

HCS HB 850 -- BRING JOBS HOME ACT (McCaherty)

COMMITTEE OF ORIGIN: Committee on International Trade

This substitute establishes the Bring Jobs Home Act and authorizes a tax deduction against income tax other than the withholding tax of up to 20% of the eligible expenses associated with eliminating a business located outside of the state and reestablishing it in Missouri. The elimination may occur in a year other than the year the relocation occurs, and the expenses must be under an insourcing plan. To be eligible for the tax deduction, the number of full-time employees in Missouri for the year the deduction is claimed must exceed the number of full-time employees for the year preceding the year in which the eligible insourcing expenses were paid or incurred.

Eligible insourcing expenses must be taken into account during the taxable year that the plan has been completed and all eligible insourcing expenses have been paid or incurred or, if the taxpayer chooses, the first taxable year after the taxable year the expenses have been paid or incurred. Eligible expenses does not include expenses deducted in determining federal taxable income.

A deduction will not be allowed for any expenses incurred when dissolving a business in Missouri and relocating it to another state.

The provisions of the substitute will expire six years after the effective date.