

**Altria**

**Posted Calendars and Committee Hearings**

No hearings, calendars, or amendments posted.

**Bill Summaries**

**H2010: ARIZONA WINE COMMISSION; DUTIES; PROMOTION**

Establishes a 7-member Arizona Wine Commission to promote the wine industry in Arizona in any lawful manner that includes research, trade promotions, marketing, advertising and selling or disseminating wine produced in Arizona without charge. Establishes the powers and duties of the Commission. Establishes the Arizona Wine Promotional Trust Fund and appropriates \$100,000 of the monies collected from luxury taxes on vinous liquor from a domestic farm winery or an in-state producer to the Fund for the purposes of administering this legislation. The Commission terminates on July 1, 2027.

First sponsor: Rep. Griffin (R - Dist 14)

Others: Rep. Barto (R - Dist 15), Rep. Cook (R - Dist 8), Rep. Dunn (R - Dist 13), Rep. Grantham (R - Dist 12), Rep. Kavanagh (R - Dist 23), Rep. Nutt (R - Dist 14), Rep. Rivero (R - Dist 21), Rep. Toma (R - Dist 22)

H2010 Daily History	Date Action
ARIZONA WINE COMMISSION; DUTIES; PROMOTION	2/14 from House appro with amend <a href="#">#4181</a> .
ARIZONA WINE COMMISSION; DUTIES; PROMOTION	2/13 House appro amended; report awaited.
ARIZONA WINE COMMISSION; DUTIES; PROMOTION	1/24 from House land-agri do pass.
ARIZONA WINE COMMISSION; DUTIES; PROMOTION	1/24 House land-agri do pass; report awaited.
ARIZONA WINE COMMISSION; DUTIES; PROMOTION	1/14 referred to House land-agri, appro.

**H2024: ELECTRONIC SMOKING DEVICES; RESTRICTIONS; USE**

For the purposes of the statutes prohibiting smoking in all public places and places of employment in Arizona, the definition of "smoking" is expanded to include the use of an "electronic smoking device" (defined). The list of places exempt from the prohibition on smoking in public places is expanded to include retail stores that sell electronic smoking devices exclusively and that have an independent ventilation system. Due to voter protection, this legislation requires the affirmative vote of at least 3/4 of the members of each house of the Legislature for passage.

First sponsor: Rep. Kavanagh (R - Dist 23)

H2024 Daily History	Date Action
ELECTRONIC SMOKING DEVICES; RESTRICTIONS; USE	1/15 referred to House hel-hu ser.

**H2073: VAPOR PRODUCTS; E-LIQUIDS; REGULATION; PERMITS**

Adds an article to Title 36 (Public Health) regulating e-liquids and vapor products under the authority of the Department of Health Services. Manufacturers, distributors and retailers of e-liquids or vapor products are prohibited from mixing, packaging, distributing or selling those products in Arizona without a permit issued by the Dept, and permit requirements are established. E-liquid containers are required to use child-proof caps and

tamper-evident packages that include labels with nicotine warning statements and trackable codes. Establishing record-keeping and reporting requirements for permittees. Retailers are required to verify that a person purchasing an e-liquid or vapor product is not a minor, and minors who possess an e-liquid or vapor product are guilty of a petty offense. Establishes penalties for violations. Due to a potential increase in state revenue, this legislation requires the affirmative vote of at least 2/3 of the members of each house of the Legislature for passage, and becomes effective on signature of the Governor.

First sponsor: Rep. Shope (R - Dist 8)

H2073 Daily History	Date	Action
VAPOR PRODUCTS; E-LIQUIDS; REGULATION; PERMITS	2/14	from House hel-hu ser with amend #4205.
VAPOR PRODUCTS; E-LIQUIDS; REGULATION; PERMITS	2/14	House hel-hu ser amended; report awaited.
VAPOR PRODUCTS; E-LIQUIDS; REGULATION; PERMITS	2/7	House hel-hu ser held.
VAPOR PRODUCTS; E-LIQUIDS; REGULATION; PERMITS	1/31	House hel-hu ser held.
VAPOR PRODUCTS; E-LIQUIDS; REGULATION; PERMITS	1/24	referred to House hel-hu ser.

## H2149: MARIJUANA; CANNABIS; DEFINITION

For the purpose of the criminal code relating to drug offenses, the definition of "cannabis" is deleted, and the definition of "marijuana" is modified to remove the exclusion of any plant of the genus cannabis from which the resin has been extracted and to include the resin extracted from any part of a plant of the genus cannabis and every compound, manufacture, salt, derivative, mixture or preparation of the plant or its seeds.

First sponsor: Rep. Rivero (R - Dist 21)

H2149 Daily History	Date	Action
MARIJUANA; CANNABIS; DEFINITION	2/21	from House pub safety do pass.
MARIJUANA; CANNABIS; DEFINITION	2/20	House pub safety do pass; report awaited.
MARIJUANA; CANNABIS; DEFINITION	2/11	referred to House pub safety.

## H2259: WEBSITES; PERSONAL INFORMATION; ACCESS

Any commercial or business website that collects personal information from any person and that has more than 500 users or personal accounts is required to establish a personal information portal, which must be a secure online website that allows a person to access the person's collected personal information and to correct any error in the person's personal information.

First sponsor: Rep. Thorpe (R - Dist 6)

H2259 Daily History	Date	Action
No actions posted for this bill within the requested time frame.		

## H2260: ALCOHOL; TOBACCO; DRUG EDUCATION; APPROPRIATION

Appropriates \$1 million from the general fun in each fiscal year to the Department of Health Services to partner with local education agencies and facility-based nonprofit youth development organizations to teach children in grades 5 through 12 about the health dangers of drugs and alcohol. The list of items that may be included in the education is expanded to include electronic smoking devices.

First sponsor: Rep. Thorpe (R - Dist 6)

H2260 Daily History	Date	Action
ALCOHOL; TOBACCO; DRUG EDUCATION; APPROPRIATION	2/21	from House appro do pass on reconsideration.
ALCOHOL; TOBACCO; DRUG EDUCATION; APPROPRIATION	2/20	FAILED House appro 5-5; House appro do pass on reconsideration; report awaited.
ALCOHOL; TOBACCO; DRUG EDUCATION; APPROPRIATION	2/6	from House tech do pass.
ALCOHOL; TOBACCO; DRUG EDUCATION; APPROPRIATION	1/28	referred to House tech, appro.

## H2273: INDUSTRIAL HEMP; LICENSING; EFFECTIVE DATE

Laws 2018, Chapter 287, which authorizes and regulates industrial hemp production, manufacturing, and commerce under the authority of the Department of Agriculture, becomes effective June 1, 2019, instead of August 3, 2019. The Dept is required to adopt the initial rules to carry out that legislation by May 31, 2019. Emergency clause.

First sponsor: Rep. Dunn (R - Dist 13)

Others: Sen. Borrelli (R - Dist 5)

H2273 Daily History	Date Action
INDUSTRIAL HEMP; LICENSING; EFFECTIVE DATE 2/14	see S1003.
INDUSTRIAL HEMP; LICENSING; EFFECTIVE DATE 2/11	from House rules okay. To House consent calendar.
INDUSTRIAL HEMP; LICENSING; EFFECTIVE DATE 1/28	from House reg affairs do pass.
INDUSTRIAL HEMP; LICENSING; EFFECTIVE DATE 1/24	from House land-agri do pass.
INDUSTRIAL HEMP; LICENSING; EFFECTIVE DATE 1/24	House land-agri do pass; report awaited.
INDUSTRIAL HEMP; LICENSING; EFFECTIVE DATE 1/22	referred to House land-agri, reg affairs.

## H2281: LIQUOR OMNIBUS

Various changes relating to liquor licenses and control. The number of new on-sale liquor licenses of the same serious in the same county that may be issued each year is modified. Liquor licensees and their employees are authorized to use a "biometric identity verification device" (defined) to determine a person's age for the purpose of ordering or purchasing spirituous liquor or as a condition of entry to the licensed premises. It is a class 1 (highest) misdemeanor for a person to knowingly "host" (defined) on an unlicensed premises a gathering of two or more persons who are under the legal drinking if the person knows that one or more of the persons under the legal drinking age are in possession of or consuming spirituous liquor on the unlicensed premises. A retail licensee with off-sale privileges is authorized to take orders by phone, mail, fax, catalog, through the internet or by other means for sale and delivery, and to contract with independent contractors or use common carriers for liquor delivery. At the time the order is places, the liquor licensee is required to inform a purchaser that the person accepting delivery of the spirituous liquor is required to comply with age verification requirements. Delivery must be made by an employee who is at least 21 years of age to a customer who is at least 21 years of age and who displays identification at the time of delivery. For any sale of a business or change in ownership of a liquor licensee's business, the business, stock-in-trade and spirituous liquor is permitted to be transferred with the ownership, in compliance with applicable state statutes. Business establishments that relied on a form issued by the Department of Liquor Licenses and Control (DLLC) that provides for a small restaurant exemption for 50 or fewer seats before January 31, 2019, are allowed to continue to maintain the capacity of 50 or fewer seats for the duration of the business. This right is not transferable. Production and storage space of a farm winery or craft distiller are excluded from the licensed premises. A craft distiller licenses is permitted to hold a farm winery license. One or more on-sale liquor licensees are authorized to apply to the DLLC for a joint premises permit, and requirements for joint premises permites are established. The revoking, suspending or refusing to renew a license for unpaid taxes or penalties is a contested case with the Department of Revenue and may be appealed under specified circumstances. An appeals process is specified. Establishes a Pilot Program in the DLLC for liquor licensees at regional shopping centers, which allows the DLLC to issue up to ten extensions of premises to allow liquor licensees to sell spirituous liquor and allow patrons to consume spirituous liquor throughout a designated pedestrian area of a regional shopping center. The owner or management of a regional shopping center that encompasses at least 400,000 square feet of retail space is authorized to designate one retail licensee that may apply for an extension of premises under the Pilot Program, and the

designated licensee may then apply to the DLLC for an extension of premises. The application process is specified, including review by the local governing body and submission of plans or diagrams designating the specific extension of premises requested. Establishes conditions for an extension of premises. The Pilot Program self-repeals January 1, 2023. AS PASSED SENATE.

First sponsor: Rep. Weninger (R - Dist 17)

H2281 Daily History	Date	Action
LIQUOR OMNIBUS	4/26	signed by governor. Chap. no. awaited.
LIQUOR OMNIBUS	4/22	House concurred in Senate amendments and passed on final reading <u>57-1</u> ; ready for governor.
LIQUOR OMNIBUS	4/15	passed Senate <u>25-3</u> ; ready for House action on Senate amendments.
LIQUOR OMNIBUS	4/9	Senate COW approved with amend <u>#4925</u> , floor amend <u>#4972</u> and the rules tech amendment.
LIQUOR OMNIBUS	4/2	from Senate rules with a technical amendment.
LIQUOR OMNIBUS	4/1	from Senate com with amend <u>#4925</u> .
LIQUOR OMNIBUS	3/28	Senate com amended; report awaited.
LIQUOR OMNIBUS	3/5	referred to Senate com.
LIQUOR OMNIBUS	3/4	passed House <u>59-0</u> ; ready for Senate.
LIQUOR OMNIBUS	2/28	House COW approved with floor amend <u>#4538</u> , a substitute for amend 4060.
LIQUOR OMNIBUS	2/12	stricken from House COW consent calendar by Friese.
LIQUOR OMNIBUS	2/11	from House rules okay. To House COW consent calendar.
LIQUOR OMNIBUS	2/5	from House com with amend <u>#4060</u> .
LIQUOR OMNIBUS	2/5	House com amended; report awaited.
LIQUOR OMNIBUS	1/28	referred to House com.

### H2314: CONSULAR IDENTIFICATION CARDS; PERMITTED USE

The state and its political subdivisions are required, instead of prohibited, to accept a consular identification card issued by a foreign government as a valid form of identification.

First sponsor: Rep. Chavez (D - Dist 29)

Others: Rep. Andrade (D - Dist 29), Rep. Bolding (D - Dist 27), Rep. Espinoza (D - Dist 19), Rep. Gabaldon (D - Dist 2), Sen. Gonzales (D - Dist 3), Rep. A. Hernandez (D - Dist 3), Rep. D. Hernandez (D - Dist 2), Rep. Rodriguez (D - Dist 27), Rep. Sierra (D - Dist 19), Rep. Teller (D - Dist 7)

H2314 Daily History	Date	Action
No actions posted for this bill within the requested time frame.		

### H2357: RECONSTRUCTION CONTRACTING; LOCAL TAX; EXEMPTION

Municipalities and other taxing jurisdictions are prohibited from levying a transaction privilege or use tax on the gross proceeds of sales or gross income derived from "reconstruction contracting" (defined). Reconstruction contracting is prohibited from being included in the tax base unless the property was subdivided and received a condominium plat and the total cost of all construction contracting activities performed on the real property in the 24-month period before the sale of any part of the real property exceeds 15 percent of the prior value of the real property. If tax is assessed on reconstruction contracting, the speculative builder is authorized to exclude from gross income the "prior value" (defined) allowed for reconstruction contracting in determining taxable gross income. A formula for determining the prior value is specified. AS PASSED HOUSE.

First sponsor: Rep. Toma (R - Dist 22)

Others: Sen. Livingston (R - Dist 22)

H2357 Daily History	Date	Action
RECONSTRUCTION CONTRACTING; LOCAL TAX; EXEMPTION	4/2	from Senate rules okay.
RECONSTRUCTION CONTRACTING; LOCAL TAX; EXEMPTION	3/28	from Senate fin with amend <u>#4899</u> .
RECONSTRUCTION CONTRACTING; LOCAL TAX; EXEMPTION	3/27	Senate fin do pass; report awaited.

RECONSTRUCTION CONTRACTING; LOCAL TAX; EXEMPTION 3/6 referred to Senate fin.  
 RECONSTRUCTION CONTRACTING; LOCAL TAX; EXEMPTION 2/28 passed House 38-22; ready for Senate.  
 RECONSTRUCTION CONTRACTING; LOCAL TAX; EXEMPTION 2/27 House COW approved with amend #4286.  
 RECONSTRUCTION CONTRACTING; LOCAL TAX; EXEMPTION 2/26 retained on House COW calendar.  
 RECONSTRUCTION CONTRACTING; LOCAL TAX; EXEMPTION 2/21 from House rules okay.  
 RECONSTRUCTION CONTRACTING; LOCAL TAX; EXEMPTION 2/20 from House ways-means with amend #4286.  
 RECONSTRUCTION CONTRACTING; LOCAL TAX; EXEMPTION 2/20 House ways-means amended; report awaited.  
 RECONSTRUCTION CONTRACTING; LOCAL TAX; EXEMPTION 2/6 House ways-means held.  
 RECONSTRUCTION CONTRACTING; LOCAL TAX; EXEMPTION 1/29 referred to House ways-means.

## H2373: TAX CORRECTIONS ACT OF 2019

Corrections to the tax code as recommended by the Department of Revenue and Legislative Council. Changes are for clarification or to blend conflicting statutes and are not intended to be substantive. 36 pages. An annual exercise.  
 AS PASSED HOUSE.

First sponsor: Rep. Toma (R - Dist 22)

H2373 Daily History	Date	Action
TAX CORRECTIONS ACT OF 2019	4/4	Senate COW approved.
TAX CORRECTIONS ACT OF 2019	3/19	from Senate rules okay.
TAX CORRECTIONS ACT OF 2019	3/14	from Senate fin do pass.
TAX CORRECTIONS ACT OF 2019	3/5	referred to Senate fin.
TAX CORRECTIONS ACT OF 2019	3/4	passed House <u>57-0</u> ; ready for Senate.
TAX CORRECTIONS ACT OF 2019	2/27	House COW approved with amend <u>#4163</u> and floor amend <u>#4475</u> .
TAX CORRECTIONS ACT OF 2019	2/18	to House COW consent calendar. From House rules okay. Stricken from House COW consent calendar by Toma.
TAX CORRECTIONS ACT OF 2019	2/13	from House ways-means with amend <u>#4163</u> .
TAX CORRECTIONS ACT OF 2019	2/13	House ways-means amended; report awaited.
TAX CORRECTIONS ACT OF 2019	2/5	referred to House ways-means.

## H2399: TAX EXPENDITURES; REVIEW; SUNSET

The Joint Legislative Income Tax Credit Review Committee is renamed the Joint Legislation Tax Expenditure Review Committee. The Committee is required to adopt and review the "tax expenditures" (defined) for transaction privilege and affiliated excise taxes according to a 10-year review schedule, and the Committee is required to compile and adopt the schedule by December 15, 2019. After a review, the Committee is required to recommend the tax expenditures to be amended, repealed or retained. The Committee is required to report its recommendations to the Legislature and the Governor by December 15 of the year the tax expenditure is reviewed. If the tax expenditure is recommended to be retained or amended, the next review year must be no later than the 10th full calendar year following the date the tax expenditure was reviewed. Modifies the income tax credit review schedule.

First sponsor: Rep. Engel (D - Dist 10)

Others: Rep. Blanc (D - Dist 26), Rep. Bowers (R - Dist 25), Rep. Butler (D - Dist 28), Sen. Gonzales (D - Dist 3), Sen. Mendez (D - Dist 26), Rep. Rodriguez (D - Dist 27), Rep. Toma (R - Dist 22)

H2399 Daily History	Date	Action
No actions posted for this bill within the requested time frame.		

## H2478: BIOLOGICAL CHARACTERISTICS; BIOMETRIC IDENTIFIERS

A person is prohibited from "enrolling" (defined) an individual's "biometric identifier" (defined) in a database for a commercial purpose without providing notice and obtaining consent from the individual to do so. Unless a person obtains an individual's consent, the person is prohibited from selling, leasing or otherwise disclosing the individual's biometric identifier to another person for a commercial purpose unless the disclosure meets one of a list of specified

requirements. Establishes requirements for a person that knowingly possesses an individual's biometric identifier that has been enrolled for a commercial purpose. Violations are an unlawful practice, subject to enforcement by the Attorney General. Some exceptions.

First sponsor: Rep. Bowers (R - Dist 25)

H2478 Daily History	Date Action
BIOLOGICAL CHARACTERISTICS; BIOMETRIC IDENTIFIERS	2/19 stricken from House consent calendar by DeGrazia.
BIOLOGICAL CHARACTERISTICS; BIOMETRIC IDENTIFIERS	2/18 to House consent calendar. From House rules okay.
BIOLOGICAL CHARACTERISTICS; BIOMETRIC IDENTIFIERS	2/13 from House tech do pass.
BIOLOGICAL CHARACTERISTICS; BIOMETRIC IDENTIFIERS	1/24 referred to House tech.

## **H2524: DATA COLLECTION; WEBSITES; APPLICATIONS; DISCLOSURE**

Any website or software application that collects data by using a microphone or camera is required to disclose to the user at the time of the request to use a device's microphone or camera the type of data that is being collected and the reason the data is being collected, including if the website or software application uses the collected data for commercial purposes.

First sponsor: Rep. Townsend (R - Dist 16)

H2524 Daily History	Date Action
DATA COLLECTION; WEBSITES; APPLICATIONS; DISCLOSURE	2/14 withdrawn from House reg affairs.
DATA COLLECTION; WEBSITES; APPLICATIONS; DISCLOSURE	2/13 from House tech with amend <a href="#">#4159</a> .
DATA COLLECTION; WEBSITES; APPLICATIONS; DISCLOSURE	2/13 House tech amended; report awaited.
DATA COLLECTION; WEBSITES; APPLICATIONS; DISCLOSURE	2/4 referred to House tech, reg affairs.

## **H2702: TPT; MARKETPLACE FACILITATORS; NEXUS**

Establishes the marketplace facilitator classification of transaction privilege taxes (TPT), which is comprised of the business of facilitating retail sales as a "marketplace facilitator" (defined). The tax base for the marketplace facilitator classification is the gross proceeds of sales or gross income from all sales the marketplace facilitator facilitates on behalf of "marketplace sellers" (defined) sourced to Arizona if the marketplace seller is not an affiliate of the marketplace facilitator. All sales that a marketplace facilitator facilitates on behalf of a marketplace seller must be sourced to the purchaser's location in Arizona. A marketplace facilitator is required to pay TPT on all sales facilitated by the marketplace facilitator and sourced to Arizona regardless of whether the marketplace seller for whom sales are facilitated is required to be registered with the Department of Revenue or would have been required to pay TPT had the sale not been facilitated by the marketplace facilitator. Any person that conducts business in an activity classified under TPT classifications with purchasers in Arizona is engaging or continuing in business in Arizona, is subject to and is required to pay TPT if the person meets any of the following criteria in the previous or current calendar year: the gross proceeds of sales or gross income derived from the person's transactions with purchasers in Arizona is more than \$100,000, the person engages in at least 200 separate transactions with purchasers in Arizona, the gross proceeds of sales or gross income derived from a marketplace facilitator's transactions with purchasers in Arizona on its own behalf or on behalf of at least one marketplace seller is more than \$100,000, or the marketplace facilitator engages in at least 200 separate transactions with purchasers in Arizona on its own behalf or on behalf of at least one marketplace seller. For the purposes of determining whether a person meets any of these criteria, all members of a person's affiliated group must be aggregated. Establishes provisions governing a marketplace facilitator's liability for transaction privilege taxes and allows for liability relief in specified percentages, which are phased out between 2019 and 2026. The list of exemptions from the retail classification of TPT is expanded to include sales of tangible personal property by a marketplace seller, if the sale is facilitated by

a marketplace facilitator and the marketplace seller has received documentation from the marketplace facilitator that the marketplace facilitator has paid the applicable tax and will remit the tax to the Department of Revenue.

First sponsor: Rep. Toma (R - Dist 22)

Others: Rep. J. Allen (R - Dist 15), Rep. Biasiucci (R - Dist 5), Rep. Blackman (R - Dist 6), Rep. Bolding (D - Dist 27), Rep. Bolick (R - Dist 20), Rep. Campbell (R - Dist 1), Rep. Chavez (D - Dist 29), Rep. Cook (R - Dist 8), Rep. Engel (D - Dist 10), Rep. Epstein (D - Dist 18), Rep. Espinoza (D - Dist 19), Rep. Finchem (R - Dist 11), Rep. A. Hernandez (D - Dist 3), Rep. D. Hernandez (D - Dist 2), Rep. Jermaine (D - Dist 18), Rep. Kavanagh (R - Dist 23), Rep. Lawrence (R - Dist 23), Rep. Lieberman (D - Dist 28), Rep. Osborne (R - Dist 13), Rep. Pawlik (D - Dist 17), Rep. Payne (R - Dist 21), Rep. Rivero (R - Dist 21), Rep. Stringer (R - Dist 1), Rep. Thorpe (R - Dist 6)

H2702 Daily History	Date Action
TPT; MARKETPLACE FACILITATORS; NEXUS 2/20	from House ways-means with amend <a href="#">#4290</a> .
TPT; MARKETPLACE FACILITATORS; NEXUS 2/20	House ways-means amended; report awaited.
TPT; MARKETPLACE FACILITATORS; NEXUS 2/13	referred to House ways-means.

## **H2736: TOBACCO PRODUCTS; DISTRIBUTOR LICENSES**

Tobacco products held or stored for sale or distribution in Arizona by or on behalf of a distributor are no longer prohibited from being held or stored at a residential location if the sole luxury for sale or distribution by or on behalf of the distributor is taxed as a cigar and the product weight of the cigars is no more than 500 pounds. As a condition of licensure, the distributor is required to provide written consent and allow access to the Department of Revenue to inspect the stock of luxuries and all books, papers, invoices, records and electronically stored data showing sales, receipts and purchases of luxuries. An applicant for a tobacco distributor license is prohibited from including a residential location or post office box address as the applicant's principal place of business or other business location. AS PASSED HOUSE.

First sponsor: Rep. Toma (R - Dist 22)

Others: Rep. Cano (D - Dist 3), Rep. Cook (R - Dist 8), Rep. Fillmore (R - Dist 16), Rep. Payne (R - Dist 21), Rep. Rivero (R - Dist 21), Rep. Thorpe (R - Dist 6)

H2736 Daily History	Date Action
TOBACCO PRODUCTS; DISTRIBUTOR LICENSES 3/28	from Senate appro with amend <a href="#">#4874</a> .
TOBACCO PRODUCTS; DISTRIBUTOR LICENSES 3/26	Senate appro amended; report awaited.
TOBACCO PRODUCTS; DISTRIBUTOR LICENSES 3/6	referred to Senate appro.
TOBACCO PRODUCTS; DISTRIBUTOR LICENSES 3/4	passed House <a href="#">36-23</a> ; ready for Senate.
TOBACCO PRODUCTS; DISTRIBUTOR LICENSES 2/28	House COW approved with floor amend <a href="#">#4530</a> .
TOBACCO PRODUCTS; DISTRIBUTOR LICENSES 2/21	stricken from House consent calendar by Toma and Salman.
TOBACCO PRODUCTS; DISTRIBUTOR LICENSES 2/21	from House rules okay.
TOBACCO PRODUCTS; DISTRIBUTOR LICENSES 2/20	to House consent calendar.
TOBACCO PRODUCTS; DISTRIBUTOR LICENSES 2/20	from House com do pass.
TOBACCO PRODUCTS; DISTRIBUTOR LICENSES 2/19	House com do pass; report awaited.
TOBACCO PRODUCTS; DISTRIBUTOR LICENSES 2/13	referred to House com.

## **S1003: INDUSTRIAL HEMP; LICENSING; EFFECTIVE DATE**

Laws 2018, Chapter 287, which authorizes and regulates industrial hemp production, manufacturing, and commerce under the authority of the Department of Agriculture, becomes effective June 1, 2019, instead of August 3, 2019. The Dept is required to adopt the initial rules to carry out that legislation by May 31, 2019. Emergency clause. AS SIGNED BY GOVERNOR.

First sponsor: Sen. Borrelli (R - Dist 5)

S1003 Daily History	Date Action
INDUSTRIAL HEMP; LICENSING; EFFECTIVE DATE 2/20	signed by governor. Chap. 5, Laws 2019.
INDUSTRIAL HEMP; LICENSING; EFFECTIVE DATE 2/20	signed by governor. Chap. no. awaited.
INDUSTRIAL HEMP; LICENSING; EFFECTIVE DATE 2/14	substituted in House for identical H2273 and passed <a href="#">60-0</a> ; ready for governor.

INDUSTRIAL HEMP; LICENSING; EFFECTIVE DATE 2/4 passed Senate 30-0; ready for House.  
 INDUSTRIAL HEMP; LICENSING; EFFECTIVE DATE 1/29 to Senate consent calendar. From Senate rules okay.  
 INDUSTRIAL HEMP; LICENSING; EFFECTIVE DATE 1/17 from Senate water-agri do pass.  
 INDUSTRIAL HEMP; LICENSING; EFFECTIVE DATE 1/17 Senate water-agri do pass; report awaited.  
 INDUSTRIAL HEMP; LICENSING; EFFECTIVE DATE 1/14 referred to Senate water-agri.

## **S1009: TOBACCO PRODUCTS; ELECTRONIC SMOKING DEVICES**

For the purposes of the statutes prohibiting the furnishing of tobacco products to minors, the definition of "tobacco products" is expanded to include any product that is made or derived from tobacco or that contains nicotine and that is intended for human consumption, and to include an "electronic smoking device" (defined) and any component, accessory, instrument or paraphernalia that is used in the consumption of a tobacco product, whether or not it contains nicotine. Electronic smoking devices are added to the list of tobacco products that are exempt from the prohibition on delivery sales of tobacco products. A retailer that sells, offers for sale, gives or furnishes an electronic smoking device to another person by mail or delivery service, through an internet or a computer network, by telephone or through any other electronic method is required to use an independent, third-party age verification service that establishes that the person is 21 years of age or older. A retailer that engages in the delivery sales of an electronic smoking device is required to register with the Attorney General's Office, and to include on the outside of each shipping container a specified warning of electronic smoking device age restrictions and tax liabilities in a clear and conspicuous manner. AS PASSED SENATE.

First sponsor: Sen. Carter (R - Dist 15)

Others: Sen. Bowie (D - Dist 18), Sen. Brophy McGee (R - Dist 28)

S1009 Daily History	Date Action
TOBACCO PRODUCTS; ELECTRONIC SMOKING DEVICES	3/28 House hel-hu ser held.
TOBACCO PRODUCTS; ELECTRONIC SMOKING DEVICES	3/18 referred to House hel-hu ser.
TOBACCO PRODUCTS; ELECTRONIC SMOKING DEVICES	2/12 passed Senate <u>30-0</u> ; ready for House.
TOBACCO PRODUCTS; ELECTRONIC SMOKING DEVICES	2/11 Senate COW approved with floor amend #4104.
TOBACCO PRODUCTS; ELECTRONIC SMOKING DEVICES	1/29 stricken from Senate consent calendar by Rios.
TOBACCO PRODUCTS; ELECTRONIC SMOKING DEVICES	1/29 to Senate consent calendar. From Senate rules okay.
TOBACCO PRODUCTS; ELECTRONIC SMOKING DEVICES	1/23 from Senate hel-hu ser do pass.
TOBACCO PRODUCTS; ELECTRONIC SMOKING DEVICES	1/23 Senate hel-hu ser do pass; report awaited.
TOBACCO PRODUCTS; ELECTRONIC SMOKING DEVICES	1/14 referred to Senate hel-hu ser.

## **S1024: MEDICAL MARIJUANA; SALES DATA; ENFORCEMENT**

Upon request, the Department of Health Services (DHS) is required to share with the Department of Revenue (DOR) licensee information of a medical marijuana dispensary including physical address, cultivation site, and transaction privilege tax number. DHS is authorized to revoke the registration of a dispensary that does not comply with transaction privilege tax requirements. The list of entities that DOR is authorized to disclose confidential tax information to is expanded to include DHS for its use in determining if a medical marijuana dispensary is in compliance with transaction privilege tax requirements. AS PASSED HOUSE.

First sponsor: Sen. Borrelli (R - Dist 5)

Others: Rep. Biasiucci (R - Dist 5), Rep. Campbell (R - Dist 1), Rep. Cobb (R - Dist 5), Sen. Gowan (R - Dist 14), Sen. Gray (R - Dist 21), Sen. Livingston (R - Dist 22), Sen. Ugenti-Rita (R - Dist 23)

S1024 Daily History	Date Action
MEDICAL MARIJUANA; SALES DATA; ENFORCEMENT	4/23 Senate concurred in House amendments and passed on final reading <u>30-0</u> ; ready for governor.
MEDICAL MARIJUANA; SALES DATA; ENFORCEMENT	4/17 passed House on reconsideration <u>35-25</u> (lost emergency clause and failed to receive 3/4 vote for passage of Section 1); ready for Senate action on House amendments.
MEDICAL MARIJUANA; SALES DATA; ENFORCEMENT	4/3 House voted to reconsider passage of bill; date of second



MEDICAL MARIJUANA; SALES DATA; ENFORCEMENT 4/3	vote to be within the next 14 days.
MEDICAL MARIJUANA; SALES DATA; ENFORCEMENT 3/21	passed House <u>41-19</u> (section 1 failed; 3/4 vote required); ready for Senate action on House amendments.
MEDICAL MARIJUANA; SALES DATA; ENFORCEMENT 3/18	House COW approved with amend <u>#4659</u> .
MEDICAL MARIJUANA; SALES DATA; ENFORCEMENT 3/6	from House rules okay.
MEDICAL MARIJUANA; SALES DATA; ENFORCEMENT 2/26	from House ways-means with amend <u>#4659</u> .
MEDICAL MARIJUANA; SALES DATA; ENFORCEMENT 2/12	referred to House ways-means.
MEDICAL MARIJUANA; SALES DATA; ENFORCEMENT 2/6	passed Senate on reconsideration <u>30-0</u> ; ready for House.
MEDICAL MARIJUANA; SALES DATA; ENFORCEMENT 2/5	Senate voted to reconsider passage of bill; date of second vote to be set by president.
MEDICAL MARIJUANA; SALES DATA; ENFORCEMENT 2/4	passed Senate <u>17-13</u> ; ready for House (lost emergency clause and failed to receive 3/4 vote for passage of Section 1).
MEDICAL MARIJUANA; SALES DATA; ENFORCEMENT 1/29	Senate COW approved with floor amend <u>#4050</u> .
MEDICAL MARIJUANA; SALES DATA; ENFORCEMENT 1/23	from Senate rules okay.
MEDICAL MARIJUANA; SALES DATA; ENFORCEMENT 1/23	from Senate fin do pass.
MEDICAL MARIJUANA; SALES DATA; ENFORCEMENT 1/14	Senate fin do pass; report awaited.
MEDICAL MARIJUANA; SALES DATA; ENFORCEMENT 1/14	referred to Senate fin.

### **S1060: ELECTRONIC SMOKING DEVICES; USE; RESTRICTIONS (TECHNICAL CORRECTION; JUVENILE COURT; RECORDS)**

For the purposes of the statutes prohibiting smoking in all public places and places of employment in Arizona, the definition of "smoking" is expanded to include the use of an "electronic smoking device" (defined) or any oral smoking device. The list of places exempt from the prohibition on smoking in public places is expanded to include retail stores that sell electronic smoking devices exclusively and that have an independent ventilation system. Due to voter protection, this legislation requires the affirmative vote of at least 3/4 of the members of each house of the Legislature for passage. AS PASSED SENATE.

First sponsor: Sen. Carter (R - Dist 15)

S1060 Daily History	Date Action
ELECTRONIC SMOKING DEVICES; USE; RESTRICTIONS	3/18 referred to House hel-hu ser.
ELECTRONIC SMOKING DEVICES; USE; RESTRICTIONS	3/5 passed Senate <u>28-0</u> ; ready for House.
<b>ELECTRONIC SMOKING DEVICES; USE; RESTRICTIONS</b>	3/4 Senate COW approved with amend <u>#4363</u> . NOTE SHORT TITLE CHANGE.
TECHNICAL CORRECTION; JUVENILE COURT; RECORDS	2/26 from Senate rules okay.
TECHNICAL CORRECTION; JUVENILE COURT; RECORDS	2/25 from Senate hel-hu ser with amend <u>#4363</u> .
TECHNICAL CORRECTION; JUVENILE COURT; RECORDS	2/20 Senate hel-hu ser amended; report awaited.
TECHNICAL CORRECTION; JUVENILE COURT; RECORDS	2/18 further referred to Senate hel-hu ser.
TECHNICAL CORRECTION; JUVENILE COURT; RECORDS	1/15 referred to Senate rules only.

### **S1080: TPT; USE TAX; EDUCATION**

Establishes a required distribution formula for all monies collected from a new article in the state Constitution. Requires monies generated from the tax to be paid in monthly installments as follows: 73 percent to the Classroom Site Fund, 22 percent to the Arizona Board of Regents to be distributed proportionally to each university based on the number of students who receive in-state tuition to maintain an in-state tuition rate that is consistent with the state Constitutional requirement for tuition to be as nearly free as possible, and 5 percent for community college trade and workforce development programs. Repeals the additional transaction privilege tax rate increment of 0.6 percent imposed from July 1, 2022 through June 30, 2041 that would have been distributed for specified education purposes, and repeals statute specifying the distribution of those revenues. Repeals the individual income tax credit for increased transaction privilege or excise taxes paid for education. Modifies the purposes for which monies from the Classroom Site Fund must be spent to remove class size reduction and add voluntary full-day kindergarten, the cost of additional school days, student support services and school resource officers. Deletes the requirement for school districts and charter schools to allocate 40 percent of

the monies received from the Classroom Site Fund for teacher compensation increases based on performance and employment related expenses, 20 percent of the monies for teacher base salary increases and employment related expenses, and 40 percent of the monies for maintenance and operation purposes. Conditionally enacted effective July 1, 2021 if the state Constitution is amended by a vote of the people at the 2020 general election by passage of an unspecified House Concurrent Resolution (blank in original). [Capitol Reports Note: The new article in the state Constitution referred to in this legislation is established by SCR1001.]

First sponsor: Sen. S. Allen (R - Dist 6)

S1080 Daily History	Date Action
TPT; USE TAX; EDUCATION	3/4 Senate COW approved with amend <a href="#">#4004</a> and floor amend <a href="#">#4574</a> .
TPT; USE TAX; EDUCATION	2/26 from Senate rules okay.
TPT; USE TAX; EDUCATION	1/23 from Senate educ with amend <a href="#">#4004</a> .
TPT; USE TAX; EDUCATION	1/22 Senate educ amended; report awaited.
TPT; USE TAX; EDUCATION	1/17 referred to Senate educ.

### **S1147: MUNICIPAL ECONOMIC DEVELOPMENT; SALE; LEASE**

The governing body of a municipality is authorized to sell or lease for "economic development activities" (defined elsewhere in statute) land or buildings owned by or under the control of the the municipality only pursuant to the requirements of this legislation. The governing body of the municipality is required to appoint an experienced, independent appraiser to determine the sale or lease valuation of any land or building valued at more than \$50,000. The governing body is required to give notice of a proposed sale or lease by publication, once each week for four consecutive weeks before executing any sale or lease, in a newspaper of general circulation in the municipality and to make the notice available to the public on the governing body's website. Information that must be included in the notice is specified. Contains a purpose statement. Applies to any agreement made on or after the effective date of this legislation. AS PASSED SENATE.

First sponsor: Sen. Leach (R - Dist 11)

S1147 Daily History	Date Action
MUNICIPAL ECONOMIC DEVELOPMENT; SALE; LEASE	4/25 from House rules okay.
MUNICIPAL ECONOMIC DEVELOPMENT; SALE; LEASE	4/1 from House hel-hu ser with amend <a href="#">#4911</a> .
MUNICIPAL ECONOMIC DEVELOPMENT; SALE; LEASE	3/28 House hel-hu ser amended; report awaited.
MUNICIPAL ECONOMIC DEVELOPMENT; SALE; LEASE	3/19 withdrawn from House ways-means and additional referred to hel-hu ser.
MUNICIPAL ECONOMIC DEVELOPMENT; SALE; LEASE	3/12 referred to House ways-means.
MUNICIPAL ECONOMIC DEVELOPMENT; SALE; LEASE	3/7 passed Senate <a href="#">16-14</a> ; ready for House.
MUNICIPAL ECONOMIC DEVELOPMENT; SALE; LEASE	2/28 Senate COW approved with amend <a href="#">#4107</a> .
MUNICIPAL ECONOMIC DEVELOPMENT; SALE; LEASE	2/19 from Senate rules okay.
MUNICIPAL ECONOMIC DEVELOPMENT; SALE; LEASE	2/12 from Senate gov with amend <a href="#">#4107</a> .
MUNICIPAL ECONOMIC DEVELOPMENT; SALE; LEASE	2/11 Senate gov amended; report awaited.
MUNICIPAL ECONOMIC DEVELOPMENT; SALE; LEASE	1/23 referred to Senate gov.

### **S1347: LUXURY TAX; CAVENDISH; DEFINITION**

For the purpose of luxury privilege taxes, the term "cavendish" is defined. Also, tobacco products held or stored for sale or distribution in Arizona by or on behalf of a distributor are no longer prohibited from being held or stored at a residential location if the sole luxury for sale or distribution by or on behalf of the distributor is taxed as a cigar and the product weight of the cigars is not more than 500 pounds. As a condition of licensure, the distributor is required to provide written consent and allow access to the Department of Revenue to inspect the stock of luxuries and all books, papers, invoices, records and electronically stored data showing sales, receipts and purchases of luxuries. An

applicant for a tobacco distributor license is prohibited from including a residential location or post office box address as the applicant's principal place of business or other business location, except as specifically allowed by statute.  
AS SIGNED BY GOVERNOR.

First sponsor: Sen. Gowan (R - Dist 14)

S1347 Daily History	Date Action
LUXURY TAX; CAVENDISH; DEFINITION	4/10 signed by governor. Chap. 65, Laws 2019.
LUXURY TAX; CAVENDISH; DEFINITION	4/4 Senate concurred in House amendments and passed on final reading <u>27-2</u> ; ready for governor.
LUXURY TAX; CAVENDISH; DEFINITION	4/3 House COW approved with amend <u>#4816</u> and floor amend <u>#4935</u> . Passed House <u>48-12</u> ; ready for Senate action on House amendments.
LUXURY TAX; CAVENDISH; DEFINITION	3/26 from House rules okay.
LUXURY TAX; CAVENDISH; DEFINITION	3/20 from House ways-means with amend <u>#4816</u> .
LUXURY TAX; CAVENDISH; DEFINITION	3/12 referred to House ways-means.
LUXURY TAX; CAVENDISH; DEFINITION	3/4 passed Senate <u>29-1</u> ; ready for House.
LUXURY TAX; CAVENDISH; DEFINITION	2/28 Senate COW approved with amend <u>#4133</u> and floor amend <u>#4515</u> and <u>#4516</u> .
LUXURY TAX; CAVENDISH; DEFINITION	2/19 from Senate rules okay.
LUXURY TAX; CAVENDISH; DEFINITION	2/13 from Senate appro with amend <u>#4133</u> .
LUXURY TAX; CAVENDISH; DEFINITION	2/12 Senate appro amended; report awaited.
LUXURY TAX; CAVENDISH; DEFINITION	2/4 referred to Senate appro.

### **S1363: TOBACCO PRODUCTS; PROHIBITED SALES; SIGNAGE**

For the purpose of statute prohibiting furnishing a tobacco product to an underage person, a petty offense, tobacco products may not be furnished to a person who is under 21 years of age, instead of to a minor, and the required mental state of doing so knowingly is eliminated. A person who sells or furnishes a tobacco product is required to verify the age of the individual receiving the tobacco product by means of a government-issued photographic identification that contain's the individual's date of birth. It is not a defense to a prosecution for a violation of this requirement that the individual appeared to be over 21 years of age. The definition of "tobacco product" is modified and includes an "electronic smoking device" (defined) and any component, accessory, instrument or paraphernalia that is used in the consumption of a tobacco product, whether or not it contains nicotine. Retail tobacco vendors are prohibited from selling or permitting the sale of tobacco products unless a sign with specified dimensions is posted at the location stating that a person who is under 21 years of age cannot purchase tobacco products. Violations are an unlawful practice and a petty offense.

First sponsor: Sen. Carter (R - Dist 15)

Others: Rep. Bolding (D - Dist 27), Sen. Bowie (D - Dist 18), Sen. Bradley (D - Dist 10), Sen. D. Farnsworth (R - Dist 16), Sen. Pratt (R - Dist 8)

S1363 Daily History	Date Action
TOBACCO PRODUCTS; PROHIBITED SALES; SIGNAGE	2/4 referred to Senate com.

### **S1460: TPT; DIGITAL GOODS & SERVICES**

For the purpose of transaction privilege and use taxes and local excise taxes, the gross income, gross receipts, gross proceeds, purchase price or sales price from selling, leasing, licensing, purchasing or using "digital services" (defined) is excluded from tax. Does not apply to an online lodging marketplace. Establishes the digital goods classification of transaction privilege taxes, which is comprised of the business of selling, leasing or licensing the use of "prewritten computer software" or providing "specified digital goods" (both defined). Establishes a list of exemptions from the digital goods classification. Levies an excise tax on using or consuming prewritten computer software and specified digital goods in Arizona as a percentage of the acquisition price, which applies to any purchaser that purchases these items for resale but that subsequently

uses or consumes the items. Some exceptions. Prewritten computer software and specified digital goods must be sourced to the seller's business location if the seller receives the order at a business location in Arizona and the items are to be used in Arizona, and to the purchaser's location in Arizona if the seller receives the order at a business location outside Arizona but the items are to be used in Arizona. Contains a legislative intent section. Applies to taxable periods beginning on or after the first day of the month following the effective date of this legislation.

First sponsor: Sen. Ugenti-Rita (R - Dist 23)

S1460 Daily History	Date Action
TPT; DIGITAL GOODS & SERVICES	2/26 from Senate rules okay.
TPT; DIGITAL GOODS & SERVICES	2/14 from Senate fin with amend <a href="#">#4196</a> .
TPT; DIGITAL GOODS & SERVICES	2/13 Senate fin amended; report awaited.
TPT; DIGITAL GOODS & SERVICES	2/11 referred to Senate fin.

## **S1482: STATE AGENCIES; FEE INCREASE; LIMIT**

Except with prior review by the Joint Legislative Budget Committee, state agencies are prohibited from increasing a fee in an amount that exceeds the percentage of change in the average consumer price index as published by the U.S. Department of Labor between the figure for the latest calendar year and the calendar year in which the last fee increase occurred. AS PASSED SENATE.

First sponsor: Sen. Mesnard (R - Dist 17)

Others: Rep. J. Allen (R - Dist 15), Sen. S. Allen (R - Dist 6), Rep. Barto (R - Dist 15), Rep. Biasiucci (R - Dist 5), Rep. Blackman (R - Dist 6), Rep. Bolick (R - Dist 20), Sen. Borrelli (R - Dist 5), Rep. Bowers (R - Dist 25), Sen. Boyer (R - Dist 20), Rep. Campbell (R - Dist 1), Rep. Carroll (R - Dist 22), Rep. Cobb (R - Dist 5), Rep. Cook (R - Dist 8), Rep. Dunn (R - Dist 13), Sen. D. Farnsworth (R - Dist 16), Sen. E. Farnsworth (R - Dist 12), Rep. Fillmore (R - Dist 16), Rep. Finchem (R - Dist 11), Sen. Gowan (R - Dist 14), Rep. Grantham (R - Dist 12), Sen. Gray (R - Dist 21), Rep. Griffin (R - Dist 14), Rep. Kavanagh (R - Dist 23), Sen. Kerr (R - Dist 13), Rep. Lawrence (R - Dist 23), Sen. Leach (R - Dist 11), Sen. Livingston (R - Dist 22), Rep. Osborne (R - Dist 13), Sen. Pace (R - Dist 25), Rep. Payne (R - Dist 21), Rep. Petersen (R - Dist 12), Rep. Rivero (R - Dist 21), Rep. Roberts (R - Dist 11), Rep. Shope (R - Dist 8), Rep. Thorpe (R - Dist 6), Rep. Toma (R - Dist 22), Rep. Townsend (R - Dist 16), Rep. Udall (R - Dist 25), Sen. Ugenti-Rita (R - Dist 23), Rep. Weninger (R - Dist 17)

S1482 Daily History	Date Action
STATE AGENCIES; FEE INCREASE; LIMIT	4/3 from House appro do pass.
STATE AGENCIES; FEE INCREASE; LIMIT	4/1 from House gov with amend <a href="#">#4916</a> .
STATE AGENCIES; FEE INCREASE; LIMIT	3/28 House gov amended; report awaited.
STATE AGENCIES; FEE INCREASE; LIMIT	3/7 referred to House gov, appro.
STATE AGENCIES; FEE INCREASE; LIMIT	3/4 passed Senate <a href="#">17-13</a> ; ready for House.
STATE AGENCIES; FEE INCREASE; LIMIT	2/28 Senate COW approved with floor amend <a href="#">#4527</a> .
STATE AGENCIES; FEE INCREASE; LIMIT	2/19 from Senate rules okay. Stricken from Senate consent calendar by Mendez.
STATE AGENCIES; FEE INCREASE; LIMIT	2/18 to Senate consent calendar.
STATE AGENCIES; FEE INCREASE; LIMIT	2/12 from Senate gov do pass.
STATE AGENCIES; FEE INCREASE; LIMIT	2/11 Senate gov do pass; report awaited.
STATE AGENCIES; FEE INCREASE; LIMIT	2/5 referred to Senate gov.

## **S1515: DIGITAL GOODS & SERVICES; TAXATION**

For the purpose of transaction privilege and use taxes, the definition of "tangible personal property" which is subject to taxation is expanded to include prewritten "computer software" and "digital goods" (both defined). The gross receipts from leasing digital goods must be apportioned to the location of the user of the digital goods. A legislative intent section states that this act is to clarify statutory intent and ratify historical administrative interpretation, and not to provide any substantive change in the law.

First sponsor: Sen. Quezada (D - Dist 29)

Others: Sen. Alston (D - Dist 24), Sen. Bradley (D - Dist 10), Sen. Contreras (D - Dist 19), Sen. Dalessandro (D - Dist 2), Sen. Gonzales (D - Dist 3), Sen. Mendez (D - Dist 26), Sen. Navarrete

S1515 Daily History	Date Action
DIGITAL GOODS & SERVICES; TAXATION 2/6 referred to Senate fin.	

## **S1527: SMOKING DEVICES; TAX; MEDICAL RESEARCH**

Levies a luxury tax of 43 percent of the wholesale cost on "electronic smoking devices" (defined). Monies collected from the tax are appropriated annually to the Health Research Account administered by the Department of Health Services. The Dept is required to distribute the first \$5 million deposited in the Account each year to a statewide Alzheimer's disease research consortium. Due to a potential increase in state revenue, this legislation requires the affirmative vote of at least 2/3 of the members of each house of the Legislature for passage, and becomes effective on signature of the Governor.

First sponsor: Sen. Carter (R - Dist 15)  
Others: Sen. Brophy McGee (R - Dist 28)

S1527 Daily History	Date Action
SMOKING DEVICES; TAX; MEDICAL RESEARCH 2/25 from Senate hel-hu ser with amend <a href="#">#4347</a> .	
SMOKING DEVICES; TAX; MEDICAL RESEARCH 2/20 Senate hel-hu ser amended; report awaited.	
SMOKING DEVICES; TAX; MEDICAL RESEARCH 2/6 referred to Senate hel-hu ser, appro.	

## **SCR1001: EDUCATION; TPT; USE TAX**

The 2020 general election ballot is to carry the question of whether to amend the state Constitution to levy a separate 1 percent transaction privilege tax beginning July 1, 2021 for the purpose of raising revenues for education. The net revenues derived from the tax are appropriated as follows: 73 percent for primary and secondary classroom education purposes, 22 percent for maintaining an in-state tuition rate that is consistent with the state Constitutional requirement for tuition to be as nearly free as possible, and 5 percent for community college trade and workforce development programs.

First sponsor: Sen. S. Allen (R - Dist 6)  
Others: Rep. Biasiucci (R - Dist 5), Rep. Blackman (R - Dist 6)

SCR1001 Daily History	Date Action
EDUCATION; TPT; USE TAX 3/4 Senate COW approved with floor amend <a href="#">#4576</a> .	
EDUCATION; TPT; USE TAX 2/26 stricken from Senate consent calendar by S Allen.	
EDUCATION; TPT; USE TAX 2/26 from Senate rules okay.	
EDUCATION; TPT; USE TAX 2/25 to Senate consent calendar.	
EDUCATION; TPT; USE TAX 2/4 withdrawn from Senate appro.	
EDUCATION; TPT; USE TAX 1/23 from Senate educ do pass.	
EDUCATION; TPT; USE TAX 1/22 Senate educ do pass; report awaited.	
EDUCATION; TPT; USE TAX 1/15 referred to Senate educ, appro.	

## **SCR1026: TOBACCO PRODUCTS; DEVICES; TAX; DISTRIBUTIONS**

The 2020 general election ballot is to carry the question of whether to amend state statute to levy and collect an additional tax on tobacco products in the following amounts: 7.5 cents on each cigarette; 43 percent of the wholesale price of smoking tobacco, chewing tobacco, cavendish, plug tobacco, cigars and a list of other specified tobacco products; and 73 percent of the wholesale cost of "electronic smoking devices" (defined). The monies collected from the tax are deposited in the newly established Electronic Smoking Device And Tobacco Products Tax Fund, to be administered by the Arizona Board Of Regents. ABOR is required to deposit 73 cents of each dollar in the Fund in the newly established Tobacco Tax Adjustment Account, and 27 cents of each dollar in the Fund is appropriated to ABOR to provide regents scholarships and fulfill an increased funding requirement for supporting and maintaining the institutions under ABOR jurisdiction provided by this legislation. The Department of

Revenue is required to administer the Tobacco Tax Adjustment Account, and is required to transfer specified amounts of Account monies to 13 different funds and accounts due to lower tobacco tax revenues available as a result of the levy of luxury taxes dedicated to the Electronic Smoking Device And Tobacco Products Tax Fund.

First sponsor: Sen. Carter (R - Dist 15)

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SCR1026 Daily History	Date Action
TOBACCO PRODUCTS; DEVICES; TAX; DISTRIBUTIONS 2/6 referred to Senate fin.	

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