

Department of Finance and Administration

Legislative Impact Statement

Bill: SB832

Bill Subtitle: TO ALLOW THE EXTENSION OF THE PERIOD DURING WHICH A COUNTY SALES AND USE TAX LEVIED FOR CAPITAL IMPROVEMENTS OF A COMMUNITY COLLEGE MAY BE LEVIED AND SHALL NOT BE REPLACED OR REDUCED.

Basic Change :

Senator Files

The proposal allows the quorum court of an Arkansas county that levies a local sales and use tax for capital improvements of a community college to refer to the voters of the county the question of extending the collection of the local tax to be used for that purpose.

Revenue Impact :

No impact to State Revenues.

Taxpayer Impact :

Taxpayers would continue to collect a local tax which was extended for the intended purpose.

Resources Required :

None

Time Required :

Adequate time is allowed in the proposal

Procedural Changes :

None

Legal Analysis :

Senate Bill 832 allows a county to extend the time period for which a county sales and use tax may be levied for capital improvements of a community college. Currently, the quorum court of an eligible county may by ordinance levy a county wide sales and use tax to provide capital improvements to or the maintenance and operation of an eligible campus. The adoption of such an ordinance requires the approval of a majority of the qualified electors in the eligible county voting on the question at a special election. Senate Bill 832 would also allow such an election for the question of an extension of the period during which the tax is to be levied and an extension of the period during which the tax cannot be repealed or reduced. The bill also provides for a ballot on the question and includes provisions for the conduct of the election and its results.