

**Stricken language would be deleted from and underlined language would be added to the law as it existed
prior to this session of the General Assembly.
Act 664 of the Regular Session**

1 State of Arkansas
2 85th General Assembly
3 Regular Session, 2005
4

A Bill

SENATE BILL 441

5 By: Senators Hill, Broadway, Brown, Glover, Higginbotham, Horn, J. Jeffress, Lavery, Miller, Salmon,
6 Steele, Trusty, Whitaker, Wooldridge
7 By: Representatives Mack, Stovall, Adcock, Blair, Bolin, Bond, Borhauer, Boyd, Bradford, Burris,
8 Clemons, Cook, Cowling, D. Creekmore, Dangeau, Davenport, Dobbins, Dunn, Edwards, Elliott, Everett,
9 Fite, Goss, R. Green, Hardwick, Harrelson, Jackson, D. Johnson, J. Johnson, Key, Kidd, Ledbetter,
10 Maloch, J. Martin, Matayo, Mathis, Maxwell, Medley, Nichols, Ormond, Overbey, Petrus, S. Prater,
11 Rankin, Reep, Roebuck, Saunders, Scroggin, L. Smith, Sullivan, Sumpter, Wells, Wills, Wyatt
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For An Act To Be Entitled

AN ACT TO PROVIDE FOR THE DISTRIBUTION OF THE
RENTAL VEHICLE TAX; AND FOR OTHER PURPOSES.

Subtitle

TO PROVIDE FOR THE DISTRIBUTION OF THE
RENTAL VEHICLE TAX.

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

25 SECTION 1. Arkansas Code § 26-52-311(c), concerning the distribution
26 of the additional rental vehicle tax, is amended to read as follows:

27 (c)(1) There is also imposed another additional rental vehicle tax at
28 the rate of five percent (5%) on the gross receipts or gross proceeds derived
29 from the rentals of licensed motor vehicles leased for a period of less than
30 thirty (30) days.

31 (2) Except as provided otherwise in this section, the tax shall
32 be collected, reported, and paid in the same manner and at the same time as
33 is prescribed by law for the collection, reporting, and payment of the gross
34 receipts tax imposed by the Arkansas Gross Receipts Act of 1941, § 26-52-101
35 et seq.



1 (3)(A)(i) The rental vehicle tax shall be remitted to the
2 director, ~~and the first two million eight hundred fifty thousand dollars~~
3 ~~(\$2,850,000) each year~~ who shall deposit seventy-five percent (75%) of the
4 net revenues derived from the tax imposed by this subsection ~~shall be~~
5 ~~deposited~~ in the Arkansas Public Transit Trust Fund, which is created on the
6 books of the Treasurer of State, the Auditor of State, and the Chief Fiscal
7 Officer of the State.

8 (ii) The moneys shall be used by the Arkansas State
9 Highway and Transportation Department for the purpose of acquiring federal
10 matching funds for the purchase of public transportation vehicles, for public
11 transit equipment or facilities, and for the operation of the United States
12 Department of Transportation Federal Transit Administration Assistance
13 programs.

14 (B) The remaining twenty-five percent (25%) of the
15 revenues shall be deposited in the Department of Education Public School Fund
16 Account to be used exclusively for teacher salaries.

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18 SECTION 2. EMERGENCY CLAUSE. It is found and determined by the
19 General Assembly of the State of Arkansas that public transportation
20 vehicles, equipment, and facilities need to be purchased and replaced in
21 order to serve the citizens of Arkansas and ensure their safety on the roads
22 within this state; that matching federal funds are available that enables the
23 State of Arkansas to receive financial assistance to purchase public
24 transportation vehicles, equipment and facilities; and that for the proper
25 administration of this act it should become effective at the beginning of the
26 next fiscal year. Therefore, an emergency is declared to exist and this act
27 being necessary for the preservation of the public peace, health, and safety
28 shall become effective on July 1, 2005.

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31 APPROVED: 3/07/2005
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