credit, not to exceed 50% of the taxpayer's state liability, for any qualifying contribution to an educational assistance organization. .

**Explanation of How Award is Computed:**      **Entitlement**  **Choose**  **Discretionary**  **Yes**

Credits are awarded on a first come first served basis up to the annual cap of \$25 Million.

**Program Cap:** Cumulative \$ \_\_\_\_\_ (remainder of cumulative cap) \$ \_\_\_\_\_ Annual \$ 25 Million      None \_\_\_\_\_

**Explanation of cap:**  
The cumulative amount of tax credits issued in any one calendar year starts at \$25 million and shall be adjusted by the State Treasurer annually based upon inflation with a maximum cap of \$50 million. Given that authorization is based on calendar years, and the information presented here is based on fiscal years, fiscal year actuals may vary from the estimates below. Inflation adjustments are calculated in December, for this exercise the next budget year cap amount is estimated.

**Explanation of Expiration of Authority:**

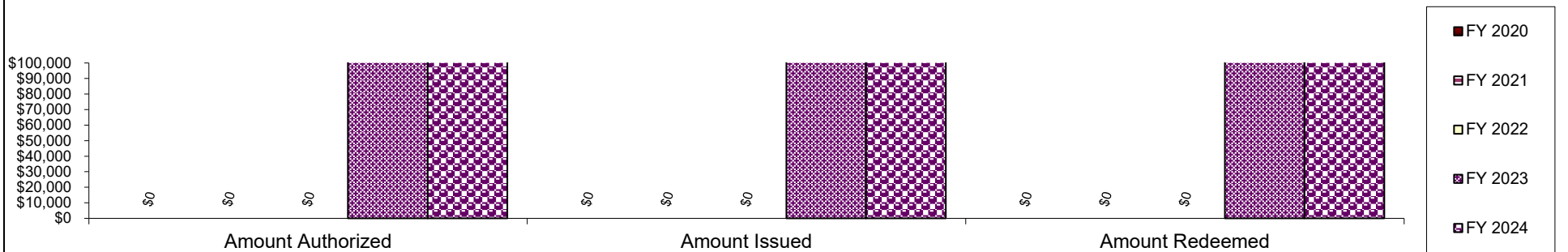
**Specific Provisions:** (if applicable)  
Carry forward       Carry Back       Refundable       Sellable/Assignable       Additional Federal Deductions Available

**Comments on Specific Provisions:**

|                           | FY 2020 ACTUAL | FY 2021 ACTUAL | FY 2022 ACTUAL | FY 2023 (year to date) | FY 2023 (Full Year) | FY 2024 (Budget Year) |
|---------------------------|----------------|----------------|----------------|------------------------|---------------------|-----------------------|
| Certificates Issued (#)   | 0              | 0              | 0              | 257                    | 2,000               | 2,075                 |
| Projects/Participants (#) | 0              | 0              | 0              | 840                    | 3,000               | 3,800                 |
| Amount Authorized         | \$0            | \$0            | \$0            | \$3,384,135            | \$25,000,000        | \$27,025,000          |
| Amount Issued             | \$0            | \$0            | \$0            | \$3,384,135            | \$25,000,000        | \$27,025,000          |
| Amount Redeemed           | \$0            | \$0            | \$0            | \$0                    | \$25,000,000        | \$27,025,000          |

FY 2022 EST. Amount Outstanding      \$ \_\_\_\_\_      FY 2022 EST. Amount Authorized but Unissued      \$ \_\_\_\_\_

### HISTORICAL AND PROJECTED INFORMATION



**Comments on Historical and Projected Information:**

**TAX CREDIT ANALYSIS**

**Program Name: Missouri Empowerment Scholarship Account Program**

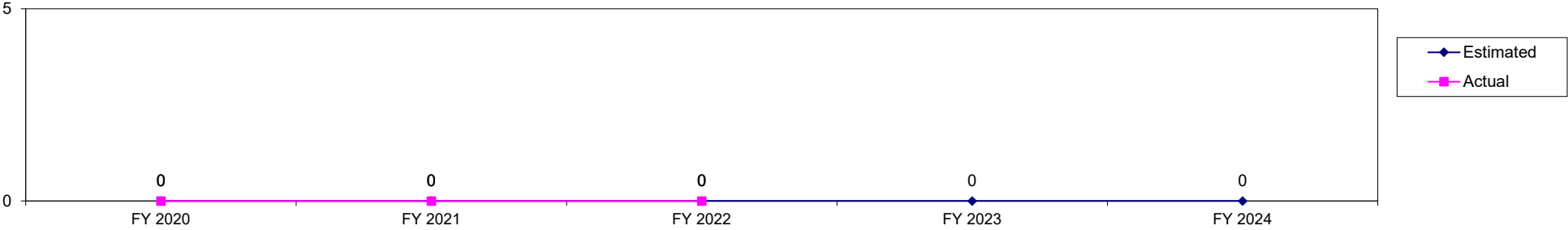
**BENEFIT: COST ANALYSIS (includes only state revenue impacts)**

|                          | FY 2022<br>ACTIVITY | Other Fiscal Period<br>(indicated time period) | Derivation of Benefits: |
|--------------------------|---------------------|--|-------------------------|
| <b>BENEFITS</b>          |                     |  |                         |
| Direct Fiscal Benefits   |                     |  |                         |
| Indirect Fiscal Benefits |                     |  |                         |
| <b>Total</b>             | \$0                 | \$0  |                         |
| <b>COSTS</b>             |                     |  |                         |
| Direct Fiscal Costs      |                     |  |                         |
| Indirect Fiscal Costs    |                     |  |                         |
| <b>Total</b>             | \$0                 | \$0  |                         |
| <b>BENEFIT: COST</b>     | <b>#DIV/0!</b>      | <b>#DIV/0!</b>                                 |                         |

**Other Benefits:**

**PERFORMANCE MEASURE(S)**

**Permanent New Jobs Created**



**Comments on Performance Measure:**