

**Hall of the House of Representatives**  
89th General Assembly - Regular Session, 2013  
**Amendment Form**

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**Subtitle of House Bill No. 1240**

TO ALLOW AN EARNED INCOME TAX CREDIT AGAINST ARKANSAS INCOME TAX LIABILITY.

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**Amendment No. 1 to House Bill No. 1240**

Amend House Bill No. 1240 as originally introduced:

Add Representatives H. Wilkins, Williams, Sabin, C. Armstrong, E. Armstrong, Leding, Word, Murdock as cosponsors of the bill

AND

Delete everything after the enacting clause, and substitute the following:

"SECTION 1. Arkansas Code Title 26, Chapter 51, Subchapter 5, is amended to add an additional section to read as follows:

26-51-515. Earned income tax credit.

(a) There is allowed an income tax credit against the income tax imposed by the Income Tax Act of 1929, § 26-51-101 et seq., in the amount determined under subsection (b) of this section for a portion of a taxpayer's earned income.

(b) The amount of the income tax credit allowed under subsection (a) of this section is equal to five percent (5%) of the credit allowed to the taxpayer under 26 U.S.C. § 32, as it existed on January 1, 2013.

(c) If the amount of the income tax credit allowed under this section exceeds the taxpayer's income tax liability, the excess shall be refunded to the taxpayer.

(d) The Department of Finance and Administration shall annually notify taxpayers of their potential eligibility for the income tax credit allowed under this section.

SECTION 2. EFFECTIVE DATE. Section 1 of this act is effective for tax years beginning on and after January 1, 2013."



The Amendment was read \_\_\_\_\_

By: Representative Love

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Chief Clerk