

## Prescott Deduction Code Bridge

\* The "City of Prescott Transaction Privilege and Use Tax Report" and the City's website provided a limited number of deduction codes, shown below. Other than the city deduction codes specified here, the CITY DEDUCTION CODES listings (1 alphabetical, 1 numerical available at [www.azdor.gov/TransactionPrivilegeTax\(TPT\)](http://www.azdor.gov/TransactionPrivilegeTax(TPT))) provide all of the city deduction codes that are available for use on State TPT forms, and list the city business codes under which the deduction codes may be used. Most of the city deduction codes apply in all cities, some "city-specific" deduction codes only apply in the specified cities indicated. An asterisk (\*) next to an ADOR Deduction Code shown below, indicates that there are related deduction codes in the CITY DEDUCTION CODES listings that may be more appropriate.

Description	Previous Code Used	ADOR Deduction Codes
Total tax collected or factored (State, county, and city)	1	551
Bad debts on which tax was paid	2	558
Tangible Personal Property Sales for resale or release	3	503*
Repair, service, or installation labor	4	750
Discounts and refunds.	5	708
Tangible Personal Property Sales or leases to qualified health care organization	6	671*
Retail Sales to U.S. Government (50% deductible)	7	548
Manufacturer or Repairer Sales to U.S. Government (100% deductible)	8	547*
Sales to nonresidents for use out-of-state when vendor receives the order from out-of-state and vendor ships or delivers out-of-state.	9	504
Land Deduction	10	734
Contracting 35% reduction of gross receipts	11	502
Exempt sub-contracting income	12	550
Out-of-City Contracting	13	Out-of-city contracting will be reported to the applicable city and/or county.
Out-of-State Contracting	13	681
Sales of gasoline and use fuel	15	515
Sales of exempt machinery and equipment	16	752* (and 522, 523, 524, 532, 539, 553, 577, 578, 579, 597, and others*)
Prescription drugs/prosthetics - <b>USE ONE OF THE NEXT THREE DEDUCTION CODES (whichever appropriate)</b>	17	
DRUGS - OXYGEN Prescribed by DOCTOR		536
PROSTHETIC <i>RECOMMENDED</i> by DOCTOR		748
PROSTHETIC <i>Prescribed</i> by MEDICAL PROFESSIONAL		559
"Other" or Miscellaneous Deductions	18 - 20	Misc Codes no longer accepted; please see City Deduction Code Listing *