

State of Arkansas
92nd General Assembly
Regular Session, 2019

A Bill

HOUSE BILL 1725

By: Representative M. Gray

For An Act To Be Entitled

AN ACT TO REPEAL UNUSED PROVISIONS OF THE TAX CODE;
TO REPEAL THE INCOME TAX CREDIT FOR THE PURCHASE OF A
CIGARETTE RECEPTACLE; TO REPEAL A PROVISION
CONCERNING INTEREST COLLECTED ON ESTATE TAX
DEFICIENCIES AND PAID ON ESTATE TAX OVERPAYMENTS; AND
FOR OTHER PURPOSES.

Subtitle

TO REPEAL UNUSED PROVISIONS OF THE TAX
CODE; TO REPEAL THE INCOME TAX CREDIT FOR
THE PURCHASE OF A CIGARETTE RECEPTACLE;
AND TO REPEAL A PROVISION CONCERNING
INTEREST ON ESTATE TAX DEFICIENCIES AND
OVERPAYMENTS.

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

SECTION 1. Arkansas Code § 26-18-508(6), concerning the interest collected on deficiencies and paid on overpayments, is repealed.

~~(6)(A) In lieu of the amount of interest otherwise provided by this section, when an election to defer the payment of estate tax is made pursuant to the provisions of § 26-59-113(c), then the amount of interest on the deferred portion of the estate tax qualifying for the election shall be at the rate of four percent (4%) per annum on the balance of the payments due under the installment deferral election.~~

~~(B) However, the four percent (4%) interest rate shall only apply to the "4 percent portion" as that term is defined in 26 U.S.C. §~~



~~6601(j)(2), as it existed on January 1, 1989.~~

~~(C) The interest rate on the estate tax exceeding the "4-percent portion" shall be at the rate specified in subdivision (1) of this section.~~

SECTION 2. Arkansas Code § 26-51-514 is repealed.

~~26-51-514. Cigarette receptacle tax credit.~~

~~(a) As used in this section, "cigarette receptacle" means a receptacle or urn specifically designed for the disposal of cigarette litter such as cigarette butts and ash.~~

~~(b)(1) A business or commercial enterprise with fifty (50) or fewer employees is allowed an income tax credit against the income tax imposed by the Income Tax Act of 1929, § 26-51-101 et seq., for the purchase of a cigarette receptacle that is placed in service during the taxable year.~~

~~(2) The amount of the income tax credit under this section is twenty percent (20%) of the purchase price of the cigarette receptacle.~~

~~(3) A taxpayer may claim the income tax credit under this section only one (1) time and only for one (1) cigarette receptacle.~~

~~(c) Any unused income tax credit under this section may be carried forward for three (3) consecutive tax years following the tax year the income tax credit was earned.~~

~~(d) The amount of the income tax credit under this section that may be claimed by the taxpayer in a tax year shall not exceed the amount of income tax due by the taxpayer.~~

~~(e) The Department of Finance and Administration shall promulgate rules to implement this section.~~

APPROVED: 4/3/19