

Stricken language would be deleted from and underlined language would be added to the law as it existed prior to this session of the General Assembly.

INTERIM STUDY PROPOSAL 2009-218

State of Arkansas
87th General Assembly
Regular Session, 2009

A Bill

MMC/MMC
SENATE BILL

By: Senator Altes

Filed with: Senate Committee on Revenue and Taxation
pursuant to A.C.A. §10-3-217.

For An Act To Be Entitled

AN ACT TO PROVIDE A SALES AND USE TAX EXEMPTION
FOR UTILITIES USED BY MANUFACTURERS IN THE
MANUFACTURING PROCESS; AND FOR OTHER PURPOSES.

Subtitle

TO PROVIDE A SALES AND USE TAX EXEMPTION
FOR UTILITIES USED BY MANUFACTURERS IN
THE MANUFACTURING PROCESS.

BE IT ENACTED BY THE GENERAL ASSEMBLY OF THE STATE OF ARKANSAS:

SECTION 1. Arkansas Code Title 26, Chapter 52, Subchapter 4 is amended to add an additional section to read as follows:

26-52-442. Utilities for manufacturing process.

(a) The gross receipts or gross proceeds derived from sales of all utilities used by manufacturers in the manufacturing process are exempt from the gross receipts tax levied by the Arkansas Gross Receipts Tax Act of 1941, § 26-52-101 et seq., and the compensating use tax levied by the Arkansas Compensating Tax Act of 1949, § 26-53-101 et seq.

(b) The Department of Finance and Administration shall promulgate rules to implement this section.

SECTION 2. Section 1 of this act is effective on the first day of the calendar quarter following the effective date of this act.

DRAFT

11-13-2008 13:28 MMC004

1 Filed Date: 02/05/2010 By: MMC\CDS