

1 State of Arkansas
2 94th General Assembly
3 Regular Session, 2023
4
5 By: Representative Ray

A Bill

HOUSE BILL 1097

For An Act To Be Entitled

8 AN ACT TO AMEND THE STATE INCOME TAX; TO REDUCE THE
9 TOP MARGINAL TAX RATE FOR INDIVIDUAL TAXPAYERS; AND
10 FOR OTHER PURPOSES.

Subtitle

14 TO REDUCE THE TOP MARGINAL TAX RATE FOR
15 INDIVIDUAL TAXPAYERS.

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

20 SECTION 1. Arkansas Code § 26-51-201(a)(1)(A) and (B), concerning the
21 levy of the individual income tax, is amended to read as follows:

22 (1)(A) Every resident, individual, trust, or estate having net
23 income less than or equal to eighty-four thousand five hundred dollars
24 (\$84,500) shall determine the amount of income tax due under this subsection
25 in accordance with the table set forth below:

26 From	Less than or Equal To	Rate
27 \$0	\$4,999	0%
28 \$5,000	\$9,999	2%
29 \$10,000	\$14,299	3%
30 \$14,300	\$23,599	3.4%
31 \$23,600	\$84,500	4.9% <u>4.5%</u>

33 (B) Every resident, individual, trust, or estate having
34 net income greater than eighty-four thousand five hundred dollars (\$84,500)
35 shall determine the amount of income tax due under this subsection in
36 accordance with the table set forth below:



1	From	Less than or Equal To	Rate
2	\$0	\$4,300	2%
3	\$4,301	\$8,500	4%
4	\$8,501 and above		4.9% <u>4.5%</u>

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SECTION 2. EFFECTIVE DATE. Section 1 of this act is effective for tax years beginning on or after January 1, 2023.

SECTION 3. DO NOT CODIFY. TEMPORARY LANGUAGE.
Sections 1 and 2 of this act do not affect a taxpayer's obligations under § 26-51-201 that arose before January 1, 2023.