

REFERENCE TITLE: family tax credit; inflation adjustment

State of Arizona  
House of Representatives  
Forty-eighth Legislature  
First Regular Session  
2007

## **HB 2080**

Introduced by  
Representatives Yarbrough: Biggs, Groe

AN ACT

AMENDING SECTION 43-1073, ARIZONA REVISED STATUTES; RELATING TO THE FAMILY  
INCOME TAX CREDIT.

(TEXT OF BILL BEGINS ON NEXT PAGE)

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

2 Section 1. Section 43-1073, Arizona Revised Statutes, is amended to  
3 read:

4 43-1073. Family income tax credit

5 A. Subject to the conditions prescribed by this section, a credit is  
6 allowed against the taxes imposed by this chapter for a taxable year for  
7 taxpayers whose Arizona adjusted gross income, plus the amount subtracted for  
8 exemptions under section 43-1023, is:

9 1. Twenty thousand dollars or less in the case of a married couple  
10 filing a joint return with no more than one dependent or a single person who  
11 is a head of a household with no more than one dependent.

12 2. Twenty-three thousand six hundred dollars or less in the case of a  
13 married couple filing a joint return with two dependents.

14 3. Twenty-seven thousand three hundred dollars or less in the case of  
15 a married couple filing a joint return with three dependents.

16 4. Thirty-one thousand dollars or less in the case of a married couple  
17 filing a joint return with four or more dependents.

18 5. Twenty thousand one hundred thirty-five dollars or less in the case  
19 of a single person who is a head of a household with two dependents.

20 6. Twenty-three thousand eight hundred dollars or less in the case of  
21 a single person who is a head of a household with three dependents.

22 7. Twenty-five thousand two hundred dollars or less in the case of a  
23 single person who is a head of a household with four dependents.

24 8. Twenty-six thousand five hundred seventy-five dollars or less in  
25 the case of a single person who is a head of a household with five or more  
26 dependents.

27 9. Ten thousand dollars or less in the case of a single person or a  
28 married person filing separately.

29 B. The amount of the credit is equal to forty dollars for each person  
30 who is a resident of this state and for whom a personal or dependent  
31 exemption is allowed with respect to the taxpayer pursuant to section 43-1043  
32 and SECTION 43-1023, subsection B, paragraph 1, but not to exceed:

33 1. Two hundred forty dollars in the case of a married couple filing a  
34 joint return or a single person who is a head of a household.

35 2. One hundred twenty dollars in the case of a single person or a  
36 married couple filing separately.

37 3. For any taxpayer, the amount of taxes due under this chapter for  
38 the taxable year.

39 C. FOR EACH TAXABLE YEAR BEGINNING ON OR AFTER JANUARY 1, THE  
40 DEPARTMENT SHALL ADJUST THE INCOME DOLLAR AMOUNTS PRESCRIBED BY SUBSECTION A  
41 OF THIS SECTION ACCORDING TO THE AVERAGE ANNUAL CHANGE IN THE METROPOLITAN  
42 PHOENIX CONSUMER PRICE INDEX PUBLISHED BY THE UNITED STATES BUREAU OF LABOR  
43 STATISTICS, ROUNDED UP TO THE NEAREST WHOLE DOLLAR.