

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 84th General Assembly
3 Regular Session, 2003

A Bill

SENATE BILL 794

4
5 By: Revenue & Tax - Senate
6
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For An Act To Be Entitled

8
9 AN ACT TO PROVIDE THAT BANK AND FINANCIAL
10 INSTITUTION SERVICE CHARGES ARE SUBJECT TO GROSS
11 RECEIPTS TAX; AND FOR OTHER PURPOSES.
12

Subtitle

13
14 TO PROVIDE THAT BANK AND FINANCIAL
15 INSTITUTION SERVICE CHARGES ARE SUBJECT
16 TO SALES TAX.
17
18

19 BE IT ENACTED BY THE GENERAL ASSEMBLY OF THE STATE OF ARKANSAS:
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21 SECTION 1. Title 26, Chapter 52, Subchapter 3 is amended by adding a
22 new section to read as follows:

23 26-52-315. (a) The gross receipts or gross proceeds derived from
24 brokerage fees, the service of investment counseling and service charges of
25 banks and financial institutions shall be subject to the Arkansas gross
26 receipts tax levied by the Arkansas Gross Receipts Act of 1941, as amended, §
27 26-52-101, et seq.

28 (b) "Service charges" include fees for transferring funds from one
29 account to another, stop payment charges, debit card replacement charges,
30 copy and research fees, bill payment fees, returned deposit item fees, fees
31 for issuing certified checks, and any other charges for bank or financial
32 institution services.
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34 SECTION 2. EMERGENCY CLAUSE. It is found and determined by the
35 General Assembly of the State of Arkansas that revenue available for the
36 support of necessary state services has declined during the last twelve (12)



1 months as a result of the nationwide economic slow down; that without
2 additional revenue some state services will be reduced or eliminated; that
3 some Arkansans will suffer as a result of service reductions or cuts; and
4 that this bill will provide the necessary revenue to avoid state service
5 reductions or cuts. Therefore, an emergency is declared to exist and this
6 act being immediately necessary for the preservation of the public peace,
7 health, and safety shall become effective on July 1, 2003.

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