

1 State of Arkansas  
2 88th General Assembly  
3 Regular Session, 2011

# A Bill

SENATE BILL 797

4  
5 By: Senator J. Dismang  
6 By: Representative Carter

## For An Act To Be Entitled

9 AN ACT TO AMEND THE INCOME TAX RATES AND BRACKETS FOR  
10 INDIVIDUALS, TRUSTS, AND ESTATES; TO ELIMINATE THE  
11 TWO AND ONE-HALF PERCENT INCOME TAX BRACKET; AND FOR  
12 OTHER PURPOSES.

## Subtitle

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16 TO AMEND THE INCOME TAX RATES AND  
17 BRACKETS FOR INDIVIDUALS, TRUSTS, AND  
18 ESTATES AND TO ELIMINATE THE TWO AND ONE-  
19 HALF PERCENT INCOME TAX BRACKET.

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

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24 SECTION 1. Arkansas Code § 26-51-201(a), concerning the income tax on  
25 individuals, trusts, and estates, is amended to read as follows:

26 (a) A tax is imposed upon, ~~and with respect to,~~ the entire income of  
27 ~~every~~ each resident, individual, trust, or estate. The tax shall be levied,  
28 collected, and paid annually upon the entire net income as defined and  
29 computed in this chapter at the following rates, giving effect to the tax  
30 credits provided ~~hereafter, in the manner set forth~~ under this chapter:

31 (1) On the first ~~two thousand nine hundred ninety-nine dollars~~  
32 ~~(\$2,999)~~ seven thousand seven hundred ninety-nine dollars (\$7,799) of net  
33 income or any part thereof, one percent (1%);

34 ~~(2) On the next three thousand dollars (\$3,000) of net income or~~  
35 ~~any part thereof, two and one half percent (2½%);~~

36 ~~(3)~~ (2) On the next ~~three~~ four thousand dollars ~~(\$3,000)~~



1 ~~(\$4,000)~~ of net income or any part thereof, three and one-half percent (3½%);

2 ~~(4) (3)~~ On the next ~~six thousand dollars (\$6,000)~~ seven thousand  
3 eight hundred dollars (\$7,800) of net income or any part thereof, four and  
4 one-half percent (4½%);

5 ~~(5) (4)~~ On the next ~~ten thousand dollars (\$10,000)~~ thirteen  
6 thousand one hundred dollars (\$13,100) of net income or any part thereof, six  
7 percent (6%); and

8 ~~(6) (5)~~ On net income of ~~twenty five thousand dollars (\$25,000)~~  
9 thirty-two thousand seven hundred dollars (\$32,700) and above, seven percent  
10 (7%).

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12 SECTION 2. EFFECTIVE DATE. This act is effective for tax years  
13 beginning on or after January 1, 2011.

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