

State of Arkansas

76th General Assembly

Regular Session, 1987

SENATE BILL 64

By: Senator Malone

"AN ACT TO LIMIT CITY AND COUNTY GENERAL SALES AND USE TAXES TO ONE PERCENT, EXCEPT IN THOSE CITIES OR COUNTIES WHICH PRESENTLY LEVY MORE THAN ONE PERCENT GENERAL SALES AND USE TAXES; AND FOR OTHER PURPOSES."

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

SECTION 1. (a) "City" means first and second class cities and incorporated towns.

(b) "Local general sales and use taxes" means sales and use taxes levied by cities or counties on the same commodities and services as are subject to the Arkansas Gross Receipts Tax under Act 386 of 1941, as amended, and the Arkansas Compensating Tax under Act 487 of 1949, as amended.

SECTION 2. Except in cities which presently levy in excess of one percent general sales and use tax, and except in counties which presently levy in excess of one percent general sales and use tax, no city or county may hereafter levy local general sales and use taxes in excess of one percent on the gross receipts or gross proceeds derived from a sale. All cities which on the effective date of this Act levy local general sales and use taxes in excess of one percent may continue to levy those taxes. All counties which on the effective date of this Act levy local general sales and use taxes in excess of one percent may continue to levy those taxes. This Act does not apply to local sales and use taxes levied only on the sale of food, lodging or other specific commodities and not of a general nature.

SECTION 3. All laws and parts of laws in conflict with this Act are hereby repealed.

