

State of Arkansas

77th General Assembly

Regular Session, 1989

A Bill

SENATE BILL

356

By: Senator Allen

For An Act To Be Entitled

"AN ACT TO AMEND ARKANSAS CODE TITLE 26, CHAPTER 52, TO ADD AN ADDITIONAL SUBCHAPTER TO IMPOSE A ONE CENT TAX ON THE GROSS RECEIPTS OR GROSS PROCEEDS OF SALES OTHERWISE EXEMPT FROM THE ARKANSAS GROSS RECEIPTS TAX; TO PROVIDE EXCEPTIONS; AND FOR OTHER PURPOSES."

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

SECTION 1. Arkansas Code Title 26, Chapter 52 is hereby amended by adding an additional subchapter to read as follows:

"SUBCHAPTER 9.

26-52-901. (a) There is levied an excise tax of one percent (1%) on the gross proceeds or gross receipts derived from all sales specifically exempted from taxation under any other subchapter of this chapter.

(b) There is specifically exempted from the tax proposed by this subchapter:

(1) gross receipts or gross proceeds derived from sales exempt under Arkansas Code 26-52-401(5) pertaining to sales to the United States Government;

(2) gross receipts or gross proceeds derived from sales exempt under Arkansas Code 26-52-401(12) pertaining to sales for resale;

(3) gross receipts or gross proceeds derived from sales exempt under Arkansas Code 26-52-401(16) pertaining to sales for resale which the state is prohibited from taxing or further taxing;

(4) gross receipts or gross proceeds derived from sales exempt under Arkansas 26-52-401(17) pertaining to isolated sales not made by an established business; and

(5) gross receipts or gross proceeds derived from sales exempt under Arkansas 26-52-401(27) pertaining to purchases made with food stamps or food coupons.

26-52-902. The tax levied by this subchapter shall in all respects be administered in the same manner as the taxes levied under subchapter 1 of this chapter."

SECTION 2. 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 3. All laws and parts of laws in conflict with this Act are hereby repealed.