

State of Arkansas
91st General Assembly
Regular Session, 2017

A Bill

HOUSE BILL 1028

By: Representative Lemons

For An Act To Be Entitled

AN ACT TO EXEMPT CERTAIN BUSES, COACHES, AND OTHER
MOTOR VEHICLES FROM SALES AND USE TAXES; AND FOR
OTHER PURPOSES.

Subtitle

TO EXEMPT CERTAIN BUSES, COACHES, AND
OTHER MOTOR VEHICLES FROM SALES AND USE
TAXES.

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

SECTION 1. Arkansas Code Title 26, Chapter 52, Subchapter 4, is amended to add an additional section to read as follows:

26-52-452. Certain buses, coaches, and other motor vehicles.

(a)(1) As used in this section, "bus" means a passenger bus or coach or other motor vehicle that has a seating capacity of not fewer than fifteen (15) passengers and is operated for the purpose of carrying passengers or cargo for hire.

(2) "Bus" does not include a bus or coach used exclusively:

(A) To transport children to and from school and school-related activities; or

(B) As part of a public transit system.

(b) The gross receipts or gross proceeds derived from the sale of a bus are exempt from the gross receipts tax levied by the Arkansas Gross Receipts Act of 1941, § 26-52-101 et seq., and the compensating use tax levied by the Arkansas Compensating Tax Act of 1949, § 26-53-101 et seq.



SECTION 2. EFFECTIVE DATE. Section 1 of this act is effective on the first day of the calendar quarter following the effective date of this act.