

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

SENATE BILL 1544

AN ACT

AMENDING TITLE 9, CHAPTER 4, ARTICLE 8, ARIZONA REVISED STATUTES, BY ADDING SECTION 9-500.27; RELATING TO MUNICIPAL TAXATION.

(TEXT OF BILL BEGINS ON NEXT PAGE)

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

2 Section 1. Title 9, chapter 4, article 8, Arizona Revised Statutes, is
3 amended by adding section 9-500.27, to read:

4 9-500.27. Construction contracting industry: use of tax
5 proceeds

6 A. BEGINNING JANUARY 1, 2008, ALL PROCEEDS OF THE PERCENTAGE AMOUNT OF
7 THE TRANSACTION PRIVILEGE RATE IMPOSED ON ANY CONSTRUCTION CONTRACTING
8 INDUSTRY BUSINESS CLASSIFICATION IN EXCESS OF THE PERCENTAGE AMOUNT OF THE
9 TRANSACTION PRIVILEGE TAX RATE IMPOSED ON THE MAJORITY OF OTHER BUSINESS
10 CLASSIFICATIONS BY A CITY OR TOWN SHALL BE DEDICATED TO THE PAYMENT OF COSTS
11 TO THE MUNICIPALITY ASSOCIATED WITH PROVIDING NECESSARY PUBLIC SERVICES TO
12 NEW DEVELOPMENT AS CONTAINED IN THE MUNICIPALITY'S INFRASTRUCTURE
13 IMPROVEMENTS PLAN ADOPTED PURSUANT TO SECTION 9-463.05.

14 B. FOR THE PURPOSES OF THIS SECTION, "CONSTRUCTION CONTRACTING
15 INDUSTRY BUSINESS CLASSIFICATIONS" MEANS EITHER:

16 1. AN OWNER-BUILDER WHO SELLS OR CONTRACTS TO SELL, AT ANY TIME,
17 IMPROVED REAL PROPERTY CONSISTING OF CUSTOM, MODEL OR INVENTORY HOMES,
18 REGARDLESS OF THE STAGE OF COMPLETION OF THOSE HOMES.

19 2. IMPROVED RESIDENTIAL OR COMMERCIAL LOTS WITHOUT A STRUCTURE.