

REFERENCE TITLE: **personal property exemption; increase**

State of Arizona  
Senate  
Fifty-sixth Legislature  
Second Regular Session  
2024

## **SB 1495**

Introduced by  
Senator Mesnard

AN ACT

AMENDING SECTION 42-11127, 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 42-11127, Arizona Revised Statutes, is amended  
3 to read:

4 42-11127. Exempt personal property

5 A. Pursuant to article IX, section 2, subsection F, Constitution  
6 of Arizona, personal property that is class two property pursuant to  
7 section 42-12002, paragraph 2, subdivision (a) or (b) and that is used for  
8 agricultural purposes or personal property that is class one property  
9 pursuant to section 42-12001 and that is used in a trade or business as  
10 described in section 42-12001, paragraphs 8 through 11 or 13 is exempt  
11 from taxation up to a maximum amount of ~~\$207,366~~ \$500,000 of full cash  
12 value for each taxpayer.

13 B. On or before December 31 of each year, the department shall  
14 increase the maximum amount of the exemption for the following tax year  
15 based on the percentage increase, if any, in the employment cost index for  
16 total compensation for private industry workers in the two most recent  
17 complete state fiscal years. For the purposes of this subsection,  
18 "employment cost index" means the average of the employment cost indices  
19 reported by the bureau of labor statistics of the United States department  
20 of labor or its successor for the eight quarters of the two most recent  
21 state fiscal years.

22 Sec. 2. Effective date

23 Section 42-11127, Arizona Revised Statutes, as amended by this act,  
24 is effective from and after December 31, 2024.