



# ARIZONA DEPARTMENT OF REVENUE

## MEMORANDUM

**DATE:** May 19, 2010

**FROM:** THE OFFICE OF ECONOMIC RESEARCH & ANALYSIS

### ***JANUARY 2010 TAX FACTS***

#### **SUMMARY OF GENERAL FUND REVENUES**

	<u>January 2010</u>	<u>Fiscal Year Total</u>
<b>Individual Income Tax</b>		
Net Collections	\$ 274,212,091	\$ 1,412,722,866
Percent Change	1.1%	(9.6)%
<b>Corporate Income Tax</b>		
Net Collections	\$ 36,016,342	\$ 147,848,501
Percent Change	N/A	(50.9)%
<b>Transaction Privilege, Severance &amp; Use Taxes</b>		
Net Collections	\$ 319,313,439	\$ 2,011,942,250
Percent Change	(10.7)%	(14.7)%
<b>Total Big Three Tax Types</b>		
Net Collections	\$ 629,541,872	\$ 3,572,513,617
Percent Change	(0.6)%	(20.7)%

December 2007 was the first month that the department used a new computer system to process individual income tax. Some of the reports necessary to provide Tax Facts information are still under development. Those sections have been pulled from this report. Once the information is available it will be sent out.

We apologize for any inconvenience this may cause.

## INDIVIDUAL INCOME TAX

### Individual Income Tax Receipts

	January 2010	January 2009	% Change
Gross Collections	\$ 91,066,420	\$ 112,467,313	(19.0)%
Withholding	265,968,662	276,379,368	(3.8)%
Refunds	(30,435,939)	(56,894,387)	(46.5)%
Urban Revenue Sharing	(52,387,052)	(60,639,783)	(13.6)%
<b>Net Collections</b>	<b>\$ 274,212,091</b>	<b>\$ 271,312,511</b>	<b>1.1%</b>

	Fiscal Year Total (09/10)	Fiscal Year Total (08/09)	% Change
Gross Collections	\$ 289,835,457	\$ 400,432,236	(27.6)%
Withholding	1,765,072,548	1,875,820,178	(5.9)%
Refunds	(275,475,771)	(289,646,184)	(4.9)%
Urban Revenue Sharing	(366,709,367)	(424,478,483)	(13.6)%
<b>Net Collections</b>	<b>\$ 1,412,722,866</b>	<b>\$ 1,562,127,746</b>	<b>(9.6)%</b>

### Average Individual Income Tax Refund

	Average	Number
2010 CYTD	\$ 414.16	78,428
2009 CYTD	\$ 559.07	37,386
<b>% Change</b>	<b>(25.9)%</b>	<b>N/A</b>

### Individual Income Tax Estimated Payments

Taxpayers are required to make estimated payments if their Arizona gross income will exceed \$75,000, in an amount which will represent unpaid tax liability at the end of the taxpayer's tax year. Total estimated payments paid with form 140ES for tax year 2008 were \$488.6 million, for an average of \$1,806. An additional \$144.6 million in estimated payments came from 2007 tax returns that applied their refunds as a 2008 estimated payment, for an average of \$2,981. Estimated payments received through January 2010 for tax year 2009 are as follows:

		Monthly	Cumulative
January 2010	140 ES Payment	\$ 85,060,872	\$ 318,932,661
January 2009	140 ES Payment	\$ 103,008,592	\$ 480,044,698
	<b>% change</b>	<b>(17.4)%</b>	<b>(33.6)%</b>
January 2010	Average Payment	\$ 2,685	\$ 1,448
January 2009	Average Payment	\$ 2,597	\$ 1,812
	<b>% change</b>	<b>3.4%</b>	<b>(20.1)%</b>
January 2010	Applied Refund	\$ 6,279,223	\$ 130,393,018
January 2009	Applied Refund	\$ 4,279,598	\$ 137,753,368
	<b>% change</b>	<b>46.7%</b>	<b>(5.3)%</b>
January 2010	Monthly Total	\$ 91,340,095	\$ 449,325,679
January 2009	Monthly Total	\$ 107,288,191	\$ 617,798,066
	<b>% change</b>	<b>(14.9)%</b>	<b>(27.3)%</b>

### **Withholding**

Withholding payments are received from employers and applied towards a specific quarter for the designated year. Information is gathered for 15 months for any given quarter. For example, from January 2007 through March 2008, \$836.7 million was received for the first quarter of 2007. The latest complete quarter (15 months of information has been compiled) is the fourth quarter of 2008, which shows a decrease of 2.38% in withholding payments over the fourth quarter of 2007. Growth in quarters for which information is still being gathered is as follows:

1st Quarter 2009	(10.17)%	2nd Quarter 2009	(9.84)%
3rd Quarter 2009	(5.94)%	4th Quarter 2009	(3.23)%
1st Quarter 2010	(16.79)%		

The current choices for withholding are 0%, 11.5%, 21.9%, 26.5%, 28.8%, 35.7% or 42.6% as the percent of federal taxes to be withheld for state taxes. The 0% option is only available to those individuals who had no liability in the prior tax year and expect no tax liability for the current year.

### **Clean Elections**

As a result of the January 1998 voter approval of the Citizens Clean Elections, Arizona's income taxpayers can make a donation to the Citizens Clean Elections Commission through an income tax check-off or through a voluntary donation. The following is for returns filed in 2010.

	<b>January 2010</b>	<b>Calendar Year Total</b>
Check Off	\$ 336,160	\$ 336,160
Voluntary Donation	\$504	\$504
Number of Returns	54,425	54,425

### **Contributions on the Individual Income Tax Return**

Through January 2010, individual income tax return filers have made the following contributions:

	<b>Number</b>	<b>Amount</b>	<b>Average</b>
AID to Education	32	\$ 6,957	\$ 217.40
Child Abuse	325	\$ 5,097	\$ 15.68
Domestic Violence	204	\$ 3,553	\$ 17.42
National Guard Contributions	70	\$ 1,197	\$ 17.10
Neighbors Helping Neighbors	52	\$ 573	\$ 11.02
Special Olympics	101	\$ 1,354	\$ 13.40
Wildlife	208	\$ 3,973	\$ 19.10
Veterans Fund	107	\$ 1,486	\$ 13.89
Democratic Party	8	\$ 105	\$ 13.13
Green Party	2	\$ 201	\$ 100.50
Libertarian Party	0	\$ 0	\$ 0
Republican Party	6	\$ 137	\$ 22.83

## CORPORATE INCOME TAX

### Corporate Income Tax Receipts

	January 2010	January 2009	% Change
Gross Collections	\$ 40,858,296	\$ 24,401,184	67.4%
Refunds	\$ (4,841,954)	\$ (27,865,899)	(82.6)%
<b>Net Collections</b>	<b>\$ 36,016,342</b>	<b>\$ (3,464,715)</b>	N/A

	Current Fiscal Year Total	Prior Fiscal Year Total	% Change
Gross Collections	\$ 339,723,239	\$ 425,216,582	(20.1)%
Refunds	\$ (191,874,738)	\$ (124,017,673)	54.7%
<b>Net Collections</b>	<b>\$ 147,848,501</b>	<b>\$ 301,198,909</b>	<b>(50.9)%</b>

### Corporate Estimated Payments

Corporations are required to file estimated tax payments throughout the year only if (1) their Arizona tax liability exceeds \$1,000 and (2) they are required to file federal estimated tax payments.

January 2010	\$ 30,287,864	Calendar Year Total	\$ 30,287,864
January 2009	\$ 17,496,963	Calendar Year Total	\$ 17,496,963
% Change	73.1%	% Change	73.1%

All corporations with an income tax liability of \$20,000 or greater are required to make estimated tax payments through electronic funds transfer (eft). The table below shows the number of these eft estimated payments, by size of payment.

Size of Payment →	Less than \$50,000	\$50,000 up to \$100,000	\$100,001 up to \$500,000	\$500,001 up to \$1,000,000	\$1,000,001 up to \$10,000,000	\$10,000,001 and more	Total	% change
January 2010	95	23	17	6	2	0	143	(22.7)%
January 2009	145	15	18	4	3	0	185	
CY 2010	95	23	17	6	2	0	143	(22.7)%
CY 2009	145	15	18	4	3	0	185	

The next table shows the dollars of eft estimated payments received from those counts above.

Size of Payment →	Less than \$50,000	\$50,000 up to 100,000	\$100,001 up to \$500,000	\$500,001 up to 1,000,000	\$1,000,001 and more	Total	% change
January 2010	\$ 950,770	\$ 1,569,607	\$ 3,669,980	\$ 4,487,568	\$ 15,200,000	\$ 25,877,925	83.1%
January 2009	\$ 1,561,572	\$ 1,092,859	\$ 3,905,650	\$ 2,785,000	\$ 4,787,000	\$ 14,132,081	
CY 2010	\$ 950,770	\$ 1,569,607	\$ 3,669,980	\$ 4,487,568	\$ 15,200,000	\$ 25,877,925	83.1%
CY 2009	\$ 1,561,572	\$ 1,092,859	\$ 3,905,650	\$ 2,785,000	\$ 4,787,000	\$ 14,132,081	

### Corporate Refunds:

Corporate refunds paid in any state fiscal year are for a mixture of corporate fiscal years. The table below presents the percent of refunds paid in FY 08/09 by corporate fiscal year. For example, in FY 08/09, 6.2% of the refund dollars paid were for corporate fiscal years ending in 2004 or before. The percentages are for refunds paid through the fiscal year.

<b>Corporate Fiscal Year-End:</b>	<b>04 &amp; Prior</b>	<b>05</b>	<b>06</b>	<b>07</b>	<b>08</b>	<b>09</b>
FY 08/09	6.2%	2.0%	4.6%	70.4%	16.6%	0.2%
<b>Corporate Fiscal Year-End:</b>	<b>05 &amp; Prior</b>	<b>06</b>	<b>07</b>	<b>08</b>	<b>09</b>	<b>10</b>
FY 09/10	12.5%	2.3%	5.1%	76.4%	3.7%	0.0%

The corporate refunds shown above are those refunds for which a check is mailed to the corporation. Sometimes corporations choose to apply their refund as an estimated payment. The following table presents refunds applied as estimated payments in the most recent month and for the calendar year.

<b>January 2010</b>	\$ 19,465,441	<b>Calendar Year Total</b>	\$ 19,465,441
<b>January 2009</b>	\$ 15,050,169	<b>Calendar Year Total</b>	\$ 15,050,169
<b>% Change</b>	29.3%	<b>% Change</b>	29.3%

**Corporate Income Tax Document Count**

The Arizona Department of Revenue received 133,808 corporate returns showing a fiscal year-end of 2007. The type of return received is indicated below:

	<b>120X (amended)</b>	<b>120 (regular)</b>	<b>120S (S-corp)</b>	<b>99T (exempt org.)</b>	<b>120 A (short form)</b>
#	216	36,016	84,601	611	12,364
%	0.2%	26.9%	63.2%	0.5%	9.2%

Through January 2010, 8,651 documents were received for a fiscal year-end of 2009, distributed as follows:

	<b>120X (amended)</b>	<b>120 (regular)</b>	<b>120S (S-corp)</b>	<b>99T (exempt org.)</b>	<b>120 A (short form)</b>
#	17	6,132	803	78	1,621
%	0.2%	70.9%	9.3%	0.9%	18.7%

The figures for the 2009 returns are most meaningful when compared to 2008 returns received during the same period of time in the previous year. Through January 2009, the Department of Revenue received 9,935 documents with a fiscal year-end of 2008. Compared to 2009 documents, the Department has seen a 12.9% decrease in the number of corporate returns processed at this point of time in the calendar year.

**Urban Revenue Sharing Returned to Cities/Towns**

Incorporated cities and towns receive a share of net individual and corporate income tax collections, called Urban Revenue Sharing. The amount of money to be distributed during Fiscal Year 2009/10 is 15.0% of net proceeds from Fiscal Year 2007/08 income tax. Amounts returned for January 2010 are shown on Table 2 located at the end of this report.

## TRANSACTION PRIVILEGE, SEVERANCE AND USE TAXES

### Transaction Privilege, Severance and Use Tax Receipts

The Arizona transaction privilege and severance tax consists of many classifications of tax. These classifications include but are not limited to retail, contracting, amusements, restaurants and bars, hotel/motel and mining severance tax. The collections for all such categories are divided, per statute, into two parts. One part is called distribution base; the other part is known as non-shared. The division of collections into these two parts varies from category to category. For example, retail sales tax is 40% distribution base and 60% non-shared. In contrast, contracting is 20% distribution base and 80% non-shared. Use tax is 100% non-shared. At the close of each month, transaction privilege and severance tax collections are aggregated by category and total distribution base and non-shared portions are calculated. The amount shown as "Use Tax" in the table below includes use tax, use inventory tax and jet fuel use tax. Education tax is in accordance with Proposition 301 resulting in an additional 0.6% education tax being added to most business classifications.

The "Other Revenue" category includes county excise, road, jail and hospital taxes and various other excise taxes, such as the 911 excise tax.

	January 2010	January 2009	% change
Distribution Base	\$ 139,984,725	\$ 146,450,151	(4.4)%
Non Shared	246,798,108	274,811,224	(10.2)%
Use Tax	24,234,599	32,438,853	(25.3)%
Education Tax	47,839,866	53,163,472	(10.0)%
Other Revenues	59,529,046	66,394,141	(10.3)%
<b>Total Collections</b>	<b>\$ 518,386,344</b>	<b>\$ 573,257,841</b>	<b>(9.6)%</b>
	Fiscal Year Total (09/10)	Fiscal Year Total (08/09)	% change
Distribution Base	\$ 837,121,360	\$ 941,953,087	(11.1)%
Non Shared	1,570,936,529	1,835,360,479	(14.4)%
Use Tax	152,282,564	198,837,056	(23.4)%
Education Tax	297,601,772	346,461,977	(14.1)%
Other Revenues	379,224,415	434,024,178	(12.6)%
<b>Total Collections</b>	<b>\$ 3,237,166,641</b>	<b>\$ 3,756,636,776</b>	<b>(13.8)%</b>

### Distribution of Transaction Privilege, Severance and Use Tax Receipts

Of the distribution base portion of transaction privilege and severance taxes, described above, 25% is returned to incorporated cities/towns, 40.51% is returned to counties and 34.49% goes to the state general fund with the exception of mining severance tax. All of the non-shared revenue and use tax is deposited into the general fund. Therefore, the "Retained by State" figure presented below includes all non-shared portion of transaction privilege tax, use tax and 34.49% of the distribution base collections. The education tax is distributed in accordance with Proposition 301. "Other" revenues are returned to the administering authority.

	January 2010	January 2009	% change
Retained by State	\$ 319,313,439	\$ 357,760,734	(10.7)%
Returned to Counties	56,707,812	59,326,956	(4.4)%
Returned to Cities	34,996,181	36,612,538	(4.4)%
Education Tax	47,839,866	53,163,472	(10.0)%
Other Revenues	59,529,046	66,394,141	(10.3)%
<b>Total Collections</b>	<b>\$ 518,386,344</b>	<b>\$ 573,257,841</b>	<b>(9.6)%</b>
	Fiscal Year Total (09/10)	Fiscal Year Total (08/09)	% change
Retained by State	\$ 2,011,942,250	\$ 2,359,077,154	(14.7)%
Returned to Counties	339,117,863	381,585,195	(11.1)%
Returned to Cities	209,280,340	235,488,272	(11.1)%
Education Tax	297,601,772	346,461,977	(14.1)%
Other Revenues	379,224,415	434,024,178	(12.6)%
<b>Total Collections</b>	<b>\$ 3,237,166,641</b>	<b>\$ 3,756,636,776</b>	<b>(13.8)%</b>

## **Transaction Privilege and Severance Tax Collections by Class**

	<b>Tax Rate</b>	<b>January 2010</b>	<b>% Change</b>	<b>Fiscal Year Total</b>	<b>% Change</b>
Transporting	5.6	\$ 145,466	43.0%	\$ 1,228,395	5.0%
Non-Metal Mining					
Oil/Gas	3.125	\$ 110,728	(65.0)%	\$ 1,951,206	(47.4)%
Utilities	5.6	\$ 32,884,705	2.6%	\$ 302,683,633	1.2%
Communications	5.6	\$ 8,534,696	(31.0)%	\$ 76,960,030	(13.8)%
Private Car/Pipelines	5.6	\$ 6,537	29.9%	\$ 34,019	N/A
Publishing	5.6	\$ 454,736	(1.7)%	\$ 2,938,556	1.6%
Job Printing	5.6	\$ 1,029,049	(28.5)%	\$ 6,726,904	(31.5)%
Restaurants & Bars	5.6	\$ 37,130,629	(1.5)%	\$ 245,903,904	(4.0)%
Amusements	5.6	\$ 4,091,178	6.4%	\$ 26,675,298	(4.1)%
Commercial Lease	0	\$ 0	N/A	\$ 6,973	N/A
Rental of Personal Property	5.6	\$ 12,931,923	(10.8)%	\$ 89,575,161	(15.9)%
Contracting	5.6	\$ 39,035,599	(42.6)%	\$ 297,266,961	(40.6)%
Retail	5.6	\$ 239,599,271	(1.0)%	\$ 1,286,262,144	(8.2)%
Mining Severance	2.5	\$ 2,709,468	N/A	\$ 15,695,285	6.9%
Timber Severance	0	N/A	N/A	N/A	N/A
Hotel/Motel	5.5	\$ 8,216,652	0.4%	\$ 56,257,214	(9.4)%
Membership Camping	0	\$ 10	N/A	\$ 76	N/A
Use Tax	5.6	\$ 24,116,915	(25.7)%	\$ 151,878,359	(23.6)%
Rental Occupancy Tax	0	\$ 0	N/A	\$ 3,475	N/A
Jet Fuel		\$ 221,265	(32.5)%	\$ 2,318,746	35.4%
Jet Fuel Use Tax	.0305/.0105 gal	\$ 78,943	N/A	\$ 247,164	N/A
Telecomm Devices	----	\$ 506,225	16.1%	\$ 2,655,807	(23.8)%
911 Telecom.	----	\$ 1,239,700	(18.6)%	\$ 7,160,661	(30.1)%
911 Wireline	0.20/month per active service	\$ (453)	(2.4)%	\$ 63,334	N/A
911 Wireless	0.20/month per active service	\$ (395)	N/A	\$ (61,125)	N/A
<b>Total</b>		<b>\$ 413,042,844</b>	<b>(20.4)%</b>	<b>\$ 2,574,432,169</b>	<b>(13.9)%</b>

The Use/Use Inventory category shown on the previous page includes jet fuel use tax. These collections include only the individual classes of transaction privilege tax, severance tax and use tax. The total does not include license fees or any other fees collected by the department.

## Transaction Privilege and Severance Tax Taxable Sales By Class<sup>1</sup>

	January 2010	% Change	Fiscal Year Total	% Change
Transporting	\$ 2,912,214	42.8%	\$ 24,582,383	4.9%
Non-Metal Mining Oil/Gas	\$ 3,553,030	(65.0)%	\$ 62,475,600	(47.4)%
Utilities	\$ 658,141,396	2.6%	\$ 6,055,371,008	1.2%
Communications	\$ 170,827,926	(31.0)%	\$ 1,539,709,430	(13.8)%
Private Car/Pipelines	\$ 131,472	29.9%	\$ 683,152	(79.6)%
Publishing	\$ 9,100,325	(1.7)%	\$ 58,792,405	1.6%
Job Printing	\$ 20,595,395	(28.5)%	\$ 134,592,824	(31.6)%
Restaurants & Bars	\$ 742,924,222	(1.5)%	\$ 4,919,261,326	(4.0)%
Amusements	\$ 81,853,852	6.4%	\$ 533,620,955	(4.2)%
Commercial Lease	0	N/A	\$ 139,466	N/A
Rental of Personal Property	\$ 258,783,672	(10.8)%	\$ 1,792,048,831	(15.9)%
Contracting	\$ 790,388,366	(41.9)%	\$ 5,958,051,796	(40.6)%
Retail	\$ 4,793,991,186	(1.0)%	\$ 25,732,858,646	(8.2)%
Mining Severance	\$ 108,453,887	N/A	\$ 628,096,800	6.8%
Timber Severance	0	N/A	0	N/A
Hotel/Motel	\$ 134,254,541	(9.8)%	\$ 961,888,120	(14.8)%
Membership Camping	\$ 246	N/A	\$ 1,711	N/A
Use Tax	\$ 488,428,250	(25.1)%	\$ 3,061,898,762	(23.4)%
Rental Occupancy Tax	0	N/A	\$ (2,954)	N/A
<b>Total</b>	<b>\$ 8,264,339,982</b>	<b>(8.8)%</b>	<b>\$ 51,464,070,262</b>	<b>(13.9)%</b>

Telecommunications Devices, 911 Excise and 911 Wireless Service classifications previously listed in the collections table are not elements of calculated taxable income and therefore, are not included in the above table. Since the jet fuel use tax is a gallonage tax, this too can not be computed as taxable income. Timber Severance includes only sales subject to a repealed rate. The current tax is per board feet upon which taxable income cannot be computed.

## Transaction Privilege and Severance Tax Returned to Counties

Taxpayers reported the following taxable transactions and tax collections by county. The share of the revenues returned to each county for January 2010 is shown in the County Share column.

	County Share	% of Total	FYTD County Share	% Change
Apache	\$ 384,594.85	(5.4)%	\$ 2,413,083	(11.5)%
Coconino	\$ 1,295,878.21	(2.7)%	\$ 8,726,056	(8.8)%
Cochise	\$ 1,038,562.38	(5.0)%	\$ 6,220,376	(8.80)%
Gila	\$ 396,432.70	(5.0)%	\$ 2,528,604	(13.6)%
Graham	\$ 344,699.91	23.5%	\$ 1,941,950	(1.8)%
Greenlee	\$ 325,922.04	47.7%	\$ 1,914,493	(7.9)%
La Paz	\$ 161,022.24	(3.3)%	\$ 937,534	(7.4)%
Maricopa	\$ 36,119,343.11	(5.2)%	\$ 214,736,784	(11.6)%
Mohave	\$ 1,618,001.92	(7.9)%	\$ 10,228,473	(11.4)%
Navajo	\$ 819,751.32	(5.3)%	\$ 5,338,799	(11.2)%
Pima	\$ 8,490,006.79	(1.3)%	\$ 49,535,507	(9.7)%
Pinal	\$ 1,792,784.49	(6.8)%	\$ 11,108,995	(12.5)%
Santa Cruz	\$ 379,773.48	(12.6)%	\$ 2,168,671	(14.9)%
Yavapai	\$ 1,971,581.96	(3.0)%	\$ 12,234,799	(10.1)%
Yuma	\$ 1,569,456.72	(7.3)%	\$ 9,083,740	(11.7)%
<b>Total</b>	<b>\$ 56,707,812</b>	<b>(4.4)%</b>	<b>\$ 339,117,863</b>	<b>(11.1)%</b>

<sup>1</sup>These Taxable Sales figures are calculated on a per return basis, by taking collections and dividing them by the appropriate tax rate. These figures may not match other Taxable Sales figures calculated on the aggregate.

**Transaction Privilege and Severance Tax Returned to Cities/Towns**

The portion of transaction privilege and severance tax returned to each incorporated city or town for January 2010 is shown on Table 3, attached to this report.

**County Tax Collections**

The county-imposed tax collections received by the Department of Revenue during January 2010 and returned to the counties are shown on Table 4, attached to this report. The rental car surcharge in Maricopa County is \$2.50 per car and in Pima County is \$3.50 per car. The RV Surcharge in Pima County is \$0.50/day on each lease or rental of a parking space for recreational vehicles.

## OTHER TAXES

### Luxury Taxes

The following revenues were received from luxury taxes in January 2010. The table compares the receipts to January 2009 and also compares fiscal year (FY) totals. Figures may not add to total due to rounding.

	January 2010	January 2009	% Change
Spirituous	\$ 1,922,119	\$ 3,081,769	(37.6)%
Vinous	\$ 1,030,687	\$ 1,168,354	(11.8)%
Malt	\$ 2,512,799	\$ 2,005,710	25.3%
Cigarette	\$ 25,930,950	\$ 34,979,358	(25.9)%
Other Tobacco	\$ 1,517,361	\$ 1,253,719	21.0%
Tobacco Licenses	\$ 325	\$ 375	(13.3)%
<b>Total</b>	<b>\$ 32,914,241</b>	<b>\$ 42,489,285</b>	<b>(22.5)%</b>

  

	Fiscal Year (09/10)	Fiscal Year (08/09)	% Change
Spirituous	\$ 15,767,520	\$ 16,921,559	(6.8)%
Vinous	\$ 7,411,897	\$ 7,565,146	(2.0)%
Malt	\$ 13,036,327	\$ 13,306,749	(2.0)%
Cigarette*	\$ 183,179,220	\$ 221,837,834	(17.4)%
Other Tobacco	\$ 9,607,210	\$ 8,945,373	7.4%
Tobacco Licenses	\$ 4,075	\$ 3,450	18.1%
<b>Total</b>	<b>\$ 229,006,249</b>	<b>\$ 268,580,111</b>	<b>(14.7)%</b>

\*Through January 2010, \$662,800 cigarette and tobacco tax collections have been allocated for administrative expenses and are not included in the cigarette collections above.

### General fund revenues from luxury taxes:

	January 2010	Fiscal Year (09/10)
Spirituous	\$ 1,345,483	\$ 11,037,264
Vinous	\$ 257,671	\$ 1,852,970
Malt	\$ 628,200	\$ 3,259,081
Cigarette	\$ 2,058,704	\$ 14,700,017
Other Tobacco	\$ 68,281	\$ 432,501
Tobacco Licenses	\$ 300	\$ 4,050
<b>Total</b>	<b>\$ 4,358,639</b>	<b>\$ 31,285,883</b>

**Other dedicated revenues from luxury taxes:**

	<b>January 2010</b>	<b>Fiscal Year (09/10)</b>
Corrections Fund	\$ 2,482,409	\$ 15,637,946
Tobacco Tax & Health Care Fund <sup>2</sup>	\$ 5,527,052	\$ 38,849,655
Tobacco Products Tax Fund <sup>3</sup>	\$ 8,290,579	\$ 57,683,447
Drug Treatment & Education Fund	\$ 772,376	\$ 4,784,407
Corrections Rev. Fund	\$ 305,708	\$ 1,904,402
Smoke Free Arizona Fund <sup>4</sup>	\$ 257,960	\$ 1,827,828
Early Childhood Development and Health Fund <sup>5</sup>	\$10,919,518	\$ 77,032,680

**Bingo Tax**

	<b>Monthly</b>	<b>FYTD</b>
January 2010	\$ 56,836	\$ 303,474
January 2009	\$ 58,600	\$ 311,931
% change	<b>(3.0)%</b>	<b>(2.7)%</b>

**Estate Tax**

	<b>Monthly</b>	<b>FYTD</b>
January 2010	\$ 51,444	\$ 384,828
January 2009	\$ 21,020	\$ 125,333
% change	<b>N/A</b>	<b>N/A</b>

**Unclaimed Property**

	<b>Monthly</b>	<b>FYTD</b>
January 2010	\$ (4,968,044)	\$ (30,597,703)
January 2009	\$ (1,330,000)	\$ 44,447,193
% change	<b>N/A</b>	<b>N/A</b>

Please note that some totals throughout Tax Facts may not add due to rounding.

SOURCE: THE OFFICE OF ECONOMIC RESEARCH & ANALYSIS, ARIZONA DEPARTMENT OF REVENUE

<sup>2</sup> Formerly the Health Care Fund

<sup>3</sup> This Fund was created by Prop. 303, which increased cigarette & other tobacco products tax rates in November 2002.

<sup>4</sup> This Fund was created by Prop. 201, which increased cigarette tax rates in December 2006.

<sup>5</sup> This Fund was created by Prop. 203, which increased cigarette & other tobacco products tax rates in December 2006.

**TABLE 2**  
**Urban Revenue Sharing Returned to Cities/Towns**  
**January 2010**

<b>City</b>	<b>Distribution</b>	<b>Population</b>	<b>City</b>	<b>Distribution</b>	<b>Population</b>
<b><u>Apache County</u></b>			Surprise	\$ 949,633	88,265
Eagar	\$ 47,716	4,435	Tempe	\$ 1,783,780	165,796
St. Johns	\$ 41,583	3,865	Tolleson	\$ 69,911	6,498
Springerville	\$ 22,217	2,065	Wickenburg	\$ 65,382	6,077
<b><u>Cochise County</u></b>			Youngtown	\$ 66,307	6,163
Benson	\$ 50,997	4,740	<b><u>Mohave County</u></b>		
Bisbee	\$ 70,686	6,570	Bullhead City	\$ 411,097	38,210
Douglas	\$ 184,999	17,195	Colorado City	\$ 43,896	4,080
Huachuca City	\$ 19,689	1,830	Kingman	\$ 278,225	25,860
Sierra Vista	\$ 470,056	43,690	Lake Havasu City	\$ 574,901	53,435
Tombstone	\$ 17,322	1,610	<b><u>Navajo County</u></b>		
Willcox	\$ 41,798	3,885	Holbrook	\$ 58,367	5,425
<b><u>Coconino County</u></b>			Pinetop-Lakeside	\$ 44,811	4,165
Flagstaff	\$ 658,282	61,185	Show Low	\$ 106,352	9,885
Fredonia*	\$ 16,138	1,500	Snowflake	\$ 53,095	4,935
Page	\$ 76,496	7,110	Taylor	\$ 44,111	4,100
Williams	\$ 33,837	3,145	Winslow	\$ 105,814	9,835
<b><u>Gila County</u></b>			<b><u>Pima County</u></b>		
Globe	\$ 80,638	7,495	Marana	\$ 287,531	26,725
Hayden*	\$ 16,138	1,500	Oro Valley	\$ 423,900	39,400
Miami	\$ 21,034	1,955	Sahuarita	\$ 150,517	13,990
Payson	\$ 166,010	15,430	South Tucson	\$ 60,573	5,630
Star Valley	\$ 21,582	2,006	Tucson	\$ 5,699,735	529,770
Winkelman*	\$ 16,138	1,500	<b><u>Pinal County</u></b>		
<b><u>Graham County</u></b>			Apache Junction	\$ 366,555	34,070
Pima	\$ 23,476		Casa Grande	\$ 349,341	32,470
Safford	\$ 100,703	9,360	Coolidge	\$ 88,008	8,180
Thatcher	\$ 48,953	4,550	Eloy	\$ 119,692	11,125
<b><u>Greenlee County</u></b>			Florence	\$ 220,880	20,530
Clifton*	\$ 27,930	2,596	Kearny	\$ 24,197	2,249
Duncan	\$ 16,138	1,500	Mammoth	\$ 18,957	1,762
<b><u>La Paz County</u></b>			Maricopa	\$ 171,432	15,934
Parker	\$ 35,289	3,280	Superior	\$ 35,009	3,254
Quartzsite	\$ 38,732	3,600	<b><u>Santa Cruz County</u></b>		
<b><u>Maricopa County</u></b>			Nogales	\$ 234,867	21,830
Avondale	\$ 746,193	69,356	Patagonia*	\$ 16,138	1,500
Buckeye	\$ 273,340	25,406	<b><u>Yavapai County</u></b>		
Carefree	\$ 39,636	3,684	Camp Verde	\$ 115,443	10,730
Cave Creek	\$ 51,277	4,766	Chino Valley	\$ 132,603	12,325
Chandler	\$ 2,483,635	230,845	Clarkdale	\$ 39,593	3,680
El Mirage	\$ 344,941	32,061	Cottonwood	\$ 116,842	10,860
Fountain Hills	\$ 263,507	24,492	Dewey-Humboldt	\$ 43,358	4,030
Gila Bend	\$ 21,303	1,980	Jerome*	\$ 16,138	1,500
Gilbert	\$ 1,910,176	177,544	Prescott	\$ 438,640	40,770
Glendale	\$ 2,607,621	242,369	Prescott Valley	\$ 361,230	33,575
Goodyear	\$ 497,200	46,213	Sedona	\$ 117,648	10,935
Guadalupe	\$ 59,766	5,555	<b><u>Yuma County</u></b>		
Litchfield Park	\$ 48,716	4,528	San Luis	\$ 246,701	22,930
Mesa	\$ 4,821,014	448,096	Somerton	\$ 104,899	9,750
Paradise Valley	\$ 149,150	13,863	Wellton	\$ 21,195	1,970
Peoria	\$ 1,486,265	138,143	Yuma	\$ 960,833	89,306
Phoenix	\$15,878,331	1,475,834			
Queen Creek	\$ 176,596	16,414			
Scottsdale	\$ 2,525,670	234,752	<b>TOTAL</b>	<b>\$52,387,052</b>	

\*Population adjusted to reflect minimum requirement of 1,500 per HB 2391, Chapter 290, 2<sup>nd</sup> Regular Session, 2008.

**TABLE 3**  
**Transaction Privilege and Severance Tax Returned to Cities/Towns**  
**January 2010**

<b>City</b>	<b>Distribution</b>	<b>Population</b>	<b>City</b>	<b>Distribution</b>	<b>Population</b>
<b><u>Apache County</u></b>			Surprise	\$ 527,499	88,265
Eagar	\$ 26,505	4,435	Tempe	\$ 990,848	165,796
St. Johns	\$ 12,341	3,865	Tolleson	\$ 38,834	6,498
Springerville	\$ 23,098	2,065	Wickenburg	\$ 36,318	6,077
<b><u>Cochise County</u></b>			Youngtown	\$ 36,832	6,163
Benson	\$ 28,328	4,740	<b><u>Mohave County</u></b>		
Bisbee	\$ 39,264	6,570	Bullhead City	\$ 228,355	38,210
Douglas	\$ 102,763	17,195	Colorado City	\$ 24,383	4,080
Huachuca City	\$ 10,937	1,830	Kingman	\$ 154,547	25,860
Sierra Vista	\$ 261,105	43,690	Lake Havasu City	\$ 319,344	53,435
Tombstone	\$ 9,622	1,610	<b><u>Navajo County</u></b>		
Willcox	\$ 23,218	3,885	Holbrook	\$ 32,421	5,425
<b><u>Coconino County</u></b>			Pinetop/Lakeside	\$ 24,891	4,165
Flagstaff	\$ 365,660	61,185	Show Low	\$ 59,076	9,885
Fredonia	\$ 6,634	1,110	Snowflake	\$ 29,493	4,935
Page	\$ 42,492	7,110	Taylor	\$ 24,503	4,100
Williams	\$ 18,796	3,145	Winslow	\$ 58,777	9,835
<b><u>Gila County</u></b>			<b><u>Pima County</u></b>		
Globe	\$ 44,792	7,495	Marana	\$ 159,717	26,725
Hayden	\$ 5,331	892	Oro Valley	\$ 235,467	39,400
Miami	\$ 11,684	1,955	Sahuarita	\$ 83,609	13,990
Payson	\$ 92,214	15,430	South Tucson	\$ 33,647	5,630
Star Valley	\$ 11,988	2,006	Tucson	\$ 3,166,069	529,770
Winkelman	\$ 2,648	443	<b><u>Pinal County</u></b>		
<b><u>Graham County</u></b>			Apache Junction	\$ 203,613	34,070
Pima	\$ 13,040	2,182	Casa Grande	\$ 194,051	32,470
Safford	\$ 55,938	9,360	Coolidge	\$ 48,886	8,180
Thatcher	\$ 27,192	4,550	Eloy	\$ 66,486	11,125
<b><u>Greenlee County</u></b>			Florence	\$ 122,694	20,530
Clifton	\$ 15,515	2,596	Kearny	\$ 13,441	2,249
Duncan	\$ 4,853	812	Mammoth	\$ 10,530	1,762
<b><u>La Paz County</u></b>			Maricopa	\$ 95,226	15,934
Parker	\$ 19,602	3,280	Superior	\$ 19,447	3,254
Quartzsite	\$ 21,515	3,600	<b><u>Santa Cruz County</u></b>		
<b><u>Maricopa County</u></b>			Nogales	\$ 130,463	21,830
Avondale	\$ 414,493	69,356	Patagonia	\$ 5,498	920
Buckeye	\$ 151,834	25,406	<b><u>Yavapai County</u></b>		
Carefree	\$ 22,017	3,684	Camp Verde	\$ 64,126	10,730
Cave Creek	\$ 28,483	4,766	Chino Valley	\$ 73,658	12,325
Chandler	\$ 1,379,601	230,845	Clarkdale	\$ 21,993	3,680
El Mirage	\$ 191,606	32,061	Cottonwood	\$ 64,903	10,860
Fountain Hills	\$ 146,372	24,492	Dewey-Humboldt	\$ 24,085	4,030
Gila Bend	\$ 11,833	1,980	Jerome	\$ 1,972	330
Gilbert	\$ 1,061,058	177,544	Prescott	\$ 243,654	40,770
Glendale	\$ 1,448,472	242,369	Prescott Valley	\$ 200,655	33,575
Goodyear	\$ 276,183	46,213	Sedona	\$ 65,351	10,935
Guadalupe	\$ 33,198	5,555	<b><u>Yuma County</u></b>		
Litchfield Park	\$ 27,061	4,528	San Luis	\$ 137,037	22,930
Mesa	\$ 2,677,960	448,096	Somerton	\$ 58,269	9,750
Paradise Valley	\$ 82,850	13,863	Wellton	\$ 11,773	1,970
Peoria	\$ 825,585	138,143	Yuma	\$ 533,720	89,306
Phoenix	\$ 8,820,038	1,475,834			
Queen Creek	\$ 98,095	16,414			
Scottsdale	\$ 1,402,950	234,752	<b>TOTAL</b>	<b>\$29,072,921</b>	<b>4,864,696</b>

**TABLE 4  
County Tax Collections  
January 2010**

	Road	Excise	Jail	Rental Car	Stadium	RV Surcharge	Hospital/ Health Svc	Capital Projects	Sports & Tourism Authority
<b>Apache</b>		\$ 93,339							
<b>Cochise</b>		\$ 686,974							
<b>Coconino</b>		\$ 869,589	\$ 870,118					\$ 215,558	
<b>Gila</b>	\$ 233,622	\$ 220,223							
<b>Graham</b>		\$ 140,587							
<b>Greenlee</b>		\$ 75,162							
<b>La Paz</b>		\$ 95,214	\$ 95,214				\$ (12)		
<b>Maricopa</b>	\$ 28,351,647		\$ 10,228,656	\$ 293,866	\$ 3				\$ 1,407,271
<b>Mohave</b>		\$ 497,177							
<b>Navajo</b>		\$ 469,094							
<b>Pima</b>	\$ 5,987,047			\$ 61,852		\$ 20,049			
<b>Pinal</b>	\$ 1,089,105	\$ 1,041,771					\$ 207,459		
<b>Santa Cruz</b>		\$ 255,594	\$ 266,292						
<b>Yavapai</b>		\$ 1,044,919	\$ 521,950						
<b>Yuma</b>		\$ 1,028,487	\$ 1,028,490				\$ 204,940	\$ (710)	