

REFERENCE TITLE: state earned income tax credit

State of Arizona
Senate
Forty-eighth Legislature
First Regular Session
2007

SB 1148

Introduced by
Senator Miranda

AN ACT

AMENDING SECTION 43-222, ARIZONA REVISED STATUTES; AMENDING TITLE 43, CHAPTER 10, ARTICLE 5, ARIZONA REVISED STATUTES, BY ADDING SECTION 43-1073.01; RELATING TO INDIVIDUAL INCOME TAX CREDITS.

(TEXT OF BILL BEGINS ON NEXT PAGE)

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

2 Section 1. Section 43-222, Arizona Revised Statutes, is amended to
3 read:

4 43-222. Income tax credit review schedule

5 Each year the joint legislative income tax credit review committee
6 shall review the following income tax credits:

7 1. In 2006, sections 43-1073, 43-1089, 43-1089.01, 43-1089.02,
8 43-1090, 43-1176 and 43-1181.

9 2. In 2007, sections 43-1077, 43-1078, 43-1079, 43-1080, 43-1165,
10 43-1166, 43-1167 and 43-1169.

11 3. In 2008, sections 43-1074.01, 43-1081, 43-1168, 43-1170 and
12 43-1178.

13 4. In 2009, sections 43-1076, 43-1081.01, 43-1084, 43-1162 and
14 43-1170.01.

15 5. In 2010, sections 43-1075, 43-1079.01, 43-1087, 43-1088,
16 43-1090.01, 43-1163, 43-1167.01, 43-1175 and 43-1182.

17 6. In 2011, sections 43-1074.02, 43-1083, 43-1085, ~~and~~ 43-1164 and
18 43-1183.

19 7. IN 2012, SECTION 43-1073.01.

20 Sec. 2. Title 43, chapter 10, article 5, Arizona Revised Statutes, is
21 amended by adding section 43-1073.01, to read:

22 43-1073.01. Earned income tax credit

23 A. A CREDIT IS ALLOWED AGAINST THE TAXES DUE UNDER THIS TITLE FOR A
24 TAXABLE YEAR FOR AN INDIVIDUAL WHO QUALIFIES FOR AN EARNED INCOME TAX CREDIT
25 UNDER SECTION 32 OF THE INTERNAL REVENUE CODE. THE AMOUNT OF THE CREDIT
26 UNDER THIS SECTION IS THE LESSER OF:

27 1. TEN PER CENT OF THE AMOUNT OF THE FEDERAL EARNED INCOME TAX CREDIT
28 ALLOWED TO THE TAXPAYER FOR THE TAXABLE YEAR.

29 2. THE AMOUNT OF TAX DUE UNDER THIS TITLE, AFTER APPLYING ALL OTHER
30 CREDITS TO WHICH THE CLAIMANT MAY BE ENTITLED.

31 B. THE DEPARTMENT SHALL MAKE SUITABLE CLAIM FORMS AVAILABLE WITH THE
32 INDIVIDUAL INCOME TAX RETURNS. NO CLAIM FOR CREDIT UNDER THIS SECTION IS
33 ALLOWED UNLESS THE CLAIM IS ACTUALLY FILED WITH THE CLAIMANT'S INCOME TAX
34 RETURN.

35 C. ONLY ONE CLAIMANT PER HOUSEHOLD PER YEAR IS ENTITLED TO A CREDIT
36 UNDER THIS SECTION.

37 Sec. 3. Purpose

38 Pursuant to section 43-223, Arizona Revised Statutes, the legislature
39 enacts section 43-1073.01, Arizona Revised Statutes, as added by this act, to
40 provide financial relief to low-income persons and families in this state.

41 Sec. 4. Retroactivity

42 This act applies retroactively to taxable years beginning from and
43 after December 31, 2006.