

HOUSE No. 487

By Mr. Mahar of Orange, petition of Henry F. Long (Commissioner of Corporations and Taxation) relative to taxation of partnerships, associations and trusts the beneficial interest in which is represented by transferable shares and the dividends thereof. Taxation.

The Commonwealth of Massachusetts

In the Year One Thousand Nine Hundred and Thirty-Eight.

AN ACT RELATIVE TO TAXATION OF PARTNERSHIPS, ASSOCIATIONS AND TRUSTS THE BENEFICIAL INTEREST IN WHICH IS REPRESENTED BY TRANSFERABLE SHARES AND THE DIVIDENDS THEREOF.

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 one of chapter sixty-two of
2 the General Laws, as last amended by sections six
3 and seven of chapter four hundred and eighty-nine
4 of the acts of nineteen hundred and thirty-five, is
5 hereby further amended by striking out, in the second
6 line, “(c) and (e)”, and inserting in place thereof the
7 following:— and (c),— so that the first sentence
8 will read as follows:— *Section 1.* Income of the
9 classes described in subsections (a), (b), and (c) re-
10 ceived by any inhabitant of the commonwealth during
11 the preceding calendar year, shall be taxed at the rate
12 of six per cent per annum.

1 SECTION 2. Said section one, as so amended, is
2 hereby further amended by striking out paragraph
3 (c) and inserting in place thereof the following:—
4 (c) Dividends on shares in partnerships, associa-
5 tions or trusts, the beneficial interest in which is
6 represented by transferable shares.

1 SECTION 3. Said section one, as so amended, is
2 hereby further amended by striking out paragraphs
3 (d) and (e).

1 SECTION 4. Said chapter sixty-two is hereby fur-
2 ther amended by striking out section four.

1 SECTION 5. Section five of said chapter sixty-two,
2 as last amended by section eight of chapter four
3 hundred and eighty-nine of the acts of nineteen hun-
4 dred and thirty-five, is hereby further amended by
5 striking out paragraph (d).

1 SECTION 6. This act shall apply to income received
2 during the year nineteen hundred and thirty-eight
3 and thereafter.