

1 State of Arkansas  
2 94th General Assembly  
3 Regular Session, 2023  
4

# A Bill

HOUSE BILL 1116

5 By: Representatives Cavanaugh, Vaught  
6

## For An Act To Be Entitled

8 AN ACT TO AMEND THE STATE INCOME TAX LAWS; TO CREATE  
9 AN INCOME TAX CREDIT FOR TAXPAYERS SIXTY-FIVE (65)  
10 AND OLDER IN AN AMOUNT EQUAL TO THE TAXPAYER'S  
11 PROPERTY TAX PAYMENT ON A HOMESTEAD; AND FOR OTHER  
12 PURPOSES.  
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## Subtitle

15 TO CREATE AN INCOME TAX CREDIT FOR  
16 TAXPAYERS SIXTY-FIVE (65) AND OLDER IN AN  
17 AMOUNT EQUAL TO THE TAXPAYER'S PROPERTY  
18 TAX PAYMENT ON A HOMESTEAD.  
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22 BE IT ENACTED BY THE GENERAL ASSEMBLY OF THE STATE OF ARKANSAS:  
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24 SECTION 1. Arkansas Code Title 26, Chapter 51, Subchapter 5, is  
25 amended to add an additional section to read as follows:

26 26-51-517. Tax credit for property tax payment on a homestead.

27 (a) An individual taxpayer who is at least sixty-five (65) years of  
28 age in the calendar year he or she applies for the credit in this section is  
29 allowed an income tax credit against the income tax imposed by this chapter  
30 in an amount stated under subsection (b) of this section.

31 (b) The amount of the income tax credit under subsection (a) of this  
32 section is equal to the amount of real property tax paid in the prior  
33 calendar year on the individual's homestead minus any amount paid for past  
34 due property tax or penalties on past due property tax.

35 (c) If the amount of the income tax credit allowed under this section  
36 exceeds the taxpayer's income tax liability, the excess shall be refunded to



1 the taxpayer.

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3 SECTION 2. EFFECTIVE DATE. Section 1 of this act is effective for tax  
4 years beginning on or after January 1, 2023.

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