

1 State of Arkansas  
2 92nd General Assembly  
3 Regular Session, 2019  
4

As Engrossed: H2/7/19 H2/14/19

# A Bill

HOUSE BILL 1342

5 By: Representatives Payton, Jett, M. Gray, Beck, Bentley, Brown, Cavanaugh, Cloud, Coleman, C.  
6 Cooper, M. Davis, Fortner, Gates, Hawks, G. Hodges, Lowery, Lundstrum, Lynch, McNair, S. Meeks,  
7 Miller, Pilkington, Rushing, Speaks, Sullivan, Vaught, *F. Allen, Berry, Blake, Boyd, Bragg, Breaux,*  
8 *Burch, Capp, Christiansen, Clowney, A. Collins, Dalby, Deffenbaugh, Della Rosa, Dotson, D. Douglas,*  
9 *Eaves, Eubanks, Evans, K. Ferguson, Fielding, L. Fite, V. Flowers, D. Garner, Gazaway, Glover,*  
10 *Gonzales, Hillman, M. Hodges, Hollowell, House, Kelly, Ladyman, Maddox, Magie, McCollum,*  
11 *McCullough, Nicks, Penzo, Perry, Petty, Richardson, Richey, Richmond, Rye, Scott, B. Smith, S. Smith,*  
12 *Sorvillo, Tosh, Wardlaw, Warren, Watson, D. Whitaker, Wing, Womack, Wooten*  
13 By: Senators Rice, *B. Ballinger, Bledsoe, A. Clark, K. Hammer, Irvin, B. Johnson, M. Johnson, Rapert,*  
14 *G. Stubblefield, D. Wallace*  
15

## For An Act To Be Entitled

17 AN ACT TO AMEND THE LAW CONCERNING THE SALES AND USE  
18 TAX DUE ON CERTAIN MOTOR VEHICLES, TRAILERS, AND  
19 SEMITRAILERS; TO INCREASE THE AMOUNT BELOW WHICH  
20 SALES AND USE TAX IS NOT DUE ON THE PURCHASE OF A  
21 USED MOTOR VEHICLE; TO ELIMINATE THE SALES AND USE  
22 TAX EXEMPTION FOR CERTAIN MOTOR VEHICLES, TRAILERS,  
23 AND SEMITRAILERS; AND FOR OTHER PURPOSES.  
24

## Subtitle

27 TO INCREASE THE AMOUNT BELOW WHICH SALES  
28 AND USE TAX IS NOT DUE ON THE PURCHASE OF  
29 A USED MOTOR VEHICLE; AND TO ELIMINATE  
30 THE SALES AND USE TAX EXEMPTION FOR  
31 CERTAIN MOTOR VEHICLES, TRAILERS, AND  
32 SEMITRAILERS.  
33

35 BE IT ENACTED BY THE GENERAL ASSEMBLY OF THE STATE OF ARKANSAS:  
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1 SECTION 1. Arkansas Code § 26-52-510(b)(1)(B), concerning the direct  
2 payment of sales tax by a consumer-user on a new or used motor vehicle,  
3 trailer, or semitrailer, is amended to read as follows:

4 (B) However, tax is not due if the total consideration ~~for~~  
5 is less than the following amounts:

6 (i) For the sale of ~~the new or a~~ used motor vehicle,  
7 trailer, ~~or semitrailer is less than~~ four thousand dollars (\$4,000), ~~no tax~~  
8 shall be due; and

9 (ii) For the sale of a used motor vehicle, seven  
10 thousand five hundred dollars (\$7,500).

11  
12 SECTION 2. Arkansas Code § 26-53-126(b)(2), concerning the payment of  
13 use tax on a new or used motor vehicle, trailer, or semitrailer, is amended  
14 to read as follows:

15 (2) However, tax is not due if the total consideration ~~for~~ is  
16 less than the following amounts:

17 (A) For the sale of ~~the new or a~~ used motor vehicle,  
18 trailer, ~~or semitrailer is less than~~ four thousand dollars (\$4,000), ~~no tax~~  
19 shall be due; and

20 (B) For the sale of a used motor vehicle, seven thousand  
21 five hundred dollars (\$7,500).

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23 SECTION 3. EFFECTIVE DATE. Sections 1 and 2 of this act are effective  
24 on the first day of the second calendar month following the effective date of  
25 this act.

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27 /s/Payton  
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