

Office of Personnel Management

Policy

Policy Title: Obtaining a Set Off From State Income Tax	Policy Number: 40.03
Citation: Arkansas Code Annotated § 26-36-303	Forms: None

Specific Provisions

The Arkansas Department of Finance and Administration is authorized to obtain a setoff of State Income Tax refunds to collect a debt resulting from an overpayment of salary or wages, as well as, a debt owed to the State as a result of having cashed both the original and the duplicate State payroll warrant.

Agencies opting to collect an overpayment of salary or wages through a setoff of a State Income Tax refund must send the debtor a Debt Collection Letter that allows the debtor thirty (30) days to request a hearing concerning the validity of the debt. Debtors requesting a hearing within the timeframe must be granted a hearing by the agency.

June 1, 2012