

By Mr. Travis of Rehoboth, petition of Philip Travis for legislation to provide a tax liability redemption bond program for certain taxpayers in the Commonwealth. Taxation.

The Commonwealth of Massachusetts

In the Year One Thousand Nine Hundred and Ninety-Four.

AN ACT PROVIDING FOR A MASSACHUSETTS TAX LIABILITY REDEMPTION BOND.

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

1 Chapter 10 of the General Laws is hereby amended by
2 inserting after section 49D the following section: —

3 Section 49E. The state treasurer may issue and sell bonds,
4 in denominations of one hundred dollars, called tax liability
5 redemption bonds, at public or private sale, maturing in such
6 amounts and upon such dates, at such interest rate or rates, at
7 par or at discount, which shall be in registered form, and upon
8 such other terms and conditions, as he shall determine to be
9 in the best interest of the commonwealth and in accordance with
10 the provisions of this section.

11 Any person who anticipates a tax liability to the common-
12 wealth may purchase such a bearer bond which shall be
13 redeemable only to satisfy a tax imposed by the commonwealth
14 and whenever any taxpayer desires to satisfy such a tax liability.

15 "Person", for purposes of this section shall mean a company,
16 partnership, limited partnership, sole proprietorship or a
17 corporation organized to do business in the commonwealth.
18 Whenever any said person, who is an employer as defined in
19 section one of chapter sixty-two B, creates new employment
20 and has increased his payroll tax as indicated by and in
21 accordance with section two of said chapter sixty-two B and
22 certified by the commissioner of revenue, the redemption value

23 shall be increased as a portion of such new and additional
24 withholding amounts from such new wages as so defined.

25 Such bonds may be redeemed in any tax year, shall be
26 negotiable instruments as defined in chapter 106, article 3-104
27 which shall earn interest and may be held as an asset.

28 The commissioner of revenue and the state treasurer may
29 make such rules and regulations necessary to implement the
30 provisions of this section.