

Scottsdale Deduction Code Bridge

* The "Scottsdale Transaction Privilege and Use Tax Return" 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	E	551
Bad debts on which tax was paid	D	558
Tangible Personal Property Sales for resale or lease	B	503*
Repair, service, or installation labor	A	750
Discounts and refunds	C	708
Sales to qualified health care organization	F	671*
Retail Sales to U.S. Govt. (50% deductible)	J	548
Manufacturer or Repairer Sales to U.S. Government (100% deductible)	K	547
Motor Vehicle sales to nonresidents for use out-of-state when the vendor delivers the motor vehicle out-of-state	L	541
Interstate Commerce - Retail Sales to nonresidents when vendor receives order from out-of-state and vendor ships or delivers merchandise out-of-state.	L	504
Construction Contracting 35% reduction of gross receipts	N	502
Exempt sub-contracting income	P	550
Out-of-City Contracting	R	Out-of-city contracting will be reported to the applicable city and/or county.
Out-of-State Contracting	R	681
Sales of motor vehicle gasoline and use fuel.	I	515
Sales of exempt machinery and equipment (including income-producing capital equipment)	S	752*
Prescription drugs/prosthetics - USE ONE OF THE NEXT THREE DEDUCTION CODES (whichever is appropriate)	T	
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	O	Misc Codes no longer accepted; please see City Deduction Code Listing *