

Hall of the House of Representatives
86th General Assembly - Regular Session, 2007
Amendment Form

Subtitle of House Bill No. 2753

"TO CREATE AN INCOME TAX EXEMPTION FOR WAGES EARNED IN STATES THAT
DO NOT IMPOSE AN INCOME TAX."

Amendment No. 1 to House Bill No. 2753.

Amend House Bill No. 2753 as originally introduced:

Page 1, delete everything following the enacting clause and substitute the following:

"SECTION 1. Arkansas Code § 26-51-404(b), concerning exemptions from gross income, is amended to add the following subdivision:

(29)(A) Wages, salaries, or other similar compensation received from employment in an adjoining state that does not levy a state income tax.

(B) The exemption provided in this subdivision (29)(A) is intended only for individual taxpayers and not to provide an exemption for corporations or any taxpayers other than individual taxpayers.

(C) The exemption provided in this subdivision (29)(A) does not cover any other income received by the individual taxpayer.

SECTION 2. The General Assembly finds that adjoining states that do not impose an income tax on its residents present a tax inequity that induces citizens who would otherwise settle in Arkansas to move to the border state that does not impose an income tax on its citizens. This act is designed to induce persons to establish their homes in Arkansas."



The Amendment was read _____
By: Representative Sumpter
MMC/RCK - 03-13-2007 16:37
MMC152

Chief Clerk