

State of Arizona
Senate
Fifty-fourth Legislature
First Regular Session
2019

CHAPTER 313
SENATE BILL 1332

AN ACT

AMENDING SECTION 28-5805, ARIZONA REVISED STATUTES, AS AMENDED BY LAWS
2018, CHAPTER 265, SECTION 2; RELATING TO THE VEHICLE LICENSE TAX.

(TEXT OF BILL BEGINS ON NEXT PAGE)

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

2 Section 1. Section 28-5805, Arizona Revised Statutes, as amended by
3 Laws 2018, chapter 265, section 2, is amended to read:

4 28-5805. Motor vehicle powered by alternative fuel:
5 classification; vehicle license tax; definitions

6 A. A separate classification of motor vehicles is established for
7 purposes of taxation pursuant to article IX, section 11, Constitution of
8 Arizona, that consists of motor vehicles that are powered by alternative
9 fuel and for which the department issues an alternative fuel vehicle
10 special plate or sticker pursuant to section 28-2416.

11 B. Notwithstanding section 28-5801, the registering officer shall
12 collect at the time of application for and before registration of the
13 motor vehicle that is classified under this section an annual license tax
14 of ~~four dollars~~ \$4 for each ~~one hundred dollars~~ \$100 in value. The motor
15 vehicle value is determined as follows:

16 1. For a motor vehicle that is ~~purchased~~ REGISTERED IN THIS STATE
17 before January 1, ~~2020~~ 2022, the value of the motor vehicle is
18 ~~a percentage set by the director~~ ONE PERCENT of the manufacturer's base
19 retail price of the motor vehicle. After the first twelve months of the
20 life of the motor vehicle as determined by its initial registration, the
21 value of the motor vehicle is fifteen percent less for each twelve-month
22 period than the ~~manufacturer's base retail price of the motor vehicle~~
23 VALUE FOR THE PRECEDING TWELVE-MONTH PERIOD.

24 2. For a motor vehicle that is ~~ten thousand pounds or less gross~~
25 ~~vehicle weight and that is purchased on or after~~ INITIALLY REGISTERED IN
26 THIS STATE BETWEEN January 1, ~~2020~~ 2022 AND DECEMBER 31, 2022, during the
27 first twelve months of the life of the motor vehicle as determined by its
28 initial registration, the value of the motor vehicle is ~~thirty~~ TWENTY
29 percent of the manufacturer's base retail price of the motor vehicle.
30 During each succeeding twelve-month period, the value of the motor vehicle
31 is fifteen percent less than the value for the preceding twelve-month
32 period.

33 C. THE REGISTERING OFFICER SHALL COLLECT THE VEHICLE LICENSE TAX ON
34 A MOTOR VEHICLE THAT IS POWERED BY ALTERNATIVE FUEL AND THAT IS PURCHASED
35 FROM AND AFTER DECEMBER 31, 2022 IN ACCORDANCE WITH SECTION 28-5801.

36 ~~C.~~ D. The minimum amount of the license tax computed under this
37 section is ~~five dollars~~ \$5 per year for each motor vehicle subject to the
38 tax.

39 ~~D.~~ E. Except as specifically provided in this section, the vehicle
40 license tax on a motor vehicle classified under this section is governed
41 by this article.

42 ~~E. The vehicle license tax on a motor vehicle that exceeds ten~~
43 ~~thousand pounds gross vehicle weight, that is powered by alternative fuel~~
44 ~~and that is purchased on or after January 1, 2020 is collected pursuant to~~
45 ~~section 28-5801.~~

1 F. For **THE** purposes of this section:

2 1. "Alternative fuel" has the same meaning prescribed in section
3 1-215.

4 2. "Motor vehicle" means a vehicle that meets the safety standards
5 of the national highway traffic safety administration and includes
6 neighborhood electric vehicles that meet the standards prescribed in 49
7 Code of Federal Regulations section 571.500, except that, if a vehicle is
8 designed to be operated at speeds of twenty miles per hour or less, the
9 vehicle is not required to have a seventeen digit vehicle identification
10 number.

11 Sec. 2. Effective date

12 Section 28-5805, Arizona Revised Statutes, as amended by Laws 2018,
13 chapter 265, section 2 and this act, is effective from and after December
14 31, 2019.

APPROVED BY THE GOVERNOR JUNE 7, 2019.

FILED IN THE OFFICE OF THE SECRETARY OF STATE JUNE 7, 2019.