

State of Arkansas
95th General Assembly
Regular Session, 2025

A Bill

SENATE BILL 577

By: Senator J. Petty
By: Representatives Hall, Puryear

For An Act To Be Entitled

AN ACT TO AMEND THE LAW CONCERNING LOCAL SALES AND USE TAXES; TO REQUIRE THE DEPARTMENT OF FINANCE AND ADMINISTRATION TO NOTIFY LOCAL GOVERNMENTS CONCERNING SALES AND USE TAXES THAT ARE SET TO EXPIRE; AND FOR OTHER PURPOSES.

Subtitle

TO AMEND THE LAW CONCERNING LOCAL SALES AND USE TAXES; AND TO REQUIRE THE DEPARTMENT OF FINANCE AND ADMINISTRATION TO NOTIFY LOCAL GOVERNMENTS CONCERNING SALES AND USE TAXES THAT ARE SET TO EXPIRE.

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

SECTION 1. Arkansas Code § 26-74-208(b)(3)(D), concerning the form of the ballot for levying a county sales and use tax for capital improvements, is amended to add an additional subdivision to read as follows:

(iii)(a) At least one hundred twenty (120) days before the expiration of a sales and use tax levied under this subchapter, the Department of Finance and Administration shall notify the county quorum court of the county that levied the tax concerning the expiration of the sales and use tax.

(b) The notification required under subdivision (b)(3)(D)(iii)(a) of this section shall state the:

(1) Current expiration date of the sales



and use tax; and

(2) Specific requirements under this subchapter for extending the sales and use tax.

SECTION 2. Arkansas Code § 26-74-308(b)(3)(D), concerning the form of the ballot for levying a county sales and use tax for capital improvements, is amended to add an additional subdivision to read as follows:

(iii)(a) At least one hundred twenty (120) days before the expiration of a sales and use tax levied under this subchapter, the Department of Finance and Administration shall notify the county quorum court of the county that levied the tax concerning the expiration of the sales and use tax.

(b) The notification required under subdivision (b)(3)(D)(iii)(a) of this section shall state the:

(1) Current expiration date of the sales and use tax; and

(2) Specific requirements under this subchapter for extending the sales and use tax.

SECTION 3. Arkansas Code § 26-74-603(c), concerning the call for a tax election for a county sales and use tax for capital improvements of a community college, is amended to add an additional subdivision to read as follows:

(5)(A) At least one hundred twenty (120) days before the expiration of a sales and use tax levied under this subchapter, the Department of Finance and Administration shall notify the county quorum court of the county that levied the tax concerning the expiration of the sales and use tax.

(B) The notification required under subdivision (c)(5)(A) of this section shall state the:

(i) Current expiration date of the sales and use tax; and

(ii) Specific requirements under this subchapter for extending the sales and use tax.

SECTION 4. Arkansas Code § 26-75-208(b)(3)(D), concerning the election

required for levying a city sales and use tax for capital improvements, is amended to add an additional subdivision to read as follows:

(iii)(a) At least one hundred twenty (120) days before the expiration of a sales and use tax levied under this subchapter, the Department of Finance and Administration shall notify the governing body of the city that levied the sales and use tax concerning the expiration of the sales and use tax.

(b) The notification required under subdivision (b)(3)(D)(iii)(a) of this section shall state the:

(1) Current expiration date of the sales and use tax; and

(2) Specific requirements under this subchapter for extending the sales and use tax.

SECTION 5. Arkansas Code § 26-75-308(c)(3)(D), concerning the election to approve a city sales and use tax for capital improvements, is amended to add an additional subdivision to read as follows:

(iii)(a) At least one hundred twenty (120) days before the expiration of a sales and use tax levied under this subchapter, the Department of Finance and Administration shall notify the governing body of the city that levied the sales and use tax concerning the expiration of the sales and use tax.

(b) The notification required under subdivision (c)(3)(D)(iii)(a) of this section shall state the:

(1) Current expiration date of the sales and use tax; and

(2) Specific requirements under this subchapter for extending the sales and use tax.

SECTION 6. Arkansas Code § 26-82-104(b)(3)(D), concerning the election on the levy of a sales and use tax under the Local Sales and Use Tax Economic Development Project Funding Act, is amended to add an additional subdivision to read as follows:

(iii)(a) At least one hundred twenty (120) days before the expiration of a sales and use tax levied under this subchapter, the Department of Finance and Administration shall notify the levying entity

concerning the expiration of the sales and use tax.

(b) The notification required under
subdivision (b)(3)(D)(iii)(a) of this section shall state the:

(1) Current expiration date of the sales
and use tax; and

(2) Specific requirements under this
subchapter for extending the sales and use tax.