

HOUSE No. 1207

Bill accompanying the petition of Theodore Chamberlain relative to the taxation of dividends declared from the profits accumulated prior to the date of the passage of the income tax law. Taxation. January 23.

The Commonwealth of Massachusetts.

In the Year One Thousand Nine Hundred and Twenty.

AN ACT

Relative to the Taxation of Dividends declared from Profits accumulated prior to the Date of Passage of the Income Tax Law.

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 two of chapter two hundred and sixty-nine of
2 the General Acts of nineteen hundred and sixteen is
3 hereby amended by striking out the words "but accumu-
4 lated profits shall not be regarded as capital under this
5 provision", in the last paragraph thereof, and substituting
6 the words:—Accumulated profits earned prior to the
7 twenty-sixth day of May, nineteen hundred and sixteen,
8 shall not be taxable as income under this act, but accu-
9 mulated profits earned after the said date shall not be
10 regarded as capital under this provision and shall be
11 taxed as income hereunder.

