

1 State of Arkansas
2 93rd General Assembly
3 Regular Session, 2021
4

A Bill

HOUSE BILL 1431

5 By: Representatives Lundstrum, Barker, Beaty Jr., Beck, Bentley, M. Berry, S. Berry, Boyd, Bragg,
6 Breaux, Brooks, Brown, Bryant, Carr, Cavenaugh, Christiansen, Cloud, Coleman, C. Cooper, Cozart,
7 Crawford, Deffenbaugh, Dotson, Eaves, Evans, C. Fite, L. Fite, Fortner, Furman, Gonzales, M. Gray,
8 Haak, Hawks, Hillman, Holcomb, Hollowell, Jean, L. Johnson, Ladyman, Lowery, Lynch, Maddox, J.
9 Mayberry, McClure, M. McElroy, McGrew, McKenzie, McNair, S. Meeks, Miller, Milligan, Payton,
10 Penzo, Pilkington, Ray, Richmond, Rye, Slape, B. Smith, S. Smith, Speaks, Tollett, Tosh, Underwood,
11 Vaught, Wardlaw, Warren, Watson, Wing, Womack, Wooten
12 By: Senators Rapert, B. Ballinger, Bledsoe, Caldwell, A. Clark, J. Dismang, L. Eads, J. English, T.
13 Garner, K. Hammer, Hill, Irvin, B. Johnson, M. Johnson, Rice, G. Stubblefield, D. Sullivan
14

For An Act To Be Entitled

15 AN ACT TO AMEND THE LAW CONCERNING THE SALES AND USE
16 TAX DUE ON CERTAIN VEHICLES, TRAILERS, AND
17 SEMITRAILERS; TO INCREASE THE AMOUNT BELOW WHICH
18 SALES AND USE TAX IS NOT DUE ON THE PURCHASE OF A
19 USED MOTOR VEHICLE; AND FOR OTHER PURPOSES.
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22

Subtitle

23 TO INCREASE THE SALES AND USE TAX
24 EXEMPTION THRESHOLD FOR THE PURCHASE OF A
25 USED MOTOR VEHICLE.
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27
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29 BE IT ENACTED BY THE GENERAL ASSEMBLY OF THE STATE OF ARKANSAS:
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31 SECTION 1. Arkansas Code § 26-52-510(b)(1)(B), concerning the direct
32 payment of sales tax by a consumer-user on a new or used motor vehicle,
33 trailer, or semitrailer, is amended to read as follows:

34 (B) However, tax is not due if the total consideration ~~for~~
35 is less than the following amounts:

36 (i) For the sale of ~~the a~~ new ~~or used~~ motor vehicle,



1 or a new or used trailer, or semitrailer, is less than four thousand dollars
 2 (\$4,000), no tax shall be due; and

3 (ii) For the sale of a used motor vehicle, ten
 4 thousand dollars (\$10,000).

5
 6 SECTION 2. Arkansas Code § 26-53-126(b)(2), concerning the payment of
 7 use tax on a new or used motor vehicle, trailer, or semitrailer, is amended
 8 to read as follows:

9 (2) However, tax is not due if the total consideration ~~for~~ is
 10 less than the following amounts:

11 (A) For the sale of the a new or used motor vehicle, or a
 12 new or used trailer, or semitrailer, is less than four thousand dollars
 13 (\$4,000), no tax shall be due; and

14 (B) For the sale of a used motor vehicle, ten thousand
 15 dollars (\$10,000).

16
 17 SECTION 3. EFFECTIVE DATE. Sections 1 and 2 of this act are effective
 18 on the first day of the second calendar month following the effective date of
 19 this act.