

HB 398 -- Income Tax: Tax Credit for Certain Educational Expenses

Sponsor: Cunningham (86)

This bill authorizes an individual income tax credit for certain qualified educational expenses incurred by a taxpayer on behalf of a qualified dependent attending grades 1 through 12 in Missouri.

The amount of the tax credit will be equal to the amount of educational expenses incurred by a taxpayer up to a maximum of \$2,500 per dependent per taxable year. The amount of tax credit taken cannot exceed the tax liability of the taxpayer in any one year.

The tax credit will apply to all tax years beginning on or after January 1, 2007, or upon the beginning of any state fiscal year in which total state revenues for the previous fiscal year exceeds 120% of total state revenues for Fiscal Year 2000, whichever occurs first.