

1 State of Arkansas  
2 89th General Assembly  
3 Regular Session, 2013

# A Bill

SENATE BILL 463

4  
5 By: Senators J. Hendren, Bledsoe, Bookout, Burnett, Caldwell, E. Cheatham, J. Dismang, J. English,  
6 Files, S. Flowers, Hester, Hickey, Holland, J. Hutchinson, Irvin, J. Key, B. King, B. Pierce, Rapert, D.  
7 Sanders, G. Stubblefield, E. Williams, J. Woods  
8 By: Representatives Alexander, D. Altes, E. Armstrong, Barnett, Broadway, Copenhagen, Ferguson,  
9 Gossage, Hodges, Julian, Kizzia, Leding, D. Meeks, B. Overbey, Sabin, D. Whitaker

## For An Act To Be Entitled

10  
11 AN ACT TO CREATE AN EXEMPTION FROM THE INCOME TAX FOR  
12 SERVICE PAY OR ALLOWANCES RECEIVED BY ACTIVE DUTY  
13 MEMBERS OF THE ARMED SERVICES; AND FOR OTHER  
14 PURPOSES.  
15

## Subtitle

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18 TO CREATE AN EXEMPTION FROM THE INCOME  
19 TAX FOR SERVICE PAY OR ALLOWANCES  
20 RECEIVED BY ACTIVE DUTY MEMBERS OF THE  
21 ARMED SERVICES.  
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25 BE IT ENACTED BY THE GENERAL ASSEMBLY OF THE STATE OF ARKANSAS:

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27 SECTION 1. Arkansas Code § 26-51-306(a)(1), concerning the income tax  
28 treatment of compensation and benefits from military service, is amended to  
29 add an additional subdivision to read as follows:

30 (D) For tax years beginning on or after January 1, 2013,  
31 the service pay or allowance received by an active duty member of the armed  
32 services for active duty service is exempt from the income tax imposed under  
33 this chapter.

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35 SECTION 2. EFFECTIVE DATE. Section 1 of this act is effective for tax  
36 years beginning on or after January 1, 2013.

