1	State of Arkansas	As Engrossed: H1/16/25	
2	95th General Assembly	A Bill	
3	Regular Session, 2025		HOUSE BILL 1015
4			
5	Representatives D. Garner, A. C	Collins, Springer	
6			
7			
8		For An Act To Be Entitled	
9	AN ACT TO AMEND THE INDIVIDUAL INCOME TAX LAWS; TO		
10	CREATE AN INCOME TAX CREDIT FOR DEPENDENT CHILDREN;		
11	AND FOR OTHER PURPOSES.		
12			
13			
14		Subtitle	
15	TO A	MEND THE INDIVIDUAL INCOME TAX LAWS	3;
16	AND TO CREATE AN INCOME TAX CREDIT FOR		
17	DEPE	NDENT CHILDREN.	
18			
19	BE IT ENACTED BY THE C	GENERAL ASSEMBLY OF THE STATE OF AR	KANSAS:
20			
21	SECTION 1. Arka	ansas Code Title 26, Chapter 51, Su	obchapter 5, is
22	amended to add an additional section to read as follows:		
23	<u>26-51-518.</u> Depe	endent child tax credit.	
24	(a) As used in	this section, "qualifying child" m	eans the same as
25	defined in 26 U.S.C.	§152(c), as it existed on January l	., 2025, except that
26	"qualifying child" on	ly includes an individual who has n	ot attained the age
27	of eighteen (18) as of	f the end of the taxable year.	
28	<u>(b)(l) There is</u>	s allowed an income tax credit agai	nst the income tax
29	imposed by this chapter in the amount of three hundred dollars (\$300) per		
30	qualifying child for an individual taxpayer having net income up to one		
31	hundred thousand dollars (\$100,000) or taxpayers filing a joint income tax		
32	return having a net income up to two hundred thousand dollars (\$200,000).		
33	(2) If both spouses filing separately on the same income tax		
34	return claim the income tax credit allowed under this section, the amount of		
35	the income tax credit	shall be allocated in equal amount	s between the
36	taxpayers.		

As Engrossed: H1/16/25 HB1015

1	(c)(1) The Secretary of the Department of Finance and Administration		
2	shall adjust annually the credit provided under subsection (b) of this		
3	section by the cost-of-living adjustment for the current calendar year,		
4	rounding the amount to the nearest whole dollar.		
5	(2)(A) For the purposes of subdivision (c)(1) of this section,		
6	the cost-of-living adjustment for a calendar year is the percentage, if any,		
7	by which the Consumer Price Index for the current calendar year exceeds the		
8	Consumer Price Index for the preceding calendar year.		
9	(B) If the Consumer Price Index for the current calendar		
10	year does not exceed the Consumer Price Index for the preceding calendar		
11	year, the credit shall not be adjusted.		
12	(3) As used in this subsection, "Consumer Price Index" means the		
13	last Consumer Price Index for All Urban Consumers published by the United		
14	States Department of Labor.		
15	(d) If the amount of the income tax credit allowed under this section		
16	exceeds the taxpayer's income tax liability, the excess shall be refunded to		
17	the taxpayer.		
18			
19	SECTION 2. EFFECTIVE DATE. Section 1 of this act is effective for tax		
20	years beginning on or after January 1, 2025.		
21			
22	/s/D.Garner		
23			
24			
25			
26			
27			
28			
29			
30			
31			
32			
33			
34			
35			
36			