

State of Arkansas
89th General Assembly
Regular Session, 2013

A Bill

SENATE BILL 1057

By: Senator Hester

For An Act To Be Entitled

AN ACT TO ALLOW A RETALIATORY TAX CREDIT FOR TAXES
PAID TO OTHER STATES BY A DOMESTIC PROPERTY AND
CASUALTY INSURER; AND FOR OTHER PURPOSES.

Subtitle

TO ALLOW A RETALIATORY TAX CREDIT FOR
TAXES PAID TO OTHER STATES BY A DOMESTIC
PROPERTY AND CASUALTY INSURER.

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

SECTION 1. Arkansas Code Title 23, Chapter 63, Subchapter 1, is amended to add an additional section to read as follows:

23-63-116. Retaliatory tax credit.

(a) A domestic property and casualty insurer that pays any other state or foreign country a tax, fine, penalty, deposit requirement or other material requirement, or any other fee that is determined by the Insurance Commissioner to be a retaliatory tax is entitled to a reduction or credit upon its gross premiums tax in the same amount paid to the other state or foreign country.

(b) This section does not apply to any of the following imposed by another state:

(1) An application fee, examination fee, license fee, appointment fee, or a continuation fee for an agent, adjuster, service representative, or consultant of a domestic property and casualty insurer; or

(2) An ad valorem tax on real or personal property or special purpose obligations, fees, or assessments.

