

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

1 State of Arkansas As Engrossed: H1/26/21 H1/28/21

2 93rd General Assembly

A Bill

3 Regular Session, 2021

HOUSE BILL 1160

4

5 By: Representatives Payton, Cavanaugh, Beck, Bentley, S. Berry, Boyd, Bragg, Breaux, Brown, Bryant,
6 Carr, Christiansen, Cloud, Coleman, C. Cooper, Cozart, Crawford, Dalby, Deffenbaugh, Dotson, Eaves,
7 Eubanks, Evans, C. Fite, L. Fite, Furman, Gazaway, Gonzales, M. Gray, Haak, Hawks, Hillman,
8 Holcomb, Hollowell, Jean, Jett, L. Johnson, Ladyman, Lowery, Lundstrum, Lynch, Maddox, J. Mayberry,
9 McClure, M. McElroy, McGrew, McKenzie, McNair, S. Meeks, Miller, Milligan, Penzo, Pilkington, Ray,
10 Richmond, Rye, Slape, B. Smith, S. Smith, Speaks, Tosh, Underwood, Vaught, Wardlaw, Warren, Watson,
11 Wing, Womack, Wooten

12 By: Senators Rapert, B. Ballinger, Beckham, Bledsoe, A. Clark, K. Hammer, Irvin, B. Johnson, Rice, G.
13 Stubblefield, D. Sullivan, D. Wallace

14

15

For An Act To Be Entitled

16

AN ACT TO AMEND THE LAW CONCERNING THE EXEMPTION FROM
17 THE SALES AND USE TAX DUE ON CERTAIN MOTOR VEHICLES,
18 TRAILERS, AND SEMITRAILERS; TO INCREASE THE SALES AND
19 USE TAX EXEMPTION FOR A USED MOTOR VEHICLE; TO
20 ELIMINATE THE SALES AND USE TAX EXEMPTION FOR CERTAIN
21 MOTOR VEHICLES, TRAILERS, AND SEMITRAILERS; AND FOR
22 OTHER PURPOSES.

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Subtitle

26

TO INCREASE THE SALES AND USE TAX
27 EXEMPTION FOR A USED MOTOR VEHICLE; AND
28 TO ELIMINATE THE SALES AND USE TAX
29 EXEMPTION FOR CERTAIN MOTOR VEHICLES,
30 TRAILERS, AND SEMITRAILERS.

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

34

35 SECTION 1. Arkansas Code § 26-52-510(b)(1)(B), concerning the direct
36 payment of sales tax by a consumer-user on a new or used motor vehicle,



1 trailer, or semitrailer, is amended to read as follows:

2 (B) However, tax is not due if the total consideration ~~for~~
3 is less than the following amounts:

4 (i) For the sale of ~~the new or a~~ used motor vehicle,
5 trailer, or semitrailer, ~~is less than~~ four thousand dollars (\$4,000), ~~no tax~~
6 shall be due;

7 (ii) For the sale of a used motor vehicle, seven
8 thousand five hundred dollars (\$7,500); and

9 (iii) For the sale of a used motor vehicle on or
10 after two (2) years from the effective date of this act, ten thousand dollars
11 (\$10,000).

12

13 SECTION 2. Arkansas Code § 26-53-126(b)(2), concerning the payment of
14 use tax on a new or used motor vehicle, trailer, or semitrailer, is amended
15 to read as follows:

16 (2) However, tax is not due if the total consideration ~~for~~ is
17 less than the following amounts:

18 (A) For the sale of ~~the new or a~~ used motor vehicle,
19 trailer, or semitrailer, ~~is less than~~ four thousand dollars (\$4,000), ~~no tax~~
20 shall be due;

21 (B) For the sale of a used motor vehicle, seven thousand
22 five hundred dollars (\$7,500); and

23 (C) For the sale of a used motor vehicle on or after two
24 (2) years from the effective date of this act, ten thousand dollars
25 (\$10,000).

26

27 SECTION 3. EFFECTIVE DATE. Sections 1 and 2 of this act are effective
28 on the first day of the second calendar month following the effective date of
29 this act.

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31 /s/Payton

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