

1 State of Arkansas *As Engrossed: H3/28/13 H4/3/13 S4/16/13 S4/18/13*

2 89th General Assembly

# A Bill

3 Regular Session, 2013

HOUSE BILL 1966

4

5 By: Representatives Carter, *Collins*

6 By: Senator *J. Dismang*

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## For An Act To Be Entitled

9 AN ACT TO AMEND THE LAWS *CONCERNING THE STANDARD*  
10 *DEDUCTION AND THE INCOME TAX ON CAPITAL GAINS; AND*  
11 FOR OTHER PURPOSES.

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## Subtitle

15 *TO AMEND THE LAWS CONCERNING THE STANDARD*  
16 *DEDUCTION AND THE INCOME TAX ON CAPITAL*  
17 *GAINS.*

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

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22 *SECTION 1. Arkansas Code § 26-51-430(b), concerning the standard*  
23 *deduction for purposes of the income tax, is amended to read as follows:*

24 *(b)(1) The standard deduction shall be:*

25 *(A) For the tax year beginning January 1, 2014, two*  
26 *thousand dollars (\$2,000) per taxpayer; and*

27 *(B) For tax years beginning on and after January 1, 2015,*  
28 *two thousand two hundred dollars (\$2,200) per taxpayer.*

29 *(2) In the case of a married couple, each spouse shall be*  
30 *entitled to claim a standard deduction of:*

31 *(A) For the tax year beginning January 1, 2014, two*  
32 *thousand dollars (\$2,000); and*

33 *(B) For tax years beginning on and after January 1, 2015,*  
34 *two thousand two hundred dollars (\$2,200).*

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36 *SECTION 2. Arkansas Code § 26-51-815(b), concerning the computation of*



1 capital gains and losses, is amended to read as follows:

2 (b)(1) If Except as otherwise provided in this subsection, if a  
3 taxpayer has a net capital gain for tax years beginning on and after January  
4 1, 1999, thirty percent (30%) of the gain ~~shall be~~ is exempt from state  
5 income tax.

6 (2) If a taxpayer has a net capital gain for tax years beginning  
7 on and after January 1, 2015, fifty percent (50%) of the gain is exempt from  
8 state income tax.

9 (3) The amount of net capital gain in excess of ten million  
10 dollars (\$10,000,000) from a gain realized on or after January 1, 2014, is  
11 exempt from the state income tax.

12  
13 SECTION 3. EFFECTIVE DATE. This act is effective for tax years  
14 beginning on and after January 1, 2014.

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16 /s/Carter

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19 **APPROVED: 04/22/2013**