

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: H3/16/05 H3/24/05 H3/30/05*

2 85th General Assembly

A Bill

3 Regular Session, 2005

HOUSE BILL 2842

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5 By: Representative Dobbins

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For An Act To Be Entitled

9 AN ACT TO CREATE THE ARKANSAS RICE STRAW TAX
10 CREDIT PROGRAM; AND FOR OTHER PURPOSES.

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Subtitle

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AN ACT TO CREATE THE ARKANSAS RICE STRAW
14 TAX CREDIT PROGRAM.

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

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SECTION 1. Arkansas Code Title 26, Chapter 51, Subchapter 5 is amended to add an additional section to read as follows:

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26-51-512. Rice straw tax credit.

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(a) As used in this section:

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(1) "End user" means a person who purchases five hundred (500) tons or more of rice straw and uses rice straw for processing, generation of energy, manufacturing, erosion prevention, or animal feed or bedding; and

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(2) "Rice straw" means the dry stems of rice left after the seed heads have been removed.

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(b)(1) There is allowed a credit against the income tax imposed by the Income Tax Act of 1929, § 26-51-101 et seq. in the amount of fifteen dollars (\$15.00) for each ton of rice straw that is purchased by an Arkansas taxpayer who is the end user.

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(2) The amount of credit that may be used by the taxpayer for a taxable year may not exceed fifty percent (50%) of the amount of income tax due for that tax year.

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(3) Any unused credit may be carried forward for ten (10) consecutive tax years following the tax year the credit was earned.

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