

State of Arkansas

76th General Assembly

Regular Session, 1987

HOUSE BILL 1178

By: Representatives Mahony and Newman

"AN ACT TO AMEND SECTION 4 OF ACT 386 OF 1941, AS AMENDED [ARK. STAT. 84-1904], TO ADD THERETO A NEW SUBSECTION (x) TO EXEMPT THE SALE OF CHLORINE FOR USE IN THE MANUFACTURE OF ELEMENTAL BROMINE BY THE OXIDATION-REDUCTION PROCESS FROM THE GROSS RECEIPTS TAX; AND FOR OTHER PRUPOSES".

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

SECTION 1. Section 4 of Act 386 of 1941, as amended, the same being Arkansas Statute 84-1904, is hereby amended by adding thereto a new subsection (x) to read as follows:

"(x) The gross receipts or gross proceeds derived from the sale of chlorine used in the manufacture of bromine by the oxidation-reduction reaction process."

SECTION 2. All laws and parts of laws in conflict with this Act are hereby repealed.

SECTION 3. It is hereby found and determined by the General Assembly that the levy of the Arkansas Gross Receipts Tax upon chlorine purchased for use as the oxidizing agent in the manufacture of bromine by the oxidation-reduction reaction process imposes a severe hardship on such manufacturing industry in this State, retards expansion of such manufacturing industry and places it at a competitive disadvantage to like manufacturing industries in other states and foreign countries where such levy does not exist, thereby threatening to cause the relocation of such manufacturing industry to states and nations where such gross receipts tax does not exist, and that the elimination of the Arkansas Gross Receipts Tax upon chlorine purchased for use as the oxidizing agent in the manufacture of bromine by the oxidation-reduction

reaction process will be of great value to the economic and industrial stability and development of this State, and is essential in reducing unemployment in this State. Therefore, an emergency is hereby declared to exist and this Act being necessary for the immediate preservation of the public peace, health and safety shall be in full force and effect from and after its passage and approval.

