



STATE OF ARIZONA  
OFFICE OF THE GOVERNOR

DOUGLAS A. DUCEY  
GOVERNOR

EXECUTIVE OFFICE

March 20, 2020

The Honorable Katie Hobbs  
Secretary of State  
1700 W. Washington, 7<sup>th</sup> Floor  
Phoenix, AZ 85007

Dear Secretary Hobbs:

I am transmitting to you the following bills from the Fifty-fourth Legislature, 2nd Regular Session, which I signed on March 20th, 2020:

- S.B. 1036 empowerment scholarships; third-party administrator; repeal (Allen, S.)
- S.B. 1038 insurance policies; transfers; affiliated insurers (Livingston)
- S.B. 1100 STO report; DOR; posting deadline (Mesnard)
- S.B. 1113 mortgaged property; tax statements; information (Leach)
- S.B. 1224 empowerment scholarships; qualifications; administration; appropriations (Allen, S.)

Sincerely,

Douglas A. Ducey  
Governor  
State of Arizona

cc: Senate Secretary  
Chief Clerk of the House of Representatives  
Arizona News Service

Senate Engrossed  
**FILED**  
**KATIE HOBBS**  
**SECRETARY OF STATE**

State of Arizona  
Senate  
Fifty-fourth Legislature  
Second Regular Session  
2020

**CHAPTER 11**  
**SENATE BILL 1113**

AN ACT

AMENDING SECTION 42-18054, ARIZONA REVISED STATUTES; RELATING TO PROPERTY TAX.

(TEXT OF BILL BEGINS ON NEXT PAGE)

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

2 Section 1. Section 42-18054, Arizona Revised Statutes, is amended  
3 to read:

4 42-18054. Tax statements for mortgaged property; liability

5 A. If property that is subject to taxation by the county assessor  
6 is mortgaged and the mortgagee, or a person acting for the mortgagee, by  
7 the terms of the mortgage agreement pays the tax on behalf of the  
8 mortgagor:

9 1. The county treasurer shall mail a statement of taxes due on the  
10 property to the mortgagor at the mortgagor's last known address. The tax  
11 statement sent to the mortgagor shall be MAILED BEFORE NOVEMBER 1 AND BE a  
12 written document ~~and may be in any form established by the county~~  
13 ~~treasurer~~. THE TAX STATEMENT SHALL SEPARATELY LIST THE FOLLOWING FOR THE  
14 CURRENT AND PREVIOUS TAX YEARS FOR THE PROPERTY:

15 (a) THE AMOUNT OF PRIMARY TAXES AND SECONDARY TAXES APPLICABLE TO  
16 THE PROPERTY THAT IS DUE TO EACH TAXING JURISDICTION.

17 (b) IF APPLICABLE, THE AMOUNT OF ADDITIONAL STATE AID TO SCHOOL  
18 DISTRICTS PROVIDED TO PROPERTY CLASSIFIED AS CLASS THREE PURSUANT TO  
19 SECTION 42-12003.

20 2. The county treasurer, on request, shall send a statement of  
21 taxes due on the property to the mortgagee. The tax statement sent to the  
22 mortgagee may be in any form established by the county treasurer.

23 ~~2.~~ 3. The liability for the tax, and any subsequent interest, fees  
24 and penalties, does not depend on either the mortgagor or the mortgagee  
25 receiving the tax statement.

26 B. When a mortgagee either continues to receive or possesses an  
27 unsatisfied tax statement from the county treasurer after the mortgage is  
28 satisfied, the mortgagee shall either:

29 1. Return the tax statement to the county treasurer within thirty  
30 working days, together with the last known address of the mortgagor as  
31 shown on the records of the mortgagee.

32 2. Forward the tax statement or current taxes due information to  
33 the mortgagor and notify the county treasurer of this action.

34 C. If a mortgagee fails to comply with subsection B of this section  
35 and, as a result of the mortgagee's failure to comply, the tax on the  
36 mortgagor's property becomes delinquent, the mortgagee is liable to the  
37 mortgagor for all interest and penalties imposed by law for the delinquent  
38 tax.

**APPROVED BY THE GOVERNOR MARCH 20, 2020.**

**FILED IN THE OFFICE OF THE SECRETARY OF STATE MARCH 20, 2020.**

Passed the House March 12, 2020

Passed the Senate January 30, 2020

by the following vote: 58 Ayes,

by the following vote: 30 Ayes,

0 Nays, 2 Not Voting

0 Nays, 0 Not Voting

Mr. R. Boyce  
Speaker of the House  
*100 Temporary*

Karen Farn President  
President of the Senate

Jiri Drake  
Chief Clerk of the House

Susan Owens  
Secretary of the Senate

EXECUTIVE DEPARTMENT OF ARIZONA  
OFFICE OF GOVERNOR

This Bill was received by the Governor this

16<sup>th</sup> day of March, 2020

at 2:08 o'clock P M.

[Signature]  
Secretary to the Governor

Approved this 20<sup>th</sup> day of

March, 2020,

at 4:01 o'clock P M.

[Signature]  
Governor of Arizona

EXECUTIVE DEPARTMENT OF ARIZONA  
OFFICE OF SECRETARY OF STATE

This Bill was received by the Secretary of State  
this 20 day of March, 2020

at 5:25 o'clock P M.

[Signature]  
Secretary of State

S.B. 1113