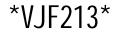
1	State of Arkansas
2	82nd General Assembly
3	Regular Session, 1999HJR1008
4	
5	By: Representative Milligan
6	
7	
8	HOUSE JOINT RESOLUTION
9	"PROPOSING AN AMENDMENT TO THE ARKANSAS CONSTITUTION
10	TO PROVIDE A SEVENTY-FIVE THOUSAND DOLLAR (\$75,000)
11	EXEMPTION FROM AD VALOREM REAL AND PERSONAL PROPERTY
12	TAXES; TO LEVY AN ADDITIONAL ONE PERCENT (1%) GROSS
13	RECEIPTS AND COMPENSATING USE TAX TO COMPENSATE FOR
14	THE RESULTING LOSS IN REVENUE."
15	
16	Subtitle
17	"CONSTITUTIONAL AMENDMENT TO EXEMPT
18	\$75,000 FROM AD VALOREM REAL AND
19	PERSONAL PROPERTY TAXES; TO LEVY AN
20	ADDITIONAL 1% GROSS RECEIPTS AND
21	COMPENSATING USE TAX TO COMPENSATE FOR
22	THE REVENUE LOSS. "
23	
24	
25	BE IT RESOLVED BY THE HOUSE OF REPRESENTATIVES OF THE EIGHTY-SECOND GENERAL
26	ASSEMBLY OF THE STATE OF ARKANSAS AND BY THE SENATE, A MAJORITY OF ALL MEMBERS
27	ELECTED TO EACH HOUSE AGREEING THERETO:
28	
29	That the following is hereby proposed as an amendment to the
30	Constitution of the State of Arkansas, and upon being submitted to the
31	electors of the state for approval or rejection at the next general election
32	for Representatives and Senators, if a majority of the electors voting thereon
33	at such election, adopt such amendment, the same shall become a part of the
34	Constitution of the State of Arkansas, to wit:
35	
36	SECTION 1. The first seventy-five thousand dollars (\$75,000) of the



1	market value of real and personal property is exempt from ad valorem property
2	taxes.
3	
4	SECTION 2. There is hereby levied an additional excise tax of one
5	percent (1%) upon all taxable sales of property and services subject to the
6	tax levied by the Arkansas Gross Receipts Act (Arkansas Code §§ 26-52-101
7	through 26-52-1507). The tax shall be collected, reported, and paid in the
8	same manner and at the same time as is prescribed by the Arkansas Gross
9	Receipts Tax Act for the collection, reporting and payment of the Arkansas
10	gross receipts tax.
11	
12	SECTION 3. There is hereby levied an additional excise tax of one
13	percent (1%) upon all tangible personal property subject to the tax levied in
14	the Arkansas Compensating Tax Act (Arkansas Code 26-53-101 through 26-53-303).
15	The tax shall be collected, reported, and paid in the same manner and at the
16	same time as is prescribed by the Arkansas Compensating Tax Act for the
17	collection, reporting and payment of Arkansas compensating taxes.
18	
19	SECTION 4. (a) The revenues generated by Sections 2 and 3 of this act
20	shall be deposited in the "Property Tax Relief Fund" hereby created on the
21	books of the State Treasurer, State Auditor and the Chief Fiscal Officer of
22	the State.
23	(b) Beginning January 1, 2002, the revenues in the Property Tax Relief
24	Fund shall be distributed to the respective taxing units in the State which
25	levy ad valorem taxes, with each such taxing unit to receive a percentage of
26	the total funds in the Property Tax Relief Fund that the ad valorem tax
27	revenues lost by the taxing unit in the year 2002 (based on the year 2001
28	assessment) bears to the total amount of such revenues lost in the year 2002
29	(based on the year 2001 assessment) by all such taxing units in the State.
30	"Revenues lost" means the revenues lost as a result of the exemption set forth
31	in Section 1 of this amendment and shall not include revenues lost as a result
32	of any other cause. The revenues distributed to the taxing units pursuant to
33	this section shall be used for the same purpose and in the same manner as
34	those revenues lost as a result of Section 1 of this act.
35	
36	SECTION 5. The General Assembly shall enact legislation to implement

0127991052. VJF213

2

1	the provisions of this amendment.
2	
3	SECTION 6. The provisions of the act shall be effective for taxable
4	years beginning on and after January 1, 2001.
5	
6	
7	
8	
9	
10	
11	
12	
13	
14	
15	
16	
17	
18	
19	
20	
21 22	
22	
23 24	
25	
26	
27	
28	
29	
30	
31	
32	
33	
34	
35	
36	