

# DFA Arkansas Department of Finance and Administration



Asa Hutchinson, Governor	Arkansas Department of Finance & Administration (DFA) Revenue Division	Larry W. Walther, Director Charles S. Collins Commissioner of Revenue
Arkansas State Revenue Tax Quarterly Newsletter, Volume XXVII. 3 <sup>rd</sup> Quarter	<a href="#">ARKANSAS DFA HOMEPAGE</a>	July, August, September 2021

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## OFFICE OF EXCISE ADMINISTRATION

### Withholding Tax Section

Beginning January 1, 2020, the Employer's Income Tax Withholding Tax Tables have been adjusted with an effective date of March 1, 2020 as a result of Income Tax reductions enacted by the General Assembly. The new tax tables, instructions and computer formula can be found on the Department's web site at: [Withholding Tax](#)

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The tables and computer formula should be used for all payroll periods ending on or after March 1, 2020.

The change in the tax table will reduce the amount of State Withholding from an employee's paycheck. If an employee wants to remain at their current level of Withholding, a new Employee's Withholding Exemption Certificate (form AR-4EC) should be completed and submitted to the employer. To change the employee's withholding amount, complete Line #4 on the AR-4EC by entering a dollar amount the employee would like withheld in addition to the tax amount already being withheld.

For more information, please contact the Withholding Tax Section at 501-682-7290 or by email at [Withholding@dfa.arkansas.gov](mailto:Withholding@dfa.arkansas.gov)

## OFFICE OF INCOME TAX ADMINISTRATION

### Income Tax Update

#### Explanation of Tax Adjustment Letter

The primary purpose of the Explanation of Tax Adjustment letter is to inform the taxpayer that an adjustment has been made to his/her tax return and a summary of the return after adjustments have been made. It does not include any payments made with or after the return was processed. Payments will be reflected on the Notice of Proposed Assessment letter or a Notice of Final Assessment letter.

Additionally, there is a statement below the summary that explains the adjustment, such as "Error in amount claimed as estimated tax paid or credit carried forward from previous tax year". Adjustments could be made for several reasons such as a math error, an error in calculating estimated payments or credit brought forward, a disallowance of a deduction or credit, or an adjustment made due to an IRS audit.

At the bottom of the Explanation of Tax Adjustment letter is a note explaining the adjustment letter is not a bill. Below is the note that is included in all Adjustment letters. Please note the items in bold.

**THIS IS NOT A BILL**

Payments submitted with your return are not included in the Total Payments show above. If these adjustments result in any additional tax liability, you will receive a Notice of Proposed Assessment which will show all previous payments, any balance due for tax, interest and penalty, and will include a payment voucher. Any credit or refund will be reduced by outstanding balances on your account.

The Explanation of Tax Adjustment Letter is meant to be read in its entirety to ensure the taxpayer understands the status of his or her tax return and the purpose of the letter. Should the taxpayer have additional questions concerning this letter or any correspondence received from the tax department there is a person's name and contact information at the bottom of all correspondence. I would encourage the taxpayer to call (501) 682-1000 if there is any confusion.

## OFFICE OF MOTOR VEHICLE ADMINISTRATION

### Motor Vehicle Services

ACT 733 of 2019: Arkansas will begin Titling NEW boats in January 2020. This will only effect NEW boats registered with Manufactured Statement of Origin and Manufactured in 2020.

Effective: January 1, 2020

The Office of Motor Vehicle, the Office of Driver Services and the International Registration Plan (IRP) Office, are offering services online. All these services are available on the Department of Finance and Administration (DFA's) website at: [mydmv.arkansas.gov](http://mydmv.arkansas.gov)

Check Title Status Online – This service will help taxpayers to check the status of their application for title.

Transfer Ownership – This service will help taxpayers to notify the Office of Motor Vehicles (OMV) if they have sold their vehicle to another individual or to a dealer.

Print Duplicate Registration – This service will help taxpayers to print a duplicate registration online.

Estimated Sales Tax Calculator – This service will allow taxpayers to calculate how much state tax they will owe for a vehicle before registration.

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Online Pre-Registration – This service will allow taxpayers to input specific Motor Vehicle details and receive a confirmation code for submission. The taxpayer should present the confirmation code and necessary documents to their local State Revenue Office clerk to complete the transaction with minimal data input.

Vehicle Registration - This service will allow taxpayers to register their vehicle online and “SKIP THE TRIP” to their local revenue office. User will enter Motor Vehicle details, pay sales tax, mail documents and obtain a confirmation code. The plate and registration will be mailed once documents have been received, reviewed and approved.



To renew your vehicle registration, change your address on your vehicle registration, or receive vehicle registration renewals by email, please go to the following link: [ARSTAR](#).

For more information on registration renewal, please contact the Office of Motor Vehicle Administration at 501-682-4692 or email at [MVInformation@dfa.arkansas.gov](mailto:MVInformation@dfa.arkansas.gov).

### Office of Motor Fuel Tax

#### Tax Act Update

Effective October 1, 2019 there is a wholesale sales tax on motor fuel for an additional 3 cents on gasoline and 6 cents per gallon on diesel. Act 416 was passed in the 92<sup>nd</sup> General Assembly Regular Session of 2019. This Act will increase the overall tax rate for Motor Fuel to 24.5 cents a gallon for gasoline and 28.5 cents a gallon for diesel.

## OFFICE OF FIELD AUDIT ADMINISTRATION

### Reporting Suspicious Tax Activities

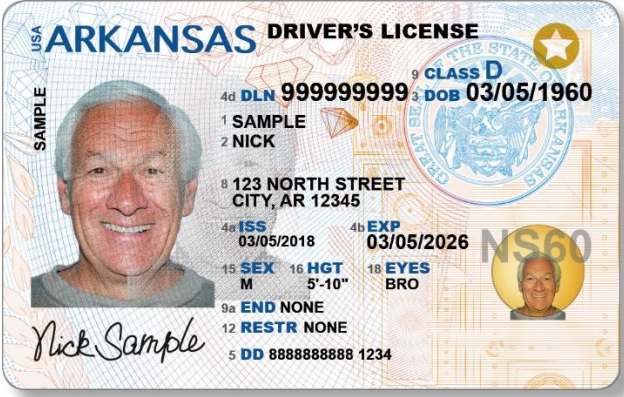
To report suspicious tax activities, please go to the following webpage: [Reporting Suspicious Tax Activities](#).

For more information on reporting suspicious activity, please contact the Office of Field Audit by phone at 501-682-4616 or email at [FieldAudit@dfa.arkansas.gov](mailto:FieldAudit@dfa.arkansas.gov).

OFFICE OF DRIVER SERVICES

Services and Updates

Arkansas is taking part in the federal nationwide initiative to improve the security of state-issued driver's licenses and identification cards, which will help fight terrorism and reduce identity fraud. On May 3, 2023, anyone who boards a domestic flight or enters a federal building will either need a REAL ID driver's license (DL) or Identification Card (ID) or will need to provide a regular identification and additional accepted forms of identification.



(REAL ID Driver's License)

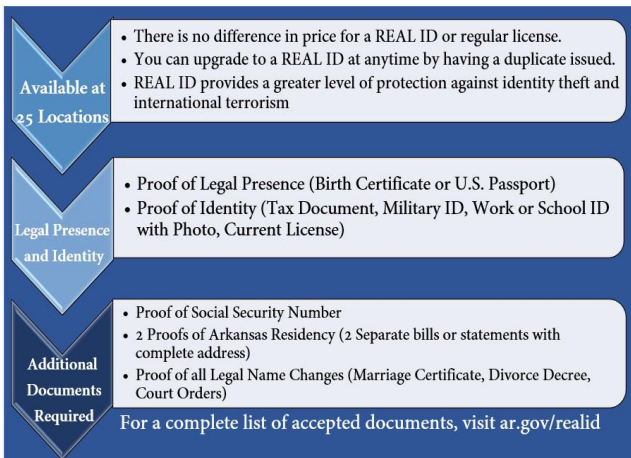


(REAL ID Identification Card)

## REAL ID Information Cards



(Front of Card)



(Back of Card)

For more information on [REAL ID](#) click the link.

Effective February 1, 2020 All 134 State Revenue Offices will have the ability to issue a Real ID.

# HELPFUL DFA REVENUE ROOM NUMBERS

Room 1310	Central Audit District
Room 1360	Collections
Room 1380	Withholding Section
Room 1450	Audit Coordination
Room 2240	Miscellaneous Tax
Room 2250	Corporation Income Tax
Room 2300	Individual Income Tax
Room 2350	Motor Fuel Tax
Room 2370	Tax Credits/Special Refunds
Room 2380	Revenue Legal Counsel
Room 2460	Problems Resolution & Tax Information Office

## OFFICE OF CHILD SUPPORT ENFORCEMENT (OCSE) OCSE MyWorkers Website





# Arkansas State Revenue Tax Quarterly

## Office of Income Tax Administration

### Credit Card Payment Information

Credit card payments may be made over the telephone for individual income tax debts by calling 1-800-2PAY-TAX (1-800-272-9829) or over the Internet by visiting [www.acipayonline.com](http://www.acipayonline.com) and clicking the "Payment Center Link".

If you need more information on making credit card payments, a link is provided in the Helpful Webpage Links Section of the Arkansas State Revenue Tax Quarterly Newsletter in every issue.

### **Important: Local Sales & Use Tax Changes** **in Arkansas Counties & Towns**

**Updates to Local Sales and Use Taxes**  
**Please call 501-682-7104 for Periodic Updates**  
**or click on the following link:**  
[Local Sales and Use Tax Updates](#)

<b>October 2021 City or County name</b>	<b>Code</b>	<b>Date</b>	<b>Rate</b>	<b>County</b>	<b>Recent Action</b>
Crossett	02-01	10/1/2021	1.750%	Ashley	Annexation
Cotter	03-02	10/1/2021	1.000%	Baxter	Decreased
Bentonville	04-03	10/1/2021	2.000%	Benton	Annexation
Gentry	04-06	10/1/2021	2.000%	Benton	Annexation
Centerton	04-09	10/1/2021	2.000%	Benton	Annexation
Pea Ridge	04-10	10/1/2021	1.000%	Benton	Annexation
Harrison	05-12	10/1/2021	1.750%	Boone	Increased
Arkadelphia	10-02	10/1/2021	2.000%	Clark	Annexation
Cedarville	17-10	10/1/2021	1.000%	Crawford	Deannexation
Conway	23-01	10/1/2021	2.125%	Faulkner	Annexation
Little Rock	60-05	10/1/2021	1.500%	Pulaski	Annexation
Bryant	62-01	10/1/2021	3.000%	Saline	Annexation
Forrest City	68-02	10/1/2021	1.875%	St. Francis	Increased
Springdale	72-10	10/1/2021	2.000%	Washington	Annexation
Beebe	73-02	10/1/2021	1.000%	White	Deannexation
Lonoke County	43-00	10/1/2021	1.500%	-	Increased

<b>July 2021 City or County name</b>	<b>Code</b>	<b>Date</b>	<b>Rate</b>	<b>County</b>	<b>Recent Action</b>
Mountain Home	03-01	7/1/2021	2.125%	Baxter	Increased
Siloam Springs	04-01	7/1/2021	2.000%	Benton	Annexation
Bentonville	04-03	7/1/2021	2.000%	Benton	Annexation

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Centerton	04-09	7/1/2021	2.000%	Benton	Annexation
Pea Ridge	04-10	7/1/2021	1.000%	Benton	Annexation
Van Buren	17-02	7/1/2021	1.500%	Crawford	Annexation
Conway	23-01	7/1/2021	2.125%	Faulkner	Annexation
Hot Springs	26-01	7/1/2021	1.500%	Garland	Annexation
Lonoke	43-09	7/1/2021	3.000%	Lonoke	Annexation
Cabot	43-11	7/1/2021	2.000%	Lonoke	Annexation
East Camden	52-03	7/1/2021	1.000%	Ouachita	Annexation
Alexander	60-02	7/1/2021	3.000%	Pulaski	Annexation
Pocahontas	61-04	7/1/2021	2.000%	Randolph	Annexation
Hardy	67-01	7/1/2021	1.000%	Sharp	Annexation
Forrest City	68-02	7/1/2021	1.250%	St. Francis	Decreased
Crawford County	17-00	7/1/2021	1.250%	-	Decreased
Franklin County	24-00	7/1/2021	2.000%	-	Increased
Washington County	72-00	7/1/2021	1.250%	-	Decreased

<b>April 2021 City or County name</b>	<b>Code</b>	<b>Date</b>	<b>Rate</b>	<b>County</b>	<b>Recent Action</b>
Parkdale	02-05	4/1/2021	1.000%	Ashley	Enacted
Mountain Home	03-01	4/1/2021	1.375%	Baxter	Annexation
Siloam Springs	04-01	4/1/2021	2.000%	Benton	Annexation
Bentonville	04-03	4/1/2021	2.000%	Benton	Annexation
Bethel Heights	04-04	4/1/2021	0.000%	Benton	Consolidation of Bethel Heights into Springdale
Centerton	04-09	4/1/2021	2.000%	Benton	Annexation
Little Flock	04-17	4/1/2021	1.000%	Benton	Annexation
Hermitage	06-02	4/1/2021	2.000%	Bradley	Increased
Arkadelphia	10-02	4/1/2021	2.000%	Clark	Annexation
Lake City	16-09	4/1/2021	1.000%	Craighead	Annexation
Cherry Valley	19-01	4/1/2021	1.000%	Cross	Enacted
Parkin	19-03	4/1/2021	1.000%	Cross	Enacted
Conway	23-01	4/1/2021	2.125%	Faulkner	Annexation
Pine Bluff	35-01	4/1/2021	2.250%	Jefferson	Annexation
Morrison Bluff	42-05	4/1/2021	1.000%	Logan	Enacted



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Subiaco	42-09	4/1/2021	1.000%	Logan	Enacted
Manila	47-13	4/1/2021	1.250%	Mississippi	Annexation
North Little Rock	60-01	4/1/2021	2.000%	Pulaski	Annexation
Little Rock	60-05	4/1/2021	1.500%	Pulaski	Annexation
Pocahontas	61-04	4/1/2021	2.000%	Randolph	Annexation
Gillham	66-03	4/1/2021	3.000%	Sevier	Increased
Springdale	72-10	4/1/2021	2.000%	Washington	Annexation - Consolidation of Bethel Heights into Springdale
Fayetteville	72-14	4/1/2021	2.000%	Washington	Annexation
Lincoln	72-15	4/1/2021	3.000%	Washington	Increased
Franklin County	24-00	4/1/2021	1.000%	-	Decreased
Perry County	53-00	4/1/2021	2.750%	-	Increased
Scott County	63-00	4/1/2021	2.000%	-	Decreased

<b>January 2021 City or County name</b>	<b>Code</b>	<b>Date</b>	<b>Rate</b>	<b>County</b>	<b>Recent Action</b>
Siloam Springs	04-01	1/1/2021	2.000%	Benton	Annexation
Rogers	04-02	1/1/2021	2.000%	Benton	Annexation
Bentonville	04-03	1/1/2021	2.000%	Benton	Annexation
Pea Ridge	04-10	1/1/2021	1.000%	Benton	Annexation
Cave Springs	04-11	1/1/2021	2.250%	Benton	Deannexation
Lake Village	09-01	1/1/2021	2.000%	Chicot	Annexation
Conway	23-01	1/1/2021	2.125%	Faulkner	Annexation
Star City	40-01	1/1/2021	1.250%	Lincoln	Decreased
Booneville	42-10	1/1/2021	2.000%	Logan	Increased
Little Rock	60-05	1/1/2021	1.500%	Pulaski	Annexation
Pocahontas	61-04	1/1/2021	2.000%	Randolph	Annexation
DeQueen	66-01	1/1/2021	1.000%	Sevier	Annexation
Springdale**	72-10	1/1/2021	2.000%	Washington	Annexation
Springdale**	72-10	1/1/2021	2.000%	Washington	Deannexation
Fayetteville	72-14	1/1/2021	2.000%	Washington	Annexation
Crittenden County	18-00	1/1/2021	1.750%	-	Decreased
Yell County	75-00	1/1/2021	1.125%	-	Decreased

# Calendar of Due Dates

## July

07/12/21 Sales Tax (1st monthly prepayment)  
07/15/21 Miscellaneous Tax (Except Severance taxes, Wheat, Soybean, Wine-Small Farm and Waste Tire) Beer, Liquor, Soft Drink, Cigarette Excise, Cigarette Papers, Construction Surcharge, Telecommunications Surcharge, Beef Promotions, Catfish Promotions Corn/Sorghum, Promotion, Bovine/Pseudorabies Fee, Bingo Tax, Paid Fantasy Gaming  
07/20/21 Sales & Use Tax, monthly report for previous month  
Miscellaneous Tax - Wheat, Waste Tire, Electronic Games of Skill, Wine-Small Farm, Dyed Diesel - Motor Fuel Tax  
07/26/21 Sales Tax (2nd monthly prepayment)  
07/26/21 Motor Fuel Tax (Except IFTA)  
Severance Tax  
07/31/21 Soybean Promotion

## August

08/12/21 Sales Tax (1st monthly prepayment)  
08/15/21 Employee monthly withholding tax, for previous month  
Miscellaneous Tax (Except Severance taxes, Wheat, Soybean, Wine-Small Farm and Waste Tire) Beer, Liquor, Soft Drink, Cigarette Excise, Cigarette Papers, Construction Surcharge, Telecommunications Surcharge, Beef Promotions, Catfish Promotions Corn/Sorghum, Promotion, Bovine/Pseudorabies Fee, Bingo Tax, Rice Promotion  
08/20/21 Miscellaneous Tax - Wheat, Waste Tire, Electronic Games of Skill, Wine-Small Farm, Other Tobacco Products, Paid Fantasy Sports, Casino Gaming, Carwash Water Usage.  
Sales & Use Tax, monthly report for previous month  
Dyed Diesel - Motor Fuel Tax  
08/24/21 Sales Tax (2nd monthly prepayment)  
08/25/21 Severance Tax  
Miscellaneous Tax-Soybean Promotion

## September

09/13/21 Sales Tax (1st monthly prepayment)  
09/15/21 Employee monthly withholding tax, for previous month Withholding Tax - Pass through entity return due  
Miscellaneous Tax (except Severance taxes, Wheat, Soybean, Wine-Small and Waste Tire) Beer, Liquor, Soft Drink, Cigarette Excise, Cigarette Papers, Construction Corn/Sorghum, Promotion, Bovine/Pseudorabies Fee, Bingo Tax, Rice Promotion  
09/20/21 Sales & Use Tax, (monthly report for previous month)  
Dyed Diesel - Motor Fuel Tax  
Miscellaneous Tax - Wheat, Waste Tire, Electronic Games of Skill, Wine-Small Farm, Oil, Other Tobacco Products, Paid Fantasy Sports, Casino Gaming  
09/24/21 Sales Tax (2nd monthly prepayment)  
09/25/21 Severance Tax  
Motor Fuel Tax (Except IFTA)  
09/30/21 Miscellaneous Tax-Soybean Promotion

[Calendar Due Dates for 2021](#)

The logo for ATAP (Arkansas Taxpayer Access Point) features the letters "ATAP" in a bold, italicized, red font. The letters are set against a background of horizontal grey lines. A thick red horizontal line runs across the top of the logo area.

## Arkansas Taxpayer Access Point

ATAP is a FREE web-based service that gives taxpayers or their designated representative online access to their tax accounts and offers the following services:

- Make a payment.
- Register a business.
- File a return on-line (except individual income tax).
- File a return using XML return upload.
- File an annual reconciliation for withholding tax.
- Change a name on an account.
- Change an address on an account.
- Amend a return.
- Maintain all tax account types via a single login.
- Assign 3<sup>rd</sup> party logins (CPA, power of attorney, responsible party, & etc.).
  
- Store banking information for use during payment submission.
- Upload w-2 information.
- View tax period financial information (tax penalty, interest, credits, balance, & etc.).
  
- View payments received.
- View recent account activity.
- View correspondence from the department.
  
- Certify Tax Credits Payroll, Expenditures and/or Tax Back Refund request.

The information for this article was cited from the following webpage: [ATAP Information](#).

## HELPFUL WEBPAGE LINKS

[INDIVIDUAL INCOME TAX NAME AND ADDRESS CHANGE FORM](#)

[INDIVIDUAL INCOME TAX E-FILE](#)

[ELECTRONIC FILING PAYMENT OPTIONS INFORMATION](#)

[INDIVIDUAL INCOME TAX PENALTY WAIVER REQUEST](#)

[OFFERS IN COMPROMISE \(OIC\) FORMS](#)

[POWER OF ATTORNEY \(POA\) FORM](#)

[CORPORATION INCOME TAX FORMS AND INSTRUCTIONS](#)

[IRS--WHERE'S MY REFUND LINK](#)

[LOCAL TAX LOOKUP TOOLS](#)

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[BUSINESS CLOSURE NOTIFICATION LIST](#)

[CREDIT CARD PAYMENT INFORMATION](#)

[LIST OF ARKANSAS DFA REVENUE OFFICES & PHONE NUMBERS](#)

[PULASKI COUNTY ASSESSOR'S OFFICE](#)

[ARKANSAS SECRETARY OF STATE'S OFFICE HOMEPAGE](#)

[ARKANSAS CHILD SUPPORT HOMEPAGE](#)

[ARKANSAS DEPARTMENT OF WORKFORCE SERVICES HOMEPAGE](#)

[FEDERAL EMPLOYER IDENTIFICATION NUMBER APPLICATION](#)

[MOTOR FUEL TAX](#)

[SMALL BUSINESS CORPORATE \(SUB-S\) REPORTING FORMS](#)

[SALE OR CLOSURE OF BUSINESS FORM](#)

[CLAIM FOR LOW INCOME SALES OF ELECTRICITY, E-416](#)

[MANUFACTURER OF ELECTRICITY UTILITY REDUCED RATE APPLICATION, ET-186 A](#)

[MANUFACTURER OF ELECTRICITY UTILITY REDUCED TAX REFUND REQUEST, ET-186 R](#)

[MANUFACTURING REDUCED RATE APPLICATION/RECERTIFICATION, ET-185ARC](#)

[MANUFACTURING UTILITY REDUCED TAX REFUND REQUEST, ET-185R](#)

[TAX CREDITS AND SPECIAL REFUNDS](#)

[NOTICE OF TRANSFER OF OWNERSHIP OF A MOTOR VEHICLE](#)

[REQUEST FOR TITLE WITH BENEFICIARY](#)

[COMPOSITE FILING AND WITHHOLDING FOR PASS THROUGH ENTITIES FORMS AND GENERAL INFORMATION](#)

[STATE TAX RATES](#)

## Contact Info

[Corporate Income Tax](#) 501-682-4775

Taxpayer Assistance for  
[Individual Income Tax](#) 501-682-1100  
800-882-9275

[Sales and Use Tax](#) 501-682-7104  
(Tax Inquiries)

[Motor Fuel Tax](#) 501-682-4800

Problem Resolution and Tax  
Information Office 501-682-7751

Collections 501-682-5000  
501-682-4720

[IRS \(Taxpayer Advocate\)](#) 501-396-5978

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<a href="#">IRS Taxpayer Assistance</a>	844-545-5640
<a href="#">IRS Federal Tax Forms</a>	800-829-3676
<a href="#">Revenue Legal Counsel</a>	501-682-7030
<a href="#">Motor Vehicle Administration</a>	501-682-4692
<a href="#">Field Audit Administration</a>	501-682-4616
<a href="#">Driver Services Administration</a>	501-371-5581
<a href="#">Revenue Administration</a>	501-682-7000
<a href="#">Withholding Tax</a>	501-682-7290
<a href="#">Miscellaneous Tax Section</a>	501-682-7187
<a href="#">Tax Credits and Special Refunds</a>	501-682-7106

### DFA REVENUE



DFA/Revenue Division is sponsoring a Blood Drive with the Arkansas Blood Institute on Wednesday, August 11, 2021, from 9:00 a.m. to 1:00 p.m., the Bloodmobile will be located at the Ledbetter Building.

To schedule an appointment, visit [www.arkbi.org](http://www.arkbi.org)



The Arkansas State Revenue Tax Quarterly is a publication of the Problems Resolution and Tax Information Office. The newsletter is produced and distributed electronically to tax professionals, businesses, and organizations operating in Arkansas.

To be added or deleted from the e-mail list, contact Susan Richards by email at: [Susan.Richards@dfa.arkansas.gov](mailto:Susan.Richards@dfa.arkansas.gov), or by mail at Problems Resolution and Tax Information Office, Ledbetter Building, Room 2460, P. O. Box 1272, Little Rock, Arkansas 72203-1272.

To view previous Arkansas State Revenue Tax Quarterlies, click on the following link: [Previous Arkansas State Tax Quarterlies](#).

# Arkansas State Revenue Tax Quarterly

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DFA Revenue Rules are listed in the newsletter and updated on the DFA website. The rules (regulations) can be accessed at the following link: [Revenue Rules](#).

## Upcoming State Observed Holidays

DFA Revenue offices will be closed for the following state observed holiday:

Monday, September 6<sup>th</sup> in observance of Labor Day

## Suggestions Corner

If you have any suggestions about items to be included on any future newsletters, please email your suggestions to [Susan.Richards@dfa.arkansas.gov](mailto:Susan.Richards@dfa.arkansas.gov)