

# Department of Finance and Administration

## Legislative Impact Statement

**Bill: SB420**

**Bill Subtitle: TO AMEND THE LAW CONCERNING EXTENSIONS OF TIME TO FILE INCOME TAX RETURNS; AND TO EXTEND THE EXTENDED DEADLINE FOR FILING A STATE INCOME TAX RETURN.**

---

### **Basic Change :**

**Sponsors: Sen. J. Dismang and Rep. Jett**

SB420 extends the filing deadline for taxpayers to file their Arkansas income tax returns. Under current law, taxpayers must file their federal and state income tax returns by the same deadline. If a taxpayer receives a federal extension, they are automatically granted a corresponding state extension. SB420 extends the filing deadline for state income tax returns to one month after the deadline for the taxpayer's federal return.

SB420 is effective for tax years beginning on and after January 1, 2021.

### **Revenue Impact :**

None.

### **Taxpayer Impact :**

Taxpayers will have additional time to file returns.

### **Resources Required :**

Computer systems, forms and instructions will need to be updated.

### **Time Required :**

Adequate time is provided for implementation.

### **Procedural Changes :**

Department employees and the tax community will need to be educated.

### **Other Comments :**

None.

### **Legal Analysis :**

None.