

ARKANSAS SENATE

84th General Assembly - Second Extraordinary Session, 2003

Amendment Form

Subtitle of Senate Bill No. 60

"TO LEVY AN ADDITIONAL GROSS RECEIPTS TAX OF ONE-HALF OF ONE PERCENT (0.5%); TO LEVY AN ADDITIONAL ONE-HALF OF ONE PERCENT COMPENSATING USE TAX; TO PHASE OUT THE STATE SALES AND USE TAX ON FOOD AND FOOD INGREDIENTS."

Amendment No. 1 to Senate Bill No. 60.

Amend Senate Bill No. 60 as originally introduced:

Page 6, delete lines 28 through 36 and substitute the following:

"(b)(1) Beginning July 1, 2005, the gross receipts taxes levied under §§ 26-52-301 and 26-52-302(a) and (b) upon the gross receipts or gross proceeds derived from the sale of food and food ingredients shall be levied at the rate of three and three-eighths percent (3.375%).

(2) Beginning July 1, 2006, the gross receipts taxes levied under §§ 26-52-301 and 26-52-302(a) and (b) upon the gross receipts or gross proceeds derived from the sale of food and food ingredients shall be levied at the rate of two and one-fourth percent (2.25%).

(3) Beginning July 1, 2007, the gross receipts taxes levied under §§ 26-52-301 and 26-52-302(a) and (b) upon the gross receipts or gross proceeds derived from the sale of food and food ingredients shall be levied at the rate of one and one-eighth percent (1.125%).

(4) Beginning July 1, 2008, the gross receipts taxes levied under §§ 26-52-301 and 26-52-302(a) and (b) upon the gross receipts or gross proceeds derived from the sale of food and food ingredients shall be levied at the rate of zero percent (0%).

(c) The gross receipts or gross proceeds derived from the sale of food and food ingredients shall continue to be subject to the taxes levied under § 26-52-302(c) and (d).

(d) The gross receipts or gross proceeds derived from the sale of food and food ingredients shall continue to be subject to the tax levied under Arkansas Constitution, Amendment 75, § 2.

(e) The gross receipts or gross proceeds derived from the sale of food and food ingredients shall continue to be subject to all municipal and county gross receipts taxes."

AND



Page 7, delete lines 1 through 12.

AND

Page 7, delete lines 17 through 34 and substitute the following:

"(a)(1) Beginning July 1, 2005, the compensating use taxes levied under §§ 26-53-106 and 26-53-107(a) and (b) shall be levied at the rate of three and three-eighths percent (3.375%) on the sales price of food and food ingredients.

(2) Beginning July 1, 2006, the compensating use taxes levied under §§ 26-53-106 and 26-53-107(a) and (b) shall be levied at the rate of two and one-fourth percent (2.25%) on the sales price of food and food ingredients.

(3) Beginning July 1, 2007, the compensating use taxes levied under §§ 26-53-106 and 26-53-107(a) and (b) shall be levied at the rate of one and one-eighth percent (1.125%) on the sales price of food and food ingredients.

(4) Beginning July 1, 2008, the compensating use taxes levied under §§ 26-53-106 and 26-53-107(a) and (b) shall be levied at the rate of zero percent (0%) on the sales price of food and food ingredients.

(b) The use taxes levied under § 26-53-107(c) and (d) shall continue to apply to the sales price of food and food ingredients.

(c) The use tax levied under Arkansas Constitution, Amendment 75, § 2 shall continue to apply to the sales price of food and food ingredients.

(d) All municipal and county use taxes shall continue to apply to the sales price of food and food ingredients."

The Amendment was read the first time, rules suspended and read the second time and _____

By: Senator Glover

KWH/WLM - 01-13-2004 10:45

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Secretary