

By: Senator Hester

SENATE RESOLUTION

TO AUTHORIZE THE INTRODUCTION OF A NONAPPROPRIATION
BILL CONCERNING THE CREATION OF AN INCOME TAX CREDIT
FOR EMPLOYERS THAT MAKE PAYMENTS TO COMPLY WITH
FEDERAL LAW CONCERNING EMPLOYERS' SHARED
RESPONSIBILITY FOR HEALTH COVERAGE.

Subtitle

TO AUTHORIZE THE INTRODUCTION OF A
NONAPPROPRIATION BILL CONCERNING THE
CREATION OF A TAX CREDIT FOR EMPLOYERS
THAT MAKE PAYMENTS TO COMPLY WITH FEDERAL
LAW CONCERNING EMPLOYERS' SHARED
RESPONSIBILITY FOR HEALTH COVERAGE.

BE IT RESOLVED BY THE SENATE OF THE EIGHTY-NINTH GENERAL ASSEMBLY OF THE
STATE OF ARKANSAS:

THAT Representative Westerman is authorized to introduce a bill that as
introduced will read substantially as follows:

"For An Act To Be Entitled
AN ACT TO CREATE AN INCOME TAX CREDIT FOR EMPLOYERS THAT MAKE PAYMENTS TO
COMPLY WITH FEDERAL LAW CONCERNING EMPLOYERS' SHARED RESPONSIBILITY FOR
HEALTH COVERAGE; AND FOR OTHER PURPOSES.

Subtitle

TO CREATE AN INCOME TAX CREDIT FOR EMPLOYERS THAT MAKE PAYMENTS TO COMPLY



WITH FEDERAL LAW CONCERNING EMPLOYERS' SHARED RESPONSIBILITY FOR HEALTH COVERAGE.

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

SECTION 1. Arkansas Code Title 26, Chapter 51, Subchapter 5, is amended to add an additional section to read as follows:

26-51-515. Credit – Employer payments regarding health coverage.

(a) There 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 total amount of payments made by the taxpayer to comply with 26 U.S.C. § 4980H, as it existed on January 1, 2014, regarding employers' shared responsibility for health coverage.

(b) If the amount of the income tax credit allowed under this section exceeds the taxpayer's income tax liability, the excess shall be refunded to the taxpayer.

(c) The Director of the Department of Finance and Administration may promulgate rules to implement this section.

SECTION 2. EFFECTIVE DATE. Section 1 of this act is effective for tax years beginning on and after January 1, 2015."