G#AZ96154

House Engrossed Senate Bill

FILED

Jane Dee Hull
Secretary of State

State of Arizona
Senate
Forty-second Legislature
Second Regular Session
1996

CHAPTER 141

SENATE BILL 1018

AN ACT

AMENDING SECTION 42-1496, ARIZONA REVISED STATUTES; RELATING TO COUNTY HOTEL EXCISE TAX.

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

Section 1. Section 42-1496, Arizona Revised Statutes, is amended to read:

42-1496. Tax on hotels; credit

A. The board of supervisors of a county having a population of less than one million five hundred thousand but more than five hundred thousand persons according to the most recent United States decennial census may levy and, if levied, the department shall collect a tax ~~at a rate of not to exceed one per cent of~~ ON the gross proceeds of sales or gross income from the business of every person engaging or continuing in the county in a business taxed under section 42-1310.10. The tax shall be levied under this section beginning January 1 or July 1, whichever date first occurs at least three months after the county resolution approving the tax levy. THE RATE OF TAX SHALL NOT EXCEED:

1. ONE PER CENT THROUGH DECEMBER 31, 1996.

2. TWO PER CENT FROM AND AFTER DECEMBER 31, 1996 THROUGH DECEMBER 31, 2012.

3. ONE PER CENT FROM AND AFTER DECEMBER 31, 2012.

B. The tax applies in both incorporated and unincorporated areas of the county, but if a business demonstrates to the department that it is subject to a municipal occupational license tax based on a percentage of the rent it charges, the business shall be entitled to a credit against the tax

equal to the amount of tax paid to a municipality, except that the credit shall not exceed the amount of tax imposed pursuant to this section.

C. At the end of each month the state treasurer shall transmit the net revenues collected pursuant to this section to the treasurer of the county levying the tax. The county shall use ~~these revenues only~~:

1. NOT MORE THAN FIFTY PER CENT OF THESE REVENUES THROUGH DECEMBER 31, 2012, FOR THE PURPOSES SET FORTH IN SECTION 48-4204, SUBSECTION B, AS FINANCIAL PARTICIPATION BY THE COUNTY AS REQUIRED BY THAT SUBSECTION.

2. ALL REMAINING REVENUES to promote and enhance tourism through the recognized tourism promotion agency in the county.

D. Unless the context otherwise requires, section 42-1485 governs the administration of the tax imposed by this section.

APPROVED BY THE GOVERNOR APRIL 10, 1996.

FILED IN THE OFFICE OF THE SECRETARY OF STATE APRIL 11, 1996.