

1 **State of Arkansas**
2 **78th General Assembly**
3 **Regular Session, 1991**
4 **By: Representatives Thicksten and Mahony**

A BILL ACT 910 OF 1991
HOUSE BILL 1799

For An Act To Be Entitled

8 "AN ACT TO PROVIDE THAT THE SALE OF NEW MOTOR VEHICLES
9 PURCHASED BY NON-PROFIT ORGANIZATIONS OR PURCHASED WITH
10 URBAN MASS TRANSIT ADMINISTRATION FUNDS WHICH ARE TO BE
11 USED TO TRANSPORT CERTAIN PERSONS UNDER DEPARTMENT OF
12 HUMAN SERVICES PROGRAMS SHALL BE EXEMPT FROM STATE AND
13 LOCAL SALES AND USE TAXES; AND FOR OTHER PURPOSES."

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15 BE IT ENACTED BY THE GENERAL ASSEMBLY OF THE STATE OF ARKANSAS:

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17 SECTION 1. Gross receipts or gross proceeds derived from the sale of
18 new motor vehicles which are purchased by non-profit organizations and used
19 for the performance of contracts with the Department of Human Services or new
20 motor vehicles purchased with Urban Mass Transit Administration (UMTA) funds
21 shall be exempt from the taxes levied under the Arkansas Gross Receipts Tax
22 Act (Arkansas Code 26-52-101 et seq.), the Arkansas Compensating Tax Act
23 (Arkansas Code 26-53-101 et seq.), and all other state and local sales and use
24 taxes, provided that the motor vehicles meet the following requirements:

25 (a) The vehicles are purchased in lots of *ten (10)* vehicles or more and
26 therefore are sold at fleet price by the manufacturer;

27 (b) The vehicles meet or exceed the state specifications for that class
28 of vehicles as prescribed in the state purchasing law and regulations
29 promulgated thereunder; and

30 (c) The vehicles are used for transportation under the Department of
31 Human Service's programs for the Aging, Disabled, Mentally Ill, and Children
32 and Family Services.

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34 SECTION 2. This act shall become effective on August 1, 1991.

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36 SECTION 3. All provisions of this act of a general and permanent nature

1 are amendatory to the Arkansas Code of 1987 Annotated and the Arkansas Code
2 Revision Commission shall incorporate the same in the Code.

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4 SECTION 4. If any provision of this act or the application thereof to
5 any person or circumstance is held invalid, such invalidity shall not affect
6 other provisions or applications of the act which can be given effect without
7 the invalid provision or application, and to this end the provisions of this
8 act are declared to be severable.

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10 SECTION 5. All laws and parts of laws in conflict with this act are
11 hereby repealed.

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/s/Thicksten and Mahony

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APPROVED: 3/29/91

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