

ARKANSAS SENATE
89th General Assembly - Regular Session, 2013
Amendment Form

Subtitle of Senate Bill No. 688

TO AMEND THE TAX APPLICABLE TO LONG-TERM RENTALS OF VEHICLES; TO REQUIRE THAT THE LONG-TERM RENTAL VEHICLE TAX BE PAID ON EACH RENTAL; AND TO LOWER THE THRESHOLD FOR THE EXPIRATION OF THE LONG-TERM RENTAL VEHICLE TAX.

Amendment No. 2 to Senate Bill No. 688

Amend Senate Bill No. 688 as originally introduced:

Immediately following the enacting clause, add two additional sections to read as follows:

"SECTION 1. Arkansas Code § 26-52-103(19)(D)(ii), concerning the definition of "sale" under the Arkansas Gross Receipts Act of 1941, is amended to read as follows:

(ii)(a) ~~In~~ Except as provided in subdivision (19)(D)(ii)(b) of this section, in the case of a lease or rental of tangible personal property, including motor vehicles and trailers for thirty (30) days or more, the tax shall be paid on the basis of rental or lease payments made to the lessor of the tangible personal property during the term of the lease or rental unless Arkansas gross receipts tax or compensating use tax was paid by the lessor at the time of the purchase of the tangible personal property.

(b) In the case of a lease or rental of a motor vehicle for thirty (30) days or more, the tax shall be paid on the basis of rental or lease payments made to the lessor of the motor vehicle during the term of the lease or rental;

SECTION 2. Arkansas Code § 26-63-102(9)(D)(ii), concerning the definition of "sale" in relation to Arkansas special excise taxes, is amended to read as follows:

(ii)(a) ~~In~~ Except as provided in subdivision (9)(D)(ii)(b) of this section, in the case of a lease or rental of tangible personal property, including motor vehicles and trailers for thirty (30) days or more, the tax shall be paid on the basis of rental or lease payments made to the lessor of the tangible personal property during the term of the lease or rental unless Arkansas gross receipts tax or compensating use tax was paid by the lessor at the time of the purchase of the tangible personal property.

(b) In the case of a lease or rental of a motor vehicle for thirty (30) days or more, the tax shall be paid on the basis of rental or lease payments made to the lessor of the motor vehicle during the term of the lease or rental;"



AND

Page 1, line 26, delete "SECTION 1" and substitute "SECTION 3"

AND

Page 2, delete line 12, and substitute the following:

"SECTION 4. EFFECTIVE DATE. Sections 1 through 3 of this act are effective on the"

The Amendment was read the first time, rules suspended and read the second time and _____

By: Senator Teague

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Secretary