



GREATER PHOENIX CHAMBER

PUBLIC AFFAIRS

Proposition 126- The Protect Arizona Taxpayers Act

The proposed ballot initiative titled the “Protect Arizona Taxpayers Act” filed by Citizens for Fair Tax Policy would amend the Arizona Constitution to prohibit taxation of services that were not already being taxed as of December 31, 2017. Specifically the initiative:

- Constitutionally prohibits the state and any political subdivision in Arizona from imposing or increasing any sales tax, transaction privilege tax, luxury tax, excise tax, use tax or any other transaction-based tax, fee, stamp requirement or assessment on the privilege to engage in, or the gross receipts of sales or gross income derived from, any service performed in this state.
- Exempts taxes or fees that were in effect on December 31, 2017 from the prohibition.
- Prohibits city charters from violating the service tax ban provisions.
- Contains a findings and intent clause.
- Contains a severability clause.
- Contains a standing and fee shifting clause.