

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

A Bill

HOUSE BILL 2314

4
5 By: Representative Sumpter

For An Act To Be Entitled

9 AN ACT TO PROVIDE AN INCOME TAX CREDIT FOR THE
10 PURCHASE OF NEW QUALIFIED HYBRID VEHICLES; AND
11 FOR OTHER PURPOSES.

Subtitle

14 TO PROVIDE AN INCOME TAX CREDIT FOR THE
15 PURCHASE OF NEW QUALIFIED HYBRID
16 VEHICLES.

18
19 BE IT ENACTED BY THE GENERAL ASSEMBLY OF THE STATE OF ARKANSAS:

20
21 SECTION 1. Arkansas Code Title 26, Chapter 51, Subchapter 5 is amended
22 to add an additional section to read as follows:

23 26-51-513. Qualified hybrid vehicle tax credit.

24 (a) As used in this section:

25 (1) "Purchase" means a transaction in which the title to an item
26 of tangible personal property is transferred for consideration; and

27 (2) "Qualified hybrid vehicle" means a new vehicle that has all
28 of the following characteristics:

29 (A) A hybrid gasoline or hybrid diesel engine;

30 (B) An electric drive train;

31 (C) Regeneration braking;

32 (D) An energy storage device or battery capable of
33 providing motion for the vehicle; and

34 (E) A miles-per-gallon rating from the United States
35 Environmental Protection Agency that is at least twenty-five percent (25%)
36 higher than the miles-per-gallon rating designated for a comparable vehicle



1 that does not have hybrid characteristics.

2 (b) A taxpayer is allowed an income tax credit of seven hundred fifty
3 dollars (\$750) against the income tax imposed by the Income Tax Act of 1929,
4 § 26-51-101 et seq., for the purchase during the taxable year of a qualified
5 hybrid vehicle.

6 (c) The amount of the income tax credit under this section that may be
7 claimed by the taxpayer in a tax year shall not exceed the amount of income
8 tax due by the taxpayer.

9
10 SECTION 2. This act shall apply to tax years beginning on or after
11 January 1, 2007.