

State of Arkansas

77th General Assembly

Regular Session, 1989

A Bill

SENATE BILL

178

By: Senator Canada

For An Act To Be Entitled

"AN ACT TO EXEMPT FOOD FROM THE STATE AND LOCAL SALES TAXES;
TO INCREASE THE STATE SALES TAX BY ONE PERCENT; AND FOR OTHER
PURPOSES."

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

SECTION 1. The gross receipts or gross proceeds derived from sales of food produced for human consumption, other than food sold for on-premises consumption, shall hereafter be exempt from the Arkansas gross receipts tax levied by Arkansas Code 26-52-301, Arkansas Code 26-52-302 and any other State excise tax levied on such food, and all city and county sales taxes levied on such food. For the purposes of this section, "food" does not include spirituous, vinous or malt liquor, beer, native wine, or any other beverage containing alcohol.

SECTION 2. In addition to the excise tax levied by Arkansas 26-52-301 and 26-52-302, there is hereby levied an additional excise tax of one percent (1%) upon the gross proceeds or gross receipts derived from taxable sales of property and services subject to the tax levied by those sections of the Arkansas Code. The tax shall be collected, reported, and paid in the same manner and at the same time as is prescribed by law for the collection, reporting, and payment of all other Arkansas gross receipts taxes.

SECTION 3. All provisions of this Act of a general and permanent nature are amendatory to the Arkansas Code of 1987 Annotated and the Arkansas Code Revision Commission shall incorporate the same in the Code.

SECTION 4. All laws and parts of laws in conflict with this Act are hereby repealed.