

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

State of Arkansas
94th General Assembly
Regular Session, 2023

As Engrossed: H4/5/23
A Bill

HOUSE BILL 1821

By: Representatives Rye, C. Fite

For An Act To Be Entitled

AN ACT TO AMEND THE LAW CONCERNING THE RENTAL VEHICLE TAX; TO AMEND THE DISTRIBUTION AND USE OF REVENUES DERIVED FROM THE RENTAL VEHICLE TAX; AND FOR OTHER PURPOSES.

Subtitle

TO AMEND THE LAW CONCERNING THE RENTAL VEHICLE TAX; AND TO AMEND THE DISTRIBUTION AND USE OF REVENUES DERIVED FROM THE RENTAL VEHICLE TAX.

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

SECTION 1. Arkansas Code § 19-5-305(b)(6), concerning the moneys in the Public School Fund, is amended to read as follows:

(6) Twenty-five percent (25%) of additional rental vehicle tax revenues up to the amount provided under § 26-63-302, to be used exclusively for teacher salaries; and

SECTION 2. Arkansas Code § 19-5-1126(b), concerning the Arkansas Public Transit Trust Fund, is amended to read as follows:

(b) The fund shall consist of ~~seventy-five percent (75%) of the~~ designated portion of the net revenues derived from the additional rental vehicle tax imposed by § 26-63-302.

SECTION 3. Arkansas Code § 26-63-302(c)(2), concerning the rental vehicle tax, is amended to read as follows:



(2)(A)(i) The additional rental vehicle tax shall be remitted to the secretary, who shall deposit seventy-five percent (75%) of the net revenues derived from the additional rental vehicle tax into the Arkansas Public Transit Trust Fund.

(ii) The moneys in the fund resulting from a deposit described in subdivision (c)(2)(A)(i) of this section shall be used by the Arkansas Department of Transportation for the purpose of acquiring federal matching funds for the purchase of public transportation vehicles, for public transit equipment or facilities, and for the operation of the Federal Transit Administration assistance programs.

(B) The remaining twenty-five percent (25%) of the revenues shall be deposited as follows:

(i) The first one million three hundred forty-four thousand nine hundred fifty-seven dollars (\$1,344,957) in a fiscal year shall be deposited into the Division of Elementary and Secondary Education Public School Fund Account to be used exclusively for teacher salaries; and

(ii) After the deposit under subdivision (c)(2)(B)(i) of this section, any remaining amount shall be deposited into the Arkansas Public Transit Trust Fund.

/s/Rye