

ARKANSAS SENATE
90th General Assembly - Regular Session, 2015
Amendment Form

Subtitle of Senate Bill No. 6

TO CREATE THE MIDDLE CLASS TAX RELIEF ACT OF 2015.

Amendment No. 2 to Senate Bill No. 6

Amend Senate Bill No. 6 as originally introduced:

Delete line 10, and substitute the following:

"2015; TO AMEND THE INCOME TAX RATES FOR INDIVIDUALS, TRUSTS, AND ESTATES; TO ADJUST THE MINIMUM AND MAXIMUM DOLLAR AMOUNTS IN CERTAIN INCOME BRACKETS FOR INDIVIDUALS, TRUSTS, AND ESTATES; AND FOR OTHER PURPOSES."

AND

Delete the subtitle in its entirety and substitute:

"TO CREATE THE MIDDLE CLASS TAX RELIEF ACT OF 2015; AND TO AMEND THE INCOME TAX RATES AND BRACKETS FOR INDIVIDUALS, TRUSTS, AND ESTATES."

AND

Delete everything after the enacting clause, and substitute the following:

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

(a) For tax years beginning on and after January 1, ~~2012~~ 2014, a tax is imposed upon, and with respect to, the entire income of every resident, individual, trust, or estate. The tax shall be levied, collected, and paid annually upon the entire net income as defined and computed in this chapter at the following rates, giving effect to the tax credits provided hereafter, in the manner set forth:

(1)~~(A)~~ On the first ~~four thousand ninety nine dollars (\$4,099)~~ four thousand two hundred ninety-nine dollars (\$4,299) of net income or any part thereof, ~~one percent (1%)~~ nine-tenths percent (0.9%);

~~(B) For tax years beginning on and after January 1, 2014, on the first four thousand ninety nine dollars (\$4,099) of net income or any part thereof, nine tenths percent (0.9%);~~

(2)~~(A)~~ On the next four thousand one hundred dollars (\$4,100) of net income or any part thereof, ~~two and five-tenths percent (2.5%)~~ ;

~~(B) For tax years beginning on and after January 1, 2015, on the next four thousand one hundred dollars (\$4,100) of net income or any~~



~~part thereof, two and four tenths percent (2.4%);~~

~~(3)(A) On the next four thousand dollars (\$4,000) four thousand two hundred dollars (\$4,200) of net income or any part thereof, three and five-tenths percent (3.5%);~~

~~(B) For tax years beginning on and after January 1, 2015, on the next four thousand dollars (\$4,000) of net income or any part thereof, three and four tenths percent (3.4%);~~

~~(4)(A) On the next eight thousand two hundred dollars (\$8,200) eight thousand four hundred dollars (\$8,400) of net income or any part thereof, four and five-tenths percent (4.5%);~~

~~(B) For tax years beginning on and after January 1, 2015, on the next eight thousand two hundred dollars (\$8,200) of net income or any part thereof, four and four tenths percent (4.4%);~~

~~(5)(A) On the next thirteen thousand six hundred dollars (\$13,600) fourteen thousand one hundred dollars (\$14,100) of net income or any part thereof, six percent (6%);~~

~~(B) For tax years beginning on and after January 1, 2015, on the next thirteen thousand six hundred dollars (\$13,600) of net income or any part thereof, five and nine tenths percent (5.9%); and~~

~~(6)(A) On net income of thirty four thousand dollars (\$34,000) thirty-five thousand one hundred dollars (\$35,100) and above, seven percent (7%);~~

~~(B) For tax years beginning on and after January 1, 2015, on net income of thirty four thousand dollars (\$34,000) and above, six and nine tenths percent (6.9%).~~

(7) For tax years beginning on and after January 1, 2016, every resident, individual, trust, or estate having net income greater than or equal to twenty-one thousand dollars (\$21,000), but less than or equal to seventy-five thousand dollars (\$75,000), shall determine the amount of income tax due under this subsection in accordance with the table set forth below:

<u>From</u>	<u>Less Than or Equal To</u>	<u>Rate</u>
<u>\$0</u>	<u>\$4,299</u>	<u>0.9%</u>
<u>\$4,300</u>	<u>\$8,399</u>	<u>2.5%</u>
<u>\$8,400</u>	<u>\$12,599</u>	<u>3.5%</u>
<u>\$12,600</u>	<u>\$20,999</u>	<u>4.5%</u>
<u>\$21,000</u>	<u>\$35,099</u>	<u>5%</u>
<u>\$35,100</u>	<u>\$75,000</u>	<u>6%</u>

(8) For tax years beginning on and after January 1, 2015, every resident, individual, trust, or estate having net income of less than twenty-one thousand dollars (\$21,000) shall determine the amount of income tax due under this subsection in accordance with the table set forth below:

<u>From</u>	<u>Less Than or Equal To</u>	<u>Rate</u>
<u>\$0</u>	<u>\$4,299</u>	<u>0.9%</u>
<u>\$4,300</u>	<u>\$8,399</u>	<u>2.4%</u>
<u>\$8,400</u>	<u>\$12,599</u>	<u>3.4%</u>
<u>\$12,600</u>	<u>\$20,999</u>	<u>4.4%</u>

(9) For tax years beginning on and after January 1, 2016, every resident, individual, trust, or estate having net income of more than

seventy-five thousand dollars (\$75,000) shall determine the amount of income tax due under this subsection in accordance with the table set forth below:

<u>From</u>	<u>Less Than or Equal To</u>	<u>Rate</u>
<u>\$0</u>	<u>\$4,299</u>	<u>0.9%</u>
<u>\$4,300</u>	<u>\$8,399</u>	<u>2.5%</u>
<u>\$8,400</u>	<u>\$12,599</u>	<u>3.5%</u>
<u>\$12,600</u>	<u>\$20,999</u>	<u>4.5%</u>
<u>\$21,000</u>	<u>\$35,099</u>	<u>6%</u>
<u>\$35,100 and above</u>		<u>6.9%</u>

(10) For tax years beginning on and after January 1, 2016, every resident, individual, trust, or estate having net income of more than seventy-five thousand dollars (\$75,000) but not more than eighty thousand dollars (\$80,000), shall reduce the amount of income tax due as determined under subdivision (a)(9) of this section by deducting a bracket adjustment amount in accordance with the table set forth below:

<u>From</u>	<u>Equal To</u>	<u>Bracket Adjustment Amount</u>
<u>\$75,001</u>	<u>\$76,000</u>	<u>\$440</u>
<u>\$76,001</u>	<u>\$77,000</u>	<u>\$340</u>
<u>\$77,001</u>	<u>\$78,000</u>	<u>\$240</u>
<u>\$78,001</u>	<u>\$79,000</u>	<u>\$140</u>
<u>\$79,001</u>	<u>\$80,000</u>	<u>\$40</u>
<u>\$80,001 and above</u>		<u>\$0</u>

(11) The tables set forth in subdivisions (a)(1)-(a)(10) of this section shall be adjusted annually in accordance with the method set forth in subsection (d) of this section."

The Amendment was read the first time, rules suspended and read the second time and _____
By: Senator J. Dismang
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Secretary