

State of Arkansas
94th General Assembly
Regular Session, 2023

A Bill

SENATE BILL 461

By: Senator J. Dismang
By: Representative Eaves

For An Act To Be Entitled

AN ACT TO AMEND THE ARKANSAS HISTORIC REHABILITATION
INCOME TAX CREDIT ACT; TO AMEND THE AMOUNT OF THE
ARKANSAS HISTORIC REHABILITATION INCOME TAX CREDIT;
AND FOR OTHER PURPOSES.

Subtitle

TO AMEND THE ARKANSAS HISTORIC
REHABILITATION INCOME TAX CREDIT ACT; AND
TO AMEND THE AMOUNT OF THE ARKANSAS
HISTORIC REHABILITATION INCOME TAX
CREDIT.

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

SECTION 1. Arkansas Code § 26-51-2204(b), concerning the Arkansas historic rehabilitation income tax credit, is amended to read as follows:

(b)(1) The Arkansas historic rehabilitation income tax credit shall be in an amount equal to twenty-five percent (25%) of the total qualified rehabilitation expenses incurred by the owner to complete a certified rehabilitation up to the first:

~~(1)(A)(A)(i)~~ For a project that starts on or after January 1, 2009, five hundred thousand dollars (\$500,000) of qualified rehabilitation expenses on income-producing property.

~~(B)(ii)~~ For a project that starts on or after July 1, 2017, one million six hundred thousand dollars (\$1,600,000) of qualified rehabilitation expenses on income-producing property; or



~~(2)(B)~~ One hundred thousand dollars (\$100,000) of qualified rehabilitation expenses on nonincome-producing property.

(2) Beginning fiscal year 2024, the amount of the Arkansas historic rehabilitation income tax credit shall be equal to the following percentages of the total qualified rehabilitation expenses incurred by the owner to complete a certified rehabilitation up to the amounts stated in subdivisions (b)(1)(A) and (B) of this section:

(A) For qualified rehabilitation expenses incurred in a city with a population of less than ten thousand (10,000), forty percent (40%);

(B) For qualified rehabilitation expenses incurred in a city with a population of at least ten thousand (10,000) and not more than fifty thousand (50,000), thirty-five percent (35%); and

(C) For qualified rehabilitation expenses incurred in a city with a population of more than fifty thousand (50,000), thirty percent (30%).

APPROVED: 4/11/23