

REFERENCE TITLE: personal income tax cuts; rollback

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

HB 2542

Introduced by
Representatives Ableser, Kirkpatrick, Sinema

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 If taxable income is: The tax is:
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 If taxable income is: The tax is:
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 If taxable income is: The tax is:
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 If taxable income is: The tax is:
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 (a) In the case of a single person or a married person filing
39 separately:

40 If taxable income is: The tax is:
41 \$0 - \$10,000 2.59% of taxable income
42 \$10,001 - \$25,000 \$259, plus 2.88% of the excess over \$10,000
43 \$25,001 - \$50,000 \$691, plus 3.36% of the excess over \$25,000
44 \$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%~~ 4.79% of the excess over
2 \$150,000

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

5	<u>If taxable income is:</u>	<u>The tax is:</u>
6	\$0 - \$20,000	2.59% of taxable income
7	\$20,001 - \$50,000	\$518, plus 2.88% of the excess over \$20,000
8	\$50,001 - \$100,000	\$1,382, plus 3.36% of the excess over \$50,000
9	\$100,001 - \$300,000	\$3,062, plus 4.24% of the excess over \$100,000
10	\$300,001 and over	\$11,542, plus 4.54% 4.79% of the excess over
11		\$300,000

12 Sec. 2. Requirements for enactment; two-thirds vote

13 Pursuant to article IX, section 22, Constitution of Arizona, this act
14 is effective only on the affirmative vote of at least two-thirds of the
15 members of each house of the legislature and is effective immediately on the
16 signature of the governor or, if the governor vetoes this act, on the
17 subsequent affirmative vote of at least three-fourths of the members of each
18 house of the legislature.