

## TAX CREDIT ANALYSIS

**Program Name:** Peace Officer Surviving Spouse

**Department:** Revenue **Contact Name & No.:** Joel Allison, 751-0191 **Date:** October 2011

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

**Statutory Authority:** Section 135.090, RSMo **Applicable Taxes:** Chapter 143

**Program Description and Eligibility Requirements:**  
 For all tax years beginning on or after January 1, 2008, a surviving spouse of a public safety officer 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 tax 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 spouse until the tax year in which the surviving spouse remarries.

**Explanation of How Award is Computed:** Entitlement \_\_\_\_\_ Discretionary \_\_\_\_\_  
 A surviving spouse of a public safety officer 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 spouse until the tax year in which the surviving spouse remarries. No credit shall be allowed for the tax year in which the surviving spouse remarries.

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

**Explanation of cap:**

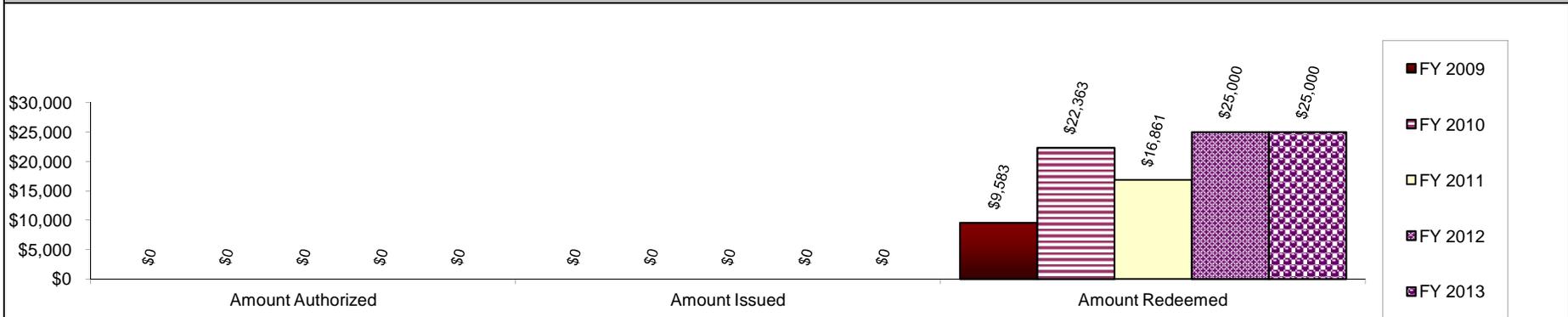
**Explanation of Expiration of Authority:** Pursuant to Section 23.253, RSMo, of the Missouri Sunset Act, the peace officer surviving spouse tax credit shall sunset six years after the effective date or August 28, 2013.

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

**Comments on Specific Provisions:**

	FY 2009 ACTUAL	FY 2010 ACTUAL	FY 2011 ACTUAL	FY 2012(current year)	FY 2013 (budget year)
Certificates Issued (#)	0	0	0	0	0
Projects (#)	0	0	0	0	0
Amount Authorized	\$0	\$0	\$0	\$0	\$0
Amount Issued	\$0	\$0	\$0	\$0	\$0
Amount Redeemed	\$9,583	\$22,363	\$16,861	\$25,000	\$25,000
EST. Amount Outstanding	N/A	N/A	\$0	N/A	N/A
EST. Amount Authorized but Unissued	N/A	N/A	\$0	N/A	N/A

### HISTORICAL AND PROJECTED INFORMATION



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**Comments on Historical and Projected Information:**

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

	FY 2011 ACTIVITY	Other Fiscal Period (indicated time period)	<b>Derivation of Benefits:</b> The Department of Revenue, with the assistance of the Missouri Department of Economic Development, used the Regional Economic Models, Inc. (REMI) model for generating cost-benefit analysis for tax credit programs under Section 33.282, RSMo.  <b>REMI 8.0.5 Model Assumptions:</b> \$16,861 reduction in personal income taxes for Fiscal Year 2011.
<b>BENEFITS</b>			
Direct Fiscal Benefits	\$0	\$0	
Indirect Fiscal Benefits	\$185	\$185	
<b>Total</b>	\$185	\$185	
<b>COSTS</b>			
Direct Fiscal Costs	\$16,861	\$16,861	
Indirect Fiscal Costs	\$0	\$0	
<b>Total</b>	\$16,861	\$16,861	
<b>BENEFIT: COST</b>	<b>0.01</b>	<b>0.01</b>	

**Other Benefits:**

In Fiscal Year 2011, every dollar of authorized program tax credits returns:

\$0.00 in new personal income totaling	\$0.00 million
\$1.00 in new value-added/GSP totaling	\$0.02 million
\$2.01 in new economic output totaling	\$0.03 million

Over ten years, every dollar of authorized program tax credits returns:

\$0.00 in new personal income totaling	\$0.00 million
\$1.00 in new value-added/GSP totaling	\$0.02 million
\$2.01 in new economic output totaling	\$0.03 million

**PERFORMANCE MEASURE(S)**

**Comments on Performance Measure:**