

Stricken language would be deleted from and underlined language would be added to the law as it existed prior to this session of the General Assembly.

1 State of Arkansas  
2 84th General Assembly  
3 Regular Session, 2003

# A Bill

HOUSE BILL 1467

4  
5 By: Representative Lendall  
6  
7

## For An Act To Be Entitled

8  
9 AN ACT TO CREATE AN INCOME TAX DEDUCTION FOR  
10 RENEWABLE ENERGY EQUIPMENT; AND FOR OTHER  
11 PURPOSES.  
12

### Subtitle

13  
14 TO CREATE AN INCOME TAX DEDUCTION FOR  
15 RENEWABLE ENERGY EQUIPMENT.  
16

17 BE IT ENACTED BY THE GENERAL ASSEMBLY OF THE STATE OF ARKANSAS:  
18

19 SECTION 1. Deductions - Renewable energy equipment.

20 (a) As used in this section:

21 (1) "Renewable energy equipment" means any equipment that uses a  
22 renewable energy resource, including, but not limited to, solar thermal,  
23 solar electric, wind energy, small scale hydro, and biomass.

24 (2)(A)(i) "Solar thermal" means active solar collectors,  
25 associated piping, storage, and controls used for the purpose of heating  
26 domestic hot water, swimming pool, space heating, or space cooling.

27 (ii) The solar thermal equipment and its  
28 installation must meet the standards as prescribed in the Arkansas State  
29 Plumbing Code.

30 (B) "Solar thermal" does not include the construction and  
31 maintenance of swimming pools.

32 (3)(A) "Solar electric" means a photovoltaic device, associated  
33 wiring, power conditioning, battery storage, and controls used for the  
34 purpose of generating electricity for a residential structure.

35 (B) The solar electric equipment must meet the American  
36 Society for Testing and Materials Standard E 1036 as in effect on January 1,



1 2003, and be installed in accordance with National Electric Code Article 690  
2 as in effect on January 1, 2003.

3 (b)(1) An individual taxpayer may deduct from gross income the cost of  
4 the purchase and installation of renewable energy equipment in the taxpayer's  
5 existing home located in Arkansas beginning on January 1, 2003, and ending on  
6 December 31, 2009.

7 (2) The amount of the deduction in any tax year shall not exceed  
8 five thousand dollars (\$5,000).

9 (3) The deduction may be claimed in the tax year of the  
10 expenditure and shall not be carried over to a succeeding tax year.

11 (4) The deduction shall not include interest and finance charges  
12 related to the purchase and installation of the equipment.

13 (c) A person furnishing and installing the equipment shall furnish the  
14 individual taxpayer with the following:

15 (1) An accounting of the cost with interest and finance charges  
16 itemized separately; and

17 (2) A statement that the installed equipment meets all  
18 applicable codes and standards referenced in this section.

19  
20 SECTION 2. This act applies to tax years beginning on or after January  
21 1, 2003, and ends at tax years beginning on or after January 1, 2010.