



# Program City Transaction Privilege Tax Changes and News

This publication is an informational notice for August 2012.

## TOWN OF CAMP VERDE

**Effective August 1, 2012:** On May 16, 2012, the Mayor and Council of the Town Camp Verde passed Ordinance Number 2012-A382. Ordinance 2012-A382 amends the town tax code by increasing the general rate of taxation to **three percent (3%)** and makes a provision for existing contracts.

Ordinance 2012-A382 tax rate increase affects the following classifications:

Advertising, Amusements, exhibitions, and similar activities; Job Printing, Manufactured buildings, Timbering and other extraction, Publishing and periodicals distribution, Hotels, Rental, leasing and licensing for use of tangible personal property, Restaurants and Bars, Retail sales, Telecommunication services, Transporting for hire, and Utility services.

The ordinance change affects the following Transaction Privilege Tax Classifications; Privilege Tax (**CE 000**) and Hotel/Motel (**CE 004**).

The increase imposed by this ordinance does not apply to Rental, leasing, and licensing for use of real property which is taxed at the rate of **two percent (2%)** and is reported under (**CE 013**). It also does not apply to Construction Contracting which is taxed at the rate of **three percent (3%)** reported under (**CE 005**) or Use tax which is taxed at the rate of **two percent (2%)** and is reported under (**CE 002**)

This increase imposed by this ordinance shall not apply to contracts entered into prior to the effective date of this ordinance. Pre-existing contracts should be reported under the Privilege Contracts (Prior to August 1, 2012) Classification (**CE 007**) and is taxed at the rate of **two percent (2%)**.