

State of Arizona
Senate
Fifty-first Legislature
Second Regular Session
2014

CHAPTER 118
SENATE BILL 1306

AN ACT

AMENDING TITLE 35, CHAPTER 2, ARIZONA REVISED STATUTES, BY ADDING ARTICLE 7;
RELATING TO CREDIT CARD PAYMENTS BY GOVERNMENTAL ENTITIES.

(TEXT OF BILL BEGINS ON NEXT PAGE)

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

2 Section 1. Title 35, chapter 2, Arizona Revised Statutes, is amended
3 by adding article 7, to read:

4 ARTICLE 7. CREDIT CARD PAYMENTS BY GOVERNMENTAL ENTITIES

5 35-391. Credit card payments by governmental entities:
6 disclosure; definitions

7 A. A GOVERNMENTAL ENTITY MAY REQUIRE THAT A VENDOR ACCEPT A SPECIFIC
8 METHOD OF PAYMENT EXCLUSIVELY FOR ANY GOODS OR SERVICES PROVIDED BY THE
9 VENDOR TO THE GOVERNMENTAL ENTITY. IF A GOVERNMENTAL ENTITY REQUIRES A
10 SPECIFIC METHOD OF PAYMENT BE USED EXCLUSIVELY, THE GOVERNMENTAL ENTITY MUST
11 DISCLOSE THE REQUIRED METHOD OF PAYMENT DURING THE BID PROCESS OR AMEND THE
12 CONTRACT UNDER MUTUAL AGREEMENT WITH THE VENDOR.

13 B. IF A GOVERNMENTAL ENTITY PAYS A VENDOR BY CREDIT CARD FOR GOODS OR
14 SERVICES PROVIDED BY THE VENDOR TO THE GOVERNMENTAL ENTITY, THE GOVERNMENTAL
15 ENTITY SHALL DISCLOSE IN ITS ANNUAL FINANCIAL REPORT THE AMOUNT OF ANY
16 REWARD, DISCOUNT, INCENTIVE OR OTHER FINANCIAL CONSIDERATION RECEIVED BY THE
17 GOVERNMENTAL ENTITY RESULTING FROM THE CREDIT CARD PAYMENT.

18 C. FOR THE PURPOSES OF THIS SECTION:

19 1. "CREDIT CARD" HAS THE SAME MEANING PRESCRIBED IN SECTION 35-101.

20 2. "GOVERNMENTAL ENTITY" MEANS AN AGENCY, BOARD, COMMISSION,
21 DEPARTMENT OR OTHER ENTITY OPERATING UNDER THE AUTHORITY OF THIS STATE OR A
22 CITY, TOWN, COUNTY, SCHOOL DISTRICT, COMMUNITY COLLEGE DISTRICT OR SPECIAL
23 TAXING DISTRICT.

APPROVED BY THE GOVERNOR APRIL 22, 2014.

FILED IN THE OFFICE OF THE SECRETARY OF STATE APRIL 23, 2014.