

**HOUSE . . . . . No. 3097**

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**The Commonwealth of Massachusetts**

PRESENTED BY:

***Jonathan D. Zlotnik***

*To the Honorable Senate and House of Representatives of the Commonwealth of Massachusetts in General Court assembled:*

The undersigned legislators and/or citizens respectfully petition for the adoption of the accompanying bill:

**An Act relative to the taxation of inventory in manufacturing.**

PETITION OF:

NAME:	DISTRICT/ADDRESS:	DATE ADDED:
<i>Jonathan D. Zlotnik</i>	<i>2nd Worcester</i>	<i>2/5/2021</i>
<i>Thomas A. Golden, Jr.</i>	<i>16th Middlesex</i>	<i>2/23/2021</i>
<i>Hannah Kane</i>	<i>11th Worcester</i>	<i>2/23/2021</i>
<i>Patrick M. O'Connor</i>	<i>Plymouth and Norfolk</i>	<i>5/10/2021</i>

**HOUSE . . . . . No. 3097**

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By Mr. Zlotnik of Gardner, a petition (accompanied by bill, House, No. 3097) of Jonathan D. Zlotnik, Thomas A. Golden, Jr., and Hannah Kane relative to the taxation of inventory of tangible property of corporations. Revenue.

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[SIMILAR MATTER FILED IN PREVIOUS SESSION  
SEE HOUSE, NO. 2660 OF 2019-2020.]

**The Commonwealth of Massachusetts**

\_\_\_\_\_  
**In the One Hundred and Ninety-Second General Court  
(2021-2022)**  
\_\_\_\_\_

An Act relative to the taxation of inventory in manufacturing.

*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. Paragraph 7 of section 30 of chapter 63 of the General Laws, as appearing  
2 in the 2012 Official Edition, is hereby amended by striking out the first sentence and inserting in  
3 place thereof the following 2 sentences:- The value of tangible property taxable under subclause  
4 (A) of clause (1) of subsection (a) of section 39, for a corporation, except for a manufacturing  
5 corporation as defined in section 42B, shall be the book value of the corporation’s tangible  
6 property situated in the commonwealth on the last day of the taxable year as is not subject to  
7 local taxation nor taxable under section 67. The value of tangible property taxable under  
8 subclause (B) of clause (1) of subsection (a) of section 39, for a manufacturing corporation, as  
9 that term is defined in section 42B, shall be the book value of the manufacturing corporation’s  
10 tangible property held as raw material for the purpose of manufacturing and situated in the

11 commonwealth on the last day of the taxable year as is not subject to local taxation nor taxable  
12 under section 67.

13 SECTION 2. Subsection (a) of said chapter 63, as so appearing, is hereby amended by  
14 striking out clause (1) and inserting in place thereof the following clause:-

15 (1) (A) In the case of a business corporation other than a manufacturing corporation, as  
16 that term is defined in section 42B, \$2.60 per 1,000 upon the value of: (i) its tangible property as  
17 determined to be taxable under paragraph 7 of section 30 if a tangible property corporation; or  
18 (ii) its net worth as determined to be taxable under paragraph 8 of section 30 if an intangible  
19 property corporation; or (B) in the case of a manufacturing corporation, as that term is defined in  
20 section 42B: (i) for tax years beginning on or after January 1, 2014, \$2.00 per 1,000 upon the  
21 value of its tangible property as determined to be taxable under paragraph 7 of section 30 if a  
22 tangible property corporation; (ii) for tax years beginning on or after January 1, 2015, \$1.50 per  
23 1,000 upon the value of its tangible property as determined to be taxable under paragraph 7 of  
24 section 30 if a tangible property corporation; (iii) for tax years beginning on or after January 1,  
25 2016, \$1.00 per 1,000 upon the value of its tangible property as determined to be taxable under  
26 paragraph 7 of section 30 if a tangible property corporation; (iv) for tax years beginning on or  
27 after January 1, 2017, \$0.50 per 1,000 upon the value of its tangible property as determined to be  
28 taxable under paragraph 7 of section 30 if a tangible property corporation; (v) for tax years  
29 beginning on or after January 1, 2018, \$0.00 per 1,000 upon the value of its tangible property as  
30 determined to be taxable under paragraph 7 of section 30 if a tangible property corporation; and.

31           SECTION 3. Section 42B of said chapter 63, as so appearing, is hereby amended by  
32 inserting after the word “corporation”, in line 11, the following words: - and except as set forth  
33 in clause (1) of subsection (a) of said section 39.