

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

State of Arkansas
94th General Assembly
Regular Session, 2023

A Bill

HOUSE BILL 1796

By: Representative McCullough

For An Act To Be Entitled

AN ACT TO CREATE A SALES TAX HOLIDAY FOR ITEMS
RELATED TO THE SAFE STORAGE OF GUNS; TO CREATE A
SALES TAX HOLIDAY FOR GUN SAFES AND GUN SAFETY
DEVICES; AND FOR OTHER PURPOSES.

Subtitle

TO CREATE A SALES TAX HOLIDAY FOR GUN
SAFES AND GUN SAFETY DEVICES.

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

SECTION 1. DO NOT CODIFY. TEMPORARY LANGUAGE. Sales tax holiday for gun safes and gun safety devices.

(a) As used in this section:

(1) "Gun safe" means a locking container or other enclosure equipped with a padlock, key lock, combination lock, or other locking device that is designed and intended for the secure storage of one (1) or more firearms; and

(2) "Gun safety device" means an integral device to be equipped or installed on a firearm that permits a user to program the firearm to operate only for specified persons designated by the user through computerized locking devices or other means integral to and permanently part of the firearm.

(b) The gross receipts or gross proceeds derived from the sale of a gun safe or a gun safety device are exempt from the gross receipts tax levied by the Arkansas Gross Receipts Act of 1941, § 26-52-101 et seq., and the compensating use tax levied by the Arkansas Compensating Tax Act of 1949, §



26-53-101 et seq., from 12:01 a.m. on July 1, 2023, and ending at 11:59 p.m. on June 30, 2024.

SECTION 2. DO NOT CODIFY. Rules.

(a) The Department of Finance and Administration shall promulgate rules to implement and administer Section 1 of this act.

(b) When adopting the rules required under this section, the department shall file the final rules with the Secretary of State for adoption under § 25-15-204(f):

(1) On or before July 1, 2023; or

(2) If approval under § 10-3-309 has not occurred by July 1, 2023, as soon as practicable after approval under § 10-3-309.

(b) The department shall file the proposed rules with the Legislative Council under § 10-3-309(c) sufficiently in advance of July 1, 2023, so that the Legislative Council may consider the rules for approval before July 1, 2023.