

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.

1 State of Arkansas
2 84th General Assembly
3 Regular Session, 2003

A Bill

HOUSE BILL 1526

4
5 By: Representative C. Taylor
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For An Act To Be Entitled

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9 AN ACT TO ADOPT THE FEDERAL INCOME TAX DEDUCTION
10 FOR QUALIFIED TUITION PROGRAMS; AND FOR OTHER
11 PURPOSES.
12

Subtitle

13
14 TO ADOPT THE FEDERAL INCOME TAX
15 DEDUCTION FOR QUALIFIED TUITION
16 PROGRAMS.
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19 BE IT ENACTED BY THE GENERAL ASSEMBLY OF THE STATE OF ARKANSAS:
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21 SECTION 1. Arkansas Code Title 26, Chapter 51, Subchapter 4 is amended
22 to add an additional section to read as follows:

23 § 26-51-451. Qualified tuition programs.

24 (a) Section 529 of the federal Internal Revenue Code of 1986, as in
25 effect on January 1, 2003, relating to qualified tuition programs, is adopted
26 for the purposes of computing Arkansas income tax liability.

27 (b) The deduction allowed under this section shall not exceed eight
28 thousand dollars (\$8,000) for a taxpayer in a tax year.

29 (c) Any additional tax or penalty imposed by this section shall be ten
30 percent (10%) of the amount of any additional tax or penalty provided in the
31 federal income tax law adopted by this section.
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33 SECTION 2. This act applies to tax years beginning on or after January
34 1, 2003.
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