

## SB1827 Budget Reconciliation (Section 4)

Sponsor: Invest In Arizona/Education (Sponsored by AEA and Stand for Children)

petition language:

"This petition seeks to refer Section 4 of 2021 Laws, Chapter 411 (SB 1827). Section 4 creates a maximum combined individual income tax rate of 4.5%, inclusive of the regular income tax imposed by A.R.S. § 43-1011 and the 3.5% income tax surcharge imposed by A.R.S. § 43-1013 (which was approved by Arizona voters in 2020 as Proposition 208). If a taxpayer's total tax rate exceeds 4.5%, the regular income tax rate imposed by A.R.S. § 43-1011 would be automatically reduced to cap the taxpayer's total tax rate at 4.5%."