

1 State of Arkansas  
2 84th General Assembly  
3 First Extraordinary Session, 2003  
4

Call Item 17

# A Bill

SENATE BILL 36

5 By: Senator Hill  
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## For An Act To Be Entitled

9 AN ACT TO LEVY AN INCOME TAX SURCHARGE OF FIVE  
10 PERCENT (5%); AND FOR OTHER PURPOSES.

### Subtitle

12 TO LEVY AN INCOME TAX SURCHARGE OF FIVE  
13 PERCENT (5%).  
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17 BE IT ENACTED BY THE GENERAL ASSEMBLY OF THE STATE OF ARKANSAS:  
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19 SECTION 1. Arkansas Code Title 26, Chapter 51, Subchapter 2, is  
20 amended to add an additional section to read as follows:

21 26-51-207. Income tax surcharge.

22 (a) For purposes of this section, "tax liability" means the tax  
23 imposed under §§ 26-51-201 through 26-51-206, 26-51-301, and 26-52-302,  
24 before the application of any tax credits.

25 (b) In addition to the tax levied by §§ 26-51-201 through 26-51-206,  
26 26-51-301, and 26-51-302, there is levied an income tax surcharge of five  
27 percent (5%) of the tax liability of every person required to file an  
28 Arkansas income tax return.

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

32 (2) The surcharge shall be computed on the tax liability that  
33 would have been due had the income tax exemption of §§ 26-52-601 through 26-  
34 52-607 not been available.

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



1           (d) The revenue derived from the additional tax imposed by this  
2 section shall be deposited in the State Treasury to the credit of the General  
3 Revenue Fund Account of the State Apportionment Fund.

4           (e) This section shall apply to tax years beginning on or after  
5 January 1, 2003.

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