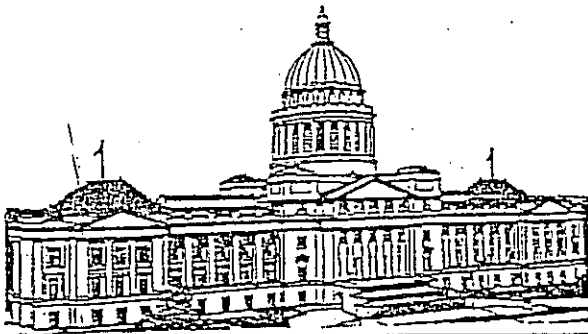


ARKANSAS REGISTER

Transmittal Sheet



Sharon Priest
Secretary of State
State Capitol Rm. 01
Little Rock, Arkansas 72201-1094

For Office Use Only: Effective Date 12/22/97 Code Number 006.05.97-014

Name of Agency Department of Finance & Administration

Department Revenue Division

Contact Person Don Zern Phone 682-7751

Statutory Authority for Promulgating Rules Ark. Code Ann. 26-51-423 (a) (3)

	Date
Intended Effective Date	Legal Notice Published <u>8/17/97</u>
<input type="checkbox"/> Emergency	Final Date for Public Comment <u>9/30/97</u>
<input checked="" type="checkbox"/> 10 Days After Filing	Filed With Legislative Council <u>8/4/97</u>
<input type="checkbox"/> Other	Reviewed by Legislative Council <u>Yes</u>
	Adopted by State Agency <u>10/1/97</u>

CERTIFICATION OF AUTHORIZED OFFICER

I Hereby Certify That The Attached Rules Were Adopted
In Compliance with Act 434 of 1967 As Amended.

Don Zern
Signature

682-7751
Phone Number

Taxpayer Information Officer
Title

December 12, 1997
Date

FILED
AR. REGISTER DIV.
97 DEC 12 PM 1:54
SHARON PRIEST
SECRETARY OF STATE
STATE OF ARKANSAS

STANDARD MILEAGE RATES FOR INCOME TAX PURPOSES
1997-3

The Commissioner of Revenue, pursuant to his authority under Ark. Code Ann. §26-18-301 and Ark. Code Ann. §26-51-423(a)(3)(Supp. 1995), does hereby issue the following regulation. This regulation supersedes Revenue Division Regulation 1997-1.

The optional standard mileage rate, for use by employees or self employed individuals in computing the income tax deductible costs of operating passenger automobiles owned by them for business purposes, is thirty one and one-half cents (31.5¢) per mile.


The optional mileage rate for use by individuals in computing the income tax deductible costs of operating passenger automobiles owned by them for a charitable organization is twelve cents (12¢) per mile.

The optional standard mileage rate for business use of a vehicle by a rural mail carrier is forty seven and one-quarter cents (47.25¢) per mile.


The optional standard mileage rate allowed in computing the cost of operating a car where transportation expenses are deductible as a medical expense is 10 cents (10¢) per mile.

The mileage rate stated above shall be in effect beginning on and after January 1, 1997.

In witness whereof, we have hereunto set our hands this 1 day of Oct., 1997.



RICHARD A. WEISS
Director
Department of Finance



TIM LEATHERS
Deputy Director/Commissioner of Revenue
Department of Finance
and Administration

FILED
AIR REGISTER DIV.
97 DEC 12 PM 1:54
SHARON FINEST
SECRETARY OF STATE
STATE OF ARKANSAS
BY _____

DEPARTMENT: Department of Finance and Administration
DIVISION Revenue Division:
PERSON COMPLETING
THIS STATEMENT: David Foster, Income Tax Administrator
TELEPHONE NO.: (501) 682-1130
FAX NO.: (501) 682-1691

FINANCIAL IMPACT STATEMENT

To comply with Act 884 of 1995, please complete the following Financial Impact Statement and file with the questionnaire and proposed rules.

SHORT TITLE OF THIS RULE: Regulation 1997-3 -- Standard Mileage Rate For Income Tax Purposes

1. Does this proposed, amended, or repealed rule or regulation have a financial impact?
Yes: No: **XX**
2. If you believe that the development of a financial impact statement is so speculative as to be cost prohibited, please explain.
3. If the purpose of this rule or regulation is to implement a federal rule or regulation, please give the incremental cost for implementing the regulation. **Does Not Apply.**

1997-98 Fiscal Year

General Revenue: _____
Federal Funds: _____
Cash Funds: _____
Special Revenue: _____
Other: _____
Total: _____

None

1997-98 Fiscal Year

General Revenue: _____
Federal Funds: _____
Cash Funds: _____
Special Revenue: _____
Other: _____
Total: _____

None

4. What is the total estimated cost by fiscal year to any party subject to the, proposed, amended, or repealed rule or regulation? **None.**

1997-98 Fiscal Year

None

1998-99 Fiscal Year

None

5. What is the total estimated cost by fiscal year to the agency to implement this regulation?

1997-98 Fiscal Year

No additional cost

1998-99 Fiscal Year

No additional cost

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SHARON HENRIOT
SECRETARY OF STATE
STATE OF ARKANSAS
BY _____