

State of Arkansas  
93rd General Assembly  
Regular Session, 2021

# A Bill

HOUSE BILL 1377

By: Representative Cavanaugh  
By: Senator B. Johnson

## For An Act To Be Entitled

AN ACT TO AMEND THE LAW CONCERNING THE TAX LEVIED ON  
THE SALE OF A USED MOTOR VEHICLE, TRAILER, OR  
SEMITRAILER BY A CONSUMER; AND FOR OTHER PURPOSES.

## Subtitle

TO AMEND THE LAW CONCERNING THE TAX  
LEVIED ON THE SALE OF A USED MOTOR  
VEHICLE, TRAILER, OR SEMITRAILER BY A  
CONSUMER.

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

SECTION 1. Arkansas Code § 26-52-510(b)(1)(C)(i), concerning the gross receipts tax on the sale of a used motor vehicle, trailer, or semitrailer by a consumer, is amended to read as follows:

(C)(i) When a used motor vehicle, trailer, or semitrailer is sold by a consumer, rather than traded-in as a credit or part payment on the sale of a new or used motor vehicle, trailer, or semitrailer, and the consumer subsequently purchases a new or used vehicle, trailer, or semitrailer of greater value within ~~forty-five (45)~~ sixty (60) days of the sale, the tax levied by this chapter and all other gross receipts taxes levied by the state shall be paid on the net difference between the total consideration for the new or used vehicle, trailer, or semitrailer purchased subsequently and the amount received from the sale of the used vehicle, trailer, or semitrailer sold in lieu of a trade-in.



1           SECTION 2. Arkansas Code § 26-53-126(b)(3)(A), concerning the  
2   compensating use tax on the sale of a used motor vehicle, trailer, or  
3   semitrailer by a consumer, is amended to read as follows:

4           (3)(A) When a used motor vehicle, trailer, or semitrailer is  
5   sold by a consumer, rather than traded in as a credit or part payment on the  
6   sale of a new or used motor vehicle, trailer, or semitrailer, and the  
7   consumer subsequently purchases a new or used vehicle, trailer, or  
8   semitrailer of greater value within ~~forty-five (45)~~ sixty (60) days of the  
9   sale, the tax levied by this chapter and all other gross receipts taxes  
10  levied by the state shall be paid on the net difference between the total  
11  consideration for the new or used vehicle, trailer, or semitrailer purchased  
12  subsequently and the amount received from the sale of the used vehicle,  
13  trailer, or semitrailer sold in lieu of a trade-in.