

SENATE No. 1314

By Mr. Olver, a petition (accompanied by bill, Senate, No. 1314) of John W. Olver, Salvatore R. Albano, Eleanor Myerson and Nicholas J. Costello for legislation to provide increased personal income tax exemptions as a means of returning excess state tax revenues. Taxation.

The Commonwealth of Massachusetts

In the Year One Thousand Nine Hundred and Ninety.

AN ACT TO PROVIDE INCREASED PERSONAL INCOME TAX EXEMPTIONS AS
A MEANS OF RETURNING EXCESS STATE TAX REVENUES.

Be it enacted by the Senate and House of Representatives in General Court assembled, and by the authority of the same, as follows:

1 SECTION 1. Section 2I of chapter 29 of the General Laws, as
2 appearing in the 1988 Official Edition, is hereby amended by
3 striking out, in line 4, the words "and of section six of chapter
4 twenty-nine B" and inserting in place thereof the words: — ,
5 section six of chapter twenty-nine B, and section six of chapter
6 sixty-two F.

1 SECTION 2. Section 2 of Chapter 62F of the General Laws,
2 as appearing in the 1988 Official Edition, is hereby amended by
3 striking out the definition of Allowable State Tax Growth Factor
4 and inserting in place thereof the following definition: —

5 "Allowable state tax growth factor", for a fiscal year means a
6 number which equals one-third of the net quotient derived from
7 the following two calculations:

8 (1) divide total Massachusetts wages and salaries for the
9 calendar year ending immediately prior to the beginning of such
10 fiscal year by total Massachusetts wages and salaries for the
11 calendar year preceding said calendar year by three years, and (2)
12 subtract the integer one from the resulting quotient; provided,
13 further, that in calculating the allowable state tax growth factor

14 for any fiscal year, the total for Massachusetts wages and salaries
15 shall be the most recent and accurate estimate by the Bureau of
16 Economic Analysis.