1 State of Arkansas

A Bill

2 83rd General Assembly

3 Regular Session, 2001   SENATE BILL 871

4

5 By: Senator B. Johnson

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8   **For An Act To Be Entitled**

9   AN ACT TO REQUIRE THE PAYMENT OF GROSS RECEIPTS

10   TAX OR USE TAX WHEN A MOTOR VEHICLE IS

11   TRANSFERRED PURSUANT TO STATEMENT OF ORIGIN; AND

12   FOR OTHER PURPOSES.

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14   **Subtitle**

15   AN ACT TO REQUIRE THE PAYMENT OF GROSS

16   RECEIPTS TAX OR USE TAX WHEN A MOTOR

17   VEHICLE IS TRANSFERRED PURSUANT TO

18   STATEMENT OF ORIGIN.

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

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23   SECTION 1. Arkansas Code 26-52-510(f), pertaining to the

24 application of gross receipts tax to motor vehicles, is amended to read as

25 follows:

26   (f)(1) Any motor vehicle dealer licensed pursuant to § 27-14-601(a)(6)

27 who has purchased a used motor vehicle may, upon payment of all applicable

28 registration and title fees, register the vehicle for the sole purpose of

29 obtaining a certificate of title to the vehicle without payment of gross

30 receipts tax, except as provided in § 26-52-510(f)(1)(B).

31   (B) The sale of a motor vehicle from the original

32 franchise dealer to any other dealer, person, corporation, or other entity

33 other than a franchise dealer of the same make of vehicle, which sale is

34 reflected on the statement of origin shall be subject to gross receipts tax.

35 The vehicle shall be considered a used motor vehicle which shall be

36 registered and titled, and tax shall be paid at the time of registration.

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1   The provisions of § 26-52-510(f)(1)(A) shall not apply in those instances.
2   (2)   No license plate shall be provided with such registration,
3   and the used vehicle titled by a dealer under this subsection may not be
4   operated on the public highways unless there is displayed thereon a dealer's
5   license plate issued under the provisions of § 27-14-601(a)(6)(B)(ii).
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