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	As Engrossed: H2/18/05		
2	85th General Assembly	A Bill		
3	Regular Session, 2005		HOUSE BILL 1692	
4				
5	By: Representative Wells			
6				
7				
8	For An Act To Be Entitled			
9	AN ACT TO PROVIDE AN INCOME TAX CREDIT FOR GRAPE			
10	AND MUSCADINE GROWERS AND WINE PRODUCERS IN THIS			
11	STATE;	AND FOR OTHER PURPOSES.		
12				
13		Subtitle		
14	TO P	ROVIDE AN INCOME TAX CREDIT FOR		
15	GRAP	E, MUSCADINE, AND WINE PRODUCERS.		
16				
17				
18	BE IT ENACTED BY THE O	GENERAL ASSEMBLY OF THE STATE OF A	RKANSAS:	
19				
20	SECTION 1. Arkansas Code Title 26, Chapter 51, Subchapter 5 is amended			
21	to add an additional section to read as follows:			
22	26-51-512. Tax	credit for grape and muscadine gr	owers and wine	
23	producers.			
24	(a)(l) There sh	nall be allowed a credit against t	he tax imposed by the	
25	Income Tax Act of 1929	9, § 26-51-101 et seq., in the amo	unt of fifty percent	
26	(50%) of the purchase	price of any new or used equipmen	t or materials used	
27	directly to grow grapes or muscadines within this state for any taxpayer			
28	engaged in the busines	ss of growing grapes or muscadines	<u> </u>	
29	<u>(2) There</u>	e shall be allowed a credit agains	t the tax imposed by	
30	the Income Tax Act of	1929, § 26-51-101 et seq., in the	amount of fifty	
31	percent (50%) of the p	purchase price of any new or used	equipment used	
32	directly to produce wine within this state for any taxpayer engaged in the			
33	business of producing wine for sale.			
34	(b) A credit a	llowed under this section will exp	ire after ten (10) tax	
35	years following the ta	ax year in which the credit was ea	rned.	
36	(c) A credit al	llowed under this section cannot b	e sold or transferred.	

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1	(d) The Department of Finance and Administration shall promulgate		
2	rules necessary to administer this section.		
3			
4	SECTION 2. This act is applicable to tax years beginning on or after		
5	January 1, 2005.		
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7	/s/ Wells		
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