

1 State of Arkansas  
2 94th General Assembly  
3 Regular Session, 2023  
4

# A Bill

HOUSE BILL 1821

5 By: Representative C. Fite  
6

## For An Act To Be Entitled

8 AN ACT TO AMEND THE LAW CONCERNING THE RENTAL VEHICLE  
9 TAX; TO AMEND THE DISTRIBUTION AND USE OF REVENUES  
10 DERIVED FROM THE RENTAL VEHICLE TAX; AND FOR OTHER  
11 PURPOSES.  
12  
13

## Subtitle

14 TO AMEND THE LAW CONCERNING THE RENTAL  
15 VEHICLE TAX; AND TO AMEND THE  
16 DISTRIBUTION AND USE OF REVENUES DERIVED  
17 FROM THE RENTAL VEHICLE TAX.  
18  
19  
20

21 BE IT ENACTED BY THE GENERAL ASSEMBLY OF THE STATE OF ARKANSAS:  
22

23 SECTION 1. Arkansas Code § 19-5-305(b)(6), concerning the moneys in  
24 the Public School Fund, is amended to read as follows:

25 (6) Twenty-five percent (25%) of additional rental vehicle tax  
26 revenues up to the amount provided under § 26-63-302, to be used exclusively  
27 for teacher salaries; and  
28

29 SECTION 2. Arkansas Code § 19-5-1126(b), concerning the Arkansas  
30 Public Transit Trust Fund, is amended to read as follows:

31 (b) The fund shall consist of ~~seventy-five percent (75%) of the~~  
32 designated portion of the net revenues derived from the additional rental  
33 vehicle tax imposed by § 26-63-302.  
34

35 SECTION 3. Arkansas Code § 26-63-302(c)(2), concerning the rental  
36 vehicle tax, is amended to read as follows:



1               (2)(A)(i) The additional rental vehicle tax shall be remitted to  
2 the secretary, who shall deposit seventy-five percent (75%) of the net  
3 revenues derived from the additional rental vehicle tax into the Arkansas  
4 Public Transit Trust Fund.

5                         (ii) The moneys in the fund resulting from a deposit  
6 described in subdivision (c)(2)(A)(i) of this section shall be used by the  
7 Arkansas Department of Transportation for the purpose of acquiring federal  
8 matching funds for the purchase of public transportation vehicles, for public  
9 transit equipment or facilities, and for the operation of the Federal Transit  
10 Administration assistance programs.

11                       (B) The remaining twenty-five percent (25%) of the  
12 revenues shall be deposited as follows:

13                                 (i) The first one million three hundred forty-four  
14 thousand nine hundred fifty-seven dollars (\$1,344,957) in a fiscal year shall  
15 be deposited into the Division of Elementary and Secondary Education Public  
16 School Fund Account to be used exclusively for teacher salaries; and

17   (ii) After the deposit under subdivision  
18 (c)(2)(B)(i) of this section, any remaining amount shall be deposited into  
19 the Arkansas Public Transit Trust Fund.