



ARIZONA HOUSE OF REPRESENTATIVES

Fifty-sixth Legislature
Second Regular Session

Senate: FICO DP 4-3-0 | 3rd Read 16-10-4-0

House: WM DP 5-4-0-1

SB 1092: income tax; currency transactions; effect

Sponsor: Senator Petersen, LD 14

Caucus & COW

Overview

Requires, beginning TY 2025, individual and corporate taxpayers to add any net capital losses or subtract any net capital gains derived from a foreign currency or virtual currency transaction to the Arizona gross income calculation.

History

There are additions and subtractions to Arizona gross income for individuals and corporations. For individuals, there are 16 additions and 29 subtractions. These additions and subtractions include benefits, reimbursements, depreciations and other net revenues. For corporations, there are 24 additions and 23 subtractions. These additions and subtractions include certain expenditures, depreciations, services and other net revenues (A.R.S. §§§§ [43-1021](#), [43-1022](#), [43-1121](#) and [43-1122](#)).

Provisions

1. Requires, beginning TY 2025, an individual taxpayer to add any net capital loss included in Arizona gross income for the taxable year that is derived from a foreign currency or virtual currency transaction when computing Arizona adjusted gross income. (Sec. 1)
2. Requires, beginning TY 2025, an individual taxpayer to subtract any net capital gain included in Arizona gross income for the taxable year that is derived from a foreign currency or virtual currency transaction when computing Arizona adjusted gross income. (Sec. 2)
3. Requires, beginning TY 2025, a corporate taxpayer to add any net capital loss included in Arizona gross income for the taxable year that is derived from a foreign currency or virtual currency transaction when computing Arizona adjusted gross income. (Sec. 3)
4. Requires, beginning TY 2025, a corporate taxpayer to subtract any net capital gain included in Arizona gross income for the taxable year that is derived from a foreign currency or virtual currency transaction when computing Arizona adjusted gross income. (Sec. 4)
5. Defines *foreign currency* as the coin and paper money of a country other than the United States that is designated as legal tender, that circulates and that is customarily used and accepted as a medium of exchange in the country of issuance. (Sec. 1-4)

<input type="checkbox"/> Prop 105 (45 votes)	<input type="checkbox"/> Prop 108 (40 votes)	<input type="checkbox"/> Emergency (40 votes)	<input checked="" type="checkbox"/> Fiscal Note
--	--	---	---