



# ARIZONA DEPARTMENT OF REVENUE

## MEMORANDUM

**DATE:** April 15, 2009

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

### *February 2009 TAX FACTS*

#### SUMMARY OF GENERAL FUND REVENUES

	<u>February 2009</u>	<u>Fiscal Year Total</u>
<b>Individual Income Tax</b>		
Net Collections	(\$102,559,583)	\$1,459,570,360
Percent Change	N/A	(20.5)
<b>Corporate Income Tax</b>		
Net Collections	\$34,330,849	\$335,529,758
Percent Change	60.5	(20.3)
<b>Transaction Privilege, Severance &amp; Use Taxes</b>		
Net Collections	\$280,674,594	\$2,639,751,748
Percent Change	(17.9)	(11.3)
<b>Total Big Three Tax Types</b>		
Net Collections	\$212,445,860	\$4,434,851,866
Percent Change	(38.5)	(15.3)

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

	February 2009	February 2008	% Change
Gross Collections	\$ 18,024,012	\$ 17,557,877	2.7%
Withholding	\$ 238,113,051	\$ 294,918,442	(19.3)%
Refunds	\$(298,056,863)	\$(273,428,755)	9.0%
Urban Revenue Sharing	\$ (60,639,783)	\$ (57,044,911)	6.3%
<b>Net Collections</b>	<b>\$(102,559,583)</b>	<b>\$ (17,997,347)</b>	<b>N/A</b>

  

	Fiscal Year Total (08/09)	Fiscal Year Total (07/08)	% Change
Gross Collections	\$ 418,456,248	\$ 556,893,322	(24.9)%
Withholding	\$2,113,933,229	\$2,257,274,243	(6.4)%
Refunds	\$(587,700,850)	\$(522,630,864)	12.5%
Urban Revenue Sharing	\$(485,118,267)	\$(456,359,285)	6.3%
<b>Net Collections</b>	<b>\$1,459,570,360</b>	<b>\$1,835,177,416</b>	<b>(20.5)%</b>

## Average Individual Income Tax Refund

	Average	Number
2009 CYTD	\$546.05	434,889
2008 CYTD	\$527.19	573,471
<b>% Change</b>	<b>3.6%</b>	<b>(20.5)%</b>

## "New" Filers in Calendar Year 2009

"New" filer data was not available at the time of publication; therefore, Table 1 is not included in this month's publication.

## 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 2007 were \$624.1 million, for an average of \$2,577. An additional \$156.2 million in estimated payments came from 2006 tax returns that applied their refunds as a 2007 estimated payment, for an average of \$3,225. Estimated payments received through February 2009 for tax year 2008 are as follows:

		Monthly	Cumulative
February-09	140 ES Payment	\$ 2,677,217	\$ 482,721,916
February-08	140 ES Payment	\$ 14,131,845	\$ 598,724,268
	<b>% change</b>	<b>(81.1)%</b>	<b>(19.4)%</b>
February-09	Average Payment	\$ 1,778	\$ 1,811
February-08	Average Payment	\$ 2,292	\$ 2,541
	<b>% change</b>	<b>(22.4)%</b>	<b>(28.7)%</b>
February-09	Applied Refund	\$ 1,434,465	\$ 39,187,833
February-08	Applied Refund	\$ 1,417,163	\$ 151,596,565
	<b>% change</b>	<b>1.2%</b>	<b>(8.2)%</b>
February-09	Monthly Total	\$ 4,111,682	\$ 621,909,748
February-08	Monthly Total	\$ 15,549,008	\$ 750,320,833
	<b>% change</b>	<b>(73.6)%</b>	<b>(17.1)%</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 2007, which shows a decrease of (1.95%) in withholding payments over the fourth quarter of 2006. Growth in quarters for which information is still being gathered is as follows:

1 <sup>st</sup> Quarter 2008	(0.28)%	4th Quarter 2008	(2.80)%
2 <sup>nd</sup> Quarter 2008	1.65%	1 <sup>st</sup> Quarter 2009	(11.66)%
3 <sup>rd</sup> Quarter 2008	(1.98)%		

The current choices for withholding are 0%, 10%, 19%, 23%, 25%, 31% or 37% 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 2009.

	<b>February 2009</b>	<b>Calendar Year Total</b>
Check Off	\$1,497,405	\$1,894,135
Voluntary Donation	\$8,366	\$9,618
Number of Returns	215,205	278,999

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

Through February 2009, individual income tax return filers have made the following contributions:

	<b>Number</b>	<b>Amount</b>	<b>Average</b>
Wildlife	2,491	\$49,289	\$19.79
Child Abuse	2,980	\$56,821	\$19.07
Special Olympics	1,245	\$22,346	\$17.95
Neighbors Helping Neighbors	725	\$10,607	\$14.63
AID to Education	170	\$8,346	\$49.09
Domestic Violence	2,051	\$39,642	\$19.33
National Guard Contributions	880	\$18,622	\$21.16
Veterans Fund	1,353	\$48,298	\$35.70
Democratic Party	120	\$2,704	\$22.53
Republican Party	69	\$1,985	\$28.77
Green Party	5	\$170	\$34.00
Libertarian Party	13	\$372	\$28.62

## CORPORATE INCOME TAX

### Corporate Income Tax Receipts

	February 2009	February 2008	% Change
Gross Collections	\$ 44,210,646	\$ 30,326,605	45.8%
Refunds	(9,879,797)	(8,934,899)	10.6%
<b>Net Collections</b>	<b>\$ 34,330,849</b>	<b>\$ 21,391,706</b>	<b>60.5%</b>

  

	Fiscal Year Total	Prior Fiscal Year Total	% Change
Gross Collections	\$ 469,427,228	\$ 566,047,348	(17.1)%
Refunds	(133,897,470)	(145,087,567)	(7.7)%
<b>Net Collections</b>	<b>\$ 335,529,758</b>	<b>\$ 420,959,781</b>	<b>(20.3)%</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.

February 2009	\$22,496,640	Calendar Year Total	\$39,993,603
February 2008	\$21,533,492	Calendar Year Total	\$42,525,683
% Change	4.5%	% Change	(6.0)%

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
February 2009	71	5	12	1	1	1	91	(12.5)%
February 2008	76	11	11	3	2	1	104	----
<b>CY 2009</b>	216	20	30	5	4	1	276	(16.6)%
<b>CY 2008</b>	251	33	33	10	3	1	331	----

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
February 2009	\$605,914	\$409,936	\$2,367,250	\$750,000	\$16,600,000	\$20,733,100	7.7%
February 2008	\$858,399	\$757,377	\$2,076,930	\$1,853,000	\$13,700,000	\$19,245,706	----
<b>CY 2009</b>	\$2,167,486	\$1,502,795	\$6,272,900	\$3,535,000	\$21,387,000	\$34,865,181	(4.3)%
<b>CY 2008</b>	\$2,444,395	\$2,250,497	\$7,714,642	\$6,327,000	\$17,700,000	\$36,436,534	----

### 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 07/08 by corporate fiscal year. For example, in FY 07/08, 22.7% of the refund dollars paid were for corporate fiscal years ending in 2003 or before. The percentages are for refunds paid through the fiscal year.

<b>Corporate Fiscal Year-End:</b>	<b>03 &amp; Prior</b>	<b>04</b>	<b>05</b>	<b>06</b>	<b>07</b>	<b>08</b>
FY 07/08	22.7%	4.7%	3.2%	57.2%	10.8%	1.4%
<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	5.4%	2.2%	5.3%	76.0%	11.1%	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.

February 2009	\$9,243,231	Calendar Year Total	\$24,293,400
February 2008	\$12,125,364	Calendar Year Total	\$56,919,263
% Change	(23.8)%	% Change	(57.3)%

**Corporate Income Tax Document Count**

The Arizona Department of Revenue received 133,696 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>
#	223	37,192	83,529	587	12,165
%	0.2%	27.8%	62.5%	0.4%	9.1%

Through February 2009, 13,680 documents were received for a fiscal year-end of 2008, 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>
#	15	7,950	3,353	102	2,260
%	0.1%	58.1%	24.5%	0.8%	16.5%

The figures for the 2008 returns are most meaningful when compared to 2007 returns received during the same period of time in the previous year. Through February 2008, the Department of Revenue received 12,601 documents with a fiscal year-end of 2007. Compared to 2008 documents, the Department has seen an 8.6% increase 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 2007/08 is 15.0% of net proceeds from Fiscal Year 2005/06 income tax. Amounts returned for February 2009 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.

	February 2009	February 2008	% change
Distribution Base	\$ 115,180,446	\$ 136,709,934	(15.7)%
Non Shared	\$ 219,530,528	\$ 267,379,265	(17.9)%
Use Tax	\$ 21,418,330	\$ 27,530,767	(22.2)%
Education Tax	\$ 41,207,049	\$ 49,844,692	(17.3)%
Other Revenues	\$ 53,295,513	\$ 63,702,240	(16.3)%
<b>Total Collections</b>	<b>\$ 450,631,865</b>	<b>\$ 545,166,899</b>	<b>(17.3)%</b>
	Fiscal Year Total (08/09)	Fiscal Year Total (07/08)	% change
Distribution Base	\$ 2,639,751,748	\$ 2,977,323,969	(11.3)%
Non Shared	\$ 428,244,794	\$ 482,483,812	(11.2)%
Use Tax	\$ 264,283,383	\$ 297,755,994	(11.2)%
Education Tax	\$ 387,669,026	\$ 437,005,235	(11.3)%
Other Revenues	\$ 487,319,690	\$ 542,966,842	(10.20)%
<b>Total Collections</b>	<b>\$ 4,207,268,641</b>	<b>\$ 4,737,535,852</b>	<b>(11.20)%</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.

	February 2009	February 2008	% change
Retained by State	\$ 280,674,594	\$ 2,061,289	(17.9)%
Returned to Counties	\$ 46,659,599	\$ 55,381,194	(15.7)%
Returned to Cities	\$ 28,795,112	\$ 34,177,483	(15.7)%
Education Tax	\$ 41,207,049	\$ 49,844,692	(17.3)%
Other Revenues	\$ 53,295,513	\$ 63,702,240	(16.3)%
<b>Total Collections</b>	<b>\$ 450,631,865</b>	<b>\$ 545,166,899</b>	<b>(17.3)%</b>
	Fiscal Year Total (08/09)	Fiscal Year Total (07/08)	% change
Retained by State	\$ 2,639,751,748	\$ 2,977,323,969	(11.3)%
Returned to Counties	\$ 428,244,794	\$ 482,483,812	(11.2)%
Returned to Cities	\$ 264,283,383	\$ 297,755,994	(11.2)%
Education Tax	\$ 387,669,026	\$ 437,005,235	(11.3)%
Other Revenues	\$ 487,319,690	\$ 542,966,842	(10.20)%
<b>Total Collections</b>	<b>\$ 4,207,268,641</b>	<b>\$ 4,737,535,852</b>	<b>(11.20)%</b>

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

	<b>Tax Rate</b>	<b>February 2009</b>	<b>% Change</b>	<b>Fiscal Year Total</b>	<b>% Change</b>
Transporting	5.6	\$ 129,383	64.2%	\$ 1,298,941	(17.0)%
Non-Metal Mining					
Oil/Gas	3.125	\$ 379,465	(29.3)%	\$ 4,089,166	(9.4)%
Utilities	5.6	\$ 36,771,277	(10.0)%	\$ 335,815,757	2.7%
Communications	5.6	\$ 10,650,223	(29.7)%	\$ 99,882,029	(17.0)%
Private Car/Pipelines	5.6	\$ 23,035	(66.0)%	\$ 190,432	(72.1)%
Publishing	5.6	\$ 499,408	(2.2)%	\$ 3,390,663	(22.5)%
Job Printing	5.6	\$ 1,308,541	(16.0)%	\$ 11,133,266	(15.0)%
Restaurants & Bars	5.6	\$ 37,854,330	(6.9)%	\$ 293,972,653	(5.1)%
Amusements	5.6	\$ 4,415,457	1.6%	\$ 32,240,066	(1.9)%
Commercial Lease	0	N/A	N/A	N/A	N/A
Rental of Personal Property	5.6	\$ 13,670,390	(24.9)%	\$ 120,180,817	(8.4)%
Contracting	5.6	\$ 48,382,417	(35.6)%	\$ 549,232,317	(21.7)%
Retail	5.6	\$169,572,151	(11.7)%	\$1,570,722,546	(11.1)%
Mining Severance	2.5	\$ 232,694	N/A	\$ 14,913,132	(40.7)%
Timber Severance	0	N/A	N/A	N/A	N/A
Hotel/Motel	5.5	\$ 9,732,677	(17.7)%	\$ 71,815,832	(7.5)%
Membership					
Camping	0	N/A	N/A	\$ 476	(67.3)%
Use Tax	5.6	\$ 21,418,330	(22.2)%	\$ 220,255,385	(7.6)%
Rental Occupancy Tax	0	\$ (161)	N/A	\$ (583)	N/A
Jet Fuel		\$ 616,116	163.1%	\$ 2,328,270	(9.2)%
Jet Fuel Use Tax	.0305/.0105 gal	\$ 428,468	(27.0)%	\$ 527,226	(34.0)%
Telecomm Devices	----	\$ 582,181	9.6%	\$ 4,065,693	(9.0)%
911 Telecom.	----	\$ 1,334,937	(4.6)%	\$ 11,584,347	17.6%
911 Wireline	0.20/month per active service	\$ (617)	N/A	\$ (2,155)	N/A
911 Wireless	0.20/month per active service	\$ 337	N/A	\$ (2,857)	N/A
<b>Total</b>		<b>\$358,001,040</b>	<b>(17.4)%</b>	<b>\$3,347,633,191</b>	<b>(11.3)%</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>

	February 2009	% Change	Fiscal Year Total	% Change
Transporting	\$ 2,592,062	43.4%	\$ 26,023,604	(17.7)%
Non-Metal Mining Oil/Gas	\$ 12,152,076	(29.4)%	\$ 130,967,460	(9.4)%
Utilities	\$ 735,821,329	(10.1)%	\$ 6,720,632,613	2.6%
Communications	\$ 213,142,106	(29.7)%	\$ 1,999,163,474	(17.1)%
Private Car/Pipelines	\$ 461,267	(66.0)%	\$ 3,816,045	(72.1)%
Publishing	\$ 9,995,166	(2.3)%	\$ 67,886,354	(22.5)%
Job Printing	\$ 26,184,284	(16.1)%	\$ 222,822,321	(15.1)%
Restaurants & Bars	\$ 757,424,910	(7.0)%	\$ 5,883,254,578	(5.2)%
Amusements	\$ 88,352,816	1.4%	\$ 645,272,859	(2.0)%
Commercial Lease	\$ 91	(68.7)%	\$ 795	N/A
Rental of Personal Property	\$ 273,549,417	(25.0)%	\$ 2,405,223,850	(8.4)%
Contracting	\$ 968,502,789	(35.7)%	\$10,994,440,757	(21.7)%
Retail	\$3,393,518,094	(11.8)%	\$31,437,690,723	(11.1)%
Mining Severance	\$ 9,399,588	(89.4)%	\$ 597,515,199	(40.7)%
Timber Severance	0	N/A	\$ (152)	N/A
Hotel/Motel	\$ 177,021,262	(17.8)%	\$ 1,306,487,261	(7.6)%
Membership Camping	\$ 101	N/A	\$ 10,156	(66.3)%
Use Tax	\$ 431,838,291	(21.7)%	\$ 4,427,469,265	(7.5)%
Rental Occupancy Tax	\$ (5,410)	N/A	\$ 67,266	N/A
<b>Total</b>	<b>\$7,114,004,626</b>	<b>(17.8)%</b>	<b>\$66,882,798,815</b>	<b>(11.5)%</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 February 2009 is shown in the County Share column.

	County Share	% of Total	FYTD County Share	% Change
Apache	\$ 322,364	0.7%	\$ 3,048,986	(10.2)%
Coconino	\$ 1,000,411	2.1%	\$ 10,571,682	(10.0)%
Cochise	\$ 838,747	1.8%	\$ 7,656,570	(8.8)%
Gila	\$ 342,160	0.7%	\$ 3,268,151	(8.2)%
Graham	\$ 217,827	0.5%	\$ 2,195,967	(6.5)%
Greenlee	\$ 191,559	0.4%	\$ 2,270,144	(23.3)%
La Paz	\$ 160,274	0.3%	\$ 1,173,092	(9.0)%
Maricopa	\$29,904,800	64.1%	\$272,808,450	(12.0)%
Mohave	\$ 1,433,468	3.1%	\$ 12,979,438	(7.3)%
Navajo	\$ 720,323	1.5%	\$ 6,732,057	(8.1)%
Pima	\$ 6,775,771	14.5%	\$ 61,647,515	(10.9)%
Pinal	\$ 1,508,073	3.2%	\$ 14,205,457	(10.9)%
Santa Cruz	\$ 298,843	0.6%	\$ 2,848,389	(9.1)%
Yavapai	\$ 1,596,386	3.4%	\$ 15,206,852	(9.7)%
Yuma	\$ 1,348,595	2.9%	\$ 11,632,046	(6.9)%
<b>Total</b>	<b>\$46,659,599</b>	<b>(15.7)%</b>	<b>\$428,244,794</b>	<b>(11.2)%</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 February 2009 is shown on Table 3, attached to this report.

**County Tax Collections**

The county-imposed tax collections received by the Department of Revenue during February 2009 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 February 2009. The table compares the receipts to February 2008 and also compares fiscal year (FY) totals. Figures may not add to total due to rounding.

	February 2009	February 2008	% Change
Spirituos	\$ 1,960,592	\$ 2,261,905	(13.3)%
Vinous	\$ 1,066,991	\$ 1,145,840	(6.9)%
Malt	\$ 1,775,626	\$ 2,046,280	(13.2)%
Cigarette	\$19,668,766	\$27,316,972	(28.0)%
Other Tobacco	\$ 1,503,484	\$ 1,365,894	10.1%
Tobacco Licenses	\$ 250	\$ 400	(37.5)%
<b>Total</b>	<b>\$25,975,709</b>	<b>\$34,137,290</b>	<b>(24.0)%</b>

  

	Fiscal Year (08/09)	Fiscal Year (07/08)	% Change
Spirituos	\$ 18,882,151	\$ 18,874,590	N/A
Vinous	\$ 8,632,136	\$ 8,677,470	(0.5)%
Malt	\$ 15,082,375	\$ 15,937,038	(5.4)%
Cigarette*	\$241,506,600	\$258,474,309	(6.6)%
Other Tobacco	\$ 10,448,857	\$ 10,793,823	(3.2)%
Tobacco Licenses	\$ 3,700	\$ 3,825	(3.3)%
<b>Total</b>	<b>\$294,555,819</b>	<b>\$312,761,055</b>	<b>(5.9)%</b>

\*Through February 2009, \$401,852 of 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:

	February 2009	Fiscal Year (08/09)
Spirituos	\$1,372,414	\$13,217,506
Vinous	\$ 266,747	\$ 2,158,032
Malt	\$ 443,906	\$ 3,770,593
Cigarette	\$1,752,185	\$19,701,650
Other Tobacco	\$ 67,657	\$ 470,198
Tobacco Licenses	\$ 250	\$ 3,700
<b>Total</b>	<b>\$3,903,159</b>	<b>\$39,321,679</b>

**Other dedicated revenues from luxury taxes:**

	<b>February 2009</b>	<b>Fiscal Year (08/09)</b>
Corrections Fund	\$2,096,377	\$ 18,562,861
Tobacco Tax & Health Care Fund <sup>2</sup>	\$3,850,389	\$ 49,468,591
Tobacco Products Tax Fund <sup>3</sup>	\$5,775,583	\$ 74,279,849
Drug Treatment & Education Fund	\$ 650,278	\$ 5,591,729
Corrections Rev. Fund	\$ 258,332	\$ 2,227,011
Smoke Free Arizona Fund <sup>4</sup>	\$ 215,294	\$ 2,459,072
Early Childhood Development and Health Fund <sup>5</sup>	\$9,228,191	\$102,646,923

**Estate Tax**

	<b>Monthly</b>	<b>FYTD</b>
February-09	N/A	\$125,333
February-08	N/A	\$268,121
% change	<b>N/A</b>	<b>(53.2)%</b>

**Bingo Tax**

	<b>Monthly</b>	<b>FYTD</b>
February-09	\$30,059	\$341,990
February-08	\$44,875	\$383,714
% change	<b>(33.0)%</b>	<b>(10.9)%</b>

**Unclaimed Property**

	<b>Monthly</b>	<b>FYTD</b>
February-09	\$(1,036,283)	\$43,410,910
February-08	\$ 2,317,416	\$63,875,302
% change	<b>N/A</b>	<b>(32.0)%</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**  
**February 2009**

<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	\$ 1,089,992	88,265
Eagar	\$ 55,307	4,435	Tempe	\$ 2,069,287	165,796
St. Johns	\$ 48,206	3,865	Tolleson	\$ 80,831	6,498
Springerville	\$ 25,772	2,065	Wickenburg	\$ 75,687	6,077
<b><u>Cochise County</u></b>			Youngtown	\$ 76,293	6,163
Benson	\$ 59,197	4,470	<b><u>Mohave County</u></b>		
Bisbee	\$ 81,957	6,570	Bullhead City	\$ 476,290	38,210
Douglas	\$ 214,625	17,195	Colorado City	\$ 50,798	4,080
Huachuca City	\$ 22,840	1,830	Kingman	\$ 321,742	25,860
Sierra Vista	\$ 544,417	43,690	Lake Havasu City	\$ 664,923	53,435
Tombstone	\$ 20,086	1,610	<b><u>Navajo County</u></b>		
Willcox	\$ 48,491	3,885	Holbrook	\$ 67,649	5,425
<b><u>Coconino County</u></b>			Pinetop-Lakeside	\$ 51,895	4,165
Flagstaff	\$ 762,419	61,185	Show Low	\$ 122,991	9,885
Fredonia*	\$ 18,634	1,110	Snowflake	\$ 61,536	4,935
Page	\$ 88,740	7,110	Taylor	\$ 51,009	4,100
Williams	\$ 39,216	3,145	Winslow	\$ 122,773	9,835
<b><u>Gila County</u></b>			<b><u>Pima County</u></b>		
Globe	\$ 93,612	7,495	Marana	\$ 330,944	26,725
Hayden*	\$ 18,603	892	Oro Valley	\$ 490,497	39,400
Miami	\$ 24,414	1,955	Sahuarita	\$ 172,406	13,990
Payson	\$ 192,332	15,430	South Tucson	\$ 70,290	5,630
Star Valley	\$ 24,620	2,006	Tucson	\$ 6,607,642	529,770
Winkelman*	\$ 18,506	443	<b><u>Pinal County</u></b>		
<b><u>Graham County</u></b>			Apache Junction	\$ 425,055	34,070
Pima	\$ 27,211	2,182	Casa Grande	\$ 403,987	32,470
Safford	\$ 116,881	9,360	Coolidge	\$ 102,085	8,180
Thatcher	\$ 56,716	4,550	Eloy	\$ 138,791	11,125
<b><u>Greenlee County</u></b>			Florence	\$ 255,277	20,530
Clifton*	\$ 32,424	2,596	Kearny	\$ 28,090	2,249
Duncan	\$ 18,586	812	Mammoth	\$ 22,007	1,762
<b><u>La Paz County</u></b>			Maricopa	\$ 195,561	15,934
Parker	\$ 40,937	3,280	Superior	\$ 40,643	3,254
Quartzsite	\$ 44,911	3,600	<b><u>Santa Cruz County</u></b>		
<b><u>Maricopa County</u></b>			Nogales	\$ 272,456	21,830
Avondale	\$ 859,011	69,356	Patagonia*	\$ 18,601	920
Buckeye	\$ 313,658	25,406	<b><u>Yavapai County</u></b>		
Carefree	\$ 45,849	3,684	Camp Verde	\$ 133,743	10,730
Cave Creek	\$ 59,303	4,766	Chino Valley	\$ 153,040	12,325
Chandler	\$ 2,871,545	230,845	Clarkdale	\$ 45,908	3,680
El Mirage	\$ 394,593	32,061	Cottonwood	\$ 132,279	10,860
Fountain Hills	\$ 304,988	24,492	Dewey-Humboldt	\$ 49,461	4,030
Gila Bend	\$ 24,730	1,980	Jerome*	\$ 18,481	330
Gilbert	\$ 2,202,851	177,544	Prescott	\$ 507,746	40,770
Glendale	\$ 3,022,150	242,369	Prescott Valley	\$ 417,182	33,575
Goodyear	\$ 571,287	46,213	Sedona	\$ 136,420	10,935
Guadalupe	\$ 69,312	5,555	<b><u>Yuma County</u></b>		
Litchfield Park	\$ 56,400	4,582	San Luis	\$ 284,751	22,930
Mesa	\$ 5,585,935	448,096	Somerton	\$ 121,241	9,750
Paradise Valley	\$ 173,110	13,863	Wellton		1,970
Peoria	\$ 1,718,984	138,143	Yuma	\$ 1,112,937	89,306
Phoenix	\$ 18,400,024	1,475,834			
Queen Creek	\$ 202,389	16,414			
Scottsdale	\$ 2,925,168	234,752	<b>TOTAL</b>	<b>\$60,639,783</b>	<b>4,864,696</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**  
**February 2009**

<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	\$522,458	88,265
Eagar	\$26,252	4,435	Tempe	\$981,380	165,796
St. Johns	\$22,878	3,865	Tolleson	\$38,463	6,498
Springerville	\$12,223	2,065	Wickenburg	\$35,971	6,077
<b><u>Cochise County</u></b>			Youngtown	\$36,480	6,163
Benson	\$28,057	4,470	<b><u>Mohave County</u></b>		
Bisbee	\$38,889	6,570	Bullhead City	\$226,173	38,210
Douglas	\$101,781	17,195	Colorado City	\$24,150	4,080
Huachuca City	\$10,832	1,830	Kingman	\$153,071	25,860
Sierra Vista	\$258,610	43,690	Lake Havasu City	\$316,292	53,435
Tombstone	\$9,350	1,610	<b><u>Navajo County</u></b>		
Willcox	\$22,996	3,885	Holbrook	\$32,112	5,425
<b><u>Coconino County</u></b>			Pinetop/Lakeside	\$24,653	4,165
Flagstaff	\$362,166	61,185	Show Low	\$58,511	9,885
Fredonia	\$6,570	1,110	Snowflake	\$29,211	4,935
Page	\$42,086	7,110	Taylor	\$24,269	4,100
Williams	\$18,616	3,145	Winslow	\$58,215	9,835
<b><u>Gila County</u></b>			<b><u>Pima County</u></b>		
Globe	\$44,364	7,495	Marana	\$158,191	26,725
Hayden	\$5,280	892	Oro Valley	\$233,217	39,400
Miami	\$11,572	1,955	Sahuarita	\$82,810	13,990
Payson	\$91,333	15,430	South Tucson	\$33,325	5,630
Star Valley	\$11,874	2,006	Tucson	\$3,135,815	529,770
Winkelman	\$2,622	443	<b><u>Pinal County</u></b>		
<b><u>Graham County</u></b>			Apache Junction	\$201,667	34,070
Pima	\$12,916	2,182	Casa Grande	\$192,196	32,470
Safford	\$55,404	9,360	Coolidge	\$48,419	8,180
Thatcher	\$26,932	4,550	Eloy	\$65,851	11,125
<b><u>Greenlee County</u></b>			Florence	\$121,521	20,530
Clifton	\$15,366	2,596	Kearny	\$13,312	2,249
Duncan	\$4,806	812	Mammoth	\$10,430	1,762
<b><u>La Paz County</u></b>			Maricopa	\$94,317	15,934
Parker	\$19,415	3,280	Superior	\$19,261	3,254
Quartzsite	\$21,309	3,600	<b><u>Santa Cruz County</u></b>		
<b><u>Maricopa County</u></b>			Nogales	\$129,216	21,830
Avondale	\$410,532	69,356	Patagonia	\$5,446	920
Buckeye	\$150,383	25,406	<b><u>Yavapai County</u></b>		
Carefree	\$21,806	3,684	Camp Verde	\$63,513	10,730
Cave Creek	\$28,211	4,766	Chino Valley	\$72,954	12,325
Chandler	\$1,366,418	230,845	Clarkdale	\$21,783	3,680
El Mirage	\$189,775	32,061	Cottonwood	\$64,283	10,860
Fountain Hills	\$144,973	24,492	Dewey-Humboldt	\$23,854	4,030
Gila Bend	\$11,720	1,980	Jerome	\$1,953	330
Gilbert	\$1,050,919	177,544	Prescott	\$241,326	40,770
Glendale	\$1,434,631	242,369	Prescott Valley	\$198,737	33,575
Goodyear	\$273,544	46,213	Sedona	\$64,726	10,935
Guadalupe	\$32,881	5,555	<b><u>Yuma County</u></b>		
Litchfield Park	\$26,802	4,582	San Luis	\$135,727	22,930
Mesa	\$2,652,370	448,096	Somerton	\$57,712	9,750
Paradise Valley	\$82,058	13,863	Wellton	\$11,661	1,970
Peoria	\$817,696	138,143	Yuma	528,620	89,306
Phoenix	\$8,735,757	1,475,834			
Queen Creek	\$97,158	16,414			
Scottsdale	\$1,389,544	234,752	<b>TOTAL</b>	<b>\$28,795,112</b>	<b>4,864,696</b>

**TABLE 4  
County Tax Collections  
February 2009**

	Road	Excise	Jail	Rental Car	Stadium	RV Surcharge	Hospital/ Health Svc	Capital Projects	Sports & Tourism Authority
Apache		\$ 87,367							
Cochise		\$558,194							
Coconino		\$706,826	\$ 706,888					\$176,608	
Gila	\$ 244,603	\$236,467							
Graham		\$139,225							
Greenlee		\$ 92,731							
La Paz		\$114,870	\$ 114,869				\$ 7		
Maricopa	\$24,616,298		\$8,796,584	\$433,126					\$1,727,720
Mohave		\$486,691							
Navajo		\$479,735							
Pima	\$ 5,160,968			\$ 91,388		\$ 27,240			
Pinal	\$ 994,995	\$959,626					\$199,994		
Santa Cruz		\$214,183	\$ 212,207						
Yavapai		\$977,966	\$ 489,061						
Yuma		\$979,849	\$ 979,851				\$194,309	\$ 6,281	