

State of Arkansas
93rd General Assembly
Regular Session, 2021

A Bill

SENATE BILL 481

By: Senator J. Dismang

For An Act To Be Entitled

AN ACT TO AMEND THE ARKANSAS PUBLIC ROADS IMPROVEMENTS CREDIT ACT; TO INCREASE THE USE OF THE PROGRAM CREATED UNDER THE ARKANSAS PUBLIC ROADS IMPROVEMENTS CREDIT ACT BY MAKING IT EASIER TO USE THE TAX CREDIT PROVIDED UNDER THE ACT; AND FOR OTHER PURPOSES.

Subtitle

TO INCREASE THE USE OF THE PROGRAM CREATED UNDER THE ARKANSAS PUBLIC ROADS IMPROVEMENTS CREDIT ACT BY MAKING IT EASIER TO USE THE TAX CREDIT PROVIDED UNDER THE ACT.

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

SECTION 1. Arkansas Code § 15-4-2306(b), concerning the tax credit allowed under the Arkansas Public Roads Improvements Credit Act, is amended to read as follows:

(b) The credit shall be determined in the following manner:

(1) The credit ~~is limited to an amount not to exceed~~ shall be calculated as thirty-three percent (33%) of the taxpayer's contribution;

(2) In any one (1) tax year, the credit allowed by this section shall ~~not exceed fifty percent (50%)~~ offset up to one hundred percent (100%) of the net Arkansas state income tax liability of the taxpayer ~~after all other credits and reductions in tax have been calculated;~~ and

(3) Any credit in excess of the amount allowed by subdivision



(b)(2) of this section for any one (1) tax year may be carried forward and applied against any Arkansas state income tax liability for the next-succeeding tax year and annually thereafter for a total period of ~~three (3)~~ ten (10) years next succeeding the year in which the credit arose, subject to the provisions of subdivision (b)(2) of this section or until the credit is exhausted, whichever occurs first.

SECTION 2. EFFECTIVE DATE. Section 1 of this act is effective for tax years beginning on or after January 1, 2020.

APPROVED: 4/12/21