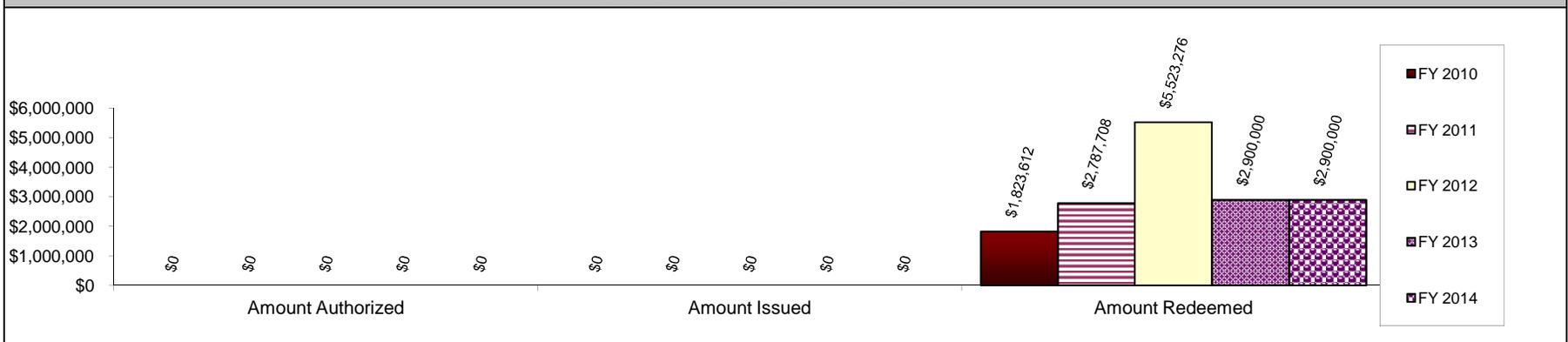


## TAX CREDIT ANALYSIS

<b>Program Name: Bank Tax Credit for S Corporation Shareholders</b>	
<b>Department: Revenue</b>	<b>Contact Name &amp; No.: Joel Allison, 751-0191</b>
<b>Program Category: Financial and Insurance</b>	<b>Date: October 2012</b>
<b>Statutory Authority: Section 143.471, RSMo</b>	<b>Type: Tax Credit <input checked="" type="checkbox"/> Other (specify) _____</b>
<b>Applicable Taxes:</b>	
<b>Program Description and Eligibility Requirements:</b> The tax credit authorized in Section 143.471, RSMo, shall be given only to the 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 S corporation shareholder's state income tax, if the bank otherwise complies with Section 148.112, RSMo.	
<b>Explanation of How Award is Computed:</b> Entitlement _____ Discretionary _____ 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 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.	
<b>Program Cap:</b> Cumulative \$ _____ (remainder of cumulative cap) \$ _____ Annual \$ _____ None _____	
<b>Explanation of cap:</b>	
<b>Explanation of Expiration of Authority:</b>	
<b>Specific Provisions:</b> (if applicable) Carry forward ___5___ years Carry Back _____ years Refundable _____ Sellable/Assignable _____ Additional Federal Deductions Available _____	
<b>Comments on Specific Provisions:</b>	

	FY 2010 ACTUAL	FY 2011 ACTUAL	FY 2012 ACTUAL	FY 2013(current year)	FY 2014 (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	\$1,823,612	\$2,787,708	\$5,523,276	\$2,900,000	\$2,900,000
EST. Amount Outstanding	N/A	N/A	\$2,491,729	N/A	N/A
EST. Amount Authorized but Unissued	N/A	N/A	\$0	N/A	N/A

### HISTORICAL AND PROJECTED INFORMATION



## TAX CREDIT ANALYSIS

<b>Program Name: Bank Tax Credit for S Corporation Shareholders</b>			
<b>Comments on Historical and Projected Information:</b>			
<b>BENEFIT: COST ANALYSIS (includes only state revenue impacts)</b>			
	<b>FY 2012 ACTIVITY</b>	<b>Other Fiscal Period (indicated time period)</b>	<b>Derivation of Benefits:</b> The Department of Revenue, with the assistance of the Missouri Department of Economic Development, used the Regional Economic Model, Inc. (REMI) model for generating cost-benefit analysis for the tax credit programs as required by Section 33.282, RSMo.
<b>BENEFITS</b>			
Direct Fiscal Benefits	\$0		
Indirect Fiscal Benefits	\$106,598		
<b>Total</b>	\$106,598		
<b>COSTS</b>			
Direct Fiscal Costs	\$5,523,276		
Indirect Fiscal Costs	\$0		
<b>Total</b>	\$5,523,276		
<b>BENEFIT: COST</b>	<b>0.02</b>		
<b>Other Benefits:</b>			
<b>PERFORMANCE MEASURE(S)</b>			
<b>Comments on Performance Measure:</b>			