

By: Senator(s) King, Michel, Chaney,
Gollott, Hewes, Robertson, Hyde-Smith

To: Finance

SENATE BILL NO. 2646

1 AN ACT TO AMEND SECTION 27-7-18, MISSISSIPPI CODE OF 1972, TO
2 PROVIDE THAT ALL PAYMENT MADE BY SELF-EMPLOYED INDIVIDUALS FOR
3 HEALTH INSURANCE FOR THE TAXPAYER, HIS SPOUSE AND DEPENDANTS SHALL
4 BE DEDUCTIBLE FROM GROSS INCOME UNDER THE MISSISSIPPI INCOME TAX
5 LAW; AND FOR RELATED PURPOSES.

6 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF MISSISSIPPI:

7 **SECTION 1.** Section 27-7-18, Mississippi Code of 1972, is
8 amended as follows:

9 27-7-18. (1) Alimony payments. In the case of a person
10 described in Section 27-7-15(2)(e), there shall be allowed as a
11 deduction from gross income amounts paid as periodic payments to
12 the extent of such amounts as are includible in the gross income
13 of the spouse as provided in Section 27-7-15(2)(e), payment of
14 which is made within the person's taxable year.

15 (2) Unreimbursed moving expenses incurred after December 31,
16 1994, are deductible as an adjustment to gross income in
17 accordance with provisions of the United States Internal Revenue
18 Code, and rules, regulations and revenue procedures thereunder
19 relating to moving expenses, not in direct conflict with the
20 provisions of the Mississippi Income Tax Law.

21 (3) Amounts paid after December 31, 1998, through December
22 31, 2002, by a self-employed individual for insurance which
23 constitute medical care for the taxpayer, his spouse and
24 dependents, are deductible as an adjustment to gross income in
25 accordance with provisions of the United States Internal Revenue
26 Code, and rules, regulations and revenue procedures thereunder
27 relating to such payments, not in direct conflict with the
28 provisions of the Mississippi Income Tax Law.



29 (4) Contributions or payments to a Mississippi Affordable
30 College Savings (MACS) Program account are deductible from gross
31 income as provided in Section 37-155-113. Payments made under a
32 prepaid tuition contract entered into under the Mississippi
33 Prepaid Affordable College Tuition Program are deductible as
34 provided in Section 37-155-17.

35 (5) Amounts paid after December 31, 2002, by a self-employed
36 individual for insurance for medical care for the taxpayer, his
37 spouse and dependents, are deductible from gross income.

38 **SECTION 2.** This act shall take effect and be in force from
39 and after January 1, 2003.

