

HCS HB 630 -- MANUFACTURING JOBS ACT

SPONSOR: McCaherty

COMMITTEE ACTION: Voted "Do Pass" by the Committee on International Trade by a vote of 8 to 0.

This substitute changes the laws regarding the Manufacturing Jobs Act which provides incentives for qualified manufacturers and suppliers that create or retain Missouri jobs. In its main provisions, the substitute:

- (1) Revises the definition of a "qualified manufacturing company" to include a business with a standard industrial classification (SIC) code from Division D (Manufacturing) Major Groups 20 to 39 that manufactures goods in the state. Currently, only automobile manufacturers are authorized to receive incentives under the act;
- (2) Increases the aggregate amount of withholding tax that may be retained by all qualified manufacturing companies under the act from \$15 million to \$60 million per calendar year; and
- (3) Extends the sunset from October 12, 2016 to August 28, 2019.

PROPONENTS: Supporters say that this tax credit worked very well in 2010 with regard to the Ford Motor Company plant in Claycomo, and it should be extended statewide for more types of industries.

Testifying for the bill were Representative McCaherty; and Associated Industries of Missouri.

OPPONENTS: There was no opposition voiced to the committee.