

By Mr. O'Brien of Kingston, petition of the Associated Industries of Massachusetts, Thomas J. O'Brien and other members of the General Court relative to the equitable treatment of "S" corporations as defined in the Internal Revenue Code. Taxation.

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The Commonwealth of Massachusetts

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In the Year Two Thousand and One.

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AN ACT RELATIVE TO THE EQUITABLE TAX TREATMENT OF SUBCHAPTER-S CORPORATIONS.

*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 32D of chapter 63 of the General Laws,  
2 as appearing in the 1998 Official Edition, is amended by striking  
3 lines 25 and 26 and inserting in place thereof the following:—

4 (2) If total receipts for the taxable year of \$9,000,000 or more,  
5 an amount equal to the difference between the rate imposed under  
6 clause (2) of subparagraph (a) of paragraph (3) of section 32 of  
7 this chapter and the rate imposed by paragraph (b) of section 4 of  
8 chapter 62, as most recently amended by section 73 of chapter 127  
9 of the Acts of 1999.

1 SECTION 2. The provisions of section 1 of this act shall take  
2 effect for tax years beginning on or after January 1, 2001.

