

*Be it resolved by the people of the state of Missouri that the Constitution be amended:*

Article X is amended by repealing Section 1 and two new sections are adopted to be known as Article X, Sections 1 and 26.

Section 1. (a) The General Assembly and all state executive agencies and departments shall not issue, authorize or approve any amount of tax credits beyond those issued, authorized and approved on the effective date of this amendment. If any amount of tax credits are issued, authorized or approved in any state fiscal year, the existing rate of the individual income tax shall be permanently reduced by the reduction factor effective the immediately ensuing tax year.

(b) If the existing rate of the individual income tax is one quarter of one percent or less, then the individual income tax shall be permanently eliminated and the general assembly shall not have the authority to impose a tax on or measured by income or earnings of an individual.

(c) "Reduction factor" is the percentage, rounded up to the nearest quarter of one percent but not less than one quarter of one percent, sufficient to reduce tax collections by the amount of tax credits issued, authorized or approved in any state fiscal year.

Section 26. The taxing power may be exercised by the general assembly for state purposes, and by counties and other political subdivisions under power granted to them by the general assembly for county, municipal and other corporate purposes, except as restricted in Section 1 of this Article.

[Section 1. The taxing power may be exercised by the general assembly for state purposes, and by counties and other political subdivisions under power granted to them by the general assembly for county, municipal and other corporate purposes.]