

## Income/Franchise:

### Massachusetts DOR Explains 4% Surcharge on Individual Income in Excess of \$1 Million

*Technical Information Release (TIR) 23-12: Provisions in the Fiscal Year 2024 Budget Pertaining to the 4% Surtax and the Extension of the Brownfields Tax Credit*, Mass. Dept. of Rev. (11/15/23). The Massachusetts Department of Revenue (Department) issued a technical information release (TIR 23-12) that addresses provisions of the Massachusetts Fiscal Year 2024 Budget (“FY24 Budget”) pertaining to Massachusetts’ recently codified 4% surcharge on individual income in excess of \$1 million, which was approved by Massachusetts voters through ballot measure in 2022 [see previously issued Multistate Tax Alert for more details on the Massachusetts Fiscal Year 2024 Budget]. TIR 23-12 explains how the FY24 Budget clarifies computing taxable income subject to the 4% individual income surtax and announces that the Department “intends to issue further guidance with respect to the administration of the 4% surtax.” Moreover, TIR 23-12 explains how the FY24 Budget extends Massachusetts’ brownfields tax credit by an additional five years. Please contact us with any questions.

**URL:** <https://www.mass.gov/technical-information-release/tir-23-12-provisions-in-the-fiscal-year-2024-budget-pertaining-to-the-4-surtax-and-the-extension-of-the-brownfields-tax-credit>

**URL:** <https://www2.deloitte.com/content/dam/Deloitte/us/Documents/Tax/us-tax-multistate-tax-alert-massachusetts-adopts-significant-tax-legislation-including-adoption-of-single-sales-factor-in-2025.pdf>

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