

Stricken language would be deleted from and underlined language would be added to the law as it existed prior to this session of the General Assembly.

1 State of Arkansas
2 83rd General Assembly
3 Regular Session, 2001

A Bill

HOUSE BILL 1173

4
5 By: Representative Glover
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For An Act To Be Entitled

9 AN ACT TO LEVY A \$2.00 FEE ON TIRES SOLD IN ARKANSAS
10 FOR FUNDING STATE POLICE HEALTH INSURANCE AND SALARY
11 ENHANCEMENT; AND FOR OTHER PURPOSES.
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Subtitle

15 AN ACT TO LEVY A \$2.00 FEE ON TIRES SOLD
16 IN ARKANSAS FOR FUNDING STATE POLICE
17 HEALTH INSURANCE AND SALARY ENHANCEMENT.
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21 BE IT ENACTED BY THE GENERAL ASSEMBLY OF THE STATE OF ARKANSAS:
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23 SECTION 1. As used in this act:

24 (1) "Automobile tire" means any tire with a rim size of less than
25 nineteen and one-half inches (19.5");

26 (2) "Motor vehicle" means an automobile, motorcycle, truck, trailer,
27 semi trailer, truck tractor and semi trailer combination, or any other vehicle
28 operated on the roads of this state, used to transport persons or property and
29 propelled by power other than muscular power, but the term does not include
30 traction engines, road rollers, such vehicles as run only upon a track,
31 bicycles, mopeds, or farm tractors and trailers;

32 (3) "Tire" means a continuous solid or pneumatic rubber covering which
33 is used for encircling the wheel of a motor vehicle; and

34 (4) "Truck or specialty tire" means any tire with a rim size of
35 nineteen and one-half inches (19.5") or larger.
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1 SECTION 2. (a) There is hereby imposed a fee of two dollars (\$2.00) per
2 tire upon the sale of each new automobile tire, truck tire, and specialty tire
3 sold at retail in this state.

4 (b) The fee shall be charged by the tire retailer to the person who
5 purchases a motor vehicle tire for use on a motor vehicle and not for resale.

6 (c) The fee shall be added to the total cost to the purchaser at retail
7 after all applicable sales taxes on the tires have been computed and shall be
8 separately stated on the invoice or bill of sale.

9 (d)(1) Each tire retailer shall file a return with the Director of the
10 Department of Finance and Administration on or before the twentieth of each
11 month showing the total fees collected during the preceding calendar month and
12 shall remit the fees with the return. Provided, however, the tire retailer
13 may retain five percent (5%) of the fees as an administrative cost.

14 (2) The Director of the Department of Finance and Administration
15 shall prescribe the form and contents of the return. Provided, however, the
16 tire retailer may retain five percent (5%) of the fees as an administrative
17 cost.

18 (e) The fees shall be collected by the Director of the Department of
19 Finance and Administration and shall be subject to the Arkansas Tax Procedure
20 Act.

21 (f) The Department of Finance and Administration shall deposit the
22 proceeds of the fees in the State Treasury as special revenues to be credited
23 to the Department of Arkansas State Police Fund to be used exclusively for
24 payment of health insurance premiums for department employees and funds not
25 needed for that purpose shall be used for salary enhancements for department
26 employees.

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