

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

As Engrossed: H3/31/21

# A Bill

HOUSE BILL 1403

5 By: Representatives Maddox, McCollum, Lundstrum, Hollowell, Ray  
6 By: Senator Hester  
7

## For An Act To Be Entitled

9 AN ACT TO AMEND THE INCOME TAX; TO REDUCE THE RATE OF  
10 TAX LEVIED ON THE TOP INCOME TAX BRACKET; AND FOR  
11 OTHER PURPOSES.  
12  
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### Subtitle

15 TO AMEND THE INCOME TAX; AND TO REDUCE  
16 THE RATE OF TAX LEVIED ON THE TOP INCOME  
17 TAX BRACKET.  
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20 BE IT ENACTED BY THE GENERAL ASSEMBLY OF THE STATE OF ARKANSAS:  
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22 SECTION 1. Arkansas Code § 26-51-201(a)(7), concerning the rate of tax  
23 levied on the income of individuals, trusts, and estates, is amended to read  
24 as follows:

25 (7) Every resident, individual, trust, or estate having net  
26 income greater than or equal to twenty-two thousand two hundred dollars  
27 (\$22,200), but less than or equal to seventy-nine thousand three hundred  
28 dollars (\$79,300), shall determine the amount of income tax due under this  
29 subsection in accordance with the table set forth below:

30 From	Less Than or Equal To	Rate
31 \$0	\$4,499	0.75%
32 \$4,500	\$8,899	2.5%
33 \$8,900	\$13,399	3.5%
34 \$13,400	\$22,199	4.5%
35 \$22,200	\$37,199	5%



1     \$37,200                             \$79,300                             ~~5.9%~~5.8%

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3             SECTION 2. Arkansas Code § 26-51-201(a)(9), concerning the rate of tax  
4 levied on the income of individuals, trusts, and estates, is amended to add  
5 an additional subdivision to read as follows:

6                     (C) For tax years beginning on and after January 1, 2022,  
7 every resident, individual, trust, or estate having net income of more than  
8 seventy-nine thousand three hundred dollars (\$79,300) shall determine the  
9 amount of income tax due under this subsection in accordance with the table  
10 set forth below:

<u>From</u>	<u>Less Than or Equal To</u>	<u>Rate</u>
\$0	\$4,000	2%
\$4,001	\$8,000	4%
\$8,001 and above		5.8%

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17             SECTION 3. EFFECTIVE DATE. Sections 1 and 2 of this act are effective  
18 for tax years beginning on or after January 1, 2022.

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/s/Maddox

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