

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
4

As Engrossed: S3/25/03

A Bill

SENATE BILL 782

5 *By: Senators Hill, Wooldridge, Miller, T. Smith*
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For An Act To Be Entitled

9 AN ACT TO LEVY A TEN PERCENT (10%) INCOME TAX
10 SURCHARGE; AND FOR OTHER PURPOSES.
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Subtitle

12 AN ACT TO LEVY A TEN PERCENT (10%)
13 INCOME TAX SURCHARGE.
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17 BE IT ENACTED BY THE GENERAL ASSEMBLY OF THE STATE OF ARKANSAS:
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19 SECTION 1. Title 52, Chapter 51, Subchapter 2, is amended to add an
20 additional section to read as follows:

21 26-51-207. Income tax surcharge.

22 (a) In addition to the tax levied by §§ 26-51-201 through 26-51-206,
23 26-51-301 and 26-51-302, there is levied an income tax surcharge of ten
24 percent (10%) of the tax liability of every person required to file an
25 Arkansas income tax return.

26 (b)(1) If an individual is a resident of an Arkansas border city
27 described in §§ 26-52-601 through 26-52-607, then the individual shall be
28 liable for the income tax surcharge levied in subsection (a) of this section.

29 (2) The surcharge shall be computed on the tax liability that
30 would have been due had the income tax exemption of §§ 26-52-601 through 26-
31 52-607 not been available.

32 (3) The income tax exemption of §§ 26-52-601 through 26-52-607
33 shall not apply to the income tax levied in subsection (a) of this section.

34 (c) The revenues derived from the additional tax imposed by this
35 section shall be credited to the General Revenue Fund of the State
36 Apportionment Fund, there to be distributed with the other gross general



1 revenue collections in accordance with the provisions of the Revenue
2 Stabilization Law.

3 (d) For purposes of this section, "tax liability" means the tax
4 imposed pursuant to §§ 26-51-201 through 26-51-206, 26-51-301 and 26-52-302,
5 before the application of any tax credits.

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7 SECTION 2. Effective date.

8 This act shall be effective for tax years 2003 and 2004.

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10 /s/ Revenue & Tax - Senate

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