

1 State of Arkansas

2 80th General Assembly

3 Regular Session, 1995

4 By: Representative Madison

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## For An Act To Be Entitled

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"AN ACT TO EXEMPT LOCAL GOVERNMENTS AND STATE AGENCIES

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FROM SALES AND USE TAX; AND FOR OTHER PURPOSES."

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### Subtitle

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"TO EXEMPT LOCAL GOVERNMENTS AND STATE

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AGENCIES FROM SALES AND USE TAX."

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

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17 SECTION 1. (a) For purposes of this act:

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(1) "State" means all departments, branches, agencies, school  
19 districts, and subdivisions of the State of Arkansas; and

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(2) "Local government" means any city, incorporated town or  
21 county in the State of Arkansas.

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(b) Gross receipts or gross proceeds derived from the sale of tangible  
23 personal property or services to the State or to any local government shall  
24 be exempt from the taxes levied under the Arkansas Gross Receipts Tax Act  
25 (Arkansas Code §26-52-101 et seq.), the Arkansas Compensating Tax Act  
26 (Arkansas Code §26-53-101 et seq.), and all other state and local sales and  
27 use taxes.

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29 SECTION 2. All provisions of this act of a general and permanent  
30 nature are amendatory to the Arkansas Code of 1987 Annotated and the Arkansas  
31 Code Revision Commission shall incorporate the same in the Code.

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33 SECTION 3. If any provision of this act or the application thereof to  
34 any person or circumstance is held invalid, such invalidity shall not affect  
35 other provisions or applications of the act which can be given effect without

1 the invalid provision or application, and to this end the provisions of this  
2 act are declared to be severable.

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5 hereby repealed.

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