

REFERENCE TITLE: **blockchain technology; tax; fee; prohibition**

State of Arizona
Senate
Fifty-fifth Legislature
Second Regular Session
2022

SB 1156

Introduced by
Senator Rogers

AN ACT

**AMENDING SECTIONS 9-500.42 AND 11-269.22, ARIZONA REVISED STATUTES;
RELATING TO LOCAL GOVERNMENTS.**

(TEXT OF BILL BEGINS ON NEXT PAGE)

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

Section 1. Section 9-500.42, Arizona Revised Statutes, is amended to read:

9-500.42. Prohibition on regulation of running node on blockchain technology; taxation; state preemption; definitions

A. A city or town may not prohibit or otherwise restrict an individual from running a node on blockchain technology in a residence.

B. A CITY OR TOWN MAY NOT IMPOSE A TAX OR FEE ON THE USE OF BLOCKCHAIN TECHNOLOGY BY ANY PERSON OR ENTITY.

~~B.~~ C. The regulation of the act of running a node on blockchain technology in a residence AND THE IMPOSITION OF A TAX OR FEE FOR USING BLOCKCHAIN TECHNOLOGY is of statewide concern and not subject to further regulation by a city or town.

~~C.~~ D. For the purposes of this section: ~~;~~

1. "BLOCKCHAIN TECHNOLOGY" HAS THE SAME MEANING PRESCRIBED IN SECTION 44-7061.

2. "Running a node on blockchain technology" means providing computing power to validate or encrypt transactions in blockchain technology ~~as defined in section 44-7061.~~

Sec. 2. Section 11-269.22, Arizona Revised Statutes, is amended to read:

11-269.22. Prohibition on regulation of running node on blockchain technology; taxation; state preemption; definitions

A. A county may not prohibit or otherwise restrict an individual from running a node on blockchain technology in a residence.

B. A COUNTY MAY NOT IMPOSE A TAX OR FEE ON THE USE OF BLOCKCHAIN TECHNOLOGY BY ANY PERSON OR ENTITY.

~~B.~~ C. The regulation of the act of running a node on blockchain technology in a residence AND THE IMPOSITION OF A TAX OR FEE FOR USING BLOCKCHAIN TECHNOLOGY is of statewide concern and not subject to further regulation by a county.

~~C.~~ D. For the purposes of this section: ~~;~~

1. "BLOCKCHAIN TECHNOLOGY" HAS THE SAME MEANING PRESCRIBED IN SECTION 44-7061.

2. "Running a node on blockchain technology" means providing computing power to validate or encrypt transactions in blockchain technology ~~as defined in section 44-7061.~~