

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 87th General Assembly
3 Regular Session, 2009
4

As Engrossed: S3/10/09

A Bill

SENATE BILL 333

5 By: Senator Altes
6 By: Representative Glidewell
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For An Act To Be Entitled

10 AN ACT TO PROVIDE AN INCOME TAX CREDIT TO
11 EMPLOYEES THAT DONATE UNUSED LEAVE TIME TO THE
12 *CATASTROPHIC LEAVE BANK PROGRAM OR THE FEDERAL*
13 *EMPLOYEE LEAVE TRANSFER PROGRAM; AND FOR OTHER*
14 *PURPOSES.*

Subtitle

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17 TO PROVIDE AN INCOME TAX CREDIT TO
18 EMPLOYEES THAT DONATE UNUSED LEAVE TIME
19 *TO THE CATASTROPHIC LEAVE BANK PROGRAM*
20 *OR THE FEDERAL EMPLOYEE LEAVE TRANSFER*
21 *PROGRAM.*
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24 BE IT ENACTED BY THE GENERAL ASSEMBLY OF THE STATE OF ARKANSAS:
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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. Donation to catastrophic leave bank program or federal
29 employee leave transfer program tax credit.

30 (a) As used in this section:

31 (1) "Catastrophic leave bank program" means the state program
32 established under § 21-4-214; and

33 (2) "Federal employee leave transfer program" means the program
34 established under 5 U.S.C. §§ 6331-6340 as it existed on January 1, 2009.

35 (b) A taxpayer is eligible for a tax credit against the income tax
36 imposed by the Income Tax Act of 1929, § 26-51-101 et seq., with the tax



1 credit being calculated in accordance with subsection (c) of this section if
2 the taxpayer:

3 (1) Donates accrued annual leave or sick leave to the
4 catastrophic leave bank; or

5 (2) Donates annual leave under the federal employee leave
6 transfer program.

7 (c) A tax credit of ten dollars (\$10.00) is allowed under this section for
8 each eight (8) hours of accrued annual leave or sick leave donated during a
9 tax year to the catastrophic leave program or as provided in the federal
10 employee leave transfer program.

11 (d)(1) The amount of the tax credit under this section that may be
12 used by the taxpayer in a tax year shall not exceed the amount of individual
13 income tax liability.

14 (2) Any unused tax credit under this section may not be carried
15 forward.

16 (e) The Director of the Department of Finance and Administration shall
17 promulgate rules administering this section, including without limitation the
18 filing of documentation verifying the requirements of this section.

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20 SECTION 2. Effective Date. This act is effective for tax years
21 beginning on or after January 1, 2009.

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23 /s/ Altes
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