

Stricken language would be deleted from and underlined language would be added to present law.

1 State of Arkansas As Engrossed: H1/26/21 H1/28/21 H2/3/21

2 93rd General Assembly **A Bill**

3 Regular Session, 2021

HOUSE BILL 1160

4

5 By: Representatives Payton, Cavanaugh, Beck, Bentley, S. Berry, Boyd, Bragg, Breaux, Brown, Bryant,  
6 Carr, Christiansen, Cloud, Coleman, C. Cooper, Cozart, Crawford, Dalby, Deffenbaugh, Dotson, Eaves,  
7 Eubanks, Evans, C. Fite, L. Fite, Furman, Gazaway, Gonzales, M. Gray, Haak, Hawks, Hillman,  
8 Holcomb, Hollowell, Jean, Jett, L. Johnson, Ladyman, Lowery, Lundstrum, Lynch, Maddox, J. Mayberry,  
9 McClure, M. McElroy, McGrew, McKenzie, McNair, S. Meeks, Miller, Milligan, Penzo, Pilkington, Ray,  
10 Richmond, Rye, Slape, B. Smith, S. Smith, Speaks, Tosh, Underwood, Vaught, Wardlaw, Warren, Watson,  
11 Wing, Womack, Wooten, Fortner

12 By: Senators Rapert, B. Ballinger, Beckham, Bledsoe, A. Clark, K. Hammer, Irvin, B. Johnson, Rice, G.  
13 Stubblefield, D. Sullivan, D. Wallace

14

15 **For An Act To Be Entitled**

16 AN ACT TO AMEND THE LAW CONCERNING THE EXEMPTION FROM  
17 THE SALES AND USE TAX DUE ON CERTAIN MOTOR VEHICLES,  
18 TRAILERS, AND SEMITRAILERS; TO INCREASE THE SALES AND  
19 USE TAX EXEMPTION FOR A USED MOTOR VEHICLE; AND FOR  
20 OTHER PURPOSES.

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23 **Subtitle**

24 TO INCREASE THE SALES AND USE TAX  
25 EXEMPTION FOR A USED MOTOR VEHICLE.

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

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30 SECTION 1. Arkansas Code § 26-52-510(b)(1)(B), concerning the direct  
31 payment of sales tax by a consumer-user on a new or used motor vehicle,  
32 trailer, or semitrailer, is amended to read as follows:

33 (B) However, tax is not due if the total consideration ~~for~~  
34 is less than the following amounts:

35 (i) For the sale of ~~the a~~ new ~~or used~~ motor vehicle,  
36 or a new or used-trailer, or semitrailer, ~~is less than~~ four thousand dollars



1 (\$4,000), ~~no tax shall be due;~~

2 (ii) For the sale of a used motor vehicle, seven  
3 thousand five hundred dollars (\$7,500); and

4 (iii) For the sale of a used motor vehicle on or  
5 after two (2) years from the effective date of this act, ten thousand dollars  
6 (\$10,000).

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8 SECTION 2. Arkansas Code § 26-53-126(b)(2), concerning the payment of  
9 use tax on a new or used motor vehicle, trailer, or semitrailer, is amended  
10 to read as follows:

11 (2) However, tax is not due if the total consideration ~~for~~ is  
12 less than the following amounts:

13 (A) For the sale of ~~the a~~ new ~~or used~~ motor vehicle, or a  
14 new or used-trailer, or semitrailer, ~~is less than~~ four thousand dollars  
15 (\$4,000), ~~no tax shall be due;~~

16 (B) For the sale of a used motor vehicle, seven thousand  
17 five hundred dollars (\$7,500); and

18 (C) For the sale of a used motor vehicle on or after two  
19 (2) years from the effective date of this act, ten thousand dollars  
20 (\$10,000).

21  
22 SECTION 3. EFFECTIVE DATE. Sections 1 and 2 of this act are effective  
23 on the first day of the second calendar month following the effective date of  
24 this act.

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26 /s/Payton  
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