

State of Arkansas  
90th General Assembly  
Regular Session, 2015

# A Bill

HOUSE BILL 1451

By: Representatives C. Douglas, Jett, Payton, Boyd

Filed with: Arkansas Legislative Council  
pursuant to A.C.A. §10-3-217.

## For An Act To Be Entitled

AN ACT TO AMEND DEFINITIONS USED FOR PURPOSES OF  
SALES AND USE TAXES; TO EXCLUDE MANUFACTURER REBATES  
ON MOTOR VEHICLES FROM THE DEFINITIONS USED FOR  
PURPOSES OF DETERMINING SALES AND USE TAXES; AND FOR  
OTHER PURPOSES.

## Subtitle

TO EXCLUDE MANUFACTURER REBATES ON MOTOR  
VEHICLES FROM THE DEFINITIONS USED FOR  
PURPOSES OF DETERMINING SALES AND USE  
TAXES.

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

SECTION 1. Arkansas Code § 26-52-103(13)(B), concerning the definition  
of "gross receipts", "gross proceeds", or "sales price" under the Arkansas  
Gross Receipts Act of 1941, is amended to read as follows:

(B) "Gross receipts", "gross proceeds", or "sales price"  
does not include:

(i) A discount including cash, term, or a coupon  
that is not reimbursed by a third party and that is allowed by a seller and  
taken by a purchaser on a sale;

(ii) Interest, financing, or a carrying charge from  
credit extended on the sale of tangible personal property or services, if the

amount is separately stated on the invoice, bill of sale, or similar document given to the purchaser; ~~and~~

(iii) Any tax legally imposed directly on the consumer that is separately stated on the invoice, bill of sale, or similar document given to the purchaser; and

(iv) A manufacturer's rebate on a motor vehicle;

SECTION 2. Arkansas Code § 26-53-102(13)(B), concerning the definition of "sales price" or "purchase price" under the Arkansas Compensating Tax Act of 1949, is amended to read as follows:

(B) "Sales price" or "purchase price" shall not include:

(i) A discount, including cash, term, or a coupon that is not reimbursed by a third party and that is allowed by a seller and taken by a purchaser on a sale;

(ii) Interest, financing, and carrying charges from credit extended on the sale of tangible personal property or services if the amount is separately stated on the invoice, bill of sale, or similar document given to the purchaser; ~~and~~

(iii) Any tax legally imposed directly on the consumer that is separately stated on the invoice, bill of sale, or similar document given to the purchaser; and

(iv) A manufacturer's rebate on a motor vehicle;

SECTION 3. EFFECTIVE DATE. Sections 1 and 2 of this act are effective on the first day of the calendar quarter following the effective date of this act.

Referral requested by: Representative Charlotte V. Douglas

Prepared by: VJF