

Stricken language would be deleted from and underlined language would be added to present law.

State of Arkansas
91st General Assembly
Regular Session, 2017

As Engrossed: H3/3/17
A Bill

HOUSE BILL 1796

By: Representatives Gates, *Ballinger, Bentley, Cozart, K. Hendren, G. Hodges, House, Lemons, Lundstrum, A. Mayberry, Pilkington, Richmond, Rushing, B. Smith, Speaks, Sullivan, Tosh, Vaught, Womack*
By: Senator A. Clark

For An Act To Be Entitled

AN ACT TO AMEND THE TIME LIMITATIONS FOR TAX ASSESSMENTS, COLLECTIONS, REFUNDS, AND PROSECUTION; TO LIMIT THE TIME AVAILABLE FOR A TAX AUDIT; AND FOR OTHER PURPOSES.

Subtitle

TO AMEND THE TIME LIMITATIONS FOR TAX ASSESSMENTS, COLLECTIONS, REFUNDS, AND PROSECUTION; AND TO LIMIT THE TIME AVAILABLE FOR A TAX AUDIT.

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

SECTION 1. Arkansas Code § 26-18-306(h), concerning time limitations for tax assessments, collection, refunds, and prosecution, is amended to read as follows:

(h) When the assessment of ~~any~~ a tax imposed by ~~any~~ state law has been made within the period of limitation properly applicable to the assessment, the tax may be collected by levy or proceeding in court, but only if the levy is made or the proceeding is begun within ~~ten (10)~~ seven (7) years after the date of the assessment of the tax.

SECTION 2. Arkansas Code § 26-18-306, concerning time limitations for tax assessments, collection, refunds, and prosecution, is amended to add an



additional subsection to read as follows:

(n) Tax assessments, payments, returns, and refunds are not subject to an audit under this chapter if the assessment, payment, return, or refund occurred more than seven (7) years before the earlier of the date the relevant return was required to be filed or the date the relevant return was filed.

SECTION 3. EFFECTIVE DATE. This act is effective for tax years beginning on or after January 1, 2017.

/s/Gates