

1 State of Arkansas
2 93rd General Assembly
3 Regular Session, 2021
4

As Engrossed: H2/4/21

A Bill

HOUSE BILL 1377

5 By: Representatives Cavanaugh, *Tosh*
6 By: Senator B. Johnson
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For An Act To Be Entitled

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

15 TO AMEND THE LAW CONCERNING THE TAX
16 LEVIED ON THE SALE OF A USED MOTOR
17 VEHICLE, TRAILER, OR SEMITRAILER BY A
18 CONSUMER.
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21 BE IT ENACTED BY THE GENERAL ASSEMBLY OF THE STATE OF ARKANSAS:
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23 SECTION 1. Arkansas Code § 26-52-510(b)(1)(C)(i), concerning the gross
24 receipts tax on the sale of a used motor vehicle, trailer, or semitrailer by
25 a consumer, is amended to read as follows:

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

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15 /s/Cavenaugh
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