

REFERENCE TITLE: individual income tax rates; rollback

State of Arizona  
House of Representatives  
Forty-eighth Legislature  
Second Regular Session  
2008

## **HB 2360**

Introduced by  
Representative Bradley

AN ACT

AMENDING SECTION 43-1011, ARIZONA REVISED STATUTES; RELATING TO INDIVIDUAL INCOME TAX RATES.

(TEXT OF BILL BEGINS ON NEXT PAGE)

1 Be it enacted by the Legislature of the State of Arizona:  
2 Section 1. Section 43-1011, Arizona Revised Statutes, is amended to  
3 read:

4 43-1011. Taxes and tax rates

5 There shall be levied, collected and paid for each taxable year upon  
6 the entire taxable income of every resident of this state and upon the entire  
7 taxable income of every nonresident which is derived from sources within this  
8 state taxes determined in the following manner:

9 1. For taxable years beginning from and after December 31, 1996  
10 through December 31, 1997:

11 (a) In the case of a single person or a married person filing  
12 separately:

<u>If taxable income is:</u>	<u>The tax is:</u>
13 \$0 - \$10,000	2.90% of taxable income
14 \$10,001 - \$25,000	\$290, plus 3.30% of the excess over \$10,000
15 \$25,001 - \$50,000	\$785, plus 3.90% of the excess over \$25,000
16 \$50,001 - \$150,000	\$1,760, plus 4.80% of the excess over \$50,000
17 \$150,001 and over	\$6,560, plus 5.17% of the excess over \$150,000

18 (b) In the case of a married couple filing a joint return or a single  
19 person who is a head of a household:

<u>If taxable income is:</u>	<u>The tax is:</u>
20 \$0 - \$20,000	2.90% of taxable income
21 \$20,001 - \$50,000	\$580, plus 3.30% of the excess over \$20,000
22 \$50,001 - \$100,000	\$1,570, plus 3.90% of the excess over \$50,000
23 \$100,001 - \$300,000	\$3,520, plus 4.80% of the excess over \$100,000
24 \$300,001 and over	\$13,120, plus 5.17% of the excess over \$300,000

25 2. For taxable years beginning from and after December 31, 1997  
26 through December 31, 1998:

27 (a) In the case of a single person or a married person filing  
28 separately:

<u>If taxable income is:</u>	<u>The tax is:</u>
29 \$0 - \$10,000	2.88% of taxable income
30 \$10,001 - \$25,000	\$288, plus 3.24% of the excess over \$10,000
31 \$25,001 - \$50,000	\$774, plus 3.82% of the excess over \$25,000
32 \$50,001 - \$150,000	\$1,729, plus 4.74% of the excess over \$50,000
33 \$150,001 and over	\$6,469, plus 5.10% of the excess over \$150,000

34 (b) In the case of a married couple filing a joint return or a single  
35 person who is a head of a household:

<u>If taxable income is:</u>	<u>The tax is:</u>
36 \$0 - \$20,000	2.88% of taxable income
37 \$20,001 - \$50,000	\$576, plus 3.24% of the excess over \$20,000
38 \$50,001 - \$100,000	\$1,548, plus 3.82% of the excess over \$50,000
39 \$100,001 - \$300,000	\$3,458, plus 4.74% of the excess over \$100,000
40 \$300,001 and over	\$12,938, plus 5.10% of the excess over \$300,000

1 3. For taxable years beginning from and after December 31, 1998  
2 through December 31, 2005:

3 (a) In the case of a single person or a married person filing  
4 separately:

5	<u>If taxable income is:</u>	<u>The tax is:</u>
6	\$0 - \$10,000	2.87% of taxable income
7	\$10,001 - \$25,000	\$287, plus 3.20% of the excess over \$10,000
8	\$25,001 - \$50,000	\$767, plus 3.74% of the excess over \$25,000
9	\$50,001 - \$150,000	\$1,702, plus 4.72% of the excess over \$50,000
10	\$150,001 and over	\$6,422, plus 5.04% of the excess over \$150,000

11 (b) In the case of a married couple filing a joint return or a single  
12 person who is a head of a household:

13	<u>If taxable income is:</u>	<u>The tax is:</u>
14	\$0 - \$20,000	2.87% of taxable income
15	\$20,001 - \$50,000	\$574, plus 3.20% of the excess over \$20,000
16	\$50,001 - \$100,000	\$1,534, plus 3.74% of the excess over \$50,000
17	\$100,001 - \$300,000	\$3,404, plus 4.72% of the excess over \$100,000
18	\$300,001 and over	\$12,844, plus 5.04% of the excess over \$300,000

19 4. For taxable years beginning from and after December 31, 2005  
20 through December 31, 2006:

21 (a) In the case of a single person or a married person filing  
22 separately:

23	<u>If taxable income is:</u>	<u>The tax is:</u>
24	\$0 - \$10,000	2.73% of taxable income
25	\$10,001 - \$25,000	\$273, plus 3.04% of the excess over \$10,000
26	\$25,001 - \$50,000	\$729, plus 3.55% of the excess over \$25,000
27	\$50,001 - \$150,000	\$1,617, plus 4.48% of the excess over \$50,000
28	\$150,001 and over	\$6,097, plus 4.79% of the excess over \$150,000

29 (b) In the case of a married couple filing a joint return or a single  
30 person who is a head of a household:

31	<u>If taxable income is:</u>	<u>The tax is:</u>
32	\$0 - \$20,000	2.73% of taxable income
33	\$20,001 - \$50,000	\$546, plus 3.04% of the excess over \$20,000
34	\$50,001 - \$100,000	\$1,458, plus 3.55% of the excess over \$50,000
35	\$100,001 - \$300,000	\$3,233, plus 4.48% of the excess over \$100,000
36	\$300,001 and over	\$12,193, plus 4.79% of the excess over \$300,000

37 5. For taxable years beginning from and after December 31, 2006  
38 THROUGH DECEMBER 31, 2007:

39 (a) In the case of a single person or a married person filing  
40 separately:

41	<u>If taxable income is:</u>	<u>The tax is:</u>
42	\$0 - \$10,000	2.59% of taxable income
43	\$10,001 - \$25,000	\$259, plus 2.88% of the excess over \$10,000
44	\$25,001 - \$50,000	\$691, plus 3.36% of the excess over \$25,000
45	\$50,001 - \$150,000	\$1,531, plus 4.24% of the excess over \$50,000

1           \$150,001 and over           \$5,771, plus 4.54% of the excess over \$150,000  
2           (b) In the case of a married couple filing a joint return or a single  
3 person who is a head of a household:  
4           If taxable income is: The tax is:  
5           \$0 - \$20,000           2.59% of taxable income  
6           \$20,001 - \$50,000       \$518, plus 2.88% of the excess over \$20,000  
7           \$50,001 - \$100,000       \$1,382, plus 3.36% of the excess over \$50,000  
8           \$100,001 - \$300,000       \$3,062, plus 4.24% of the excess over \$100,000  
9           \$300,001 and over       \$11,542, plus 4.54% of the excess over \$300,000

10           6. FOR TAXABLE YEARS BEGINNING FROM AND AFTER DECEMBER 31, 2007:

11           (a) IN THE CASE OF A SINGLE PERSON OR A MARRIED PERSON FILING  
12 SEPARATELY:

13           IF TAXABLE INCOME IS: THE TAX IS:  
14           \$0 - \$10,000           2.87% OF TAXABLE INCOME  
15           \$10,001 - \$25,000       \$287, PLUS 3.20% OF THE EXCESS OVER \$10,000  
16           \$25,001 - \$50,000       \$767, PLUS 3.74% OF THE EXCESS OVER \$25,000  
17           \$50,001 - \$150,000       \$1,702, PLUS 4.72% OF THE EXCESS OVER \$50,000  
18           \$150,001 AND OVER       \$6,422, PLUS 5.04% OF THE EXCESS OVER \$150,000

19           (b) IN THE CASE OF A MARRIED COUPLE FILING A JOINT RETURN OR A SINGLE  
20 PERSON WHO IS A HEAD OF A HOUSEHOLD:

21           IF TAXABLE INCOME IS: THE TAX IS:  
22           \$0 - \$20,000           2.87% OF TAXABLE INCOME  
23           \$20,001 - \$50,000       \$574, PLUS 3.20% OF THE EXCESS OVER \$20,000  
24           \$50,001 - \$100,000       \$1,534, PLUS 3.74% OF THE EXCESS OVER \$50,000  
25           \$100,001 - \$300,000       \$3,404, PLUS 4.72% OF THE EXCESS OVER \$100,000  
26           \$300,001 AND OVER       \$12,844, PLUS 5.04% OF THE EXCESS OVER \$300,000

27           Sec. 2. Requirements for enactment: two-thirds vote

28           Pursuant to article IX, section 22, Constitution of Arizona, this act  
29 is effective only on the affirmative vote of at least two-thirds of the  
30 members of each house of the legislature and is effective immediately on the  
31 signature of the governor or, if the governor vetoes this act, on the  
32 subsequent affirmative vote of at least three-fourths of the members of each  
33 house of the legislature.