

1 State of Arkansas  
2 84th General Assembly  
3 First Extraordinary Session, 2003  
4

# A Bill

Call Item 17

HOUSE BILL 1050

5 By: Representative Lamoureux  
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## For An Act To Be Entitled

9 AN ACT TO LEVY AN ADDITIONAL SIX PERCENT (6%)  
10 MIXED DRINK TAX; AND FOR OTHER PURPOSES.  
11

### Subtitle

12 TO LEVY AN ADDITIONAL SIX PERCENT (6%)  
13 MIXED DRINK TAX.  
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18 BE IT ENACTED BY THE GENERAL ASSEMBLY OF THE STATE OF ARKANSAS:  
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20 SECTION 1. Arkansas Code § 3-9-213(b), regarding the supplemental tax  
21 levied against alcoholic beverages consumed on the premises, is amended to  
22 read as follows:

23 (b)(1) In addition, there is levied a supplemental tax of twelve  
24 percent (12%) upon the gross proceeds or gross receipts from the sale of  
25 alcoholic beverages pursuant to this subchapter. The supplemental tax imposed  
26 by this subsection is a temporary rate and will decrease to ten percent (10%)  
27 upon the gross proceeds or gross receipts from such sales of alcoholic  
28 beverages at such time after 1983 as the Arkansas gross receipts tax levied  
29 by the Arkansas Gross Receipts Act of 1941, as amended, is increased.

30 (2)(A) Beginning on July 1, 2003, in addition to the  
31 supplemental tax levied under subsection (b) of this section, there is levied  
32 an additional supplemental tax of six percent (6%) upon the gross proceeds or  
33 gross receipts from the sale of alcoholic beverages under this subchapter.

34 (B) The tax collected under subdivision (2) of this  
35 subsection shall be deposited in the State Treasury to the credit of the  
36 General Revenue Fund Account of the State Apportionment Fund.



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SECTION 2. Arkansas Code § 3-9-223(b), regarding the supplement tax levied on alcoholic beverages prepared and served by a private club, is amended to add an additional subdivision to read as follows:

(3)(A) Beginning on July 1, 2003, in addition to the supplemental tax levied under this subsection (b) or subdivision (b)(1), there is levied an additional supplemental tax of six percent (6%) upon the gross proceeds or gross receipts derived by the private club from charges to members for the preparation and serving of mixed drinks or for the cooling and serving of beer and wine, drawn from private stocks of the members as provided in § 3-9-221, for consumption only on the premises where served.

(B) The tax collected under this subdivision (b)(3) shall be deposited in the State Treasury to the credit of the General Revenue Fund Account of the State Apportionment Fund.

SECTION 3. EMERGENCY CLAUSE. It is found and determined by the General Assembly of the State of Arkansas that the state is experiencing budget shortfalls due to a decline in the economic conditions in the state; that additional revenue is needed to fund essential services; that without the additional tax levied under this act, the state will be forced to cut programs and services that assist the most needy citizens of the State of Arkansas; and that this act is immediately necessary to levy additional excise taxes on alcoholic beverages to prevent state programs and services from being cut. Therefore, an emergency is declared to exist and this act being necessary for the preservation of the public peace, health, and safety shall become effective on July 1, 2003.