1 State of Arkansas As Engrossed: H3/20/03 A Bill 2 84th General Assembly HOUSE BILL 2322 Regular Session, 2003 3 4 5 By: Representatives Verkamp, Stovall 6 7 For An Act To Be Entitled 8 AN ACT TO AMEND ARKANSAS CODE § 26-53-106 TO 9 ELIMINATE THE REQUIREMENT THAT PROPERTY "COME TO 10 11 REST" IN THE STATE OR "BECOME COMMINGLED" WITH PROPERTY IN THE STATE IN ORDER TO BE SUBJECT TO 12 13 USE TAX; AND FOR OTHER PURPOSES. 14 **Subtitle** 15 16 TO ELIMINATE THE REQUIREMENT THAT PROPERTY "COME TO REST" IN THE STATE OR 17 "BECOME COMMINGLED" WITH PROPERTY IN THE 18 STATE IN ORDER TO BE SUBJECT TO USE TAX. 19 20 21 22 BE IT ENACTED BY THE GENERAL ASSEMBLY OF THE STATE OF ARKANSAS: 23 SECTION 1. Arkansas Code § 26-53-106 is amended to read as follows: 24 Imposition and rate of tax generally - Presumptions. 25 26-53-106. 26 (a) There is levied and there shall be collected from every person in this state a tax or excise for the privilege of storing, using, distributing, 27 28 or consuming within this state any article of tangible personal property 29 purchased for storage, use, distribution, or consumption in this state at the rate of three percent (3%) of the sales price of the property. 30 (b) This tax will not apply with respect to the storage, use, 31 32 distribution, or consumption of any article of tangible personal property 33 purchased, produced, or manufactured outside this state until the transportation of the article has finally come to rest within this state or 34 35 until the article has become commingled with the general mass of property of 36 this state.

1	(c) This tax shall apply to use, storage, distribution, or consumption
2	of every article of tangible personal property, except as provided in this
3	subchapter, irrespective of whether the article or similar articles are
4	manufactured within the State of Arkansas or are available for purchase
5	within the State of Arkansas and irrespective of any other condition.
6	$\frac{(d)(1)(A)}{(c)(1)(A)}$ For the purpose of the proper administration of
7	this subchapter and to prevent evasion of the tax and the duty to collect the
8	tax imposed in this section, it shall be presumed that tangible personal
9	property sold by any vendor for delivery in this state or transportation to
10	this state is sold for storage, use, distribution, or consumption in this
11	state unless the vendor selling the tangible personal property has taken from
12	the purchaser a resale certificate signed by and bearing the name, address,
13	and sales tax permit number of the purchaser certifying that the property was
14	purchased for resale.
15	(B) The use by the purchaser of a resale certificate and
16	any resulting liability for, or exemption from, use tax in a transaction
17	involving a resale certificate shall be governed in all respects by the terms
18	of § 26-52-517.
19	(2) It is further presumed that tangible personal property
20	shipped, mailed, expressed, transported, or brought to this state by the
21	purchaser was purchased from a vendor for storage, use, distribution, or
22	consumption in this state.
23	/s/ Verkamp
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