

Department of Finance and Administration

Legislative Impact Statement

Bill: HB1042

Bill Subtitle: TO REPEAL THE LONG-TERM RENTAL VEHICLE TAX.

Basic Change :

Sponsor: Rep. Jett

HB1042 repeals the expired Long-Term Vehicle Rental Tax on motor vehicles levied under § 26-63-304. The Long-Term Rental Vehicle tax allowed for the expiration of the tax in the fiscal year following the calendar year in which the Chief Fiscal Officer of the State certifies that three percent (3%) or more of all new motor vehicles registered in Arkansas during a calendar year are leased vehicles. The tax expired on June 30, 2015 and is no longer collected on the lease of motor vehicles for periods of 30 days or more.

Revenue Impact :

None.

Taxpayer Impact :

The repeal of this expired tax levy will provide clarity to taxpayers and remove unnecessary language from the Arkansas Code.

Resources Required :

None.

Time Required :

Adequate time is provided for implementation.

Procedural Changes :

None.

Other Comments :

None.

Legal Analysis :

None.