

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 86th General Assembly
3 Regular Session, 2007
4

As Engrossed: H2/2/07

A Bill

HOUSE BILL 1337

5 By: Representatives Anderson, Sullivan, Dunn, Patterson, Adcock, Allen, T. Baker, Berry, T. Bradford,
6 E. Brown, Burkes, Cash, Chesterfield, Cooper, Cornwell, L. Cowling, D. Creekmore, Davis, Dickinson,
7 L. Evans, Everett, Flowers, Garner, Gaskill, George, Glidewell, Hall, Harris, Hoyt, Hyde, D. Hutchinson,
8 Jeffrey, D. Johnson, Kenney, Key, Kidd, King, Lamoureux, Lovell, Maloch, M. Martin, Maxwell,
9 Medley, Norton, Overbey, Pace, Petrus, Pierce, Pyle, Ragland, Rogers, Rosenbaum, Sample, Saunders,
10 Thyer, Wagner, Walters, Webb, Wells, Woods, Wyatt, Wood, *Greenberg, Wills*

For An Act To Be Entitled

14 AN ACT TO PROVIDE AN INCOME TAX CREDIT FOR LOW-
15 INCOME TAXPAYERS IN ORDER TO PROVIDE GROCERY TAX
16 RELIEF; AND FOR OTHER PURPOSES.

Subtitle

19 TO PROVIDE AN INCOME TAX CREDIT FOR LOW-
20 INCOME TAXPAYERS IN ORDER TO PROVIDE
21 GROCERY TAX RELIEF.

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

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

28 26-51-513. Grocery tax relief income tax credit.

29 (a) In addition to any income tax credit the taxpayer may qualify for
30 under this subchapter, a taxpayer is allowed an income tax credit against the
31 income tax imposed by the Income Tax Act of 1929, § 26-51-101 et seq., as
32 follows:

33 (1) A taxpayer whose filing status is single and whose adjusted
34 gross income for the taxable year is twenty-five thousand dollars (\$25,000)
35 or less is entitled to an income tax credit of seventy-five dollars (\$75.00)
36 for the taxpayer and seventy-five dollars (\$75.00) for each dependent claimed



1 on the taxpayer's income tax return;

2 (2) A taxpayer whose filing status is qualifying widow or
3 widower with a dependent child and whose adjusted gross income for the
4 taxable year is fifty thousand dollars (\$50,000) or less is entitled to an
5 income tax credit of seventy-five dollars (\$75.00) for the taxpayer and
6 seventy-five dollars (\$75.00) for each dependent claimed on the taxpayer's
7 income tax return;

8 (3) A married taxpayer filing separately on a different
9 tax return than the taxpayer's spouse and whose adjusted gross income for the
10 taxable year is twenty-five thousand dollars (\$25,000) or less is entitled to
11 an income tax credit of seventy-five dollars (\$75.00) for the taxpayer and
12 seventy-five dollars (\$75.00) for each dependent that is claimed as a
13 dependent on the taxpayer's income tax return and is not claimed as a
14 dependent by the taxpayer's spouse;

15 (4) Married taxpayers filing separately on the same return and
16 whose combined adjusted gross income for the taxable year is fifty thousand
17 dollars (\$50,000) or less are entitled to an income tax credit of seventy-
18 five dollars (\$75.00) for the husband, seventy-five dollars (\$75.00) for the
19 wife, and seventy-five dollars (\$75.00) for each dependent claimed on the
20 income tax return;

21 (5) A taxpayer whose filing status is head of household and
22 whose adjusted gross income for the taxable year is fifty thousand dollars
23 (\$50,000) or less is entitled to an income tax credit of seventy-five dollars
24 (\$75.00) for the taxpayer and seventy-five dollars (\$75.00) for each
25 dependent claimed on the taxpayer's income tax return; or

26 (6) A married couple filing jointly whose adjusted gross income
27 for the taxable year is fifty thousand dollars (\$50,000) or less is entitled
28 to an income tax credit of seventy-five dollars (\$75.00) for the taxpayer,
29 seventy-five dollars (\$75.00) for the taxpayer's spouse, and seventy-five
30 dollars (\$75.00) for each dependent claimed on the taxpayer's income tax
31 return.

32 (b) The amount of the income tax credit under this section that may be
33 claimed by a taxpayer in a tax year shall not exceed the amount of income tax
34 imposed on the taxpayer by the Income Tax Act of 1929, § 26-51-101 et seq.

35 (c) The Department of Finance and Administration shall provide on the
36 income tax return a separate reporting line titled "Grocery Tax Relief Income

1 Tax Credit” for a taxpayer to report the credit provided in subsection (a) of
2 this section.

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4 SECTION 2. This act shall apply to tax years beginning on or after
5 January 1, 2008.

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/s/ Anderson, et al

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