

SENATE BILL NO. 1062

102ND GENERAL ASSEMBLY

INTRODUCED BY SENATOR COLEMAN.

3119S.01H

KRISTINA MARTIN, Secretary

AN ACT

To repeal section 144.014, RSMo, and to enact in lieu thereof one new section relating to a sales tax exemption for food.

Be it enacted by the General Assembly of the State of Missouri, as follows:

Section A. Section 144.014, RSMo, is repealed and one new
2 section enacted in lieu thereof, to be known as section 144.014,
3 to read as follows:

144.014. 1. **(1)** Notwithstanding other provisions of
2 law to the contrary, [beginning October 1, 1997, the tax
3 levied and imposed under this chapter on] all retail sales
4 of food shall be [at the rate of one percent. The revenue
5 derived from the one percent rate pursuant to this section
6 shall be deposited by the state treasurer in the school
7 district trust fund and shall be distributed as provided in
8 section 144.701] **exempted from the provisions of and from**
9 **the computation of the tax levied, assessed, or payable**
10 **pursuant to this chapter.**

11 **(2)** Beginning January 1, 2025, the rate of sales tax
12 imposed on all retail sales of food pursuant to the local
13 sales tax law as defined in section 32.085, and section
14 238.235, shall annually be reduced in four equal increments
15 over a period of four years. Beginning January 1, 2029,
16 notwithstanding other provisions of law to the contrary, all
17 retail sales of food shall be exempted from the provisions
18 of and from the computation of the tax levied, assessed, or

EXPLANATION-Matter enclosed in bold-faced brackets [thus] in this bill is not enacted and is intended to be omitted in the law.

19 **payable pursuant to the local sales tax law as defined in**
20 **section 32.085, and section 238.235.**

21 2. For the purposes of this section, the term "food"
22 shall include only those products and types of food for
23 which food stamps may be redeemed pursuant to the provisions
24 of the Federal Food Stamp Program as contained in 7 U.S.C.
25 Section 2012, as that section now reads or as it may be
26 amended hereafter, and shall include food dispensed by or
27 through vending machines. For the purpose of this section,
28 except for vending machine sales, the term "food" shall not
29 include food or drink sold by any establishment where the
30 gross receipts derived from the sale of food prepared by
31 such establishment for immediate consumption on or off the
32 premises of the establishment constitutes more than eighty
33 percent of the total gross receipts of that establishment,
34 regardless of whether such prepared food is consumed on the
35 premises of that establishment, including, but not limited
36 to, sales of food by any restaurant, fast food restaurant,
37 delicatessen, eating house, or café.

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