

## AGENCY SUMMARY

**Program:** TXA State Board of Tax Appeals  
**Director:** David V. Medina, Executive Director  
**Phone:** State Board of Tax Appeals 6023641102  
**Statute:** A.R.S. § 42-1252  
**Plan Contact:** David V. Medina, Executive Director  
6023641102

### **Mission:**

*To provide an independent appeals process for taxpayers with adverse decisions from the Department of Revenue and/or the Office of Administrative Hearings, and to resolve jurisdictional disputes between municipalities regarding the imposition of transaction privilege and use taxes.*

### **Description:**

The State Board of Tax Appeals hears and decides appeals filed by taxpayers and Arizona municipalities concerning income, transaction privilege, use, luxury, and estate taxes.

## Agency Summary

### State Board of Tax Appeals

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#### Agency Summary: (\$ Thousands)

Program	FY 2024 Actual	FY 2025 Estimate	FY 2026 Estimate
▶ State Board of Tax Appeals	573.6	318.6	318.6
<b>Agency Total:</b>	<b>573.6</b>	<b>318.6</b>	<b>318.6</b>

#### Funding:

	FY 2024 Actual	FY 2025 Estimate	FY 2026 Estimate
General Fund	573.6	318.6	318.6
<b>Total Funding</b>	<b>573.6</b>	<b>318.6</b>	<b>318.6</b>
	6.0	3.0	3.0
<b>FTE Positions</b>	<b>6.0</b>	<b>3.0</b>	<b>3.0</b>

#### 5 Year Plan

**Issue 1** To strive to expedite tax appeals in a manner that minimizes delays in the appeals process.

**Description:** The State Board of Tax Appeals hears and decides appeals filed by taxpayers and Arizona municipalities concerning income, transaction privilege, use, luxury, and estate taxes.

#### Solutions:

Maintaining a current appeals process continues to be the Board's chief priority. The timely issuance and publication of decisions not only benefits the parties involved in the appeals, but also provides much-needed guidance to tax attorneys, CPAs and tax practitioners, as well as others involved in the field of State taxation. The Board's caseload is directly related to the number of appeals generated at the Department of Revenue, and with the effect of the Covid-19 pandemic lessening the Board expects more audits that will certainly increase the number of appeals filed with the Board, and will directly impact the Board's caseload.

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### SUBPROGRAM SUMMARY

**Program:** State Board of Tax Appeals (TXA-1-1)  
**Contact:** David V. Medina, Executive Director  
**Phone:** Phone: 6023641102  
**Statue:** A.R.S. § 42-1252

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◆ **Goal 1 To receive and process tax appeals expeditiously to avoid any delays in the appeals process.**

**Performance Measures:**

ML	Budget	Type		FY 2023	FY 2024	FY 2024	FY 2025	FY 2026
				Actual	Estimate	Actual	Estimate	Estimate
X	X	EF	Number backlogged requiring written decision	5	5	5	5	5
X	X	EF	Number of months to process appeal	6	7	10	8	6
X	X	OP	Number of tax appeals resolved	8	18	14	20	24
X	X	IP	Caseload processing	43	52	40	44	52

## Budget Related Performance Measures

### TXA State Board of Tax Appeals

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ML	Budget Type	Performance Measures	FY 2023 Actual	FY 2024 Estimate	FY 2024 Actual	FY 2025 Estimate	FY 2026 Estimate
X	X	IP Caseload processing	43	52	40	44	52
X	X	OP Number of tax appeals resolved	8	18	14	20	24
X	X	EF Number backlogged requiring written decision	5	5	5	5	5
X	X	EF Number of months to process appeal	6	7	10	8	6

# Agency 5 Year Plan

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**Issue 1** To strive to expedite tax appeals in a manner that minimizes delays in the appeals process.

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### Resource Assumptions

	FY 2027 Estimate	FY 2028 Estimate	FY 2029 Estimate
<b>Full-Time Equivalent Positions</b>	3.0	3.0	3.0
<b>General Fund</b>	318.6	325.0	331.6
<b>Other Appropriated Funds</b>	-	-	-
<b>Non-Appropriated Funds</b>	-	-	-
<b>Federal Funds</b>	-	-	-

# Explore Plans

P 0 TXA State Board of Tax Appeals

P 1 TXA-1-0 State Board of Tax Appeals

S 1 TXA-1-1 State Board of Tax Appeals

G 1 To receive and process tax appeals expeditiously to avoid any delays in the appeals process.

P 1 Number backlogged requiring written decision

P 2 Number of months to process appeal

P 3 Number of tax appeals resolved

P 4 Caseload processing

# Explore Plans

P 0 TXA State Board of Tax Appeals

P 1 TXA-1-0 State Board of Tax Appeals

S 1 TXA-1-1 State Board of Tax Appeals

G 1 TXA-G001 To receive and process tax appeals expeditiously to avoid any delays in the appeals process.

P 1 TXA-PM0002 Number of tax appeals resolved

P 2 TXA-PM0003 Number backlogged requiring written decision

P 3 TXA-PM0004 Number of months to process appeal

P 4 TXA-PM0001 Caseload processing