

State of Arkansas
95th General Assembly
Regular Session, 2025

A Bill

SENATE BILL 200

By: Senator K. Hammer
By: Representative Hawk

For An Act To Be Entitled

AN ACT TO INCLUDE TEXTBOOKS AND OTHER INSTRUCTIONAL
MATERIALS THAT ARE LEASED IN THE EXEMPTION FROM THE
GROSS RECEIPTS TAX; AND FOR OTHER PURPOSES.

Subtitle

TO INCLUDE TEXTBOOKS AND OTHER
INSTRUCTIONAL MATERIALS THAT ARE LEASED
IN THE EXEMPTION FROM THE GROSS RECEIPTS
TAX.

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

SECTION 1. Arkansas Code § 26-52-437(a)(2), concerning the definition
of "instructional materials" as it relates to the exemption of textbooks and
other instructional materials from the gross receipts tax, is amended to read
as follows:

(2) "Instructional materials" does not include:

(A) Items purchased or leased for use in:

(i) Interscholastic extracurricular activities; or

(ii) Administration or maintenance of a school; or

(B) Construction materials or supplies.

SECTION 2. Arkansas Code § 26-52-437(b), concerning the conditions
under which textbooks and other instructional materials are exempt from the
gross receipts tax, is amended to read as follows:

(b) Textbooks, library books, and other instructional materials shall
be exempt from the gross receipts tax levied by this chapter if purchased or



1 leased by:

2 (1) An Arkansas public school district or Arkansas public school
3 that receives state funding; or

4 (2) The State of Arkansas for free distribution to Arkansas
5 public school districts or Arkansas public schools.

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8 **APPROVED: 3/18/25**
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