

The seal of the State of Arizona is a large, faint watermark in the background. It is circular with the text "SEAL OF THE STATE OF ARIZONA" around the top and "1912" at the bottom, flanked by two stars. In the center is a shield depicting a landscape with a mountain, a river, and a sun rising over hills.

2020 Legislative Summaries

**State of Arizona
Department
of Revenue**

This document contains summaries of 2020 legislation from the Fifty-Fourth Legislature – Second Regular Session.

2020 Legislative Summaries

The material below briefly summarizes the major 2020 tax-related legislation impacting the Arizona Department of Revenue (ADOR) but is not intended to discuss substantive specifics of any particular enactment. Detailed summaries and the chaptered versions of these bills can also be found at www.azleg.gov. Please refer to the specific legislation for more definitive information.

The general effective date for legislation enacted during the Second Regular Session is August 25, 2020. All legislation will have this effective date unless otherwise noted in the summary.

Income Tax

HB 2494 (Chapter 24)/SB 1296 (Chapter 40) internal revenue code; conformity

Incorporates the federal changes made in 2019 into Arizona’s definition of “internal revenue code.”

HB 2771 (Chapter 7) tax credits; qualified facilities; extension

Extends the Credit for Qualified Facilities and the date of eligibility for the Credit for Renewable Energy Investment and Production for Self-Consumption by International Operations Centers.

SB 1100 (Chapter 10) STO report; DOR; posting deadline

Requires ADOR to post the STO report on the website on or before March 31 of each year.

Transaction Privilege Tax

SB 1121 (Chapter 71) model city tax code; procedures

Modifies the process by which the Municipal Tax Code Commission and ADOR amend the Model City Tax Code.

Property Tax

SB 1099 (Chapter 70) tax deed land sales; proceeds

Requires any balance remaining with the county treasurer after payment of the taxes, interest, penalties, fees and costs in regards to the sale of land held by the state under tax deed to be paid to the owner of the property who was dispossessed by the sale.

SB 1113 (Chapter 11) mortgaged property; tax statements; information

Requires the statement of taxes due to be mailed by November 1 and requires the statement to list the following for the current and previous tax years:

- a) The amount of primary taxes and secondary taxes applicable to the property; and b) the amount of additional state aid to school districts provided to class 3 property, if applicable.

Multiple Tax Types/Misc.

SB 1021 (Chapter 60)

department of revenue; electronic signatures

Requires ADOR to accept or require electronic signatures on department documents and outlines electronic signature requirements.

SB 1295 (Chapter 39)

department of revenue; continuation

Continues ADOR for eight years.

SB 1348 (Chapter 43)

tax corrections act of 2020

Makes numerous technical, clarifying and conforming changes to tax-related Arizona Revised Statutes.