

1 State of Arkansas  
2 95th General Assembly  
3 Regular Session, 2025  
4

# A Bill

SENATE BILL 577

5 By: Senator J. Petty  
6 By: Representatives Hall, Puryear  
7

## For An Act To Be Entitled

8  
9 AN ACT TO AMEND THE LAW CONCERNING LOCAL SALES AND  
10 USE TAXES; TO REQUIRE THE DEPARTMENT OF FINANCE AND  
11 ADMINISTRATION TO NOTIFY LOCAL GOVERNMENTS CONCERNING  
12 SALES AND USE TAXES THAT ARE SET TO EXPIRE; AND FOR  
13 OTHER PURPOSES.  
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## Subtitle

16  
17 TO AMEND THE LAW CONCERNING LOCAL SALES  
18 AND USE TAXES; AND TO REQUIRE THE  
19 DEPARTMENT OF FINANCE AND ADMINISTRATION  
20 TO NOTIFY LOCAL GOVERNMENTS CONCERNING  
21 SALES AND USE TAXES THAT ARE SET TO  
22 EXPIRE.  
23

24 BE IT ENACTED BY THE GENERAL ASSEMBLY OF THE STATE OF ARKANSAS:  
25

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

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

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

36 (1) Current expiration date of the sales



1 and use tax; and

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

4  
5 SECTION 2. Arkansas Code § 26-74-308(b)(3)(D), concerning the form of  
6 the ballot for levying a county sales and use tax for capital improvements,  
7 is amended to add an additional subdivision to read as follows:

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

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

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

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

19  
20 SECTION 3. Arkansas Code § 26-74-603(c), concerning the call for a tax  
21 election for a county sales and use tax for capital improvements of a  
22 community college, is amended to add an additional subdivision to read as  
23 follows:

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

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

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

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

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

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

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

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

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

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

14  
15 SECTION 5. Arkansas Code § 26-75-308(c)(3)(D), concerning the election  
16 to approve a city sales and use tax for capital improvements, is amended to  
17 add an additional subdivision to read as follows:

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

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

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

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

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

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

1 concerning the expiration of the sales and use tax.

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

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

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

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**APPROVED: 4/16/25**