

Stricken language would be deleted from and underlined language would be added to present law.

1 State of Arkansas
2 92nd General Assembly
3 Regular Session, 2019
4

As Engrossed: H4/3/19 S4/5/19

A Bill

HOUSE BILL 1911

5 By: Representative M. Gray
6

For An Act To Be Entitled

8 AN ACT TO AMEND THE INCOME TAX ACT OF 1929 CONCERNING
9 WHO SHALL BE TREATED AS THE OWNER OF A PORTION OF A
10 TRUST; AND FOR OTHER PURPOSES.
11

Subtitle

12
13
14 TO AMEND THE INCOME TAX ACT OF 1929
15 CONCERNING WHO SHALL BE TREATED AS THE
16 OWNER OF A PORTION OF A TRUST.
17
18

19 BE IT ENACTED BY THE GENERAL ASSEMBLY OF THE STATE OF ARKANSAS:
20

21 *SECTION 1. DO NOT CODIFY. Legislative intent.*

22 *It is the intent of the General Assembly to:*

23 *(1) Adopt 26 U.S.C. §§ 671-679, as they existed on January 1,*
24 *2019, in recognition of the fact that the Income Tax Act of 1929, § 26-51-101*
25 *et seq., has not previously addressed the issue of the taxation of trusts and*
26 *their beneficiaries that are grantor trusts for federal income tax purposes;*

27 *(2) For the purposes of Arkansas income taxes, conform the*
28 *income tax treatment of trusts and beneficiaries that are grantor trusts for*
29 *federal income tax purposes; and*

30 *(3) Provide for prospective application of the adoption of 26*
31 *U.S.C. §§ 671-679, as they existed on January 1, 2019, to provide Arkansas*
32 *taxpayers adequate time to arrange their financial and tax affairs.*
33

34 *SECTION 2.* Arkansas Code § 26-51-201, concerning the income tax levied
35 on individuals, trusts, and estates, is amended to add an additional
36 subsection to read as follows:



