

State of Arkansas
91st General Assembly
Regular Session, 2017

A Bill

HOUSE BILL 1396

By: Representative Leding

For An Act To Be Entitled

AN ACT TO EXEMPT FROM THE INDIVIDUAL INCOME TAX
EDUCATION SCHOLARSHIPS, AWARDS, AND GRANTS FROM
NONPROFIT VOLUNTEER SERVICE ORGANIZATIONS; AND FOR
OTHER PURPOSES.

Subtitle

TO EXEMPT FROM THE INDIVIDUAL INCOME TAX
EDUCATION SCHOLARSHIPS, AWARDS, AND
GRANTS FROM NONPROFIT VOLUNTEER SERVICE
ORGANIZATIONS.

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

SECTION 1. Arkansas Code Title 26, Chapter 51, Subchapter 3, is amended to add an additional section to read as follows:

26-51-315. Nonprofit volunteer service organization education award.

There is allowed an exemption from the individual income tax imposed by this chapter for an education scholarship, award, or grant received by a resident and awarded by a nonprofit volunteer service organization to:

(1) Pay for the taxpayer's attendance at an institution of higher education;

(2) Pay for the taxpayer's educational or vocational training;

or

(3) Repay a taxpayer's student loan.

SECTION 2. EFFECTIVE DATE. Section 1 of this act is effective for tax years beginning on or after January 1, 2017.

