

HOUSE AMENDMENT 1 TO hb1400.

adding a new Section 3 after Section 2 on line 31 of page 1 to read as follows:

"SECTION 3. It is determined by the General Assembly that Arkansas income tax laws concerning the taxability of dividends received from a subsidiary are at variance with corresponding federal income tax laws. It is further determined that state income tax laws should have been the same as federal income tax laws and this Act is adopted to clarify that these dividends are to be treated for state income tax purposes in the same manner they would be treated for federal income tax purposes. It is further found that there are pending cases and controversies involving the taxability of these dividends for state income tax purposes and that this Act is not intended to affect any existing cases or controversies concerning this issue."

AND

by renumbering remaining sections