

1 State of Arkansas
2 83rd General Assembly
3 First Extraordinary Session, 2002

SR 2

4
5 By: Senator K. Smith
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8 **SENATE RESOLUTION**

9 REQUESTING THE DEPARTMENT OF FINANCE AND
10 ADMINISTRATION TO EMPLOY A DATA MINING FIRM TO
11 AUDIT AND COLLECT STATE TAX REVENUES FOR THE
12 YEARS 2001 THROUGH 2003, AND SUBSEQUENT YEARS.
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14 **Subtitle**

15 REQUESTING THE DEPARTMENT OF FINANCE AND
16 ADMINISTRATION TO EMPLOY A DATA MINING
17 FIRM TO AUDIT AND COLLECT STATE TAX
18 REVENUES FOR THE YEARS 2001 THROUGH
19 2003, AND SUBSEQUENT YEARS.
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22 WHEREAS, new computer systems called data mining systems can store,
23 analyze and cross match vast databases to uncover delinquent taxes; and
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25 WHEREAS, data mining systems can identify out-of-state companies that
26 do business in this state but pay no taxes in this state; and
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28 WHEREAS, data mining systems can identify unpaid state taxes through
29 examinations of federal tax returns, local property taxes, customs
30 declarations and even aircraft registrations; and
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32 WHEREAS, millions in unpaid taxes may be collected for the state
33 through data mining systems; and
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35 WHEREAS, such technology firms receive compensation on a contingency
36 basis only;

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NOW THEREFORE,
BE IT RESOLVED BY THE SENATE OF THE EIGHTY-THIRD GENERAL ASSEMBLY OF THE
STATE OF ARKANSAS:

That the Department of Finance and Administration is requested to
employ a data mining firm to audit and collect state tax revenues for the
years 2001 through 2003, and subsequent years; that such an employment
agreement should be placed for competitive bid and, once awarded, should be
on a contingency basis of compensation.