

State of Arizona
House of Representatives
Fifty-fourth Legislature
First Regular Session
2019

HOUSE BILL 2445

AN ACT

AMENDING SECTION 42-6011, ARIZONA REVISED STATUTES; RELATING TO LOCAL
EXCISE TAXES.

(TEXT OF BILL BEGINS ON NEXT PAGE)

1 Be it enacted by the Legislature of the State of Arizona:
2 Section 1. Section 42-6011, Arizona Revised Statutes, is amended to
3 read:
4 42-6011. Municipal transaction privilege tax rates:
5 residential rentals; notification; applicability
6 A. A city or town that levies a transaction privilege, sales, gross
7 receipts, use, franchise or other similar tax or fee, however denominated,
8 shall not impose or increase the rate of tax applied to the business of
9 renting or leasing real property for residential purposes unless approved
10 by the qualified electors of the city or town at any regular municipal
11 election.
12 B. A CITY OR TOWN THAT LEVIES A TRANSACTION PRIVILEGE, SALES, GROSS
13 RECEIPTS, USE, FRANCHISE OR OTHER SIMILAR TAX OR FEE, HOWEVER DENOMINATED,
14 APPLIED TO THE BUSINESS OF RENTING OR LEASING REAL PROPERTY FOR
15 RESIDENTIAL PURPOSES SHALL SEND A NOTICE BY FIRST CLASS MAIL TO EACH
16 RESIDENTIAL TRANSACTION PRIVILEGE TAX LICENSEE THAT IS LICENSED WITH THE
17 DEPARTMENT AND TO THE ADDRESS OF EACH RESIDENTIAL RENTAL PROPERTY THAT
18 THERE IS A NEW OR INCREASED RATE OF TAX AT LEAST SIXTY DAYS BEFORE THE
19 EFFECTIVE DATE OF THE NEW OR INCREASED RATE OF TAX.
20 ~~B.~~ C. This section does not apply with respect to health care
21 facilities, long-term care facilities or hotel, motel or other transient
22 lodging businesses.
23 ~~C.~~ D. The requirements of this section apply regardless of whether
24 the city or town has adopted the model city tax code pursuant to article 2
25 of this chapter.