

State of Arizona
House of Representatives
Fifty-second Legislature
First Regular Session
2015

CHAPTER 91
HOUSE BILL 2001

AN ACT

AMENDING SECTION 43-1011, ARIZONA REVISED STATUTES; RELATING TO INDIVIDUAL
INCOME TAX RATES.

(TEXT OF BILL BEGINS ON NEXT PAGE)

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

Section 1. Section 43-1011, Arizona Revised Statutes, is amended to read:

43-1011. Taxes and tax rates

A. There shall be levied, collected and paid for each taxable year on the entire taxable income of every resident of this state and on the entire taxable income of every nonresident that is derived from sources within this state taxes determined in the following manner:

1. For taxable years beginning from and after December 31, 1996 through December 31, 1997:

(a) In the case of a single person or a married person filing separately:

If taxable income is: The tax is:

\$0 - \$10,000	2.90% of taxable income
\$10,001 - \$25,000	\$290, plus 3.30% of the excess over \$10,000
\$25,001 - \$50,000	\$785, plus 3.90% of the excess over \$25,000
\$50,001 - \$150,000	\$1,760, plus 4.80% of the excess over \$50,000
\$150,001 and over	\$6,560, plus 5.17% of the excess over \$150,000

(b) In the case of a married couple filing a joint return or a single person who is a head of a household:

If taxable income is: The tax is:

\$0 - \$20,000	2.90% of taxable income
\$20,001 - \$50,000	\$580, plus 3.30% of the excess over \$20,000
\$50,001 - \$100,000	\$1,570, plus 3.90% of the excess over \$50,000
\$100,001 - \$300,000	\$3,520, plus 4.80% of the excess over \$100,000
\$300,001 and over	\$13,120, plus 5.17% of the excess over \$300,000

2. For taxable years beginning from and after December 31, 1997 through December 31, 1998:

(a) In the case of a single person or a married person filing separately:

If taxable income is: The tax is:

\$0 - \$10,000	2.88% of taxable income
\$10,001 - \$25,000	\$288, plus 3.24% of the excess over \$10,000
\$25,001 - \$50,000	\$774, plus 3.82% of the excess over \$25,000
\$50,001 - \$150,000	\$1,729, plus 4.74% of the excess over \$50,000
\$150,001 and over	\$6,469, plus 5.10% of the excess over \$150,000

(b) In the case of a married couple filing a joint return or a single person who is a head of a household:

If taxable income is: The tax is:

\$0 - \$20,000	2.88% of taxable income
\$20,001 - \$50,000	\$576, plus 3.24% of the excess over \$20,000
\$50,001 - \$100,000	\$1,548, plus 3.82% of the excess over \$50,000
\$100,001 - \$300,000	\$3,458, plus 4.74% of the excess over \$100,000
\$300,001 and over	\$12,938, plus 5.10% of the excess over \$300,000

3. For taxable years beginning from and after December 31, 1998 through December 31, 2005:

1 (a) In the case of a single person or a married person filing
2 separately:

3 If taxable income is: The tax is:

4 \$0 - \$10,000	2.87% of taxable income
5 \$10,001 - \$25,000	\$287, plus 3.20% of the excess over \$10,000
6 \$25,001 - \$50,000	\$767, plus 3.74% of the excess over \$25,000
7 \$50,001 - \$150,000	\$1,702, plus 4.72% of the excess over \$50,000
8 \$150,001 and over	\$6,422, plus 5.04% of the excess over \$150,000

9 (b) In the case of a married couple filing a joint return or a single
10 person who is a head of a household:

11 If taxable income is: The tax is:

12 \$0 - \$20,000	2.87% of taxable income
13 \$20,001 - \$50,000	\$574, plus 3.20% of the excess over \$20,000
14 \$50,001 - \$100,000	\$1,534, plus 3.74% of the excess over \$50,000
15 \$100,001 - \$300,000	\$3,404, plus 4.72% of the excess over \$100,000
16 \$300,001 and over	\$12,844, plus 5.04% of the excess over \$300,000

17 4. For taxable years beginning from and after December 31, 2005
18 through December 31, 2006:

19 (a) In the case of a single person or a married person filing
20 separately:

21 If taxable income is: The tax is:

22 \$0 - \$10,000	2.73% of taxable income
23 \$10,001 - \$25,000	\$273, plus 3.04% of the excess over \$10,000
24 \$25,001 - \$50,000	\$729, plus 3.55% of the excess over \$25,000
25 \$50,001 - \$150,000	\$1,617, plus 4.48% of the excess over \$50,000
26 \$150,001 and over	\$6,097, plus 4.79% of the excess over \$150,000

27 (b) In the case of a married couple filing a joint return or a single
28 person who is a head of a household:

29 If taxable income is: The tax is:

30 \$0 - \$20,000	2.73% of taxable income
31 \$20,001 - \$50,000	\$546, plus 3.04% of the excess over \$20,000
32 \$50,001 - \$100,000	\$1,458, plus 3.55% of the excess over \$50,000
33 \$100,001 - \$300,000	\$3,233, plus 4.48% of the excess over \$100,000
34 \$300,001 and over	\$12,193, plus 4.79% of the excess over \$300,000

35 5. Subject to subsection B AND C of this section, for taxable years
36 beginning from and after December 31, 2006:

37 (a) In the case of a single person or a married person filing
38 separately:

39 If taxable income is: The tax is:

40 \$0 - \$10,000	2.59% of taxable income
41 \$10,001 - \$25,000	\$259, plus 2.88% of the excess over \$10,000
42 \$25,001 - \$50,000	\$691, plus 3.36% of the excess over \$25,000
43 \$50,001 - \$150,000	\$1,531, plus 4.24% of the excess over \$50,000
44 \$150,001 and over	\$5,771, plus 4.54% of the excess over \$150,000

45 (b) In the case of a married couple filing a joint return or a single
46 person who is a head of a household:

1 If taxable income is: The tax is:

2 \$0 - \$20,000 2.59% of taxable income
3 \$20,001 - \$50,000 \$518, plus 2.88% of the excess over \$20,000
4 \$50,001 - \$100,000 \$1,382, plus 3.36% of the excess over \$50,000
5 \$100,001 - \$300,000 \$3,062, plus 4.24% of the excess over \$100,000
6 \$300,001 and over \$11,542, plus 4.54% of the excess over \$300,000

7 B. For the taxable year beginning from and after December 31, 2014
8 through December 31, 2015, the department shall adjust the income dollar
9 amounts for each rate bracket prescribed by subsection A, paragraph 5 of this
10 section according to the average annual change in the metropolitan phoenix
11 consumer price index published by the United States bureau of labor
12 statistics. The revised dollar amounts shall be raised to the nearest whole
13 dollar. The income dollar amounts for each rate bracket ~~shall~~ MAY not be
14 revised below the amounts prescribed in the prior taxable year.

15 C. FOR EACH TAXABLE YEAR BEGINNING FROM AND AFTER DECEMBER 31, 2015,
16 THE DEPARTMENT SHALL ADJUST THE INCOME DOLLAR AMOUNTS FOR EACH RATE BRACKET
17 PRESCRIBED BY SUBSECTION A, PARAGRAPH 5 OF THIS SECTION ACCORDING TO THE
18 AVERAGE ANNUAL CHANGE IN THE METROPOLITAN PHOENIX CONSUMER PRICE INDEX
19 PUBLISHED BY THE UNITED STATES BUREAU OF LABOR STATISTICS. THE REVISED
20 DOLLAR AMOUNTS SHALL BE RAISED TO THE NEAREST WHOLE DOLLAR. THE INCOME
21 DOLLAR AMOUNTS FOR EACH RATE BRACKET MAY NOT BE REVISED BELOW THE AMOUNTS
22 PRESCRIBED IN THE PRIOR TAXABLE YEAR.

APPROVED BY THE GOVERNOR MARCH 30, 2015.

FILED IN THE OFFICE OF THE SECRETARY OF STATE MARCH 31, 2015.