

State of Arizona  
Senate  
Forty-fifth Legislature  
First Regular Session  
2001

# SENATE BILL 1258

AN ACT

PROVIDING FOR TAX RATE INCREMENT IMPLEMENTATION CLARIFICATION.

(TEXT OF BILL BEGINS ON NEXT PAGE)

1 Be it enacted by the Legislature of the State of Arizona:

2 Section 1. Current contracts; application of tax rate increment

3 Through December 31, 2001, the additional transaction privilege tax  
4 rate increment imposed by section 42-5010, subsection G, Arizona Revised  
5 Statutes, does not apply to the gross proceeds of sales or gross income from  
6 the business of a taxpayer with respect to contracts entered into before June  
7 1, 2001, unless the taxpayer has entered a contract that contains a provision  
8 that entitles the taxpayer to recover from the purchaser the amount of  
9 additional tax levied. The additional tax rate increment does apply with  
10 respect to those contracts from and after December 31, 2001.

11 Sec. 2. Department of revenue; implementation

12 For purposes of administering section 1 of this act, the department of  
13 revenue may implement the tax rate differences mandated by this act as a  
14 credit against the liability established under the higher tax rate until such  
15 time as the department of revenue can process the multiple rates mandated by  
16 this act. The credit shall be the difference between the tax rate mandated  
17 by the provisions of this act and the higher tax rate established by law and  
18 may be paid separately as a refund by the department of revenue.

19 Sec. 3. Emergency

20 This act is an emergency measure that is necessary to preserve the  
21 public peace, health or safety and is operative immediately as provided by  
22 law.