SECTION 27: GRANDFATHERING. Notwithstanding any other provision of the Mesa City Code, the City shall tax at 1.75% all transactions creating transaction privilege or use tax liability under the Mesa City Code where the transaction is established under a written contract that was entered into and executed prior to March 1, 2019, and the contract is either silent about allocating increases in the transaction privilege and/or use tax among the parties to the contract or the contract establishes and allocates a fixed 1.75% tax rate. Contracts containing only general language, such as "plus applicable taxes," shall not qualify for grandfathering. This grandfathering of certain transactions lasts only so long as the term of the contract described above or until that contract is renegotiated between the parties, whichever occurs first.

If your contract or lease qualifies under the grandfathering language above, please call 480 644-3816 or email sales_tax.info@mesaaz.gov to obtain the appropriate tax classification code needed to file your TPT return with the Arizona Department of Revenue.