

# Fiscal Impact Statement

95th General Assembly of the State of Arkansas  
Regular Session, 2025

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**DATE:** 4/9/2025

**BILL:** SB568, As Engrossed: S4/1/25 S4/8/25 S4/9/25

**SPONSOR:** Sen. Crowell; Rep. Jean

**SUBTITLE:**

TO AMEND THE LAW CONCERNING THE TAXES APPLICABLE TO LITHIUM EXTRACTION AND DEVELOPMENT; TO PROVIDE A SALES AND USE TAX EXEMPTION FOR LITHIUM RESOURCE DEVELOPMENT; AND TO AMEND THE LAW CONCERNING THE SEVERANCE TAX ON LITHIUM.

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**TOPIC**

√ LAW CONCERNING THE TAXES APPLICABLE TO LITHIUM EXTRACTION AND DEVELOPMENT

**AFFECTED FUNDS**

√ General Revenue

**REVENUE IMPACT**

√ Classified as Revenue Neutral by the Arkansas Department of Finance and Administration.

√ Dynamic Impact (See Comments)

**ASSUMPTIONS - BASED ON:**

√ Arkansas Department of Finance and Administration

**ADDITIONAL COMMENTS**

√ While some of the costs associated with this bill were presented by the Arkansas Department of Finance and Administration, such as the additional personnel cost. Additional information that is needed for consistent comparison between the static and dynamic models was not available. Due to the lack of available impartial information related to the potential firms' investment and production levels, a model that would produce the standard level of quality and accuracy cannot be generated.