

State of Arizona
Senate
Fifty-second Legislature
Second Regular Session
2016

CHAPTER 171
SENATE BILL 1492

AN ACT

AMENDING SECTIONS 28-101, 28-141 AND 28-2401, ARIZONA REVISED STATUTES; REPEALING SECTION 28-2515, ARIZONA REVISED STATUTES; AMENDING SECTION 28-4038, ARIZONA REVISED STATUTES; REPEALING SECTIONS 28-5493 AND 28-5860, ARIZONA REVISED STATUTES; AMENDING SECTIONS 28-9501, 28-9502, 28-9503, 28-9506, 28-9521, 28-9522, 28-9523, 28-9524, 28-9525 AND 28-9526, ARIZONA REVISED STATUTES; AMENDING TITLE 28, CHAPTER 30, ARTICLE 2, ARIZONA REVISED STATUTES, BY ADDING SECTION 28-9527; AMENDING SECTIONS 28-9551, 28-9556, 42-5062 AND 42-6004, ARIZONA REVISED STATUTES; RELATING TO FOR-HIRE TRANSPORTATION.

(TEXT OF BILL BEGINS ON NEXT PAGE)

1 Be it enacted by the Legislature of the State of Arizona:
2 Section 1. Section 28-101, Arizona Revised Statutes, is amended to
3 read:
4 28-101. Definitions
5 In this title, unless the context otherwise requires:
6 1. "Alcohol" means any substance containing any form of alcohol,
7 including ethanol, methanol, propynol and isopropynol.
8 2. "Alcohol concentration" if expressed as a percentage means either:
9 (a) The number of grams of alcohol per one hundred milliliters of
10 blood.
11 (b) The number of grams of alcohol per two hundred ten liters of
12 breath.
13 3. "All-terrain vehicle" means either of the following:
14 (a) A motor vehicle that satisfies all of the following:
15 (i) Is designed primarily for recreational nonhighway all-terrain
16 travel.
17 (ii) Is fifty or fewer inches in width.
18 (iii) Has an unladen weight of one thousand two hundred pounds or
19 less.
20 (iv) Travels on three or more nonhighway tires.
21 (v) Is operated on a public highway.
22 (b) A recreational off-highway vehicle that satisfies all of the
23 following:
24 (i) Is designed primarily for recreational nonhighway all-terrain
25 travel.
26 (ii) Is sixty-five or fewer inches in width.
27 (iii) Has an unladen weight of one thousand eight hundred pounds or
28 less.
29 (iv) Travels on four or more nonhighway tires.
30 4. "Authorized emergency vehicle" means any of the following:
31 (a) A fire department vehicle.
32 (b) A police vehicle.
33 (c) An ambulance or emergency vehicle of a municipal department or
34 public service corporation that is designated or authorized by the department
35 or a local authority.
36 (d) Any other ambulance, fire truck or rescue vehicle that is
37 authorized by the department in its sole discretion and that meets liability
38 insurance requirements prescribed by the department.
39 5. "Autocycle" means a three-wheeled motorcycle on which the driver
40 and passengers ride in a completely enclosed seating area that is equipped
41 with a roll cage, safety belts for each occupant and antilock brakes and that
42 is designed to be controlled with a steering wheel and pedals.
43 6. "Aviation fuel" means all flammable liquids composed of a mixture
44 of selected hydrocarbons expressly manufactured and blended for the purpose
45 of effectively and efficiently operating an internal combustion engine for

- 1 use in an aircraft but does not include fuel for jet or turbine powered
2 aircraft.
- 3 7. "Bicycle" means a device, including a racing wheelchair, that is
4 propelled by human power and on which a person may ride and that has either:
5 (a) Two tandem wheels, either of which is more than sixteen inches in
6 diameter.
7 (b) Three wheels in contact with the ground, any of which is more than
8 sixteen inches in diameter.
- 9 8. "Board" means the transportation board.
- 10 9. "Bus" means a motor vehicle designed for carrying sixteen or more
11 passengers, including the driver.
- 12 10. "Business district" means the territory contiguous to and
13 including a highway if there are buildings in use for business or industrial
14 purposes within any six hundred feet along the highway, including hotels,
15 banks or office buildings, railroad stations and public buildings that occupy
16 at least three hundred feet of frontage on one side or three hundred feet
17 collectively on both sides of the highway.
- 18 11. "Combination of vehicles" means a truck or truck tractor and
19 semitrailer and any trailer that it tows but does not include a forklift
20 designed for the purpose of loading or unloading the truck, trailer or
21 semitrailer.
- 22 12. "Controlled substance" means a substance so classified under
23 section 102(6) of the controlled substances act (21 United States Code
24 section 802(6)) and includes all substances listed in schedules I through V
25 of 21 Code of Federal Regulations part 1308.
- 26 13. "Conviction" means:
27 (a) An unvacated adjudication of guilt or a determination that a
28 person violated or failed to comply with the law in a court of original
29 jurisdiction or by an authorized administrative tribunal.
30 (b) An unvacated forfeiture of bail or collateral deposited to secure
31 the person's appearance in court.
32 (c) A plea of guilty or no contest accepted by the court.
33 (d) The payment of a fine or court costs.
- 34 14. "County highway" means a public road that is constructed and
35 maintained by a county.
- 36 15. "Dealer" means a person who is engaged in the business of buying,
37 selling or exchanging motor vehicles, trailers or semitrailers and who has an
38 established place of business.
- 39 16. "Department" means the department of transportation acting
40 directly or through its duly authorized officers and agents.
- 41 17. "Digital network or software application" has the same meaning
42 prescribed in section 28-9551.
- 43 18. "Director" means the director of the department of transportation.
- 44 19. "Drive" means to operate or be in actual physical control of a
45 motor vehicle.
- 46 20. "Driver" means a person who drives or is in actual physical

1 control of a vehicle.

2 21. "Driver license" means a license that is issued by a state to an
3 individual and that authorizes the individual to drive a motor vehicle.

4 22. "Electric personal assistive mobility device" means a
5 self-balancing two nontandem wheeled device with an electric propulsion
6 system that limits the maximum speed of the device to fifteen miles per hour
7 or less and that is designed to transport only one person.

8 23. "Farm" means any lands primarily used for agriculture production.

9 24. "Farm tractor" means a motor vehicle designed and used primarily
10 as a farm implement for drawing implements of husbandry.

11 25. "Foreign vehicle" means a motor vehicle, trailer or semitrailer
12 that is brought into this state other than in the ordinary course of business
13 by or through a manufacturer or dealer and that has not been registered in
14 this state.

15 26. "Golf cart" means a motor vehicle that has not less than three
16 wheels in contact with the ground, that has an unladen weight of less than
17 one thousand eight hundred pounds, that is designed to be and is operated at
18 not more than twenty-five miles per hour and that is designed to carry not
19 more than four persons including the driver.

20 27. "Hazardous material" means a material, and its mixtures or
21 solutions, that the United States department of transportation determines
22 under 49 Code of Federal Regulations is, or any quantity of a material listed
23 as a select agent or toxin under 42 Code of Federal Regulations part 73 that
24 is, capable of posing an unreasonable risk to health, safety and property if
25 transported in commerce and that is required to be placarded or marked as
26 required by the department's safety rules prescribed pursuant to chapter 14
27 of this title.

28 28. "Implement of husbandry" means a vehicle designed primarily for
29 agricultural purposes and used exclusively in the conduct of agricultural
30 operations, including an implement or vehicle whether self-propelled or
31 otherwise that meets both of the following conditions:

32 (a) Is used solely for agricultural purposes including the preparation
33 or harvesting of cotton, alfalfa, grains and other farm crops.

34 (b) Is only incidentally operated or moved on a highway whether as a
35 trailer or self-propelled unit. For the purposes of this subdivision,
36 "incidentally operated or moved on a highway" means travel between a farm and
37 another part of the same farm, from one farm to another farm or between a
38 farm and a place of repair, supply or storage.

39 29. "Limousine" means a motor vehicle providing prearranged ground
40 transportation service for an individual passenger, or a group of passengers,
41 that is arranged in advance or is operated on a regular route or between
42 specified points and includes ground transportation under a contract or
43 agreement for services that includes a fixed rate or time and is provided in
44 a motor vehicle with a seating capacity not exceeding fifteen passengers
45 including the driver.

46 30. "Livery vehicle" means a motor vehicle that:

1 (a) Has a seating capacity not exceeding fifteen passengers including
2 the driver.

3 (b) Provides passenger services for a fare determined by a flat rate
4 or flat hourly rate between geographic zones or within a geographic area.

5 (c) Is available for hire on an exclusive or shared ride basis.

6 (d) May do any of the following:

7 (i) Operate on a regular route or between specified places.

8 (ii) Offer prearranged ground transportation service as defined in
9 section 28-141.

10 (iii) Offer on demand ground transportation service pursuant to a
11 contract with a public airport, licensed business entity or organization.

12 31. "Local authority" means any county, municipal or other local board
13 or body exercising jurisdiction over highways under the constitution and laws
14 of this state.

15 32. "Manufacturer" means a person engaged in the business of
16 manufacturing motor vehicles, trailers or semitrailers.

17 33. "Moped" means a bicycle that is equipped with a helper motor if
18 the vehicle has a maximum piston displacement of fifty cubic centimeters or
19 less, a brake horsepower of one and one-half or less and a maximum speed of
20 twenty-five miles per hour or less on a flat surface with less than a one
21 percent grade.

22 34. "Motor driven cycle" means a motorcycle, including every motor
23 scooter, with a motor that produces not more than five horsepower.

24 35. "Motor vehicle":

25 (a) Means either:

26 (i) A self-propelled vehicle.

27 (ii) For the purposes of the laws relating to the imposition of a tax
28 on motor vehicle fuel, a vehicle that is operated on the highways of this
29 state and that is propelled by the use of motor vehicle fuel.

30 (b) Does not include a motorized wheelchair, an electric personal
31 assistive mobility device or a motorized skateboard. For the purposes of
32 this subdivision:

33 (i) "Motorized skateboard" means a self-propelled device that has a
34 motor, a deck on which a person may ride and at least two tandem wheels in
35 contact with the ground.

36 (ii) "Motorized wheelchair" means a self-propelled wheelchair that is
37 used by a person for mobility.

38 36. "Motor vehicle fuel" includes all products that are commonly or
39 commercially known or sold as gasoline, including casinghead gasoline,
40 natural gasoline and all flammable liquids, and that are composed of a
41 mixture of selected hydrocarbons expressly manufactured and blended for the
42 purpose of effectively and efficiently operating internal combustion engines.
43 Motor vehicle fuel does not include inflammable liquids that are specifically
44 manufactured for racing motor vehicles and that are distributed for and used
45 by racing motor vehicles at a racetrack, use fuel as defined in section
46 28-5601, aviation fuel, fuel for jet or turbine powered aircraft or the

1 mixture created at the interface of two different substances being
2 transported through a pipeline, commonly known as transmix.

3 37. "Motorcycle" means a motor vehicle that has a seat or saddle for
4 the use of the rider and that is designed to travel on not more than three
5 wheels in contact with the ground but excludes a tractor and a moped.

6 38. "Motorized quadricycle" means a self-propelled motor vehicle to
7 which all of the following apply:

8 (a) The vehicle is self-propelled by an emission-free electric motor
9 and may include pedals operated by the passengers.

10 (b) The vehicle has at least four wheels in contact with the ground.

11 (c) The vehicle seats at least eight passengers, including the driver.

12 (d) The vehicle is operable on a flat surface using solely the
13 electric motor without assistance from the pedals or passengers.

14 (e) The vehicle is a commercial motor vehicle as defined in section
15 28-5201.

16 (f) The vehicle is ~~licensed by the department of weights and measures~~
17 ~~to operate as~~ a limousine OPERATING UNDER A VEHICLE FOR HIRE COMPANY PERMIT
18 ISSUED pursuant to section 28-9503.

19 (g) The vehicle is manufactured by a motor vehicle manufacturer that
20 is licensed pursuant to chapter 10 of this title.

21 (h) The vehicle complies with the definition and standards for
22 low-speed vehicles set forth in federal motor vehicle safety standard 500 and
23 49 Code of Federal Regulations ~~section~~ SECTIONS 571.3(b) and 571.500,
24 respectively.

25 39. "Neighborhood electric vehicle" means a self-propelled
26 electrically powered motor vehicle to which all of the following apply:

27 (a) The vehicle is emission free.

28 (b) The vehicle has at least four wheels in contact with the ground.

29 (c) The vehicle complies with the definition and standards for low
30 speed vehicles set forth in federal motor vehicle safety standard 500 and 49
31 Code of Federal Regulations sections 571.3(b) and 571.500, respectively.

32 40. "Nonresident" means a person who is not a resident of this state
33 as defined in section 28-2001.

34 41. "Off-road recreational motor vehicle" means a motor vehicle that
35 is designed primarily for recreational nonhighway all-terrain travel and that
36 is not operated on a public highway. Off-road recreational motor vehicle
37 does not mean a motor vehicle used for construction, building trade, mining
38 or agricultural purposes.

39 42. "Operator" means a person who drives a motor vehicle on a highway,
40 who is in actual physical control of a motor vehicle on a highway or who is
41 exercising control over or steering a vehicle being towed by a motor vehicle.

1 43. "Owner" means:

2 (a) A person who holds the legal title of a vehicle.

3 (b) If a vehicle is the subject of an agreement for the conditional
4 sale or lease with the right of purchase on performance of the conditions
5 stated in the agreement and with an immediate right of possession vested in
6 the conditional vendee or lessee, the conditional vendee or lessee.

7 (c) If a mortgagor of a vehicle is entitled to possession of the
8 vehicle, the mortgagor.

9 44. "Pedestrian" means any person afoot. A person who uses an
10 electric personal assistive mobility device or a manual or motorized
11 wheelchair is considered a pedestrian unless the manual wheelchair qualifies
12 as a bicycle. For the purposes of this paragraph, "motorized wheelchair"
13 means a self-propelled wheelchair that is used by a person for mobility.

14 45. "Power sweeper" means an implement, with or without motive power,
15 that is only incidentally operated or moved on a street or highway and that
16 is designed for the removal of debris, dirt, gravel, litter or sand whether
17 by broom, vacuum or regenerative air system from asphaltic concrete or cement
18 concrete surfaces, including parking lots, highways, streets and warehouses,
19 and a vehicle on which the implement is permanently mounted.

20 46. "Public transit" means the transportation of passengers on
21 scheduled routes by means of a conveyance on an individual passenger
22 fare-paying basis excluding transportation by a sightseeing bus, school bus
23 or taxi or a vehicle not operated on a scheduled route basis.

24 47. "Reconstructed vehicle" means a vehicle that has been assembled or
25 constructed largely by means of essential parts, new or used, derived from
26 vehicles or makes of vehicles of various names, models and types or that, if
27 originally otherwise constructed, has been materially altered by the removal
28 of essential parts or by the addition or substitution of essential parts, new
29 or used, derived from other vehicles or makes of vehicles. For the purposes
30 of this paragraph, "essential parts" means integral and body parts, the
31 removal, alteration or substitution of which will tend to conceal the
32 identity or substantially alter the appearance of the vehicle.

33 48. "Residence district" means the territory contiguous to and
34 including a highway not comprising a business district if the property on the
35 highway for a distance of three hundred feet or more is in the main improved
36 with residences or residences and buildings in use for business.

37 49. "Right-of-way" when used within the context of the regulation of
38 the movement of traffic on a highway means the privilege of the immediate use
39 of the highway. Right-of-way when used within the context of the real
40 property on which transportation facilities and appurtenances to the
41 facilities are constructed or maintained means the lands or interest in lands
42 within the right-of-way boundaries.

43 50. "School bus" means a motor vehicle that is designed for carrying
44 more than ten passengers and that is either:

1 (a) Owned by any public or governmental agency or other institution
2 and operated for the transportation of children to or from home or school on
3 a regularly scheduled basis.

4 (b) Privately owned and operated for compensation for the
5 transportation of children to or from home or school on a regularly scheduled
6 basis.

7 51. "Semitrailer" means a vehicle that is with or without motive
8 power, other than a pole trailer, that is designed for carrying persons or
9 property and for being drawn by a motor vehicle and that is constructed so
10 that some part of its weight and that of its load rests on or is carried by
11 another vehicle. For the purposes of this paragraph, "pole trailer" has the
12 same meaning prescribed in section 28-601.

13 52. "State" means a state of the United States and the District of
14 Columbia.

15 53. "State highway" means a state route or portion of a state route
16 that is accepted and designated by the board as a state highway and that is
17 maintained by the state.

18 54. "State route" means a right-of-way whether actually used as a
19 highway or not that is designated by the board as a location for the
20 construction of a state highway.

21 55. "Street" or "highway" means the entire width between the boundary
22 lines of every way if a part of the way is open to the use of the public for
23 purposes of vehicular travel.

24 56. "Taxi" means a motor vehicle that has a seating capacity not
25 exceeding fifteen passengers, including the driver, ~~that is registered as a~~
26 ~~taxi in this state or any other state,~~ that provides passenger services and
27 that:

28 (a) Does not primarily operate on a regular route or between specified
29 places.

30 (b) Offers local transportation for a fare determined on the basis of
31 the distance traveled or prearranged ground transportation service as defined
32 in section 28-141 for a predetermined fare.

33 57. "Traffic survival school" means a school that offers educational
34 sessions to drivers who are required to attend and successfully complete
35 educational sessions pursuant to this title that are designed to improve the
36 safety and habits of drivers and that are approved by the department.

37 58. "Trailer" means a vehicle that is with or without motive power,
38 other than a pole trailer, that is designed for carrying persons or property
39 and for being drawn by a motor vehicle and that is constructed so that no
40 part of its weight rests on the towing vehicle. A semitrailer equipped with
41 an auxiliary front axle commonly known as a dolly is deemed to be a trailer.
42 For the purposes of this paragraph, "pole trailer" has the same meaning
43 prescribed in section 28-601.

44 59. "Transportation network company" has the same meaning prescribed
45 in section 28-9551.

1 60. "Transportation network company vehicle" has the same meaning
2 prescribed in section 28-9551.

3 61. "Transportation network service" has the same meaning prescribed
4 in section 28-9551.

5 62. "Truck" means a motor vehicle designed or used primarily for the
6 carrying of property other than the effects of the driver or passengers and
7 includes a motor vehicle to which has been added a box, a platform or other
8 equipment for such carrying.

9 63. "Truck tractor" means a motor vehicle that is designed and used
10 primarily for drawing other vehicles and that is not constructed to carry a
11 load other than a part of the weight of the vehicle and load drawn.

12 64. "Vehicle" means a device in, on or by which a person or property
13 is or may be transported or drawn on a public highway, excluding devices
14 moved by human power or used exclusively on stationary rails or tracks.

15 65. "Vehicle transporter" means either:

16 (a) A truck tractor capable of carrying a load and drawing a
17 semitrailer.

18 (b) A truck tractor with a stinger-steered fifth wheel capable of
19 carrying a load and drawing a semitrailer or a truck tractor with a dolly
20 mounted fifth wheel that is securely fastened to the truck tractor at two or
21 more points and that is capable of carrying a load and drawing a semitrailer.

22 Sec. 2. Section 28-141, Arizona Revised Statutes, is amended to read:

23 28-141. Prearranged ground transportation; applicability;
24 definitions

25 A. The department shall not require a ~~license~~ PERMIT or impose a fee
26 on a motor vehicle providing prearranged ground transportation service if the
27 motor carrier providing the service does all of the following:

28 1. Meets all applicable registration requirements for the interstate
29 transportation of passengers under the ICC termination act of 1995 (P.L.
30 104-88; 109 Stat. 879; 49 United States Code sections 13901 through 13908).

31 2. Meets all applicable vehicle and intrastate passenger licensing
32 requirements of the state in which the vehicle is domiciled or registered to
33 do business.

34 3. Provides the service pursuant to a contract for either of the
35 following:

36 (a) Transportation from this state, including intermediate stops, to a
37 destination in another state.

38 (b) Transportation from this state, including intermediate stops in
39 another state, to a destination in this state.

40 B. For the purposes of this section:

41 1. "Intermediate stop" means a pause in the transportation in order
42 for one or more passengers to engage in personal or business activity, but
43 only if the driver providing the transportation to the passenger does not,
44 before resuming the transportation of the passenger or at least one of the
45 passengers, provide transportation to any other person not included among the
46 passengers being transported when the pause began.

1 2. "Prearranged ground transportation service" means transportation
2 for a passenger or a group of passengers that is arranged in advance or that
3 is operated on a regular route or between specified points.

4 Sec. 3. Section 28-2401, Arizona Revised Statutes, is amended to read:
5 28-2401. Definitions

6 In this article, unless the context otherwise requires:

7 1. "Immediate family member" means a spouse or a parent, child,
8 brother or sister whether by adoption or blood.

9 2. "Special plates" means plates issued pursuant to this article ~~or~~
10 ~~pursuant to section 28-2515.~~

11 Sec. 4. Delayed repeal

12 Section 28-2515, Arizona Revised Statutes, is repealed from and after
13 June 30, 2016.

14 Sec. 5. Section 28-4038, Arizona Revised Statutes, is amended to read:
15 28-4038. Transportation network services; financial
16 responsibility requirements; survey

17 A. For a transportation network company that requires a transportation
18 network company driver to accept rides that are booked and paid for
19 exclusively through the transportation network company's digital network or
20 software application and during the time in which the transportation network
21 company driver is logged in to the transportation network company's digital
22 network or software application to be a driver, but is not in the act of
23 providing transportation network services, the following insurance coverage
24 shall be maintained:

25 1. Before March 1, 2016, the transportation network company driver
26 shall maintain a motor vehicle liability insurance policy that meets at least
27 the requirements of section 28-4009. A transportation network company shall
28 provide motor vehicle liability insurance coverage in the amount of
29 twenty-five thousand dollars because of bodily injury to or death of one
30 person in any one accident, subject to the limit for one person, fifty
31 thousand dollars because of bodily injury to or death of two or more persons
32 in any one accident and twenty thousand dollars because of injury to or
33 destruction of property of others in any one accident ~~coverage~~ in the event a
34 transportation network company driver's policy excludes coverage according to
35 the policy's terms.

36 2. From and after February 29, 2016, the transportation network
37 company driver or the transportation network company, or both, shall provide
38 primary motor vehicle liability insurance coverage in the amount of
39 twenty-five thousand dollars because of bodily injury to or death of one
40 person in any one accident, subject to the limit for one person, fifty
41 thousand dollars because of bodily injury to or death of two or more persons
42 in any one accident and twenty thousand dollars because of injury to or
43 destruction of property of others in any one accident. Coverage shall be
44 maintained through any of the following:

45 (a) A private passenger motor vehicle policy maintained by the
46 transportation network company driver that expressly provides liability

1 coverage while the driver is logged in to the transportation network
2 company's digital network or software application to be a driver.

3 (b) A motor vehicle liability policy maintained by the transportation
4 network company.

5 (c) A commercial motor vehicle liability policy.

6 B. For a transportation network company that requires a transportation
7 network company driver to accept rides that are booked and paid for
8 exclusively through the transportation network company's digital network or
9 software application and during the time in which the transportation network
10 company driver is providing transportation network services, the
11 transportation network company driver or the transportation network company,
12 or both, shall maintain the following insurance coverages:

13 1. Primary commercial motor vehicle liability insurance that covers
14 the transportation network company driver's provision of transportation
15 network services in a minimum amount of two hundred fifty thousand dollars
16 per incident.

17 2. Commercial uninsured motorist coverage in a minimum amount of two
18 hundred fifty thousand dollars per incident.

19 ~~C. For a transportation network company that does not require a~~
20 ~~transportation network company driver to accept rides booked and paid for~~
21 ~~exclusively through a transportation network company's digital network or~~
22 ~~software application and during the time in which the transportation network~~
23 ~~company driver is logged in to the transportation network company's digital~~
24 ~~network or software application to be a driver, either the transportation~~
25 ~~network company driver or the transportation network company shall maintain~~
26 ~~the following insurance coverages:~~

27 ~~1. During the time in which the driver is available to provide~~
28 ~~passenger transportation, but has not accepted a ride request and is not in~~
29 ~~the act of providing passenger transportation, primary commercial motor~~
30 ~~vehicle liability insurance coverage in the amount of twenty five thousand~~
31 ~~dollars because of bodily injury to or death of any one person in any one~~
32 ~~accident, subject to the limit for one person, fifty thousand dollars because~~
33 ~~of bodily injury to or death of two or more persons in any one accident and~~
34 ~~twenty thousand dollars because of injury to or destruction of property of~~
35 ~~others in any one accident.~~

36 ~~2. After the driver has accepted a ride request through any~~
37 ~~communication, including a street hail, and during the time in which the~~
38 ~~driver is providing passenger transportation:~~

39 ~~(a) Primary commercial motor vehicle liability insurance in a minimum~~
40 ~~amount of two hundred fifty thousand dollars per incident.~~

41 ~~(b) Commercial uninsured motorist coverage in a minimum amount of two~~
42 ~~hundred fifty thousand dollars per incident.~~

43 ~~D.~~ C. From and after February 29, 2016, unless an insurance policy
44 expressly provides coverage or contains an amendment or endorsement that
45 expressly provides coverage, the transportation network company driver's
46 insurance policy and the motor vehicle owner's personal motor vehicle

1 insurance policy shall not be required to provide coverage for the
2 transportation network company vehicle, the transportation network company
3 driver, the motor vehicle owner or any third party while a transportation
4 network company driver is logged in to a transportation network company's
5 digital network or software application to be a driver or is providing
6 transportation network services.

7 ~~E.~~ D. Notwithstanding subsection ~~D.~~ C of this section, an insurer may
8 offer, for the period during which a transportation network company driver is
9 logged in to a transportation network company's digital network or software
10 application to be a driver or is providing transportation network services,
11 one of the following:

12 1. A motor vehicle liability insurance policy expressly providing such
13 coverage.

14 2. An amendment or endorsement to an existing motor vehicle liability
15 insurance policy specifically providing such coverage.

16 ~~F.~~ E. An insurance policy required by this section is deemed to
17 satisfy the financial responsibility requirements for a motor vehicle
18 insurance policy under this title.

19 ~~G.~~ F. A transportation network company driver shall carry proof of
20 insurance in the transportation network company vehicle at all times while
21 logged in to a transportation network company's digital network or software
22 application to be a driver or is providing transportation network services.
23 If an accident occurs involving a transportation network company vehicle, the
24 transportation network company driver shall provide proof of insurance to the
25 parties involved in the accident at the time of the accident. The
26 transportation network company driver shall also notify the transportation
27 network company of the accident.

28 ~~H.~~ G. In a claims coverage investigation, transportation network
29 companies and any insurer providing coverage as prescribed in this section
30 shall fully cooperate in the exchange of information, including the precise
31 times that a transportation network company driver logged on and off of the
32 transportation network company's digital network or software application in
33 the twenty-four-hour period immediately preceding the accident, and shall
34 disclose to each other a clear description of the coverage, exclusions and
35 limits provided under any insurance policy each party issued or maintained.

36 ~~I.~~ H. From and after February 29, 2016, this section and section
37 28-4009 do not create an obligation for an insurer that issues coverage to
38 which section 20-1631 applies to offer, provide or issue a motor vehicle
39 liability insurance policy or an endorsement or amendment that includes
40 coverage for any liability arising while a transportation network company
41 driver is logged in to the transportation network company's digital network
42 or software application to be a driver or is providing transportation network
43 services.

44 ~~J.~~ I. An insurance policy required by this section may be placed with
45 an insurer authorized to transact insurance in this state pursuant to title

1 20, chapter 2, article 1 or a surplus lines insurer pursuant to title 20,
2 chapter 2, article 5.

3 ~~K.~~ J. The department of insurance, as part of its annual survey of
4 insurance companies, may request information from any property and casualty
5 insurer authorized to write private passenger motor vehicle coverage in this
6 state, including information regarding:

7 1. Whether the insurer offers for purchase a policy or an endorsement
8 or amendment that covers transportation network company drivers while the
9 driver is logged in to a transportation network company's digital network or
10 software application to be a driver or is providing transportation network
11 services.

12 2. The number of those policies, endorsements or amendments that have
13 been purchased during the reporting period.

14 3. The number of those policies, endorsements or amendments that have
15 been canceled during the reporting period.

16 Sec. 6. Delayed repeal

17 Sections 28-5493 and 28-5860, Arizona Revised Statutes, are repealed
18 from and after June 30, 2016.

19 Sec. 7. Section 28-9501, Arizona Revised Statutes, is amended to read:

20 28-9501. Definitions

21 In this chapter, unless the context otherwise requires:

22 ~~1. "Commercial device" means any measuring device that is used to~~
23 ~~determine the direct cost of things or used to establish a fee for service if~~
24 ~~the cost is based on measure.~~

25 ~~2. 1. "Taxi meter" means a commercial device that meets the~~
26 ~~requirements of the national institute of standards and technology handbook~~
27 ~~44 as prescribed by section 3-3413~~ AUTOMATICALLY CALCULATES AT A
28 PREDETERMINED RATE THE CHARGE FOR THE HIRE OF A VEHICLE AND THAT INDICATES
29 THE CHARGE.

30 2. "VEHICLE FOR HIRE" MEANS A TAXI, LIVERY VEHICLE OR LIMOUSINE.

31 3. "VEHICLE FOR HIRE COMPANY" MEANS A COMPANY THAT OFFERS LOCAL
32 TRANSPORTATION THROUGH USE OF A TAXI, LIVERY VEHICLE OR LIMOUSINE OR A
33 COMBINATION OF TAXIS, LIVERY VEHICLES OR LIMOUSINES.

34 Sec. 8. Section 28-9502, Arizona Revised Statutes, is amended to read:

35 28-9502. Powers and duties

36 A. The department shall ~~+~~

37 ~~+~~ adopt any rules necessary to carry out this chapter and adopt
38 reasonable rules for the enforcement of this chapter. These rules have the
39 force and effect of law and shall be adopted pursuant to title 41, chapter 6.
40 ~~In adopting these rules, the director shall consider, as far as is~~
41 ~~practicable, the requirements established by other states and by authority of~~
42 ~~the United States, except that rules may not be made in conflict with this~~
43 ~~chapter.~~

44 B. THE DEPARTMENT MAY:

45 ~~2-~~ 1. Investigate complaints made to the department concerning
46 violations of this chapter and, on its own initiative, conduct investigations

1 it deems appropriate in order to develop information relating to prevailing
2 procedures ~~in commercial quantity~~ FOR TAXI METER RATE determination and
3 possible violations of this chapter and to promote accuracy in the
4 determination and representation of quantity in ~~commercial transactions~~ TAXI
5 METER RATES.

6 ~~3-~~ 2. Inspect and test taxi meters BY A RANDOM SYSTEMATIC METHOD
7 DETERMINED BY THE DIRECTOR OR IN RESPONSE TO A COMPLAINT BY THE PUBLIC to
8 determine whether the taxi meters meet the requirements ~~of the national~~
9 ~~institute of standards and technology handbook 44 as~~ prescribed by ~~section~~
10 ~~3-3413~~ THE DEPARTMENT BY RULE.

11 ~~4-~~ 3. Apply to any court of competent jurisdiction for a temporary or
12 permanent injunction restraining any person from violating this chapter.

13 ~~5-~~ ~~Report to the governor on or before August 1 of each year and at~~
14 ~~such other times as may be required on the work accomplished under this~~
15 ~~chapter.~~

16 ~~6-~~ 4. Subject to title 41, chapter 4, article 4, employ such
17 personnel as needed to assist in administering this chapter.

18 ~~B. Testing and inspection conducted pursuant to this chapter shall be~~
19 ~~done, to the extent practicable, without prior notice, by a random systematic~~
20 ~~method determined by the director or in response to a complaint by the~~
21 ~~public.~~

22 C. During the course of an investigation or an enforcement action by
23 the department, information regarding the complainant is confidential and is
24 exempt from title 39, chapter 1 unless the complainant authorizes the
25 information to be public.

26 Sec. 9. Section 28-9503, Arizona Revised Statutes, is amended to read:

27 28-9503. Vehicle for hire company permits; fees; violation;
28 classification

29 ~~A. A person may not use a commercial device unless the device is~~
30 ~~licensed as provided in this chapter.~~

31 ~~B. A license shall be obtained annually from the department on forms~~
32 ~~prescribed and furnished by the department. The fee, as determined by the~~
33 ~~director by rule, shall be submitted with the prescribed form. A license~~
34 ~~shall be obtained not later than thirty days following the first day of~~
35 ~~commercial use for original installations. If the ownership of a licensed~~
36 ~~device is transferred, the ownership of the license may be transferred. On~~
37 ~~transfer of a license, new licensees shall notify the department of the~~
38 ~~licensee's name and address and the location of the device.~~

39 A. A VEHICLE FOR HIRE COMPANY MAY NOT OPERATE IN THIS STATE UNLESS THE
40 VEHICLE FOR HIRE COMPANY IS ISSUED A PERMIT BY THE DEPARTMENT. THE VEHICLE
41 FOR HIRE COMPANY MAY APPLY TO THE DEPARTMENT ON FORMS PRESCRIBED BY THE
42 DEPARTMENT. THE PERMIT IS VALID FOR THREE YEARS. THE DEPARTMENT SHALL
43 CHARGE AND COLLECT AN APPLICATION FEE OF TWENTY-FOUR DOLLARS PER VEHICLE THAT
44 IS USED AS A TAXI BY THE VEHICLE FOR HIRE COMPANY AT THE TIME OF APPLICATION,
45 NOT TO EXCEED A TOTAL OF ONE THOUSAND DOLLARS PER APPLICANT.

1 B. THE DEPARTMENT SHALL ISSUE A PERMIT TO AN APPLICANT THAT MEETS THE
2 REQUIREMENTS OF THIS ARTICLE.

3 C. A VEHICLE FOR HIRE COMPANY SHALL MAINTAIN AN AGENT FOR SERVICE OF
4 PROCESS IN THIS STATE.

5 ~~C.~~ D. If a fare is based on time or mileage or both time and mileage,
6 a taxi shall have a ~~commercial device and shall obtain a license as~~
7 ~~prescribed by the department~~ TAXI METER, except that if the service offered
8 by the taxi is a prearranged ground transportation service as prescribed in
9 section 28-141 for a predetermined fare, a taxi is not required to use a
10 ~~commercial device~~ THE TAXI METER.

11 ~~D. The department may not issue a license for a taxi, livery vehicle~~
12 ~~or limousine unless the taxi, livery vehicle or limousine meets the~~
13 ~~requirements for both of the following:~~

14 1. ~~Motor vehicle licensing as prescribed by the department.~~

15 2. ~~Motor vehicle insurance as prescribed by section 28-4033.~~

16 E. The department shall revoke a ~~license~~ PERMIT if the ~~taxi, livery~~
17 ~~vehicle or limousine~~ VEHICLE FOR HIRE COMPANY fails to maintain the
18 requirements for either of the following:

19 1. Motor vehicle licensing as prescribed by the department.

20 2. Motor vehicle insurance as prescribed by section 28-4033.

21 F. A ~~taxi or livery~~ vehicle FOR HIRE shall have a ~~license~~ COPY OF THE
22 PERMIT issued TO THE VEHICLE FOR HIRE COMPANY under this chapter ~~posted on~~
23 ~~the outside of the rear window as required by the department. A limousine~~
24 ~~shall carry a license issued under this chapter~~ inside the vehicle at all
25 times.

26 G. A taxi that is ~~licensed~~ ISSUED A PERMIT by the department and that
27 offers local transportation for a fare determined on the basis of the
28 distance traveled or prearranged ground transportation service as prescribed
29 in section 28-141 for a predetermined fare is not required to ~~be additionally~~
30 ~~licensed~~ HAVE AN ADDITIONAL PERMIT as a livery vehicle.

31 H. A person or the person's agent who knowingly files with the
32 department any notice, statement or other document required under this
33 section that is false or that contains any material misstatement of fact is
34 guilty of a class 2 misdemeanor.

35 Sec. 10. Section 28-9506, Arizona Revised Statutes, is amended to
36 read:

37 28-9506. Taxi and livery vehicle signage

38 A. A taxi or livery vehicle shall display ~~interior signage that~~
39 ~~contains~~ ALL OF THE FOLLOWING INFORMATION EITHER ON AN INTERIOR SIGN THAT IS
40 READILY VISIBLE AND THAT IS EITHER IN A PRINT OR AN ELECTRONIC FORMAT OR ON A
41 DIGITAL NETWORK OR SOFTWARE APPLICATION:

42 1. The ~~licensee's~~ PERMITTEE'S business name and address. ~~and that is~~
43 ~~all of the following:~~

44 1. ~~Permanent.~~

45 2. ~~In letters at least one-half inch in height.~~

46 3. ~~Readily visible.~~

1 ~~4.~~ 2. ~~Accurately representative~~ AN ACCURATE REPRESENTATION of all
2 fares and the fare computation method.

3 ~~B.~~ 3. ~~A taxi or livery vehicle shall display interior signage that~~
4 ~~contains~~ The driver's name ~~and is readily visible to passengers.~~

5 ~~C.~~ B. AT A MINIMUM, a taxi is required to display READILY VISIBLE
6 exterior ~~signage~~ TRADE DRESS AS DEFINED IN SECTION 28-9551 that contains the
7 ~~licensee's business name and telephone number, that contains the~~ word "taxi"
8 or "cab". ~~and that is all of the following:~~

9 ~~1. Permanent.~~

10 ~~2. In letters at least three inches in height.~~

11 ~~3. Readily visible and a minimum of one inch in height for fare~~
12 ~~information.~~

13 ~~4. Accurately representative of all fares and the fare computation~~
14 ~~method.~~

15 Sec. 11. Section 28-9521, Arizona Revised Statutes, is amended to
16 read:

17 28-9521. Unlawful use of vehicle for hire; violation;
18 classification

19 A. When any ~~commercial device~~ VEHICLE FOR HIRE specified in this
20 chapter is in commercial use and a valid ~~license for the device~~ PERMIT has
21 not been procured by the ~~owner, the owner's agent or the operator of the~~
22 ~~device~~ VEHICLE FOR HIRE COMPANY, the department, after giving notice of the
23 ~~licensing~~ PERMIT requirements to the ~~owner, the owner's agent or the operator~~
24 VEHICLE FOR HIRE COMPANY, shall prohibit the further commercial use of the
25 ~~unlicensed device~~ VEHICLE until the proper ~~license~~ PERMIT has been issued.
26 ~~The department may employ and attach to the device such forms, notices or~~
27 ~~security seals as it considers necessary to prevent the continued~~
28 ~~unauthorized use of the device.~~

29 ~~B.~~ A registered service representative may also:

30 ~~1. With approval of the department, remove an official rejection tag~~
31 ~~placed on a commercial device.~~

32 ~~2. Place in service, until an official examination can be made, a~~
33 ~~commercial device that has been officially rejected or placed out of service.~~

34 ~~3. Place in service, until an official examination can be made, a~~
35 ~~commercial device for which a commercial device application has been~~
36 ~~completed and submitted to the department.~~

37 ~~C.~~ B. The owner of any business who has not applied for and has not
38 been issued a ~~license~~ PERMIT BY THE DEPARTMENT for the right to do business
39 involving the use of a ~~commercial device by the department~~ VEHICLE FOR HIRE
40 and who is found ~~selling or offering for sale or delivering or distributing~~
41 VEHICLE FOR HIRE SERVICES to a consumer is guilty of a class 2 misdemeanor.
42 ~~, and the department shall confiscate and seize the commercial device or any~~
43 ~~other such measuring device used by the business for the sale, delivery or~~
44 ~~distribution as evidence.~~

45 ~~D.~~ The director and any other authorized personnel are not liable to
46 ~~the owner or any other persons, firms, partnerships, corporations, trusts or~~

1 ~~agencies for damages, directly or indirectly, caused by or resulting from the~~
2 ~~seizure.~~

3 ~~E. C. If a commercial device licensed pursuant to this chapter~~
4 **VEHICLE FOR HIRE** is used contrary to any provision of this chapter or any
5 rule adopted pursuant to this chapter, the department, in addition to any
6 other penalty imposed by this chapter, shall suspend, revoke or refuse to
7 renew the ~~license~~ **PERMIT**.

8 Sec. 12. Section 28-9522, Arizona Revised Statutes, is amended to
9 read:

10 **28-9522. Revocation or suspension of permits; procedure;**
11 **judicial review**

12 A. Except as otherwise provided by this section, any proceeding to
13 revoke or suspend a ~~license~~ **PERMIT** issued pursuant to this chapter shall be
14 conducted in accordance with title 41, chapter 6, article 10.

15 B. The director may initiate proceedings for revocation or suspension
16 of a ~~license~~ **PERMIT** issued pursuant to this chapter on the director's own
17 motion or on a verified complaint for noncompliance with or a violation of
18 this chapter or of any rule adopted pursuant to this chapter.

19 C. If, after having been served with the notice of hearing as provided
20 for in title 41, chapter 6, article 10, the ~~licensee~~ **PERMITTEE** fails to
21 appear at the hearing and defend, the department shall proceed to hear
22 evidence against the ~~licensee~~ **PERMITTEE** and shall enter an order as justified
23 by the evidence. The order is final unless the ~~licensee~~ **PERMITTEE** petitions
24 for a review as provided in title 41, chapter 6, article 10.

25 D. At all hearings, the attorney general ~~of this state~~, an assistant
26 attorney general or a special assistant designated by the attorney general
27 shall appear and represent the department.

28 E. Except as provided in section 41-1092.08, subsection H, any final
29 administrative decision made pursuant to this chapter is subject to judicial
30 review pursuant to title 12, chapter 7, article 6.

31 Sec. 13. Section 28-9523, Arizona Revised Statutes, is amended to
32 read:

33 **28-9523. Violations; classification; jurisdiction**

34 A. A person is guilty of a class 1 misdemeanor who:

35 1. Knowingly hinders, interferes with or obstructs in any way the
36 director or any of the director's agents or inspectors in entering the
37 premises where a ~~commercial device~~ **TAXI METER** may be kept for inspecting or
38 testing or in the performance of the ~~director's~~ **OFFICIAL DUTIES OF THE**
39 **DIRECTOR** or the director's ~~agent's~~ **AGENTS** or ~~inspector's official duties~~
40 **INSPECTORS**.

41 2. Impersonates in any way the director or any of the director's
42 agents or inspectors by the use of the director's seal or a counterfeit of
43 the director's seal or in any other manner.

44 3. Uses, or has in possession for the purpose of using for ~~any~~ **A**
45 commercial purpose, ~~sells~~, offers or exposes for sale or hire, or has in
46 possession for the purpose of selling or hiring an incorrect ~~weight or~~

1 ~~measure or any device or instrument~~ TAXI METER used or calculated to falsify
2 ~~any weight or measure~~ THE ACCURACY OF THE TAXI METER.

3 ~~4. Sells, or offers or exposes for sale, less than the quantity the~~
4 ~~person represents of any commodity, thing or service.~~

5 ~~5. Takes more than the quantity the person represents of any~~
6 ~~commodity, thing or service, when, as buyer, the person furnishes the weight~~
7 ~~or measure by means of which the amount of the commodity, thing or service is~~
8 ~~determined.~~

9 B. A person is guilty of a class 2 misdemeanor who:

10 ~~1. Uses, or has in possession for the purpose of current use for any~~
11 ~~commercial purpose, a weight or measure that does not bear a seal or mark of~~
12 ~~approval based on an inspection and test, unless the weight or measure has~~
13 ~~been exempted from testing by order of the department, or unless the device~~
14 ~~has been placed in service as provided in this chapter. Any person or~~
15 ~~persons making use of a commercial device that is subject to this chapter~~
16 ~~shall report to the director or the director's representatives, in writing,~~
17 ~~the number and location of the commercial device and shall promptly report~~
18 ~~the installation of any new commercial device.~~

19 ~~2. Disposes of any rejected or condemned weight or measure in a manner~~
20 ~~contrary to law or rule.~~

21 ~~3. Removes from any weight or measure, contrary to law or rule, any~~
22 ~~tag, seal or mark placed on the weight or measure by the appropriate~~
23 ~~authority pursuant to this chapter.~~

24 ~~4. Keeps for the purpose of selling, advertising or offering or~~
25 ~~exposing for sale or sells any commodity, thing or service in a condition or~~
26 ~~manner contrary to law or rule.~~

27 ~~5. 1. Uses in retail trade, except in the preparation of packages put~~
28 ~~up in advance of sale and of medical prescriptions, a weight or measure~~ A
29 TAXI METER that is so positioned that its indications cannot be accurately
30 read and the ~~weighing, metering, measuring or counting~~ operation cannot be
31 observed from some position that may reasonably be assumed by a customer.

32 ~~6. 2. Violates this chapter or rules adopted under this chapter. A~~
33 ~~continuing violation may be deemed to be a separate violation each day during~~
34 ~~which the violation is committed for the purpose of imposing a fine.~~

35 C. The provisions of this section are in addition to and not in
36 limitation of any other provision of law.

37 D. The attorney general and the county attorney ~~shall~~ have concurrent
38 jurisdiction to prosecute violations of this chapter.

39 Sec. 14. Section 28-9524, Arizona Revised Statutes, is amended to
40 read:

41 28-9524. Presumptive evidence of use

42 When a ~~weight, measure, meter, counter or commercial device~~ TAXI METER
43 is in or about any place in which or from which ~~buying or selling~~ A VEHICLE
44 FOR HIRE TRANSACTION is commonly carried on, there ~~shall be~~ IS a rebuttable
45 presumption that the ~~weight, measure, meter, counter or commercial device~~
46 TAXI METER is regularly used for the business purpose of the place.

1 Sec. 15. Section 28-9525, Arizona Revised Statutes, is amended to
2 read:

3 28-9525. Civil penalties

4 A. A person who violates this chapter, any rule of the department or
5 any ~~license~~ PERMIT requirement is subject to a civil penalty imposed by the
6 director. A person who violates this chapter, any rule of the department or
7 any ~~license~~ PERMIT requirement may request a hearing to review a civil
8 penalty imposed under this section. The department shall conduct the hearing
9 in accordance with title 41, chapter 6, article 10. ~~Except as prescribed in~~
10 ~~subsection B of this section,~~ The civil penalty may not exceed one thousand
11 ~~FIVE HUNDRED~~ dollars for each infraction ~~or more than ten thousand dollars~~
12 ~~for any thirty-day period~~ at each business location ~~or for each public~~
13 ~~weighmaster, provided that no person shall be assessed more than fifty~~
14 ~~thousand dollars per thirty-day period.~~

15 ~~B. The director may double the maximum civil penalty if any of the~~
16 ~~following applies:~~

17 ~~1. A commercial device is found to be in violation with results that~~
18 ~~favor the retailer at more than twice the allowable tolerance as stated in~~
19 ~~national institute of standards and technology handbook 44.~~

20 ~~2. A package is found to exceed the maximum allowable variation for~~
21 ~~the labeled quantity allowed in national institute of standards and~~
22 ~~technology handbook 133 or the average error of the lot is twice the sample~~
23 ~~error limit in favor of the retailer.~~

24 ~~3. A maximum civil penalty has been imposed on a retailer for a price~~
25 ~~posting or price verification violation and in a reinspection, if conducted~~
26 ~~within ninety days, the failure rate is ten percent or more and at least one~~
27 ~~error is in favor of the retailer.~~

28 ~~C.~~ B. The attorney general shall bring actions to recover civil
29 penalties pursuant to this section in the superior court in the county in
30 which the violation occurred or in a county where the agency has its office.
31 All monies derived from civil penalties shall be deposited, pursuant to
32 sections 35-146 and 35-147, in the state general fund.

33 Sec. 16. Section 28-9526, Arizona Revised Statutes, is amended to
34 read:

35 28-9526. Delinquent civil penalties and fees

36 In addition to any other penalty, if a civil penalty or any fee due
37 pursuant to this chapter has not been paid within thirty days after the due
38 date, the civil penalty or fee is delinquent and the department may refuse to
39 issue a ~~license~~ PERMIT or may revoke a ~~license~~ PERMIT pursuant to this
40 chapter until the civil penalty or fee is paid in full.

41 Sec. 17. Title 28, chapter 30, article 2, Arizona Revised Statutes, is
42 amended by adding section 28-9527, to read:

43 28-9527. Transaction privilege tax prohibited

44 A VEHICLE FOR HIRE OWNER, COMPANY OR DRIVER THAT HAS A PERMIT ISSUED
45 PURSUANT TO ARTICLE 1 OF THIS CHAPTER IS EXEMPT FROM TRANSACTION PRIVILEGE

1 TAX ON INCOME DERIVED FROM TRANSPORTING PERSONS FOR HIRE PURSUANT TO SECTIONS
2 42-5062 AND 42-6004.

3 Sec. 18. Section 28-9551, Arizona Revised Statutes, is amended to
4 read:

5 28-9551. Definitions

6 In this article, unless the context otherwise requires:

7 1. "Digital network or software application" means any online-enabled
8 application, software, website or system that is offered or used by a
9 transportation network company and that enables a potential passenger to
10 arrange a ride with a transportation network company driver.

11 ~~2. "Limousine" means a motor vehicle providing prearranged ground
12 transportation service for an individual passenger, or a group of passengers,
13 that is arranged in advance or is operated on a regular route or between
14 specified points and includes ground transportation under a contract or
15 agreement for services that includes a fixed rate or time and is provided in
16 a motor vehicle with a seating capacity not exceeding fifteen passengers,
17 including the driver.~~

18 ~~3. "Livery vehicle" means a motor vehicle that:~~

19 ~~(a) Has a seating capacity not exceeding fifteen passengers, including
20 the driver.~~

21 ~~(b) Provides passenger services for a fare determined by a flat rate
22 or flat hourly rate between geographic zones or within a geographic area.~~

23 ~~(c) Is available for hire on an exclusive or shared-ride basis.~~

24 ~~(d) May do any of the following:~~

25 ~~(i) Operate on a regular route or between specified places.~~

26 ~~(ii) Offer prearranged ground transportation service as defined in
27 section 28-141.~~

28 ~~(iii) Offer on demand ground transportation service pursuant to a
29 contract with a public airport, licensed business entity or organization.~~

30 ~~4. "Person" means both the plural and the singular, as the case
31 demands, and includes individuals, partnerships, corporations, companies,
32 societies and associations.~~

33 ~~5. "Taxi" means a motor vehicle that has a seating capacity not
34 exceeding fifteen passengers, including the driver, that is registered as a
35 taxi in this state or any other state, that provides passenger services and
36 that:~~

37 ~~(a) Does not primarily operate on a regular route or between specified
38 places.~~

39 ~~(b) Offers local transportation for a fare determined on the basis of
40 the distance traveled or prearranged ground transportation service as defined
41 in section 28-141 for a predetermined fare.~~

42 ~~6.~~ 2. "Trade dress" means a removable and distinct logo, insignia or
43 emblem attached to or visible from the exterior of EITHER OF THE FOLLOWING:

44 (a) A transportation network company vehicle during the performance of
45 transportation network services.

46 (b) A TAXI WHILE PROVIDING VEHICLE FOR HIRE SERVICES.

1 ~~7.~~ 3. "Transportation network company" means an entity that has been
2 issued a permit pursuant to this article, that operates in this state, that
3 uses a digital network or software application to connect passengers to
4 transportation network services provided by transportation network company
5 drivers and that may but is not deemed to own, operate or control a personal
6 motor vehicle of a transportation network company driver. Transportation
7 network company does not include the following:

8 (a) This state or a county, city, town or political subdivision of
9 this state and any related entity, a nonprofit agency or any other public
10 body that coordinates, operates, promotes or sponsors public transportation,
11 ~~OR~~ OR carpool or vanpool services.

12 (b) A program that is in place to meet federal air quality standards
13 pursuant to section 49-404.

14 (c) Any individual, company or activity that meets the requirements of
15 a rental car agent or rental company as defined in section 20-331 if all of
16 the following apply:

17 (i) Transportation is provided to another person or is arranged by the
18 rental company but provided by another person.

19 (ii) The route is predetermined.

20 (iii) Any money exchanged between the provider of the transportation
21 and the recipient does not exceed the cost of providing the transportation.

22 ~~8.~~ 4. "Transportation network company driver" means an individual who
23 receives connections to potential passengers and related services from a
24 transportation network company in exchange for payment of a fee to the
25 transportation network company and who operates a motor vehicle that is both
26 of the following:

27 (a) Owned, leased or otherwise authorized for use by the individual.

28 (b) Used to provide transportation network services.

29 ~~9.~~ 5. "Transportation network company vehicle" means a motor vehicle
30 that meets all of the following:

31 (a) Has a seating capacity not exceeding eight passengers, including
32 the driver.

33 (b) Is authorized by a transportation network company.

34 (c) Is used by a transportation network company driver to provide
35 transportation network services.

36 ~~10.~~ 6. "Transportation network services" means the transportation of
37 a passenger between points chosen by the passenger and arranged with a
38 transportation network company driver through the use of a transportation
39 network company's digital network or software application beginning when a
40 transportation network company driver accepts a request for transportation
41 network services received through the transportation network company's
42 digital network or software application, continuing while the transportation
43 network company driver provides transportation network services in a
44 transportation network company vehicle and ending when the passenger exits
45 the transportation network company vehicle or when the trip is canceled.

1 Sec. 19. Section 28-9556, Arizona Revised Statutes, is amended to
2 read:

3 28-9556. Transportation network services; civil penalty; street
4 hails prohibited; records

5 A. A transportation network company driver shall accept rides booked
6 and paid for exclusively through a transportation network company's digital
7 network or software application. The department may impose a civil penalty
8 of not more than one thousand five hundred dollars per violation against any
9 transportation network company driver who is found to be soliciting or
10 accepting street hails.

11 ~~B. Subsection A of this section does not apply to a transportation~~
12 ~~network company driver of a transportation network company vehicle insured~~
13 ~~pursuant to section 28-4038, subsection C.~~

14 ~~C.~~ B. A transportation network company shall maintain individual trip
15 records for at least one year after the date each trip was provided and
16 transportation network company driver records until the one-year anniversary
17 of the date of the driver's activation on the transportation network
18 company's digital network or software application has ended and shall make
19 the records available to the department on request.

20 Sec. 20. Section 42-5062, Arizona Revised Statutes, is amended to
21 read:

22 42-5062. Transporting classification

23 A. The transporting classification is comprised of the business of
24 transporting for hire persons, freight or property by motor vehicle,
25 railroads or aircraft from one point to another point in this state. The
26 transporting classification does not include:

27 1. Transporting for hire persons, freight or property by:

28 (a) Motor carriers subject to a fee prescribed in title 28, chapter
29 16, article 4. ~~or by~~

30 (b) Light motor vehicles subject to a fee under title 28, chapter 15,
31 article 4. ~~,~~

32 (c) Transportation network companies subject to a fee prescribed ~~by~~
33 ~~PURSUANT TO~~ section 28-9552. ~~or~~

34 (d) Transportation network company drivers on transactions involving
35 transportation network services as defined in section 28-9551.

36 (e) ~~VEHICLE FOR HIRE COMPANIES ISSUED A PERMIT PURSUANT TO SECTION~~
37 ~~28-9503.~~

38 (f) ~~VEHICLE FOR HIRE DRIVERS OPERATING UNDER A COMPANY PERMIT ISSUED~~
39 ~~PURSUANT TO SECTION 28-9503 ON TRANSACTIONS INVOLVING VEHICLE FOR HIRE~~
40 ~~SERVICES.~~

41 2. The business of transporting for hire persons traveling in air
42 commerce by aircraft if taxation of the business is preempted by federal law.

43 3. Ambulances or ambulance services provided under title 48 or
44 certified pursuant to title 36, chapter 21.1 or provided by a city or town in
45 a county with a population of less than one hundred fifty thousand persons as
46 determined in the most recent United States decennial census.

1 4. Public transportation program services for the dial-a-ride programs
2 and special needs transportation services.

3 5. Transporting freight or property for hire by a railroad operating
4 exclusively in this state if the transportation comprises a portion of a
5 single shipment of freight or property, involving more than one railroad,
6 either from a point in this state to a point outside this state or from a
7 point outside this state to a point in this state. For the purposes of this
8 paragraph, "a single shipment" means the transportation that begins at the
9 point at which one of the railroads first takes possession of the freight or
10 property and continues until the point at which one of the railroads
11 relinquishes possession of the freight or property to a party other than one
12 of the railroads.

13 6. Arranging transportation as a convenience or service to a person's
14 customers if that person is not otherwise engaged in the business of
15 transporting persons, freight or property for hire. This exception does not
16 apply to businesses that dispatch vehicles pursuant to customer orders and
17 send the billings and receive the payments associated with that activity,
18 including when the transportation is performed by third-party independent
19 contractors. For the purposes of this paragraph, "arranging" includes
20 billing for or collecting transportation charges from a person's customers on
21 behalf of the persons providing the transportation.

22 B. The tax base for the transporting classification is the gross
23 proceeds of sales or gross income derived from the business, except that the
24 following shall be deducted from the tax base:

25 1. The gross proceeds of sales or gross income derived from
26 transporting for hire persons, freight or property by a railroad pursuant to
27 a contract with another railroad that is also considered to be engaged in the
28 businesses of transporting persons, freight or property for hire if the other
29 railroad is liable for the tax on gross proceeds of sales or gross income
30 attributable to the transportation.

31 2. The gross proceeds of sales or gross income derived from business
32 activity that is properly included in any other business classification under
33 this article and that is taxable to the person engaged in that
34 classification, but the gross proceeds of sales or gross income to be
35 deducted shall not exceed the consideration paid to the person conducting the
36 activity.

37 3. The gross proceeds of sales or gross income derived from a business
38 activity that is arranged by the person who is subject to tax under this
39 section and that is not taxable to the person conducting the activity due to
40 an exclusion, exemption or deduction under this section or section 42-5073,
41 but the gross proceeds of sales or gross income to be deducted shall not
42 exceed the consideration paid to the person conducting the activity.

43 4. The gross proceeds of sales or gross income derived from business
44 activity that is arranged by a person who is subject to tax under this
45 section and that is taxable to another person under this section who conducts
46 the activity, but the gross proceeds of sales or gross income to be deducted

1 shall not exceed the consideration paid to the person conducting the
2 activity.

3 5. The gross proceeds of sales or gross income derived from
4 transporting fertilizer by a railroad from a point in this state to another
5 point in this state.

6 Sec. 21. Section 42-6004, Arizona Revised Statutes, is amended to
7 read:

8 42-6004. Exemption from municipal tax; definitions

9 A. A city, town or special taxing district shall not levy a
10 transaction privilege, sales, use or other similar tax on:

11 1. Exhibition events in this state sponsored, conducted or operated by
12 a nonprofit organization that is exempt from taxation under section
13 501(c)(3), 501(c)(4) or 501(c)(6) of the internal revenue code if the
14 organization is associated with a major league baseball team or a national
15 touring professional golfing association and no part of the organization's
16 net earnings inures to the benefit of any private shareholder or individual.

17 2. Interstate telecommunications services, which include that portion
18 of telecommunications services, such as subscriber line service, allocable by
19 federal law to interstate telecommunications service.

20 3. Sales of warranty or service contracts.

21 4. Sales of motor vehicles to nonresidents of this state for use
22 outside this state if the motor vehicle dealer ships or delivers the motor
23 vehicle to a destination outside this state.

24 5. Interest on finance contracts.

25 6. Dealer documentation fees on the sales of motor vehicles.

26 7. Sales of food or other items purchased with United States
27 department of agriculture food stamp coupons issued under the food stamp act
28 of 1977 (P.L. 95-113; 91 Stat. 958) or food instruments issued under section
29 17 of the child nutrition act (P.L. 95-627; 92 Stat. 3603; P.L. 99-661,
30 section 4302; 42 United States Code section 1786) but may impose such a tax
31 on other sales of food. If a city, town or special taxing district exempts
32 sales of food from its tax or imposes a different transaction privilege rate
33 on the gross proceeds of sales or gross income from sales of food and nonfood
34 items, it shall use the definition of food prescribed by rule adopted by the
35 department pursuant to section 42-5106.

36 8. Orthodontic devices dispensed by a dental professional who is
37 licensed under title 32, chapter 11 to a patient as part of the practice of
38 dentistry.

39 9. Sales of internet access services to the person's subscribers and
40 customers. For the purposes of this paragraph:

41 (a) "Internet" means the computer and telecommunications facilities
42 that comprise the interconnected worldwide network of networks that employ
43 the transmission control protocol or internet protocol, or any predecessor or
44 successor protocol, to communicate information of all kinds by wire or radio.

45 (b) "Internet access" means a service that enables users to access
46 content, information, electronic mail or other services over the internet.

1 Internet access does not include telecommunication services provided by a
2 common carrier.

3 10. The gross proceeds of sales or gross income retained by the Arizona
4 exposition and state fair board from ride ticket sales at the annual Arizona
5 state fair.

6 11. Through August 31, 2014, sales of Arizona centennial medallions by
7 the historical advisory commission.

8 12. Leasing real property between affiliated companies, businesses,
9 persons or reciprocal insurers. For the purposes of this paragraph:

10 (a) "Affiliated companies, businesses, persons or reciprocal insurers"
11 means the lessor holds a controlling interest in the lessee, the lessee holds
12 a controlling interest in the lessor, affiliated persons hold a controlling
13 interest in both the lessor and the lessee, or an unrelated person holds a
14 controlling interest in both the lessor and lessee.

15 (b) "Affiliated persons" means members of the individual's family or
16 persons who have ownership or control of a business entity.

17 (c) "Controlling interest" means direct or indirect ownership of at
18 least eighty percent of the voting shares of a corporation or of the
19 interests in a company, business or person other than a corporation.

20 (d) "Members of the individual's family" means the individual's spouse
21 and brothers and sisters, whether by whole or half blood, including adopted
22 persons, ancestors and lineal descendants.

23 (e) "Reciprocal insurer" has the same meaning prescribed in section
24 20-762.

25 13. The gross proceeds of sales or gross income derived from a contract
26 for the installation, assembly, repair or maintenance of machinery, equipment
27 or other tangible personal property that is described in section 42-5061,
28 subsection B and that has independent functional utility, pursuant to the
29 following provisions:

30 (a) The deduction provided in this paragraph includes the gross
31 proceeds of sales or gross income derived from all of the following:

32 (i) Any activity performed on machinery, equipment or other tangible
33 personal property with independent functional utility.

34 (ii) Any activity performed on any tangible personal property relating
35 to machinery, equipment or other tangible personal property with independent
36 functional utility in furtherance of any of the purposes provided for under
37 subdivision (d) of this paragraph.

38 (iii) Any activity that is related to the activities described in
39 items (i) and (ii) of this subdivision, including inspecting the installation
40 of or testing the machinery, equipment or other tangible personal property.

41 (b) The deduction provided in this paragraph does not include gross
42 proceeds of sales or gross income from the portion of any contracting
43 activity that consists of the development of, or modification to, real
44 property in order to facilitate the installation, assembly, repair,
45 maintenance or removal of machinery, equipment or other tangible personal
46 property described in section 42-5061, subsection B.

1 (c) The deduction provided in this paragraph shall be determined
2 without regard to the size or useful life of the machinery, equipment or
3 other tangible personal property.

4 (d) For the purposes of this paragraph, "independent functional
5 utility" means that the machinery, equipment or other tangible personal
6 property can independently perform its function without attachment to real
7 property, other than attachment for any of the following purposes:

8 (i) Assembling the machinery, equipment or other tangible personal
9 property.

10 (ii) Connecting items of machinery, equipment or other tangible
11 personal property to each other.

12 (iii) Connecting the machinery, equipment or other tangible personal
13 property, whether as an individual item or as a system of items, to water,
14 power, gas, communication or other services.

15 (iv) Stabilizing or protecting the machinery, equipment or other
16 tangible personal property during operation by bolting, burying or performing
17 other dissimilar nonpermanent connections to either real property or real
18 property improvements.

19 14. The leasing or renting of certified ignition interlock devices
20 installed pursuant to the requirements prescribed by section 28-1461. For
21 the purposes of this paragraph, "certified ignition interlock device" has the
22 same meaning prescribed in section 28-1301.

23 15. Computer data center equipment purchased by the owner, operator or
24 qualified colocation tenant of the computer data center or an authorized
25 agent of the owner, operator or qualified colocation tenant during the
26 qualification period for use in a computer data center that is certified by
27 the Arizona commerce authority under section 41-1519. To qualify for this
28 deduction, at the time of purchase, the owner, operator or qualified
29 colocation tenant must present to the retailer its certificate that is issued
30 pursuant to section 41-1519 and that establishes its qualification for the
31 deduction. For the purposes of this paragraph, "computer data center",
32 "computer data center equipment", "qualification period" and "qualified
33 colocation tenant" have the same meanings prescribed in section 41-1519.

34 16. The gross proceeds of sales or gross income derived from a contract
35 with the owner of real property or improvements to real property for the
36 maintenance, repair, replacement or alteration of existing property, except
37 as specified in this paragraph. The gross proceeds of sales or gross income
38 derived from a de minimis amount of modification activity does not subject
39 the contract or any part of the contract to tax. For the purposes of this
40 paragraph:

41 (a) Each contract is independent of another contract, except that any
42 change order that directly relates to the scope of work of the original
43 contract shall be treated the same as the original contract under this
44 ~~chapter~~ PARAGRAPH, regardless of the amount of modification activities
45 included in the change order. If a change order does not directly relate to
46 the scope of work of the original contract, the change order shall be treated

1 as a new contract, with the tax treatment of any subsequent change order to
2 follow the tax treatment of the contract to which the scope of work of the
3 subsequent change order directly relates.

4 (b) Any term not defined in this paragraph that is defined in section
5 42-5075 has the same meaning prescribed in section 42-5075.

6 (c) This paragraph does not apply to a contract that primarily
7 involves surface or subsurface improvements to land and that is subject to
8 title 28, chapter 19, 20 or 22 or title 34, chapter 2 or 6 even if the
9 contract also includes vertical improvements. If a city or town imposes a
10 tax on contracts that are subject to procurement processes under those
11 provisions, the city or town shall include in the request for proposals a
12 notice to bidders when those projects are subject to the tax. This
13 subdivision does not apply to contracts with:

14 (i) Community facilities districts, fire districts, county television
15 improvement districts, community park maintenance districts, cotton pest
16 control districts, hospital districts, pest abatement districts, health
17 service districts, agricultural improvement districts, county free library
18 districts, county jail districts, county stadium districts, special health
19 care districts, public health services districts, theme park districts,
20 regional attraction districts or revitalization districts.

21 (ii) Any special taxing district not specified in item (i) of this
22 subdivision if the district does not substantially engage in the
23 modification, maintenance, repair, replacement or alteration of surface or
24 subsurface improvements to land.

25 17. Monitoring services relating to an alarm system as defined in
26 section 32-101.

27 18. Tangible personal property, job printing or publications sold to or
28 purchased by, or tangible personal property leased, rented or licensed for
29 use to or by, a qualifying health sciences educational institution as defined
30 in section 42-5001.

31 19. The transfer of title or possession of coal back and forth between
32 an owner or operator of a power plant and a person who is responsible for
33 refining coal if both of the following apply:

34 (a) The transfer of title or possession of the coal is for the purpose
35 of refining the coal.

36 (b) The title or possession of the coal is transferred back to the
37 owner or operator of the power plant after completion of the coal refining
38 process. For the purposes of this subdivision, "coal refining process" means
39 the application of a coal additive system that aids the reduction of power
40 plant emissions during the combustion of coal and the treatment of flue gas.

41 20. The gross proceeds of sales or gross income from sales of low or
42 reduced cost articles of food or drink to eligible elderly or homeless
43 persons or persons with a disability by a business subject to tax under
44 section 42-5074 that contracts with the department of economic security and
45 that is approved by the food and nutrition service of the United States
46 department of agriculture pursuant to the supplemental nutrition assistance

1 program established by the food and nutrition act of 2008 (P.L. 110-246; 122
2 Stat. 1651; 7 United States Code sections 2011 through 2036a), if the
3 purchases are made with the benefits issued pursuant to the supplemental
4 nutrition assistance program.

5 21. Tangible personal property incorporated or fabricated into a
6 project described in paragraph 16 of this subsection, that is located within
7 the exterior boundaries of an Indian reservation for which the owner, as
8 defined in section 42-5075, of the project is an Indian tribe or an
9 affiliated Indian. For the purposes of this paragraph:

10 (a) "Affiliated Indian" means an individual native American Indian who
11 is duly registered on the tribal rolls of the Indian tribe for whose benefit
12 the Indian reservation was established.

13 (b) "Indian reservation" means all lands that are within the limits of
14 areas set aside by the United States for the exclusive use and occupancy of
15 an Indian tribe by treaty, law or executive order and that are recognized as
16 Indian reservations by the United States department of the interior.

17 (c) "Indian tribe" means any organized nation, tribe, band or
18 community that is recognized as an Indian tribe by the United States
19 department of the interior and includes any entity formed under the laws of
20 that Indian tribe.

21 22. The charges for the leasing or renting of space to make attachments
22 to utility poles as follows:

23 (a) By a person that is engaged in the business of providing or
24 furnishing electrical services or telecommunication services or that is a
25 cable operator.

26 (b) To a person that is engaged in the business of providing or
27 furnishing electrical services or telecommunication services or that is a
28 cable operator.

29 B. A city, town or other taxing jurisdiction shall not levy a
30 transaction privilege, sales, use, franchise or other similar tax or fee,
31 however denominated, on natural gas or liquefied petroleum gas used to propel
32 a motor vehicle.

33 C. A city, town or other taxing jurisdiction shall not levy a
34 transaction privilege, sales, gross receipts, use, franchise or other similar
35 tax or fee, however denominated, on gross proceeds of sales or gross income
36 derived from any of the following:

37 1. A motor carrier's use on the public highways in this state if the
38 motor carrier is subject to a fee prescribed in title 28, chapter 16,
39 article 4.

40 2. Leasing, renting or licensing a motor vehicle subject to and on
41 which the fee has been paid under title 28, chapter 16, article 4.

42 3. The sale of a motor vehicle and any repair and replacement parts
43 and tangible personal property becoming a part of such motor vehicle to a
44 motor carrier who is subject to a fee prescribed in title 28, chapter 16,
45 article 4 and who is engaged in the business of leasing, renting or licensing
46 such property.

1 4. Incarcerating or detaining in a privately operated prison, jail or
2 detention facility prisoners who are under the jurisdiction of the United
3 States, this state or any other state or a political subdivision of this
4 state or of any other state.

5 5. Transporting for hire persons, freight or property by light motor
6 vehicles subject to a fee under title 28, chapter 15, article 4.

7 6. Any amount attributable to development fees that are incurred in
8 relation to the construction, development or improvement of real property and
9 paid by the taxpayer as defined in the model city tax code or by a contractor
10 providing services to the taxpayer. For the purposes of this paragraph:

11 (a) The attributable amount shall not exceed the value of the
12 development fees actually imposed.

13 (b) The attributable amount is equal to the total amount of
14 development fees paid by the taxpayer or by a contractor providing services
15 to the taxpayer and the total development fees credited in exchange for the
16 construction of, contribution to or dedication of real property for providing
17 public infrastructure, public safety or other public services necessary to
18 the development. The real property must be the subject of the development
19 fees.

20 (c) "Development fees" means fees imposed to offset capital costs of
21 providing public infrastructure, public safety or other public services to a
22 development and authorized pursuant to section 9-463.05, section 11-1102 or
23 title 48 regardless of the jurisdiction to which the fees are paid.

24 7. ANY AMOUNT ATTRIBUTABLE TO FEES COLLECTED BY TRANSPORTATION NETWORK
25 COMPANIES ISSUED A PERMIT PURSUANT TO SECTION 28-9552.

26 8. TRANSPORTING FOR HIRE PERSONS BY TRANSPORTATION NETWORK COMPANY
27 DRIVERS ON TRANSACTIONS INVOLVING TRANSPORTATION NETWORK SERVICES AS DEFINED
28 IN SECTION 28-9551.

29 9. TRANSPORTING FOR HIRE PERSONS BY VEHICLE FOR HIRE COMPANIES ISSUED
30 A PERMIT PURSUANT TO SECTION 28-9503.

31 10. TRANSPORTING FOR HIRE PERSONS BY VEHICLE FOR HIRE DRIVERS ON
32 TRANSACTIONS INVOLVING VEHICLE FOR HIRE SERVICES AS DEFINED IN SECTION
33 28-9501.

34 D. A city, town or other taxing jurisdiction shall not levy a
35 transaction privilege, sales, use, franchise or other similar tax or fee,
36 however denominated, in excess of one-tenth of one percent of the value of
37 the entire product mined, smelted, extracted, refined, produced or prepared
38 for sale, profit or commercial use, on persons engaged in the business of
39 mineral processing, except to the extent that the tax is computed on the
40 gross proceeds or gross income from sales at retail.

41 E. In computing the tax base, any city, town or other taxing
42 jurisdiction shall not include in the gross proceeds of sales or gross
43 income:

44 1. A manufacturer's cash rebate on the sales price of a motor vehicle
45 if the buyer assigns the buyer's right in the rebate to the retailer.

46 2. The waste tire disposal fee imposed pursuant to section 44-1302.

1 F. A city or town shall not levy a use tax on the storage, use or
2 consumption of tangible personal property in the city or town by a school
3 district or charter school.

4 G. For the purposes of this section:

5 1. "Cable operator" has the same meaning prescribed by section 9-505.

6 2. "Electrical services" means transmitting or distributing
7 electricity, electric lights, current or power over lines, wires or cables.

8 3. "Telecommunication services" means transmitting or relaying sound,
9 visual image, data, information, images or material over lines, wires or
10 cables by radio signal, light beam, telephone, telegraph or any other
11 electromagnetic means.

12 4. "Utility pole" means any wooden, metal or other pole used for
13 utility purposes and the pole's appurtenances that are attached or authorized
14 for attachment by the person controlling the pole.

15 Sec. 22. Effective date

16 A. Sections 28-101, 28-141, 28-2401, 28-4038, 28-9501, 28-9502,
17 28-9503, 28-9506, 28-9521, 28-9522, 28-9523, 28-9524, 28-9525, 28-9526,
18 28-9551 and 28-9556, Arizona Revised Statutes, as amended by this act, are
19 effective from and after June 30, 2016.

20 B. Section 28-9527, Arizona Revised Statutes, as added by this act, is
21 effective from and after June 30, 2016.

22 C. Sections 42-5062 and 42-6004, Arizona Revised Statutes, as amended
23 by this act, are effective for taxable periods beginning from and after the
24 last day of the month of the general effective date of the fifty-second
25 legislature, second regular session.

APPROVED BY THE GOVERNOR MAY 11, 2016.

FILED IN THE OFFICE OF THE SECRETARY OF STATE MAY 11, 2016.