



# ARIZONA DEPARTMENT OF REVENUE

## MEMORANDUM

**DATE:** May 8, 2012

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

### ***FEBRUARY 2012 TAX FACTS***

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

	<u>February 2012</u>	<u>Fiscal Year Total</u>
<b>Individual Income Tax</b>		
Net Collections	\$ (110,637,116)	\$ 1,779,093,683
Percent Change	N/A	5.1%
<b>Corporate Income Tax</b>		
Net Collections	\$ 12,347,154	\$ 371,587,971
Percent Change	75.7%	36.0%
<b>Transaction Privilege, Severance &amp; Use Taxes</b>		
Net Collections	\$ 287,779,634	\$ 2,421,653,387
Percent Change	5.7%	5.5%
<b>Total Big Three Tax Types</b>		
Net Collections	\$ 189,489,672	\$ 4,572,335,041
Percent Change	(35.1)%	7.3%

## INDIVIDUAL INCOME TAX

### Individual Income Tax Receipts

	February 2012	February 2011	% Change
Gross Collections	\$ 19,637,403*	\$ 18,877,777	4.2%
Withholding	287,970,350	277,749,282	3.7%
Refunds	(380,251,249)	(244,646,104)	55.4%
Urban Revenue Sharing	(35,368,620)	(39,500,543)	(10.5)%
Job Creation	(2,625,000)	-	N/A
<b>Net Collections</b>	<b>\$ (110,637,116)*</b>	<b>\$ 12,480,411</b>	<b>N/A</b>

  

	Fiscal Year Total (11/12)	Fiscal Year Total (10/11)	% Change
Gross Collections	\$ 414,148,050	\$ 308,475,513	34.3%
Withholding	2,229,142,258	2,158,991,703	3.2%
Refunds	(560,247,663)	(458,550,561)	22.2%
Urban Revenue Sharing	(282,948,961)	(316,004,347)	(10.5)%
Job Creation	(21,000,000)	-	N/A
<b>Net Collections</b>	<b>\$ 1,779,093,683*</b>	<b>\$ 1,692,912,307</b>	<b>5.1%</b>

\* Gross collections is net of \$25,851 use tax collections transferred to TPT & Use Taxes.

### Average Individual Income Tax Refund

	Average	Number
2012 CYTD	\$532.92	791,146
2011 CYTD	\$487.37	725,812
<b>% Change</b>	<b>9.34%</b>	<b>9.00%</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 2010 were \$304.0 million, for an average of \$1,465. An additional \$117.8 million in estimated payments came from 2009 tax returns that applied their refunds as a 2010 estimated payment, for an average of \$2,387. Estimated payments received through February 2012 for tax year 2011 are as follows:

		Monthly	Cumulative
February 2012	140 ES Payment	\$ 1,890,560	\$ 404,795,520
February 2011	140 ES Payment	\$ 1,535,702	\$ 300,803,245
	<b>% change</b>	<b>23.1%</b>	<b>34.6%</b>
February 2012	Average Payment	\$ 1,468	\$ 1,877
February 2011	Average Payment	\$ 1,168	\$ 1,475
	<b>% change</b>	<b>25.7%</b>	<b>27.3%</b>
February 2012	Applied Refund	\$ 429,476	\$ 112,302,381
February 2011	Applied Refund	\$ 276,807	\$ 115,979,447
	<b>% change</b>	<b>55.2%</b>	<b>(3.4)%</b>
February 2012	Monthly Total	\$ 2,320,037	\$ 517,097,902
February 2011	Monthly Total	\$ 1,812,509	\$ 416,782,692
	<b>% change</b>	<b>28.0%</b>	<b>24.1%</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 July 2010 through September 2011, \$765.4 million was received for the third quarter of 2010. The latest complete quarter (15 months of information has been compiled) is the fourth quarter of 2010, which shows an increase of 6.20% in withholding payments over the fourth quarter of 2009. Growth in quarters for which information is still being gathered is as follows:

1st Quarter 2011	9.32%	2nd Quarter 2011	13.75%
3rd Quarter 2011	5.35%	4th Quarter 2011	(2.93)%
1st Quarter 2012	9.23%		

Beginning July 1, 2010, the state withholding tables calculate Arizona withholding as a percentage of gross taxable wages. The withholding rates were revised effective January 1, 2011. The new withholding rates are 0%, 0.8%, 1.3%, 1.8%, 2.7%, 3.6%, 4.2% or 5.1%. The 0% option is only available to those individuals who expect no tax liability in 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 individual income tax returns filed in 2011.

	<b>February 2012</b>	<b>Calendar Year Total</b>
Check Off	\$ 1,591,255	\$ 2,010,145
Voluntary Donation	\$ 10,232	\$ 10,872
Number of Returns	229,766	297,010

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

Through February 2012, individual income tax return filers have made the following contributions:

	<b>Number</b>	<b>Amount</b>	<b>Average</b>
Aid to Education	184	\$ 19,927	\$ 108.30
Child Abuse Prevention	2,601	\$ 47,259	\$ 18.17
Domestic Violence Prevention	1,627	\$ 31,358	\$ 19.27
I Didn't Pay Enough Fund	138	\$ 2,063	\$ 14.95
National Guard Contributions	587	\$ 9,490	\$ 16.17
Neighbors Helping Neighbors	512	\$ 8,273	\$ 16.16
Special Olympics	1,058	\$ 18,381	\$ 17.37
Wildlife	2,151	\$ 36,951	\$ 17.18
Veterans Fund	1,376	\$ 28,464	\$ 20.69
Democratic Party	96	\$ 2,125	\$ 22.14
Green Party	6	\$ 166	\$ 27.67
Libertarian Party	12	\$ 221	\$ 18.42
Republican Party	36	\$ 551	\$ 15.31

## CORPORATE INCOME TAX

### Corporate Income Tax Receipts

	February 2012	February 2011	% Change
Gross Collections	\$ 15,261,053	\$ 13,963,686	9.3%
Refunds	(2,913,898)	(6,935,066)	(58.0)%
<b>Net Collections</b>	<b>\$ 12,347,154</b>	<b>\$ 7,028,620</b>	<b>75.7%</b>
	Current Fiscal Year Total	Prior Fiscal Year Total	% Change
Gross Collections	\$ 438,157,075	\$ 354,220,334	23.7%
Refunds	(66,569,104)	(80,948,406)	(17.8)%
<b>Net Collections</b>	<b>\$ 371,587,971</b>	<b>\$ 273,271,928</b>	<b>36.0%</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.

<b>February 2012</b>	\$ 11,216,947	<b>Calendar Year Total</b>	\$ 39,446,653
<b>February 2011</b>	\$ 8,434,877	<b>Calendar Year Total</b>	\$ 29,003,241
<b>% Change</b>	33.0%	<b>% Change</b>	36.0%

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 2012	55	9	14	1	3	0	82	5.1%
February 2011	57	7	12	1	1	0	78	
<b>CY 2012</b>	<b>220</b>	<b>30</b>	<b>42</b>	<b>5</b>	<b>5</b>	<b>0</b>	<b>302</b>	<b>28.5%</b>
<b>CY 2011</b>	<b>180</b>	<b>17</b>	<b>33</b>	<b>2</b>	<b>3</b>	<b>0</b>	<b>235</b>	

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 2012	\$ 475,430	\$ 653,500	\$ 3,695,000	\$ 512,500	\$ 7,250,204	\$ 12,586,634	63.5%
February 2011	\$ 592,991	\$ 553,000	\$ 3,331,870	\$ 620,000	\$ 2,600,000	\$ 7,697,861	
<b>CY 2012</b>	<b>\$ 2,046,761</b>	<b>\$ 2,228,255</b>	<b>\$ 10,332,694</b>	<b>\$ 3,168,500</b>	<b>\$ 16,396,204</b>	<b>\$ 34,172,414</b>	<b>52.1%</b>
<b>CY 2011</b>	<b>\$ 1,798,211</b>	<b>\$ 1,216,000</b>	<b>\$ 9,072,132</b>	<b>\$ 1,153,000</b>	<b>\$ 9,224,000</b>	<b>\$ 22,463,343</b>	

### 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 10/11 by corporate fiscal year. For example, in FY 10/11, 29.6% of the refund dollars paid were for corporate fiscal years ending in 2006 or before. The percentages are for refunds paid through the fiscal year.

<b>Corporate Fiscal Year-End:</b>	<b>06 &amp; Prior</b>	<b>07</b>	<b>08</b>	<b>09</b>	<b>10</b>	<b>11</b>
FY 10/11	29.6%	6.6%	5.4%	45.2%	12.7%	0.5%
<b>Corporate Fiscal Year-End:</b>	<b>07 &amp; Prior</b>	<b>08</b>	<b>09</b>	<b>10</b>	<b>11</b>	<b>12</b>
FY 11/12	15.9%	3.8%	10.7%	59.2%	10.4%	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>February 2012</b>	\$ 5,751,274	<b>Calendar Year Total</b>	\$ 15,019,812
<b>February 2011</b>	\$ 5,027,113	<b>Calendar Year Total</b>	\$ 13,254,870
<b>% Change</b>	14.4%	<b>% Change</b>	13.3%

**Corporate Income Tax Document Count**

The Arizona Department of Revenue received 133,464 corporate returns showing a fiscal year-end of 2010. 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>
#	204	35,192	85,130	671	12,267
%	0.1%	26.4%	63.8%	0.5%	9.2%

Through February 2012, 13,450 documents were received for a fiscal year-end of 2011, 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	7,015	4,271	101	2,048
%	0.1%	52.2%	31.7%	0.8%	15.2%

The figures for the 2011 returns are most meaningful when compared to 2010 returns received during the same period of time in the previous year. Through February 2011, the Department of Revenue received 11,926 documents with a fiscal year-end of 2010. Compared to 2011 documents, the Department has seen a 12.8% **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 2011/12 is 15.0% of net proceeds from Fiscal Year 2009/10 income tax. Amounts returned for February 2012 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. Temporary Tax is in accordance with Proposition 100 passed in May 2010, resulting in an additional 1% being added to most business classifications. The Temporary Tax is scheduled to expire on May 31, 2013. The "Other Revenue" category includes county excise, road, jail and hospital taxes and various other excise taxes, such as the 911 excise tax.

	February 2012	February 2011	% change
Distribution Base	\$ 123,904,265	\$ 117,517,300	5.4%
Non Shared	\$ 224,015,073	\$ 211,104,076	6.1%
Use Tax	\$ 21,029,980	\$ 20,705,096	1.6%
Education Tax	\$ 42,688,698	\$ 40,195,576	6.2%
Temporary Tax	\$ 72,088,159	\$ 66,471,235	8.5%
Other Revenues	\$ 55,743,852	\$ 53,079,822	5.0%
<b>Total Collections</b>	<b>\$ 539,470,027</b>	<b>\$ 509,073,105</b>	<b>6.0%</b>

	Fiscal Year Total (11/12)	Fiscal Year Total (10/11)	% change
Distribution Base	\$ 1,025,228,727	\$ 965,641,982	6.2%
Non Shared	\$ 1,885,612,404	\$ 1,790,467,638	5.3%
Use Tax	\$ 182,439,595	\$ 172,547,780	5.7%
Education Tax	\$ 359,322,814	\$ 339,529,044	5.8%
Temporary Tax	\$ 601,051,477	\$ 543,918,504	10.5%
Other Revenues	\$ 456,678,136	\$ 433,922,064	5.2%
<b>Total Collections</b>	<b>\$ 4,510,333,153</b>	<b>\$ 4,246,027,013</b>	<b>6.2%</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 on the next page 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. Temporary Tax is in accordance with Proposition 100 passed in May 2010, resulting in an additional 1% being added to most business classifications. The Temporary Tax is scheduled to expire on May 31, 2013. "Other" revenues are returned to the administering authority.

	February 2012	February 2011	% change
Retained by State	\$ 287,779,634	\$ 272,340,889	5.7%
Returned to Counties	\$ 50,193,618	\$ 47,606,258	5.4%
Returned to Cities	\$ 30,976,066	\$ 29,379,325	5.4%
Education Tax	\$ 42,688,698	\$ 40,195,576	6.2%
Temporary Tax	\$ 72,088,159	\$ 66,471,235	8.5%
Other Revenues	\$ 55,743,852	\$ 53,079,822	5.0%
<b>Total Collections</b>	<b>\$ 539,470,027</b>	<b>\$ 509,073,105</b>	<b>6.0%</b>

	Fiscal Year Total (11/12)	Fiscal Year Total (10/11)	% change
Retained by State	\$ 2,421,653,387	\$ 2,296,065,338	5.5%
Returned to Counties	\$ 415,320,157	\$ 391,181,567	6.2%
Returned to Cities	\$ 256,307,182	\$ 241,410,496	6.2%
Education Tax	\$ 359,322,814	\$ 339,529,044	5.8%
Temporary Tax	\$ 601,051,477	\$ 543,918,504	10.5%
Other Revenues	\$ 456,678,136	\$ 433,922,064	5.2%
<b>Total Collections</b>	<b>\$ 4,510,333,153</b>	<b>\$ 4,246,027,013</b>	<b>6.2%</b>

**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 2012 is shown in the County Share column.

	County Share	% Change	FYTD County Share	% Change
Apache	\$ 316,881	(5.2)%	\$ 2,723,143	1.7%
Coconino	\$ 1,203,955	(9.3)%	\$ 11,307,033	9.5%
Cochise	\$ 847,893	(2.1)%	\$ 7,160,923	1.2%
Gila	\$ 371,092	5.6%	\$ 3,037,770	6.0%
Graham	\$ 286,355	8.9%	\$ 2,341,229	12.3%
Greenlee	\$ 339,978	NA	\$ 2,929,757	22.3%
La Paz	\$ 194,804	12.1%	\$ 1,239,917	13.0%
Maricopa	\$ 31,560,219	5.0%	\$ 260,107,426	5.0%
Mohave	\$ 1,377,185	17.7%	\$ 11,311,738	(0.5)%
Navajo	\$ 751,836	2.3%	\$ 6,438,674	3.8%
Pima	\$ 7,320,156	2.2%	\$ 60,502,150	5.4%
Pinal	\$ 2,115,758	30.6%	\$ 17,349,305	35.4%
Santa Cruz	\$ 309,255	1.7%	\$ 2,687,145	6.7%
Yavapai	\$ 1,764,997	2.7%	\$ 15,043,430	6.7%
Yuma	\$ 1,433,255	5.3%	\$ 11,140,517	5.2%
<b>Total</b>	<b>\$ 50,193,618</b>	<b>5.4%</b>	<b>\$ 415,320,157</b>	<b>6.2%</b>

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

	Tax Rate	February 2012	% Change	Fiscal Year Total	% Change
Transporting	6.6	\$ 165,677	5.2%	\$ 1,510,664	18.6%
Non-Metal Mining					
Oil/Gas	3.125	\$ 250,141	2.9%	\$ 2,213,458	8.4%
Utilities	6.6	\$ 35,231,278	6.4%	\$ 341,612,490	0.5%
Communications	6.6	\$ 13,392,178	(1.2)%	\$ 102,967,103	0.8%
Private					
Car/Pipelines	6.6	\$ (41,839)	NA	\$ 29,292	3.5%
Publishing	6.6	\$ 417,887	7.3%	\$ 3,032,263	(5.5)%
Job Printing	6.6	\$ 961,004	(8.8)%	\$ 8,120,901	(4.2)%
Restaurants & Bars	6.6	\$ 41,980,650	(3.3)%	\$ 315,656,466	7.4%
Amusements	6.6	\$ 4,082,274	(20.7)%	\$ 30,796,654	1.1%
Commercial Lease	0	\$ 0	NA	\$ 36	NA
Rental of Personal Property	6.6	\$ 15,922,365	24.9%	\$ 105,084,175	4.4%
Contracting	6.6	\$ 35,450,111	(1.1)%	\$ 322,890,221	9.6%
Retail	6.6	\$ 186,133,589	(1.7)%	\$ 1,576,223,216	11.1%
Mining Severance	2.5	\$ 2,793,644	(22.9)%	\$ 27,620,009	20.0%
Timber Severance	0	\$ 0	NA	\$ 26	NA
Hotel/Motel	6.5	\$ 10,045,272	(12.7)%	\$ 68,793,132	(0.6)%
Membership					
Camping	0	\$ 0	NA	\$ 0	NA
Use Tax	6.6	\$ 21,029,980	9.6%	\$ 182,439,596	9.8%
Rental Occupancy Tax	0	\$ 0	NA	\$ (76)	NA
Jet Fuel		\$ 491,724	12.6%	\$ 2,090,434	(34.9)%
Jet Fuel Use Tax	\$0.0305/.0105 gal	\$ 580,329	NA	\$ 651,426	NA
Telecomm					
Devices	----	\$ 403,775	(39.6)%	\$ 3,258,453	(22.7)%
911 Telecom.	----	\$ 1,378,338	(5.7)%	\$ 10,928,972	(1.7)%
911 Wireline	\$0.20/month per active service	\$ 0	NA	\$ (780)	NA
911 Wireless	\$0.20/month per active service	\$ 68,491	NA	\$ 83,692	NA
<b>Total</b>		<b>\$ 370,736,868</b>	<b>(0.3)%</b>	<b>\$ 3,106,001,823</b>	<b>8.1%</b>

The Use/Use Inventory category shown on page nine 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>**

	<b>February 2012</b>	<b>% Change</b>	<b>Fiscal Year Total</b>	<b>% Change</b>
Transporting	\$ 3,313,541	5.2%	\$ 30,269,804	16.4%
Non-Metal Mining Oil/Gas	\$ 8,004,522	2.9%	\$ 70,830,662	2.2%
Utilities	\$ 704,625,550	6.4%	\$ 6,832,249,801	2.9%
Communications	\$ 267,844,589	(1.2)%	\$ 2,059,342,058	1.3%
Private Car/Pipelines	\$ (836,771)	NA	\$ 585,846	(12.3)%
Publishing	\$ 8,357,734	7.3%	\$ 60,645,252	(7.8)%
Job Printing	\$ 19,220,081	(8.8)%	\$ 162,418,018	(9.3)%
Restaurants & Bars	\$ 839,613,007	(3.3)%	\$ 6,313,129,682	5.5%
Amusements	\$ 81,645,476	(20.7)%	\$ 615,933,084	(0.5)%
Commercial Lease	\$ 0	NA	\$ 1,209	3.6%
Rental of Personal Property	\$ 318,447,353	24.9%	\$ 2,101,764,197	3.9%
Contracting	\$ 709,002,210	(1.1)%	\$ 6,457,847,056	9.0%
Retail	\$ 3,722,556,600	(1.7)%	\$ 31,524,324,039	5.8%
Mining Severance	\$ 111,745,744	(22.9)%	\$ 1,104,800,344	8.2%
Timber Severance	\$ 0	NA	\$ 12	NA
Hotel/Motel	\$ 182,641,312	(12.7)%	\$ 1,250,783,776	(0.3)%
Membership Camping	\$ 0	NA	\$ 0	NA
Use Tax	\$ 420,661,335	9.0%	\$ 3,659,190,088	7.0%
Rental Occupancy Tax	\$ 0	NA	\$ (2,529)	NA
<b>Total</b>	<b>\$ 7,396,842,282</b>	<b>(0.6)%</b>	<b>\$ 62,244,12,399</b>	<b>5.4%</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 Cities/Towns**

The portion of transaction privilege and severance tax returned to each incorporated city or town for February 2012 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 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.

<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.

## OTHER TAXES

### Luxury Taxes

The following revenues were received from luxury taxes in February 2012. The table compares the receipts to February 2011 and also compares fiscal year (FY) totals. Figures may not add to total due to rounding.

	February 2012	February 2011	% Change
Spirituous	\$ 1,420,239	\$ 1,194,089	18.9%
Vinous	\$ 902,403	\$ 694,722	29.9%
Malt	\$ 1,539,436	\$ 610,451	NA
Cigarette*	\$ 22,895,534	\$ 20,306,603	12.7%
Other Tobacco	\$ 1,315,475	\$ 1,284,260	2.4%
Tobacco Licenses	\$ 450	\$ 275	63.6%
<b>Total</b>	<b>\$ 28,073,537</b>	<b>\$ 24,090,400</b>	<b>16.5%</b>

	Fiscal Year (11/12)	Fiscal Year (10/11)	% Change
Spirituous	\$ 21,511,280	\$ 18,873,983	14.0%
Vinous	\$ 10,394,925	\$ 8,835,851	17.6%
Malt	\$ 13,590,767	\$ 13,269,036	2.4%
Cigarette*	\$ 199,843,120	\$ 201,073,484	(0.6)%
Other Tobacco	\$ 12,400,657	\$ 12,157,513	2.0%
Tobacco Licenses	\$ 4,450	\$ 3,960	12.4%
<b>Total</b>	<b>\$ 257,745,199</b>	<b>\$ 254,213,827</b>	<b>1.3%</b>

\*Through February 2012, \$679,600 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 2012	Fiscal Year (11/12)
Spirituous	\$ 994,167	\$ 15,057,896
Vinous	\$ 225,600	\$ 2,598,726
Malt	\$ 384,859	\$ 3,397,691
Cigarette	\$ 1,979,616	\$ 16,075,879
Other Tobacco	\$ 59,196	\$ 558,030
Tobacco Licenses	\$ 450	\$ 4,375
<b>Total</b>	<b>\$ 3,643,888</b>	<b>\$ 37,692,597</b>

**Other dedicated revenues from luxury taxes:**

	<b>February 2012</b>	<b>Fiscal Year (11/12)</b>
Corrections Fund	\$ 1,798,644	\$ 18,875,669
Tobacco Tax & Health Care Fund <sup>2</sup>	\$ 4,690,206	\$ 42,008,450
Tobacco Products Tax Fund <sup>3</sup>	\$ 7,035,309	\$ 63,012,678
Drug Treatment & Education Fund	\$ 538,948	\$ 5,823,215
Corrections Rev. Fund	\$ 213,536	\$ 2,324,337
Smoke Free Arizona Fund <sup>4</sup>	\$ 234,480	\$ 2,022,534
Early Childhood Development and Health Fund <sup>5</sup>	\$ 9,918,527	\$ 85,985,644

**Bingo Tax**

	<b>Monthly</b>	<b>FYTD</b>
February 2012	\$ 38,070	\$ 328,257
February 2011	\$ 27,792	\$ 326,752
<b>% change</b>	<b>37%</b>	<b>4.6%</b>

**Estate Tax**

	<b>Monthly</b>	<b>FYTD</b>
February 2012	\$ 0	\$ 200,825
February 2011	\$ 0	\$ 437,372
<b>% change</b>	<b>NA</b>	<b>(54.1)%</b>

**Unclaimed Property**

	<b>Monthly</b>	<b>FYTD</b>
February 2012	\$ (1,029,827)	\$ 44,053,247
February 2011	\$ 9,124,898	\$ 67,148,885
<b>% change</b>	<b>NA</b>	<b>(34.4)%</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 2012**

<b>City</b>	<b>Distribution</b>	<b>Population</b>	<b>City</b>	<b>Distribution</b>	<b>Population</b>
<b><u>Apache County</u></b>			Scottsdale	\$ 1,529,018	217,385
Eagar	\$ 34,360	4,885	Surprise	826,578	117,517
St. Johns	24,477	3,480	Tempe	1,137,481	161,719
Springerville	13,793	1,961	Tolleson	46,035	6,545
<b><u>Cochise County</u></b>			Wickenburg	44,755	6,363
Benson	\$ 35,907	5,105	Youngtown	43,299	6,156
Bisbee	39,213	5,575	<b><u>Mohave County</u></b>		
Douglas	122,231	17,378	Bullhead City	\$ 278,112	39,540
Huachuca City	13,033	1,853	Colorado City	33,909	4,821
Sierra Vista	308,694	43,888	Kingman	197,421	28,068
Tombstone	10,551	1,500	Lake Havasu City	369,458	52,527
Willcox	26,426	3,757	<b><u>Navajo County</u></b>		
<b><u>Coconino County</u></b>			Holbrook	\$ 35,541	5,053
Flagstaff	\$ 463,309	65,870	Pinetop-Lakeside	30,118	4,282
Fredonia*	10,551	1,500	Show Low	74,979	10,660
Page	50,973	7,247	Snowflake	39,318	5,590
Tusayan*	10,551	1,500	Taylor	28,923	4,112
Williams	21,263	3,145	Winslow	67,910	9,655
<b><u>Gila County</u></b>			<b><u>Pima County</u></b>		
Globe	\$ 52,978	7,532	Marana	\$ 245,905	34,961
Hayden*	10,551	1,500	Oro Valley	288,458	41,011
Miami	12,921	1,837	Sahuarita	177,664	25,259
Payson	107,622	15,301	South Tucson	39,754	5,652
Star Valley	16,248	2,310	Tucson	3,658,332	520,116
Winkelman*	10,551	1,500	<b><u>Pinal County</u></b>		
<b><u>Graham County</u></b>			Apache Junction	\$ 252,087	35,840
Pima	\$ 16,789	2,387	Casa Grande	341,633	48,571
Safford	67,284	9,566	Coolidge	83,173	11,825
Thatcher	34,219	4,865	Eloy	116,977	16,631
<b><u>Greenlee County</u></b>			Florence	179,612	25,536
Clifton	\$ 23,289	3,311	Kearny	13,716	1,950
Duncan*	10,551	1,500	Mammoth	10,551	1,500
<b><u>La Paz County</u></b>			Maricopa	305,839	43,482
Parker	\$ 21,685	3,083	Superior	19,955	2,837
Quartzsite	25,863	3,677	<b><u>Santa Cruz County</u></b>		
<b><u>Maricopa County</u></b>			Nogales	\$ 146,561	20,837
Avondale	\$ 536,234	76,238	Patagonia*	10,551	1,500
Buckeye	357,846	50,876	<b><u>Yavapai County</u></b>		
Carefree	23,654	3,363	Camp Verde	\$ 76,477	10,873
Cave Creek	35,274	5,015	Chino Valley	76,083	10,817
Chandler	1,660,815	236,123	Clarkdale	28,817	4,097
El Mirage	223,650	31,797	Cottonwood	79,234	11,265
Fountain Hills	158,181	22,489	Dewey-Humboldt	27,389	3,894
Gila Bend	13,519	1,922	Jerome*	10,551	1,500
Gilbert	1,466,193	208,453	Prescott	280,243	39,843
Glendale	1,594,684	226,721	Prescott Valley	273,062	38,822
Goodyear	459,124	65,275	Sedona	70,555	10,031
Guadalupe	38,847	5,523	<b><u>Yuma County</u></b>		
Litchfield Park	38,516	5,476	San Luis	\$ 179,394	25,505
Mesa	3,088,076	439,041	Somerton	100,490	14,287
Paradise Valley	90,172	12,820	Wellton	20,271	2,882
Peoria	1,083,645	154,065	Yuma	654,583	93,064
Phoenix	10,168,121	1,445,632	<b>TOTAL</b>		
Queen Creek	185,415	26,361	<b>\$ 35,368,620 5,028,462</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 2012**

City	Distribution	Population	City	Distribution	Population
<b><u>Apache County</u></b>			Scottsdale	\$ 1,340,658	217,385
Eagar	\$ 30,127	4,885	Surprise	\$ 724,751	117,517
St. Johns	\$ 12,094	3,480	Tempe	\$ 997,354	161,719
Springerville	\$ 21,462	1,961	Tolleson	\$ 40,364	6,545
<b><u>Cochise County</u></b>			Wickenburg	\$ 39,242	6,363
Benson	\$ 31,484	5,105	Youngtown	\$ 37,965	6,156
Bisbee	\$ 34,382	5,575	<b><u>Mohave County</u></b>		
Douglas	\$ 107,174	17,378	Bullhead City	\$ 243,851	39,540
Huachuca City	\$ 11,428	1,853	Colorado City	\$ 29,732	4,821
Sierra Vista	\$ 270,666	43,888	Kingman	\$ 173,101	28,068
Tombstone	\$ 8,511	1,380	Lake Havasu City	\$ 323,945	52,527
Willcox	\$ 23,170	3,757	<b><u>Navajo County</u></b>		
<b><u>Coconino County</u></b>			Holbrook	\$ 31,163	5,053
Flagstaff	\$ 406,234	65,870	Pinetop/Lakeside	\$ 26,408	4,282
Fredonia	\$ 8,104	1,314	Show Low	\$ 65,742	10,660
Page	\$ 44,694	7,247	Snowflake	\$ 34,475	5,590
Tusayan	\$ 3,441	558	Taylor	\$ 25,360	4,112
Williams	\$ 18,643	3,023	Winslow	\$ 59,544	9,655
<b><u>Gila County</u></b>			<b><u>Pima County</u></b>		
Globe	\$ 46,451	7,532	Marana	\$ 215,612	34,961
Hayden	\$ 4,083	662	Oro Valley	\$ 252,923	41,011
Miami	\$ 11,329	1,837	Sahuarita	\$ 155,777	25,259
Payson	\$ 94,364	15,301	South Tucson	\$ 34,857	5,652
Star Valley	\$ 14,246	2,310	Tucson	\$ 3,207,662	520,116
Winkelman	\$ 2,177	353	<b><u>Pinal County</u></b>		
<b><u>Graham County</u></b>			Apache Junction	\$ 221,033	35,840
Pima	\$ 14,721	2,387	Casa Grande	\$ 299,547	48,571
Safford	\$ 58,995	9,566	Coolidge	\$ 72,927	11,825
Thatcher	\$ 30,003	4,865	Eloy	\$ 102,567	16,631
<b><u>Greenlee County</u></b>			Florence	\$ 157,486	25,536
Clifton	\$ 20,420	3,311	Kearny	\$ 12,026	1,950
Duncan	\$ 4,292	696	Mammoth	\$ 8,794	1,426
<b><u>La Paz County</u></b>			Maricopa	\$ 268,162	43,482
Parker	\$ 19,013	3,083	Superior	\$ 17,496	2,837
Quartzsite	\$ 22,677	3,677	<b><u>Santa Cruz County</u></b>		
<b><u>Maricopa County</u></b>			Nogales	\$ 128,506	20,837
Avondale	\$ 470,175	76,238	Patagonia	\$ 5,631	913
Buckeye	\$ 313,763	50,876	<b><u>Yavapai County</u></b>		
Carefree	\$ 20,740	3,363	Camp Verde	\$ 67,056	10,873
Cave Creek	\$ 30,929	5,015	Chino Valley	\$ 66,711	10,817
Chandler	\$ 1,456,219	236,123	Clarkdale	\$ 25,267	4,097
El Mirage	\$ 196,099	31,797	Cottonwood	\$ 69,474	11,265
Fountain Hills	\$ 138,694	22,489	Dewey-Humboldt	\$ 24,015	3,894
Gila Bend	\$ 11,853	1,922	Jerome	\$ 2,738	444
Gilbert	\$ 1,285,572	208,453	Prescott	\$ 245,720	39,843
Glendale	\$ 1,398,235	226,721	Prescott Valley	\$ 239,423	38,822
Goodyear	\$ 402,564	65,275	Sedona	\$ 61,863	10,031
Guadalupe	\$ 34,061	5,523	<b><u>Yuma County</u></b>		
Litchfield Park	\$ 33,772	5,476	San Luis	\$ 157,295	25,505
Mesa	\$ 2,707,656	439,041	Somerton	\$ 88,111	14,287
Paradise Valley	\$ 79,064	12,820	Wellton	\$ 17,774	2,882
Peoria	\$ 950,150	154,065	Yuma	\$ 573,945	93,064
Phoenix	\$ 8,915,508	1,445,632	<b>TOTAL</b>		
Queen Creek	\$ 162,574	26,361	<b>\$ 30,976,066</b>	<b>5,022,708</b>	

**TABLE 4**  
**County Tax Collections**  
**February 2012**

	Capital Projects	Excise	Hospital/ Health Svc	Jail	Judgment	Rental Car	Road	RV Surcharge	Sports & Tourism Authority	Stadium
<b>Apache</b>		\$ 71,895								
<b>Cochise</b>		\$ 521,633								
<b>Coconino</b>	\$ 176,734	\$ 707,394		\$ 706,685						
<b>Gila</b>		\$ 217,758					\$ 225,588			
<b>Graham</b>		\$ 142,954								
<b>Greenlee</b>		\$ 125,711								
<b>La Paz</b>		\$ 136,289	\$ 4	\$ 136,289	\$ 132,208					
<b>Maricopa</b>				\$ 9,278,726		\$ 468,166	\$ 26,075,996		\$ 1,961,714	\$ 40
<b>Mohave</b>		\$ 427,132								
<b>Navajo</b>		\$ 484,166								
<b>Pima</b>						\$ 128,661	\$ 5,379,678	\$ 26,191		
<b>Pinal</b>		\$ 1,008,121	\$ 200,083				\$ 1,051,353			
<b>Santa Cruz</b>		\$ 189,873		\$ 188,406						
<b>Yavapai</b>		\$ 933,581		\$ 466,756						
<b>Yuma</b>	\$ 1,935	\$ 990,711	\$ 197,232	\$ 990,712						