

Stricken language would be deleted from and underlined language would be added to the law as it existed prior to this session of the General Assembly.

1 State of Arkansas *As Engrossed: H3/13/01 H3/16/01 H3/21/01*

2 83rd General Assembly

# A Bill

3 Regular Session, 2001

HOUSE BILL 2481

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5 By: Representatives Lendall, *Judy, Rodgers, Ledbetter, J. Elliott*

6 By: *Senator Riggs*

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## For An Act To Be Entitled

10 *AN ACT TO CREATE AN INCOME TAX DEDUCTION FOR*  
11 *ENERGY-SAVING EQUIPMENT; TO CREATE AN INCOME TAX*  
12 *DEDUCTION FOR RENEWABLE ENERGY EQUIPMENT; AND FOR*  
13 *OTHER PURPOSES.*

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## Subtitle

16 *TO CREATE AN INCOME TAX DEDUCTION FOR*  
17 *ENERGY-SAVING EQUIPMENT AND TO CREATE AN*  
18 *INCOME TAX DEDUCTION FOR RENEWABLE*  
19 *ENERGY EQUIPMENT.*

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

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24 *SECTION 1. Deductions - Energy-saving equipment.*

25 *(a) Any individual homeowner taxpayer may deduct from gross income the*  
26 *cost of the purchase and installation of energy-saving equipment in any*  
27 *existing structure, used as the homeowner's principal place of residence,*  
28 *which is located in Arkansas.*

29 *(b) "Energy-saving equipment" is defined as improved insulation, storm*  
30 *doors or windows, weather stripping, non-power vents, exterior caulking,*  
31 *renewable energy equipment, improved insulation and sealing of forced-air*  
32 *plenums and ducts, and solar heating and cooling equipment.*

33 *(c)(1) The persons furnishing and installing the equipment shall*  
34 *furnish the individual homeowner taxpayer with an accounting of the cost and*  
35 *with a statement that the energy improvement measure meets or exceeds the*  
36 *minimum standards of the Arkansas Energy Code as administered by the local*

1 code jurisdiction or the Arkansas Energy Office.

2 (2) The cost shall not include interest and finance charges.

3 (d) In each year, the individual homeowner taxpayer shall deduct from  
4 gross income the cost of energy-saving equipment in an amount not to exceed  
5 two thousand dollars (\$2,000) incurred in that year on that year's tax  
6 return, and no other.

7 (e) The tax deduction authorized in this section shall expire on  
8 December 31, 2007.

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10 SECTION 2. Deductions - Renewable energy equipment.

11 (a) Any individual homeowner taxpayer may deduct from gross income the  
12 cost of the purchase and installation of equipment that utilizes a renewable  
13 resource to produce and provide energy in any existing structure which is  
14 located in Arkansas.

15 (b)(1) "Renewable energy equipment" means any equipment that uses a  
16 renewable energy resource, including but not limited to solar thermal, solar  
17 electric, wind-energy, small-scale hydro, and biomass.

18 (2) "Solar thermal" is defined as active solar collectors,  
19 associated piping, storage, excepting swimming pools, and controls, used for  
20 the purpose of heating domestic hot water, swimming pool, or space heating or  
21 cooling. The solar thermal equipment and its installation must meet the  
22 standards as prescribed in the Arkansas State Plumbing Code.

23 (3) "Solar electric" is defined as a photovoltaic device,  
24 associated wiring, power conditioning, battery storage, and controls, used  
25 for the purpose of generating electricity for a residential structure. The  
26 solar electric equipment must meet the ASTM Standard E 1036 and be installed  
27 in accordance with NEC Article 690.

28 (c)(1) The persons furnishing and installing the equipment shall  
29 furnish the individual taxpayer with an accounting of the cost and with a  
30 statement that the installed equipment meets all applicable codes and  
31 standards referenced in this section.

32 (2) The cost shall not include interest and finance charges.

33 (d) In each year, the individual taxpayer shall deduct from gross  
34 income the cost of the renewable energy equipment in an amount not to exceed  
35 five thousand dollars (\$5000) incurred in that year on that year's tax  
36 return, and no other.

1           (e) The tax deduction authorized in this section shall expire on  
2 December 31, 2007.

3   */s/ Lendall, et al.*  
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