

1 State of Arkansas
2 94th General Assembly
3 Regular Session, 2023
4
5 By: Representative Ray

A Bill

HOUSE BILL 1454

For An Act To Be Entitled

8 AN ACT TO AMEND THE DEFINITION OF A HOMESTEAD FOR
9 PURPOSES OF PROPERTY TAXATION; TO PROVIDE THAT
10 CERTAIN DWELLINGS OWNED BY A LIMITED LIABILITY
11 COMPANY QUALIFY AS A HOMESTEAD; AND FOR OTHER
12 PURPOSES.

Subtitle

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15 TO AMEND THE DEFINITION OF A HOMESTEAD
16 FOR PURPOSES OF PROPERTY TAXATION; AND TO
17 PROVIDE THAT CERTAIN DWELLINGS OWNED BY A
18 LIMITED LIABILITY COMPANY QUALIFY AS A
19 HOMESTEAD.
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23 BE IT ENACTED BY THE GENERAL ASSEMBLY OF THE STATE OF ARKANSAS:

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25 SECTION 1. Arkansas Code § 26-26-1122(a)(2), concerning the definition
26 of homestead for purposes of the homestead property-tax exemption, is amended
27 to read as follows:

28 (A) "Homestead" means the dwelling of a person that is
29 used as his or her principal place of residence with the contiguous land,
30 excluding all land valued as agricultural land, pasture land, or timberland.

31 (B) "Homestead" includes:

32 (i) A dwelling owned by a revocable or irrevocable
33 trust and used as the principal place of residence of the person who formed
34 the trust; ~~and~~

35 (ii) A dwelling owned by an irrevocable trust and
36 used as the principal place of residence of a beneficiary of the trust, as



1 evidenced by submitting a signed, notarized, and file-marked copy of the
2 irrevocable trust to the county assessor; and

3 (iii) A dwelling owned by a limited liability
4 company whose members are natural persons, at least one (1) of whom claims
5 the homestead tax credit under § 26-26-1118 and uses the dwelling as his or
6 her principle place of residence.

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8 SECTION 2. EFFECTIVE DATE. Section 1 of this act is effective for
9 assessment years beginning on or after January 1, 2023.

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