

1 **State of Arkansas**
2 **79th General Assembly**
3 **Regular Session, 1993**
4 **By: Representative Arnold**

A Bill

ACT 1124 OF 1993
HOUSE BILL 1979

For An Act To Be Entitled

8 "AN ACT CONCERNING THE ASSESSMENT OF MOTOR VEHICLE
9 INVENTORIES OF MOTOR VEHICLE DEALERS; AND FOR OTHER
10 PURPOSES."

Subtitle

14 "AN ACT CONCERNING THE ASSESSMENT OF MOTOR VEHICLE
15 *INVENTORIES OF MOTOR VEHICLE DEALERS.*"

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

20 SECTION 1. The Arkansas General Assembly recognizes that motor vehicles
21 are unique in regard to the procedure for assessment for personal property
22 taxes, registration and titling, and payment of sales taxes; that there is a
23 correlation between sales of motor vehicles by motor vehicle dealers and the
24 *valuation of motor vehicle inventory.*

26 SECTION 2. (a) The method of determining the average value of inventory
27 *of motor vehicle dealers in accordance* with Arkansas Code 26-26-1201 and 26-
28 26-1203 (b) shall be as provided in this section.

29 (b) The assessment of motor vehicle inventories of motor vehicle dealers
30 shall be determined by calculating the monthly average of the number of retail
31 sales of new and used motor vehicles by the dealer and multiplying the average
32 by the unit inventory value.

33 (c) The unit inventory value shall be based on the typical new and used
34 car values by name of manufacturer as set forth in the Commercial Personal
35 *Property Appraisal Manual published in the year prior to the year of*
36 *assessment by the Assessment Coordination Division of the Public Service*

1 Commission.

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3 SECTION 3. All provisions of this act of a general and permanent nature
4 are amendatory to the Arkansas Code of 1987 Annotated and the Arkansas Code
5 Revision Commission shall incorporate the same in the Code.

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

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14 hereby repealed.

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16 SECTION 6. EMERGENCY CLAUSE. It is hereby found and determined by the
17 General Assembly that motor vehicles are unique in regard to the procedure for
18 assessment for personal property taxes, registration and titling, and payment
19 of sales taxes; that there is a correlation between sales of motor vehicles by
20 *motor vehicle dealers and the valuation of motor vehicle inventory; and that*
21 this act is necessary to provide a fair method of assessing such motor vehicle
22 inventories. Therefore, an emergency is hereby declared to exist and this act
23 being necessary for the immediate preservation of the public peace, health and
24 safety shall be in full force and effect from and after its passage and
25 approval.

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/s/Bob "Sody" Arnold

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APPROVED: 04/13/93

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As Engrossed: 3/18/93 4/6/93

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