

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

State of Arkansas
95th General Assembly
Regular Session, 2025

A Bill

SENATE BILL 318

By: Senator F. Love

For An Act To Be Entitled

AN ACT TO CREATE AN INCOME TAX EXEMPTION FOR CERTAIN INDIVIDUALS BASED ON INCOME AND AGE; AND FOR OTHER PURPOSES.

Subtitle

TO CREATE AN INCOME TAX EXEMPTION FOR CERTAIN INDIVIDUALS BASED ON INCOME AND AGE.

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

SECTION 1. DO NOT CODIFY. Legislative findings.

The General Assembly finds that:

(1) Senior citizens are impacted by the rising costs of daily living expenses, including without limitation rent, utilities, groceries, medical expenses, and home healthcare costs, as indicated by the Consumer Price Index for All Urban Consumers, which has increased significantly over the years; and

(2) Many senior citizens are on a fixed income, which is usually less than one thousand six hundred dollars (\$1,600) per month.

SECTION 2. Arkansas Code Title 26, Chapter 51, Subchapter 3, is amended to add an additional section to read as follows:

26-51-317. Certain individuals based on age and income.

There is allowed an exemption from the income tax imposed by this chapter for a person who:

(1) Is at least sixty-five (65) years of age; and



(2) Has an annual gross income that does not exceed twenty-five thousand dollars (\$25,000) for the tax year.

SECTION 3. EFFECTIVE DATE. Section 2 of this act is effective for tax years beginning on or after January 1, 2026.