

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

State of Arkansas
92nd General Assembly
Regular Session, 2019

A Bill

HOUSE BILL 1418

By: Representative McCullough

For An Act To Be Entitled

AN ACT TO CREATE THE WORKING FAMILIES TAX RELIEF ACT;
TO ALLOW AN INCOME TAX CREDIT BASED ON AN
INDIVIDUAL'S INCOME; AND FOR OTHER PURPOSES.

Subtitle

TO CREATE THE WORKING FAMILIES TAX RELIEF
ACT.

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

SECTION 1. DO NOT CODIFY. This act shall be known and may be cited as the "Working Families Tax Relief Act".

SECTION 2. Arkansas Code Title 26, Chapter 51, Subchapter 5, is amended to add an additional section to read as follows:

26-51-515. Working Families Tax Relief Credit.

(a) There is established the "Working Families Tax Relief Credit", which is allowed against the income tax imposed by this chapter in an amount equal to ten percent (10%) of the credit allowed to the taxpayer under 26 U.S.C. § 32, as it existed on January 1, 2019.

(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 Department of Finance and Administration shall annually notify taxpayers of their potential eligibility for the income tax credit allowed under this section.



SECTION 3. EFFECTIVE DATE. Sections 1 and 2 of this act are effective for tax years beginning on or after January 1, 2019.