

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

State of Arkansas
93rd General Assembly
Regular Session, 2021

As Engrossed: H3/31/21
A Bill

HOUSE BILL 1403

By: Representatives Maddox, McCollum, Lundstrum, Hollowell, Ray
By: Senator Hester

For An Act To Be Entitled

AN ACT TO AMEND THE INCOME TAX; TO REDUCE THE RATE OF
TAX LEVIED ON THE TOP INCOME TAX BRACKET; AND FOR
OTHER PURPOSES.

Subtitle

TO AMEND THE INCOME TAX; AND TO REDUCE
THE RATE OF TAX LEVIED ON THE TOP INCOME
TAX BRACKET.

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

SECTION 1. Arkansas Code § 26-51-201(a)(7), concerning the rate of tax levied on the income of individuals, trusts, and estates, is amended to read as follows:

(7) Every resident, individual, trust, or estate having net income greater than or equal to twenty-two thousand two hundred dollars (\$22,200), but less than or equal to seventy-nine thousand three hundred dollars (\$79,300), shall determine the amount of income tax due under this subsection in accordance with the table set forth below:

From	Less Than or Equal To	Rate
\$0	\$4,499	0.75%
\$4,500	\$8,899	2.5%
\$8,900	\$13,399	3.5%
\$13,400	\$22,199	4.5%
\$22,200	\$37,199	5%



\$37,200

\$79,300

~~5.9%~~ 5.8%

SECTION 2. Arkansas Code § 26-51-201(a)(9), concerning the rate of tax levied on the income of individuals, trusts, and estates, is amended to add an additional subdivision to read as follows:

(C) For tax years beginning on and after January 1, 2022, every resident, individual, trust, or estate having net income of more than seventy-nine thousand three hundred dollars (\$79,300) shall determine the amount of income tax due under this subsection in accordance with the table set forth below:

<u>From</u>	<u>Less Than or Equal To</u>	<u>Rate</u>
<u>\$0</u>	<u>\$4,000</u>	<u>2%</u>
<u>\$4,001</u>	<u>\$8,000</u>	<u>4%</u>
<u>\$8,001 and above</u>		<u>5.8%</u>

SECTION 3. EFFECTIVE DATE. Sections 1 and 2 of this act are effective for tax years beginning on or after January 1, 2022.

/s/Maddox