July 6, 2022

The Honorable Katie Hobbs
Secretary of State
1700 W. Washington St, 7th Floor
Phoenix, AZ 85007

RE: H.B. 2204 (taxation; virtual currency; non-fungible tokens)

Dear Secretary Hobbs,

Today, I signed H.B. 2204. This legislation provides clarity for Arizona taxpayers by conforming state law to federal tax provisions related to virtual currency and non-fungible tokens.

Over the past eight years, we have been dedicated to reforming, simplifying and lowering taxes. This legislation provides more clarity for Arizona taxpayers, but I remain concerned about the volatility and unreliability of cryptocurrency for law abiding citizens, and its exploitation by cyber-criminals and criminal organizations.

Sincerely,

[Signature]

Douglas A. Ducey
Governor
State of Arizona

cc: The Honorable Karen Fann
The Honorable Rusty Bowers
Representative Weninger
Senate Secretary
Chief Clerk of the House of Representatives
Arizona News Service