

1 INTERIM STUDY PROPOSAL 2013-142

2 State of Arkansas

*As Engrossed: H3/22/13 H3/28/13*

3 89th General Assembly

# A Bill

4 Regular Session, 2013

HOUSE BILL 1926

5  
6 By: Representatives Sabin, Jett, E. Armstrong, Copenhaver, Leding, C. Armstrong, Baine, Baltz,  
7 Broadaway, Ferguson, Hawthorne, Hillman, Hodges, Holcomb, Julian, Kizzia, Magie, McElroy, McGill,  
8 Richey, Talley, W. Wagner, D. Whitaker, Love, Word, Wright, B. Wilkins, T. Thompson, McCrary,  
9 Murdock, Nickels, Lenderman, Williams, J. Edwards, Wardlaw, Perry, Fielding

10 Filed with: Interim House Committee on Revenue and Taxation

11 pursuant to A.C.A. §10-3-217.

## For An Act To Be Entitled

12  
13 AN ACT TO AMEND THE LAWS PERTAINING TO INCOME TAXES;  
14 TO ADJUST THE INCOME LEVELS SUBJECT TO CERTAIN INCOME  
15 TAX RATES; TO INCREASE THE NUMBER OF PERSONS ENTITLED  
16 TO DETERMINE THEIR INCOME TAX LIABILITY USING THE  
17 LOW-INCOME TAX TABLES; TO ADJUST THE LOW-INCOME TAX  
18 TABLES; TO INCREASE THE STANDARD DEDUCTION; AND FOR  
19 OTHER PURPOSES.

## Subtitle

20  
21  
22  
23 *TO ADJUST THE INCOME LEVELS SUBJECT TO*  
24 *CERTAIN INCOME TAX RATES; AND TO INCREASE*  
25 *THE NUMBER OF PERSONS ENTITLED TO USE THE*  
26 *LOW-INCOME TAX TABLES.*

27  
28  
29 BE IT ENACTED BY THE GENERAL ASSEMBLY OF THE STATE OF ARKANSAS:

30  
31 SECTION 1. Arkansas Code § 26-51-201(a), concerning the income tax on  
32 individuals, trusts, and estates, is amended to read as follows:

33 (a)(1) A tax is imposed upon, and with respect to, the entire income  
34 of every resident, individual, trust, or estate. The tax shall be levied,  
35 collected, and paid annually upon the entire net income as defined and

1 computed in this chapter at the following rates, giving effect to the tax  
2 credits provided hereafter, in the manner set forth:

3 ~~(1)~~ (A) On the first two thousand nine hundred ninety-nine  
4 dollars (\$2,999) of net income or any part thereof, one percent (1%);

5 ~~(2)~~ (B) On the next three thousand dollars (\$3,000) of net  
6 income or any part thereof, two and one-half percent (2.5%);

7 ~~(3)~~ (C) On the next three thousand dollars (\$3,000) of net  
8 income or any part thereof, three and one-half percent (3.5%);

9 ~~(4)~~ (D) On the next six thousand dollars (\$6,000) of net  
10 income or any part thereof, four and one-half percent (4.5%);

11 ~~(5)~~ (E) On the next ten thousand dollars (\$10,000) of net  
12 income or any part thereof, six percent (6%); and

13 ~~(6)~~ (F) On net income of twenty-five thousand dollars  
14 (\$25,000) and above, seven percent (7%).

15 (2) For tax years beginning on and after January 1, 2013, a tax  
16 is imposed upon, and with respect to, the entire income of every resident,  
17 individual, trust, or estate. The tax shall be levied, collected, and paid  
18 annually upon the entire net income as defined and computed in this chapter  
19 at the following rates, giving effect to the tax credits provided hereafter,  
20 in the manner set forth:

21 (A) On the first four thousand ninety-nine dollars  
22 (\$4,099) of net income or any part thereof, one percent (1%);

23 (B) On the next four thousand one hundred dollars (\$4,100)  
24 of net income or any part thereof, two and one-half percent (2.5%);

25 (C) On the next four thousand dollars (\$4,000) of net  
26 income or any part thereof, three and one-half percent (3.5%);

27 (D) On the next eight thousand two hundred dollars  
28 (\$8,200) of net income or any part thereof, four and one-half percent (4.5%);

29 (E) On the next thirteen thousand six hundred dollars  
30 (\$13,600) of net income or any part thereof, six percent (6%); and

31 (F) On net income of thirty-four thousand dollars  
32 (\$34,000) and above, seven percent (7%).

33  
34 SECTION 2. Arkansas Code § 26-51-301(c), concerning individuals exempt  
35 from taxation or qualifying for the low-income tax credit, is amended to add  
36 an additional subdivision to read as follows:

1           (3) Beginning with tax year 2014, the following taxpayers are  
2 eligible for a low-income tax credit:

3           (A) A single individual whose gross income for the taxable  
4 year is twelve thousand eight hundred one dollars (\$12,801) or more plus the  
5 cost-of-living adjustment provided under subsection (e) of this section but  
6 less than fifteen thousand five hundred one dollars (\$15,501) plus the cost-  
7 of-living adjustment provided under subsection (e) of this section;

8           (B) A married couple filing jointly with one (1) or fewer  
9 dependents whose gross income for the taxable year is twenty-three thousand  
10 six hundred one dollars (\$23,601) or more plus the cost-of-living adjustment  
11 provided under subsection (e) of this section but less than twenty-seven  
12 thousand six hundred one dollars (\$27,601) plus the cost-of-living adjustment  
13 provided under subsection (e) of this section;

14           (C) A married couple filing jointly with two (2) or more  
15 dependents whose gross income for the taxable year is twenty-six thousand two  
16 hundred one dollars (\$26,201) or more plus the cost-of-living adjustment  
17 provided under subsection (e) of this section but less than thirty-one  
18 thousand six hundred one dollars (\$31,601) plus the cost-of-living adjustment  
19 provided under subsection (e) of this section;

20           (D) A head of household or a qualifying widow or widower  
21 with one (1) or fewer dependents whose gross income for the taxable year is  
22 eighteen thousand six hundred one dollars (\$18,601) plus the cost-of-living  
23 adjustment provided under subsection (e) of this section but less than  
24 twenty-three thousand three hundred one dollars (\$23,301) plus the cost-of-  
25 living adjustment provided under subsection (e) of this section; and

26           (E) A head of household or a qualifying widow or widower  
27 with two (2) or more dependents whose gross income for the taxable year is  
28 more than twenty-one thousand two hundred one dollars (\$21,201) plus the  
29 cost-of-living adjustment provided under subsection (e) of this section but  
30 less than twenty-five thousand four hundred one dollars (\$25,401) plus the  
31 cost-of-living adjustment provided under subsection (e) of this section is  
32 eligible for a low income-tax credit.

33  
34           SECTION 3. Arkansas Code § 26-51-301(d), concerning individuals exempt  
35 from taxation or qualifying for the low-income tax credit, is amended to read  
36 as follows:

1           (d)~~(1)~~ For income tax year ~~2010~~ years beginning on or after January 1,  
 2 2013, the ~~low-income~~ low-income tax credit in ~~subdivision~~ subsection (c)~~(1)~~  
 3 of this section shall be determined in accordance with the tables ~~below~~ in  
 4 this subsection, based upon the taxpayer's filing status:

5

6 ~~Single Taxpayer~~

7 From	Less Than	Credit
8 \$10,682	\$10,700	\$133
9 \$10,701	\$10,800	\$129
10 \$10,801	\$10,900	\$125
11 \$10,901	\$11,000	\$121
12 \$11,001	\$11,100	\$117
13 \$11,101	\$11,200	\$113
14 \$11,201	\$11,300	\$109
15 \$11,301	\$11,400	\$105
16 \$11,401	\$11,500	\$101
17 \$11,501	\$11,600	\$97
18 \$11,601	\$11,700	\$93
19 \$11,701	\$11,800	\$89
20 \$11,801	\$11,900	\$85
21 \$11,901	\$12,000	\$81
22 \$12,001	\$12,100	\$77
23 \$12,101	\$12,200	\$73
24 \$12,201	\$12,300	\$69
25 \$12,301	\$12,400	\$65
26 \$12,401	\$12,500	\$61
27 \$12,501	\$12,600	\$57
28 \$12,601	\$12,700	\$53
29 \$12,701	\$12,800	\$49
30 \$12,801	\$12,900	\$45
31 \$12,901	\$13,000	\$41
32 \$13,001	\$13,100	\$37
33 \$13,101	\$13,200	\$33
34 \$13,201	\$13,300	\$29
35 \$13,301	\$13,400	\$25
36 \$13,401	\$13,500	\$21

1	\$13,501	\$13,600	\$17
2	\$13,601	\$13,700	\$13
3	\$13,701	\$13,800	\$9
4	\$13,801	\$13,900	\$5
5	\$13,901	\$14,000	\$1
6			
7	<del>Married Filing Jointly With One (1) or Fewer Dependents</del>		
8	<del>From</del>	<del>Less Than</del>	<del>Credit</del>
9	\$18,012	\$18,100	\$302
10	\$18,101	\$18,200	\$295
11	\$18,201	\$18,300	\$288
12	\$18,301	\$18,400	\$281
13	\$18,401	\$18,500	\$274
14	\$18,501	\$18,600	\$267
15	\$18,601	\$18,700	\$260
16	\$18,701	\$18,800	\$253
17	\$18,801	\$18,900	\$246
18	\$18,901	\$19,000	\$239
19	\$19,001	\$19,100	\$232
20	\$19,101	\$19,200	\$225
21	\$19,201	\$19,300	\$218
22	\$19,301	\$19,400	\$211
23	\$19,401	\$19,500	\$204
24	\$19,501	\$19,600	\$197
25	\$19,601	\$19,700	\$190
26	\$19,701	\$19,800	\$183
27	\$19,801	\$19,900	\$176
28	\$19,901	\$20,000	\$169
29	\$20,001	\$20,100	\$162
30	\$20,101	\$20,200	\$155
31	\$20,201	\$20,300	\$148
32	\$20,301	\$20,400	\$141
33	\$20,401	\$20,500	\$134
34	\$20,501	\$20,600	\$127
35	\$20,601	\$20,700	\$120
36	\$20,701	\$20,800	\$113

1	\$20,801	\$20,900	\$106
2	\$20,901	\$21,000	\$99
3	\$21,001	\$21,100	\$92
4	\$21,101	\$21,200	\$85
5	\$21,201	\$21,300	\$78
6	\$21,301	\$21,400	\$71
7	\$21,401	\$21,500	\$64
8	\$21,501	\$21,600	\$57
9	\$21,601	\$21,700	\$50
10	\$21,701	\$21,800	\$43
11	\$21,801	\$21,900	\$36
12	\$21,901	\$22,000	\$29
13	\$22,001	\$22,100	\$22
14	\$22,101	\$22,200	\$15
15	\$22,201	\$22,300	\$8
16	\$22,301	\$22,400	\$1

17

18 ~~Married Filing Jointly With Two (2) or More Dependents~~

19	<del>From</del>	<del>Less Than</del>	<del>Credit</del>
20	\$21,677	\$21,700	\$432
21	\$21,701	\$21,800	\$425
22	\$21,801	\$21,900	\$418
23	\$21,901	\$22,000	\$411
24	\$22,001	\$22,100	\$404
25	\$22,101	\$22,200	\$397
26	\$22,201	\$22,300	\$390
27	\$22,301	\$22,400	\$383
28	\$22,401	\$22,500	\$376
29	\$22,501	\$22,600	\$369
30	\$22,601	\$22,700	\$362
31	\$22,701	\$22,800	\$355
32	\$22,801	\$22,900	\$348
33	\$22,901	\$23,000	\$341
34	\$23,001	\$23,100	\$334
35	\$23,101	\$23,200	\$327
36	\$23,201	\$23,300	\$320

1	\$23,301	\$23,400	\$313
2	\$23,401	\$23,500	\$306
3	\$23,501	\$23,600	\$299
4	\$23,601	\$23,700	\$292
5	\$23,701	\$23,800	\$285
6	\$23,801	\$23,900	\$278
7	\$23,901	\$24,000	\$271
8	\$24,001	\$24,100	\$264
9	\$24,101	\$24,200	\$257
10	\$24,201	\$24,300	\$250
11	\$24,301	\$24,400	\$243
12	\$24,401	\$24,500	\$236
13	\$24,501	\$24,600	\$229
14	\$24,601	\$24,700	\$222
15	\$24,701	\$24,800	\$215
16	\$24,801	\$24,900	\$208
17	\$24,901	\$25,000	\$201
18	\$25,001	\$25,100	\$194
19	\$25,101	\$25,200	\$187
20	\$25,201	\$25,300	\$180
21	\$25,301	\$25,400	\$173
22	\$25,401	\$25,500	\$166
23	\$25,501	\$25,600	\$159
24	\$25,601	\$25,700	\$152
25	\$25,701	\$25,800	\$145
26	\$25,801	\$25,900	\$138
27	\$25,901	\$26,000	\$131
28	\$26,001	\$26,100	\$124
29	\$26,101	\$26,200	\$117
30	\$26,201	\$26,300	\$110
31	\$26,301	\$26,400	\$103
32	\$26,401	\$26,500	\$96
33	\$26,501	\$26,600	\$89
34	\$26,601	\$26,700	\$82
35	\$26,701	\$26,800	\$75
36	\$26,801	\$26,900	\$68

1	<del>\$26,901</del>	<del>\$27,000</del>	<del>\$61</del>
2	<del>\$27,001</del>	<del>\$27,100</del>	<del>\$54</del>
3	<del>\$27,101</del>	<del>\$27,200</del>	<del>\$47</del>
4	<del>\$27,201</del>	<del>\$27,300</del>	<del>\$40</del>
5	<del>\$27,301</del>	<del>\$27,400</del>	<del>\$33</del>
6	<del>\$27,401</del>	<del>\$27,500</del>	<del>\$26</del>
7	<del>\$27,501</del>	<del>\$27,600</del>	<del>\$19</del>
8	<del>\$27,601</del>	<del>\$27,700</del>	<del>\$12</del>
9	<del>\$27,701</del>	<del>\$27,800</del>	<del>\$5</del>

10

11 ~~Head of Household/Qualifying Widow or Widower With One (1) or More Dependents~~  
 12 ~~for Tax Year 2010 and with One (1) or Fewer Dependents Beginning with Tax~~  
 13 ~~Year 2011~~

14	<del>From</del>	<del>Less Than</del>	<del>Credit</del>
15	<del>\$15,185</del>	<del>\$15,200</del>	<del>\$270</del>
16	<del>\$15,201</del>	<del>\$15,300</del>	<del>\$264</del>
17	<del>\$15,301</del>	<del>\$15,400</del>	<del>\$258</del>
18	<del>\$15,401</del>	<del>\$15,500</del>	<del>\$252</del>
19	<del>\$15,501</del>	<del>\$15,600</del>	<del>\$246</del>
20	<del>\$15,601</del>	<del>\$15,700</del>	<del>\$240</del>
21	<del>\$15,701</del>	<del>\$15,800</del>	<del>\$234</del>
22	<del>\$15,801</del>	<del>\$15,900</del>	<del>\$228</del>
23	<del>\$15,901</del>	<del>\$16,000</del>	<del>\$222</del>
24	<del>\$16,001</del>	<del>\$16,100</del>	<del>\$216</del>
25	<del>\$16,101</del>	<del>\$16,200</del>	<del>\$210</del>
26	<del>\$16,201</del>	<del>\$16,300</del>	<del>\$204</del>
27	<del>\$16,301</del>	<del>\$16,400</del>	<del>\$198</del>
28	<del>\$16,401</del>	<del>\$16,500</del>	<del>\$192</del>
29	<del>\$16,501</del>	<del>\$16,600</del>	<del>\$186</del>
30	<del>\$16,601</del>	<del>\$16,700</del>	<del>\$180</del>
31	<del>\$16,701</del>	<del>\$16,800</del>	<del>\$174</del>
32	<del>\$16,801</del>	<del>\$16,900</del>	<del>\$168</del>
33	<del>\$16,901</del>	<del>\$17,000</del>	<del>\$162</del>
34	<del>\$17,001</del>	<del>\$17,100</del>	<del>\$156</del>
35	<del>\$17,101</del>	<del>\$17,200</del>	<del>\$150</del>
36	<del>\$17,201</del>	<del>\$17,300</del>	<del>\$144</del>



1	\$17,301	\$17,400	\$138
2	\$17,401	\$17,500	\$132
3	\$17,501	\$17,600	\$126
4	\$17,601	\$17,700	\$120
5	\$17,701	\$17,800	\$114
6	\$17,801	\$17,900	\$108
7	\$17,901	\$18,000	\$102
8	\$18,001	\$18,100	\$96
9	\$18,101	\$18,200	\$90
10	\$18,201	\$18,300	\$84
11	\$18,301	\$18,400	\$78
12	\$18,401	\$18,500	\$72
13	\$18,501	\$18,600	\$66
14	\$18,601	\$18,700	\$60
15	\$18,701	\$18,800	\$54
16	\$18,801	\$18,900	\$48
17	\$18,901	\$19,000	\$42
18	\$19,001	\$19,100	\$36
19	\$19,101	\$19,200	\$30
20	\$19,201	\$19,300	\$24
21	\$19,301	\$19,400	\$18
22	\$19,401	\$19,500	\$12
23	\$19,501	\$19,600	\$6

24

25 Single Taxpayer

26	<u>From</u>	<u>To</u>	<u>Credit</u>
27	<u>\$12,801</u>	<u>\$12,900</u>	<u>\$108</u>
28	<u>\$12,901</u>	<u>\$13,000</u>	<u>\$104</u>
29	<u>\$13,001</u>	<u>\$13,100</u>	<u>\$100</u>
30	<u>\$13,101</u>	<u>\$13,200</u>	<u>\$96</u>
31	<u>\$13,201</u>	<u>\$13,300</u>	<u>\$92</u>
32	<u>\$13,301</u>	<u>\$13,400</u>	<u>\$88</u>
33	<u>\$13,401</u>	<u>\$13,500</u>	<u>\$84</u>
34	<u>\$13,501</u>	<u>\$13,600</u>	<u>\$80</u>
35	<u>\$13,601</u>	<u>\$13,700</u>	<u>\$76</u>
36	<u>\$13,701</u>	<u>\$13,800</u>	<u>\$72</u>

1	<u>\$13,801</u>	<u>\$13,900</u>	<u>\$68</u>
2	<u>\$13,901</u>	<u>\$14,000</u>	<u>\$64</u>
3	<u>\$14,001</u>	<u>\$14,100</u>	<u>\$60</u>
4	<u>\$14,101</u>	<u>\$14,200</u>	<u>\$56</u>
5	<u>\$14,201</u>	<u>\$14,300</u>	<u>\$52</u>
6	<u>\$14,301</u>	<u>\$14,400</u>	<u>\$48</u>
7	<u>\$14,401</u>	<u>\$14,500</u>	<u>\$44</u>
8	<u>\$14,501</u>	<u>\$14,600</u>	<u>\$40</u>
9	<u>\$14,601</u>	<u>\$14,700</u>	<u>\$36</u>
10	<u>\$14,701</u>	<u>\$14,800</u>	<u>\$32</u>
11	<u>\$14,801</u>	<u>\$14,900</u>	<u>\$28</u>
12	<u>\$14,901</u>	<u>\$15,000</u>	<u>\$24</u>
13	<u>\$15,001</u>	<u>\$15,100</u>	<u>\$20</u>
14	<u>\$15,101</u>	<u>\$15,200</u>	<u>\$16</u>
15	<u>\$15,201</u>	<u>\$15,300</u>	<u>\$12</u>
16	<u>\$15,301</u>	<u>\$15,400</u>	<u>\$8</u>
17	<u>\$15,401</u>	<u>\$15,500</u>	<u>\$4</u>

18

19 Married Filing Jointly With One (1) or Fewer Dependents

20	<u>From</u>	<u>To</u>	<u>Credit</u>
21	<u>\$23,601</u>	<u>\$23,700</u>	<u>\$279</u>
22	<u>\$23,701</u>	<u>\$23,800</u>	<u>\$272</u>
23	<u>\$23,801</u>	<u>\$23,900</u>	<u>\$265</u>
24	<u>\$23,901</u>	<u>\$24,000</u>	<u>\$258</u>
25	<u>\$24,001</u>	<u>\$24,100</u>	<u>\$251</u>
26	<u>\$24,101</u>	<u>\$24,200</u>	<u>\$244</u>
27	<u>\$24,201</u>	<u>\$24,300</u>	<u>\$237</u>
28	<u>\$24,301</u>	<u>\$24,400</u>	<u>\$230</u>
29	<u>\$24,401</u>	<u>\$24,500</u>	<u>\$223</u>
30	<u>\$24,501</u>	<u>\$24,600</u>	<u>\$216</u>
31	<u>\$24,601</u>	<u>\$24,700</u>	<u>\$209</u>
32	<u>\$24,701</u>	<u>\$24,800</u>	<u>\$202</u>
33	<u>\$24,801</u>	<u>\$24,900</u>	<u>\$195</u>
34	<u>\$24,901</u>	<u>\$25,000</u>	<u>\$188</u>
35	<u>\$25,001</u>	<u>\$25,100</u>	<u>\$181</u>
36	<u>\$25,101</u>	<u>\$25,200</u>	<u>\$174</u>

1	<u>\$25,201</u>	<u>\$25,300</u>	<u>\$167</u>
2	<u>\$25,301</u>	<u>\$25,400</u>	<u>\$160</u>
3	<u>\$25,401</u>	<u>\$25,500</u>	<u>\$153</u>
4	<u>\$25,501</u>	<u>\$25,600</u>	<u>\$146</u>
5	<u>\$25,601</u>	<u>\$25,700</u>	<u>\$139</u>
6	<u>\$25,701</u>	<u>\$25,800</u>	<u>\$132</u>
7	<u>\$25,801</u>	<u>\$25,900</u>	<u>\$125</u>
8	<u>\$25,901</u>	<u>\$26,000</u>	<u>\$118</u>
9	<u>\$26,001</u>	<u>\$26,100</u>	<u>\$111</u>
10	<u>\$26,101</u>	<u>\$26,200</u>	<u>\$104</u>
11	<u>\$26,201</u>	<u>\$26,300</u>	<u>\$97</u>
12	<u>\$26,301</u>	<u>\$26,400</u>	<u>\$90</u>
13	<u>\$26,401</u>	<u>\$26,500</u>	<u>\$83</u>
14	<u>\$26,501</u>	<u>\$26,600</u>	<u>\$76</u>
15	<u>\$26,601</u>	<u>\$26,700</u>	<u>\$69</u>
16	<u>\$26,701</u>	<u>\$26,800</u>	<u>\$62</u>
17	<u>\$26,801</u>	<u>\$26,900</u>	<u>\$55</u>
18	<u>\$26,901</u>	<u>\$27,000</u>	<u>\$48</u>
19	<u>\$27,001</u>	<u>\$27,100</u>	<u>\$41</u>
20	<u>\$27,101</u>	<u>\$27,200</u>	<u>\$34</u>
21	<u>\$27,201</u>	<u>\$27,300</u>	<u>\$27</u>
22	<u>\$27,301</u>	<u>\$27,400</u>	<u>\$20</u>
23	<u>\$27,401</u>	<u>\$27,500</u>	<u>\$13</u>
24	<u>\$27,501</u>	<u>\$27,600</u>	<u>\$6</u>

25

26 Married Filing Jointly With Two (2) or More Dependents

27	<u>From</u>	<u>To</u>	<u>Credit</u>
28	<u>\$26,201</u>	<u>\$26,300</u>	<u>\$373</u>
29	<u>\$26,301</u>	<u>\$26,400</u>	<u>\$366</u>
30	<u>\$26,401</u>	<u>\$26,500</u>	<u>\$359</u>
31	<u>\$26,501</u>	<u>\$26,600</u>	<u>\$352</u>
32	<u>\$26,601</u>	<u>\$26,700</u>	<u>\$345</u>
33	<u>\$26,701</u>	<u>\$26,800</u>	<u>\$338</u>
34	<u>\$26,801</u>	<u>\$26,900</u>	<u>\$331</u>
35	<u>\$26,901</u>	<u>\$27,000</u>	<u>\$324</u>
36	<u>\$27,001</u>	<u>\$27,100</u>	<u>\$317</u>

1	<u>\$27,101</u>	<u>\$27,200</u>	<u>\$310</u>
2	<u>\$27,201</u>	<u>\$27,300</u>	<u>\$303</u>
3	<u>\$27,301</u>	<u>\$27,400</u>	<u>\$296</u>
4	<u>\$27,401</u>	<u>\$27,500</u>	<u>\$289</u>
5	<u>\$27,501</u>	<u>\$27,600</u>	<u>\$282</u>
6	<u>\$27,601</u>	<u>\$27,700</u>	<u>\$275</u>
7	<u>\$27,701</u>	<u>\$27,800</u>	<u>\$268</u>
8	<u>\$27,801</u>	<u>\$27,900</u>	<u>\$261</u>
9	<u>\$27,901</u>	<u>\$28,000</u>	<u>\$254</u>
10	<u>\$28,001</u>	<u>\$28,100</u>	<u>\$247</u>
11	<u>\$28,101</u>	<u>\$28,200</u>	<u>\$240</u>
12	<u>\$28,201</u>	<u>\$28,300</u>	<u>\$233</u>
13	<u>\$28,301</u>	<u>\$28,400</u>	<u>\$226</u>
14	<u>\$28,401</u>	<u>\$28,500</u>	<u>\$219</u>
15	<u>\$28,501</u>	<u>\$28,600</u>	<u>\$212</u>
16	<u>\$28,601</u>	<u>\$28,700</u>	<u>\$205</u>
17	<u>\$28,701</u>	<u>\$28,800</u>	<u>\$198</u>
18	<u>\$28,801</u>	<u>\$28,900</u>	<u>\$191</u>
19	<u>\$28,901</u>	<u>\$29,000</u>	<u>\$184</u>
20	<u>\$29,001</u>	<u>\$29,100</u>	<u>\$177</u>
21	<u>\$29,101</u>	<u>\$29,200</u>	<u>\$170</u>
22	<u>\$29,201</u>	<u>\$29,300</u>	<u>\$163</u>
23	<u>\$29,301</u>	<u>\$29,400</u>	<u>\$156</u>
24	<u>\$29,401</u>	<u>\$29,500</u>	<u>\$149</u>
25	<u>\$29,501</u>	<u>\$29,600</u>	<u>\$142</u>
26	<u>\$29,601</u>	<u>\$29,700</u>	<u>\$135</u>
27	<u>\$29,701</u>	<u>\$29,800</u>	<u>\$128</u>
28	<u>\$29,801</u>	<u>\$29,900</u>	<u>\$121</u>
29	<u>\$29,901</u>	<u>\$30,000</u>	<u>\$114</u>
30	<u>\$30,001</u>	<u>\$30,100</u>	<u>\$107</u>
31	<u>\$30,101</u>	<u>\$30,200</u>	<u>\$100</u>
32	<u>\$30,201</u>	<u>\$30,300</u>	<u>\$93</u>
33	<u>\$30,301</u>	<u>\$30,400</u>	<u>\$86</u>
34	<u>\$30,401</u>	<u>\$30,500</u>	<u>\$79</u>
35	<u>\$30,501</u>	<u>\$30,600</u>	<u>\$72</u>
36	<u>\$30,601</u>	<u>\$30,700</u>	<u>\$65</u>

1	<u>\$30,701</u>	<u>\$30,800</u>	<u>\$58</u>
2	<u>\$30,801</u>	<u>\$30,900</u>	<u>\$51</u>
3	<u>\$30,901</u>	<u>\$31,000</u>	<u>\$44</u>
4	<u>\$31,001</u>	<u>\$31,100</u>	<u>\$37</u>
5	<u>\$31,101</u>	<u>\$31,200</u>	<u>\$30</u>
6	<u>\$31,201</u>	<u>\$31,300</u>	<u>\$23</u>
7	<u>\$31,301</u>	<u>\$31,400</u>	<u>\$16</u>
8	<u>\$31,401</u>	<u>\$31,500</u>	<u>\$9</u>
9	<u>\$31,501</u>	<u>\$31,600</u>	<u>\$2</u>

10

11 Head of Household/Qualifying Widow or Widower With One (1) or Fewer12 Dependents

13	<u>From</u>	<u>To</u>	<u>Credit</u>
14	<u>\$18,601</u>	<u>\$18,700</u>	<u>\$279</u>
15	<u>\$18,701</u>	<u>\$18,800</u>	<u>\$273</u>
16	<u>\$18,801</u>	<u>\$18,900</u>	<u>\$267</u>
17	<u>\$18,901</u>	<u>\$19,000</u>	<u>\$261</u>
18	<u>\$19,001</u>	<u>\$19,100</u>	<u>\$255</u>
19	<u>\$19,101</u>	<u>\$19,200</u>	<u>\$249</u>
20	<u>\$19,201</u>	<u>\$19,300</u>	<u>\$243</u>
21	<u>\$19,301</u>	<u>\$19,400</u>	<u>\$237</u>
22	<u>\$19,401</u>	<u>\$19,500</u>	<u>\$231</u>
23	<u>\$19,501</u>	<u>\$19,600</u>	<u>\$225</u>
24	<u>\$19,601</u>	<u>\$19,700</u>	<u>\$219</u>
25	<u>\$19,701</u>	<u>\$19,800</u>	<u>\$213</u>
26	<u>\$19,801</u>	<u>\$19,900</u>	<u>\$207</u>
27	<u>\$19,901</u>	<u>\$20,000</u>	<u>\$201</u>
28	<u>\$20,001</u>	<u>\$20,100</u>	<u>\$195</u>
29	<u>\$20,101</u>	<u>\$20,200</u>	<u>\$189</u>
30	<u>\$20,201</u>	<u>\$20,300</u>	<u>\$183</u>
31	<u>\$20,301</u>	<u>\$20,400</u>	<u>\$177</u>
32	<u>\$20,401</u>	<u>\$20,500</u>	<u>\$171</u>
33	<u>\$20,501</u>	<u>\$20,600</u>	<u>\$165</u>
34	<u>\$20,601</u>	<u>\$20,700</u>	<u>\$159</u>
35	<u>\$20,701</u>	<u>\$20,800</u>	<u>\$153</u>
36	<u>\$20,801</u>	<u>\$20,900</u>	<u>\$147</u>

1	<u>\$20,901</u>	<u>\$21,000</u>	<u>\$141</u>
2	<u>\$21,001</u>	<u>\$21,100</u>	<u>\$135</u>
3	<u>\$21,101</u>	<u>\$21,200</u>	<u>\$129</u>
4	<u>\$21,201</u>	<u>\$21,300</u>	<u>\$123</u>
5	<u>\$21,301</u>	<u>\$21,400</u>	<u>\$117</u>
6	<u>\$21,401</u>	<u>\$21,500</u>	<u>\$111</u>
7	<u>\$21,501</u>	<u>\$21,600</u>	<u>\$105</u>
8	<u>\$21,601</u>	<u>\$21,700</u>	<u>\$99</u>
9	<u>\$21,701</u>	<u>\$21,800</u>	<u>\$93</u>
10	<u>\$21,801</u>	<u>\$21,900</u>	<u>\$87</u>
11	<u>\$21,901</u>	<u>\$22,000</u>	<u>\$81</u>
12	<u>\$22,001</u>	<u>\$22,100</u>	<u>\$75</u>
13	<u>\$22,101</u>	<u>\$22,200</u>	<u>\$69</u>
14	<u>\$22,201</u>	<u>\$22,300</u>	<u>\$63</u>
15	<u>\$22,301</u>	<u>\$22,400</u>	<u>\$57</u>
16	<u>\$22,401</u>	<u>\$22,500</u>	<u>\$51</u>
17	<u>\$22,501</u>	<u>\$22,600</u>	<u>\$45</u>
18	<u>\$22,601</u>	<u>\$22,700</u>	<u>\$39</u>
19	<u>\$22,701</u>	<u>\$22,800</u>	<u>\$33</u>
20	<u>\$22,801</u>	<u>\$22,900</u>	<u>\$27</u>
21	<u>\$22,901</u>	<u>\$23,000</u>	<u>\$21</u>
22	<u>\$23,001</u>	<u>\$23,100</u>	<u>\$15</u>
23	<u>\$23,101</u>	<u>\$23,200</u>	<u>\$9</u>
24	<u>\$23,201</u>	<u>\$23,300</u>	<u>\$3</u>

25

26 Head of Household/Qualifying Widow or Widower With Two (2) or More Dependents

27	<u>From</u>	<u>To</u>	<u>Credit</u>
28	<u>\$21,201</u>	<u>\$21,300</u>	<u>\$373</u>
29	<u>\$21,301</u>	<u>\$21,400</u>	<u>\$364</u>
30	<u>\$21,401</u>	<u>\$21,500</u>	<u>\$355</u>
31	<u>\$21,501</u>	<u>\$21,600</u>	<u>\$346</u>
32	<u>\$21,601</u>	<u>\$21,700</u>	<u>\$337</u>
33	<u>\$21,701</u>	<u>\$21,800</u>	<u>\$328</u>
34	<u>\$21,801</u>	<u>\$21,900</u>	<u>\$319</u>
35	<u>\$21,901</u>	<u>\$22,000</u>	<u>\$310</u>
36	<u>\$22,001</u>	<u>\$22,100</u>	<u>\$301</u>

1	<u>\$22,101</u>	<u>\$22,200</u>	<u>\$292</u>
2	<u>\$22,201</u>	<u>\$22,300</u>	<u>\$283</u>
3	<u>\$22,301</u>	<u>\$22,400</u>	<u>\$274</u>
4	<u>\$22,401</u>	<u>\$22,500</u>	<u>\$265</u>
5	<u>\$22,501</u>	<u>\$22,600</u>	<u>\$256</u>
6	<u>\$22,601</u>	<u>\$22,700</u>	<u>\$247</u>
7	<u>\$22,701</u>	<u>\$22,800</u>	<u>\$238</u>
8	<u>\$22,801</u>	<u>\$22,900</u>	<u>\$229</u>
9	<u>\$22,901</u>	<u>\$23,000</u>	<u>\$220</u>
10	<u>\$23,001</u>	<u>\$23,100</u>	<u>\$211</u>
11	<u>\$23,101</u>	<u>\$23,200</u>	<u>\$202</u>
12	<u>\$23,201</u>	<u>\$23,300</u>	<u>\$193</u>
13	<u>\$23,301</u>	<u>\$23,400</u>	<u>\$184</u>
14	<u>\$23,401</u>	<u>\$23,500</u>	<u>\$175</u>
15	<u>\$23,501</u>	<u>\$23,600</u>	<u>\$166</u>
16	<u>\$23,601</u>	<u>\$23,700</u>	<u>\$157</u>
17	<u>\$23,701</u>	<u>\$23,800</u>	<u>\$148</u>
18	<u>\$23,801</u>	<u>\$23,900</u>	<u>\$139</u>
19	<u>\$23,901</u>	<u>\$24,000</u>	<u>\$130</u>
20	<u>\$24,001</u>	<u>\$24,100</u>	<u>\$121</u>
21	<u>\$24,101</u>	<u>\$24,200</u>	<u>\$112</u>
22	<u>\$24,201</u>	<u>\$24,300</u>	<u>\$103</u>
23	<u>\$24,301</u>	<u>\$24,400</u>	<u>\$94</u>
24	<u>\$24,401</u>	<u>\$24,500</u>	<u>\$85</u>
25	<u>\$24,501</u>	<u>\$24,600</u>	<u>\$76</u>
26	<u>\$24,601</u>	<u>\$24,700</u>	<u>\$67</u>
27	<u>\$24,701</u>	<u>\$24,800</u>	<u>\$58</u>
28	<u>\$24,801</u>	<u>\$24,900</u>	<u>\$49</u>
29	<u>\$24,901</u>	<u>\$25,000</u>	<u>\$40</u>
30	<u>\$25,001</u>	<u>\$25,100</u>	<u>\$31</u>
31	<u>\$25,101</u>	<u>\$25,200</u>	<u>\$22</u>
32	<u>\$25,201</u>	<u>\$25,300</u>	<u>\$13</u>
33	<u>\$25,301</u>	<u>\$25,400</u>	<u>\$4</u>

34                   ~~(2) For income tax year 2011, the low income tax credit in~~  
35 ~~subdivision (c)(2)(B) of this section shall be determined using the 2010~~

1 ~~base year table below and adding the yearly cost of living adjustment~~  
2 ~~provided in subsection (e) of this section:~~  
3 ~~Head of Household/Qualifying Widow or Widower With Two (2) or More Dependents~~

4	From	Less Than	Credit
5	\$18,101	\$18,200	\$365
6	\$18,201	\$18,300	\$356
7	\$18,301	\$18,400	\$347
8	\$18,401	\$18,500	\$338
9	\$18,501	\$18,600	\$329
10	\$18,601	\$18,700	\$320
11	\$18,701	\$18,800	\$311
12	\$18,801	\$18,900	\$302
13	\$18,901	\$19,000	\$293
14	\$19,001	\$19,100	\$284
15	\$19,101	\$19,200	\$275
16	\$19,201	\$19,300	\$266
17	\$19,301	\$19,400	\$257
18	\$19,401	\$19,500	\$248
19	\$19,501	\$19,600	\$239
20	\$19,601	\$19,700	\$230
21	\$19,701	\$19,800	\$221
22	\$19,801	\$19,900	\$212
23	\$19,901	\$20,000	\$203
24	\$20,001	\$20,100	\$194
25	\$20,101	\$20,200	\$185
26	\$20,201	\$20,300	\$176
27	\$20,301	\$20,400	\$167
28	\$20,401	\$20,500	\$158
29	\$20,501	\$20,600	\$149
30	\$20,601	\$20,700	\$140
31	\$20,701	\$20,800	\$131
32	\$20,801	\$20,900	\$122
33	\$20,901	\$21,000	\$113
34	\$21,001	\$21,100	\$104
35	\$21,101	\$21,200	\$95
36	\$21,201	\$21,300	\$86



1	<del>\$21,301</del>	<del>\$21,400</del>	<del>\$77</del>
2	<del>\$21,401</del>	<del>\$21,500</del>	<del>\$68</del>
3	<del>\$21,501</del>	<del>\$21,600</del>	<del>\$59</del>
4	<del>\$21,601</del>	<del>\$21,700</del>	<del>\$50</del>
5	<del>\$21,701</del>	<del>\$21,800</del>	<del>\$41</del>
6	<del>\$21,801</del>	<del>\$21,900</del>	<del>\$32</del>
7	<del>\$21,901</del>	<del>\$22,000</del>	<del>\$23</del>
8	<del>\$22,001</del>	<del>\$22,100</del>	<del>\$14</del>
9	<del>\$22,101</del>	<del>\$22,200</del>	<del>\$5</del>

10  
11  
12  
13  
14  
15  
16  
17  
18  
19  
20  
21  
22  
23  
24  
25  
26  
27  
28  
29  
30  
31  
32  
33  
34  
35  
36

SECTION 4. Arkansas Code § 26-51-430(b), concerning standard income tax deductions, is amended to read as follows:

(b)(1) The standard deduction shall be ~~two thousand dollars (\$2,000)~~ five thousand dollars (\$5,000) per taxpayer.

(2) In the case of a married couple, each spouse shall be entitled to claim a standard deduction of ~~two thousand dollars (\$2,000)~~ five thousand dollars (\$5,000).

SECTION 5. EFFECTIVE DATE. This act is effective for tax years beginning on or after January 1, 2013.

*/s/Sabin*

Referred by the Arkansas House of Representatives

Prepared by: JLL/VJF