

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: S3/7/17
A Bill

SENATE BILL 310

By: Senator J. English

For An Act To Be Entitled

AN ACT TO CREATE AN INCOME TAX CREDIT FOR CERTAIN
DONATIONS TO ENTITIES AND PROGRAMS THAT PROVIDE
CAREER EDUCATION; AND FOR OTHER PURPOSES.

Subtitle

TO CREATE AN INCOME TAX CREDIT FOR
CERTAIN DONATIONS TO ENTITIES AND
PROGRAMS THAT PROVIDE CAREER EDUCATION.

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. Donations for career education.

(a) The General Assembly intends for this section to provide an incentive for taxpayers within the state to donate materials, equipment, or services rendered by instructors to a public training provider, secondary or postsecondary vocational-technical school, apprenticeship training program under § 6-52-201 et seq., or community college, to assist in the development of career education and training programs designed to meet industry needs.

(b)(1) There is allowed an income tax credit against the income tax imposed by this chapter in the amount determined under subdivision (b)(2) of this section for the taxpayer's donation of the latest technology available in materials or equipment or services rendered by instructors to a public training provider, secondary or postsecondary vocational-technical school, apprenticeship training program under § 6-52-201 et seq., or community college, in this state.



(2)(A) The income tax credit allowed under this section is allowed for an amount equal to fifty percent (50%) of the value of the donation of the materials or equipment or the services rendered by instructors that the taxpayer made to a public training provider, secondary or postsecondary vocational-technical school, apprenticeship training program under § 6-52-201 et seq., or community college, in this state.

(B) However, the amount of the income tax credit allowed under this section shall not exceed:

(i) Twenty percent (20%) of the taxpayer's tax liability for the tax year in which the income tax credit is claimed; or

(ii) A total of one million dollars (\$1,000,000) for all income tax credits allowed under this section each tax year.

(c) In consultation with the Career Education and Workforce Development Board, the Director of the Department of Finance and Administration shall promulgate rules to implement this section, including without limitation rules concerning the donations that qualify for the income tax credit allowed under this section.

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

/s/J. English