

# Department of Finance and Administration

## Legislative Impact Statement

**Bill: SB338**

**Amendment Number: S1**

**Bill Subtitle: TO AMEND THE ARKANSAS TOBACCO PRODUCTS TAX ACT OF 1977; AND TO PROVIDE A GRACE PERIOD FOR CERTAIN CIRCUMSTANCES AT A PERMITTED BUSINESS LOCATION.**

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### **Basic Change :**

**Sponsors: Sen. L. Eads and Rep. M. Gray**

**Senate Amendment No. 1** --- SB338-S1 (engrossed 3/1/2021) requires a purchaser to obtain permission from Arkansas Tobacco Control in addition to the seller in order to operate under the seller's existing permit.

**Original Bill** --- SB338 amends the Arkansas Tobacco Products Tax Act of 1977 ("the Act") § 26-57-201 et seq., to allow purchasers of retail locations permitted by Arkansas Tobacco Control (ATC) to operate under an existing permit for 30 days from the date of the sale of the retail location under certain conditions. The bill also allows a permitted business to operate under an existing permit for 30 days when an entity has transferred a permitted business, or when there have been certain changes in directorship or ownership of entities that own a permitted business.

### **Revenue Impact :**

None.

### **Taxpayer Impact :**

The purchaser of a retail location permitted by ATC would be authorized to operate under an existing permit for 30 days from the date of sale with permission of the seller and the ATC.

### **Resources Required :**

No additional resources required.

### **Time Required :**

Adequate time is allowed for implementation.

### **Procedural Changes :**

No procedural changes required.

### **Other Comments :**

None.

### **Legal Analysis :**

None.