



ARIZONA DEPARTMENT OF REVENUE

MEMORANDUM

DATE: November 10, 2005

FROM: THE OFFICE OF ECONOMIC RESEARCH & ANALYSIS

JULY 2005 TAX FACTS

SUMMARY OF GENERAL FUND REVENUES

	<u>July 2005</u>
Individual Income Tax	
Net Collections	\$188,517,444
Percent Change	26.4%
Corporate Income Tax	
Net Collections	\$35,278,025
Percent Change	68.1%
Transaction Privilege, Severance & Use Taxes	
Net Collections	\$347,621,329
Change	16.7%
Total Big Three Tax Types	
Net Collections	\$571,416,798
Percent Change	22.1%

January 2004 was the first month that the department used a new computer system to process transaction privilege tax and withholding. 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 distributed.

TAX FACTS JULY 2005

INDIVIDUAL INCOME TAX

Individual Income Tax Receipts

	July 2005	July 2004	% Change
Gross Collections	\$ 15,395,021	\$ 7,982,042	92.9
Withholding	221,317,607	185,359,849	19.4
Refunds	(12,759,440)	(13,083,405)	(2.5)
Urban Revenue Sharing	(35,435,744)	(31,089,382)	14.0
Net Collections	\$ 188,517,444	\$149,169,105	26.4

Included in the refund amounts above are refunds relating to the alternative fuel vehicle (AFV) income tax credit. During July 2005, no refunds were issued for individual alternative fuel vehicle claims.

Ladewig Refunds

In July 2005, the department issued a second installment payment to 350,768 claimants totaling \$50,541,349. The last installment payment from this Superior Court tax settlement case is required to be issued by July 21, 2006. Attorney payments are not included in the refund amount and total \$ \$4,853,277 for the fiscal year. Refunds issued as a result of the Ladewig case are not included in the total refunds listed in the "Individual Income Tax Receipts" section above or the "Average Individual Income Tax Refund" section later mentioned in this publication.

Individual Income Tax Document Count

In calendar year 2004, the following individual income tax returns were filed:

	140X	140	140NR	140PY	140NPR	141 & 141AZ	140A	140PTC	140EZ	140ET	OTHER	TOTAL
#	46,264	1,575,957	88,795	102,431	3	44,198	297,353	13,315	197,269	2,625	13	2,368,223
%	1.9	66.5	3.7	4.3	0.0	1.9	12.6	0.6	8.3	0.1	0.0	

In calendar year 2005 the number of returns filed, and processed, are as follows:

	140X	140	140NR	140PY	140NPR	141 & 141AZ	140A	140PTC	140EZ	140ET	OTHER	TOTAL
#	34,216	1,558,720	75,166	108,920	0	36,010	270,114	12,904	185,099	3,154	8	2,284,311
%	1.5	68.2	3.3	4.8	0	1.6	11.8	0.6	8.1	0.1	0.0	

The 2,284,311 returns, representing current and prior tax years, filed through July 2005 compares to 2,206,055 returns filed during the same period of time in 2004 for an annual increase of 3.5%. For tax year 2004 filed in 2005, 2,190,607 returns have been filed, a 3.5% increase over filings in July 2004 for tax year 2003.

Year-Over-Year Comparison of Resident Taxpayers

Comparisons of Federal Adjusted Gross Income (FAGI) and tax liability growth between two tax years can be made by using data from taxpayers who have filed for both calendar years and have maintained the same filing status for both years. The Department of Revenue has received 1,543,464 returns in calendar year 2005 for tax year 2004 from filers who also have returns on record from calendar year 2004 with the same marital status. On average, these filers experienced a 9.3% increase in FAGI and a 15.0% increase in tax liability. More specifically, 32.3% of these filers experienced a decrease in tax liability; on average a decrease of 35.0% with a corresponding average decrease in FAGI of 19.4%. Filers with an increase in tax liability totaled 850,204 or 55.1% with an average FAGI increase of 30.3% and an average tax liability increase of 56.1%.

Average Individual Income Tax Refund

Net of Ladewig refunds.

	Average	Number
2005 CYTD	\$488.82	1,398,306
2004 CYTD	\$494.68	1,424,485
% Change	(1.2%)	(1.8%)

"New" Filers in Calendar Year 2005

Table 1 attached to this report, presents the number of "new" returns filed in calendar year 2004. "New" returns are for those filers who did not file in the previous calendar year. Therefore, these filers could be new full-year residents of Arizona, or they may be newly required to file an individual income tax return. (The filer may not have earned enough income in the previous year to file, such as a recent graduate just entering the work force.) The table indicates that 246,922 "new" returns have been filed thus far in 2005, representing approximately 299,003 persons, not including dependents. The average Federal Adjusted Gross Income for these 246,922 returns is \$21,071, with an average tax liability of \$350. The right half of this table presents characteristics of the filers represented on the returns. Of all "new" returns, 16.7% had a married filing joint filing status, 7.4% claimed a 65 and Over Exemption and 34.2% claimed dependents.

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 2004 was \$394.9 million, for an average of \$2,074. An additional \$74.6 million in estimated payments came from 2003 tax returns that applied their refunds as a 2004 estimated payment, for an average of \$1,847. Estimated payments received through July 2005 for tax year 2005 are as follows:

7/05	140ES payment	\$ 28,301,300	Cumulative	\$ 158,590,930
7/04	140ES payment	\$ 45,550,730	Cumulative	\$ 114,601,916
	Percent change	(37.9%)		38.4%
7/05	Average payment	\$ 1,997	Cumulative	\$ 1,654
7/04	Average payment	\$ 2,063	Cumulative	\$ 1,346
	Percent change	(3.2)%		22.9%
7/05	Applied refund	\$ 3,759,949	Cumulative	\$ 28,081,901
7/04	Applied refund	\$ 3,511,654	Cumulative	\$ 26,303,822
	Percent change	7.1%		6.7%
Total 7/05		\$ 32,061,249	Cumulative	\$ 186,672,891
Total 7/04		\$ 49,062,384	Cumulative	\$ 140,905,738
	Percent change	(34.7%)		32.5%

Withholding

Withholding payments are received from employers and applied toward a specific quarter for the designated year. Information is gathered for 15 months for any given quarter. For example, from January 2004 through March 2005, \$592,987,493 was received for the first quarter of 2004. The latest complete quarter (15 months of information has been compiled) is the second quarter of 2004, which shows an increase of 2.2% in withholding payments over the second quarter of 2003. Growth in quarters for which information is still being gathered is as follows.

3 rd Quarter 2004	6.8%	1 st Quarter 2005	11.0%
4 th Quarter 2004	10.8%	2 nd Quarter 2005	6.4%
		3 rd Quarter 2005	13.8%

Property Tax Credits

Arizona allows a refundable property tax credit for those who are age 65 or older or who received Title 16, SSI payments and pay property tax on a home. To qualify for this credit, household income must be below \$3,751 for individuals that live alone, or \$5,501 for those that live with others. The maximum credit is \$502.

	Number	Amount	Average
Calendar Year 2005	14,486	\$ 5,128,164	\$ 354.01
Calendar Year 2004	14,774	\$ 5,201,271	\$ 352.06
% Change	(1.9)	(1.4)	

Clean Elections

As a result of the November 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 tax year 2003:

	July 2005	Calendar Year Total
Check Off	\$ 69,353	\$ 4,434,250
Voluntary Donation	\$ 931	\$ 50,767
Number of Returns	9,267	612,338

Contributions on the Individual Income Tax Return

Through July 2005, individual income tax return filers have made the following contributions:

	Number	Amount	Average
Wildlife	9,257	\$163,957	\$17.71
Child Abuse	10,187	\$185,062	\$18.17
Special Olympics	4,859	\$77,377	\$15.92
Neighbors Helping	2,882	\$37,013	\$12.84
AID to Education	704	\$35,504	\$50.43
Domestic Violence Shelter	7,466	\$134,905	\$18.07
Democratic Party	966	\$21,240	\$21.99
Republican Party	654	\$15,461	\$23.64
Libertarian Party	78	\$2,197	\$28.17

CORPORATE INCOME TAX

Corporate Income Tax Receipts

	July 2005	July 2004	% Change
Gross Collections	\$39,403,420	\$25,278,574	55.9
Refunds	(\$4,125,396)	(\$4,286,201)	(3.8)
Net Collections	\$35,278,025	\$20,992,373	68.1

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.

July 2005	\$28,019,137	Calendar Year Total	\$307,391,110
July 2004	\$19,373,994	Calendar Year Total	\$237,787,173
% Change	44.6%	% Change	29.3%

All corporations with an income tax liability of \$20,000 or greater are required to make their estimated tax payments through electronic funds transfer (eft). The table below shows the number of these eft estimated payments, by size of payment, for July 2005 and for the calendar year.

Size of Payment →	Less than \$50,000	\$50,000 up to \$100,000	\$100,000 up to \$500,000	\$500,000 up to \$1,000,000	\$1,000,000 up to \$10,000,000	\$10,000,000 and more	Total	% chg
July 2005	134	16	18	4	6	0	178	26.2
July 2004	112	10	13	1	5	0	141	
CY 2005	1,717	256	319	56	41	0	2,389	14.1
CY 2004	1,580	203	237	35	39	0	2,094	

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 2004/05 by corporate fiscal year. For example, in FY 2004/05, 19.2% of the refund dollars paid were for corporate fiscal years ending in 2000 or before. The percentages are for refunds paid through the fiscal year.

Corporate Fiscal Year-End:	00 & Prior	01	02	03	04	05
FY 04/05	19.2%	4.5%	3.8%	48.9%	23.4%	0.4%
Corporate Fiscal Year-End:	01 & Prior	02	03	04	05	06
FY 05/06	38.4%	27.7%	0.6%	19.4%	13.8%	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.

July 2005	\$6,069,082	Calendar Year Total	\$38,820,361
July 2004	\$7,490,257	Calendar Year Total	\$46,224,238
% Change	(19.0%)	% Change	(16.0%)

Corporate Income Tax Document Count

The Arizona Department of Revenue received 108,944 corporate returns showing a fiscal year-end of 2003. The type of return received is indicated below:

	120 X (amended)	120 (regular)	120S (S corp)	99T (exempt org.)	120 A (short form)
#	310	34,904	61,775	391	11,564
%	0.3	32.0	56.7	0.4	10.6

Through July 2005, 77,252 documents were received for a fiscal year-end of 2004, distributed as follows:

	120 X (amended)	120 (regular)	120S (S corp)	99T (exempt org.)	120 A (short form)
#	128	22,077	45,366	269	9,412
%	0.2	28.6	58.7	0.3	12.2

The figures for the 2004 returns are most meaningful when compared to 2003 returns received during the same period of time in the previous year. Through July 2004, the Department of Revenue received 55,821 documents with a fiscal year-end of 2003. Compared to 2004 documents, the department has seen a 38.4% **increase** in the number of corporate returns received 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 2005/06 is 15.0% of net proceeds from Fiscal Year 2003/04 income tax. Amounts returned for July 2005 are shown on Table 2, 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.

	July 2005	July 2004	% change
Distribution Base	\$ 141,004,718	\$ 120,404,670	17.1%
Non shared	275,116,546	233,647,014	17.8%
Use Tax	23,872,256	22,578,887	5.9%
Education Tax	51,951,936	44,074,474	17.9%
Other Revenues	59,122,755	50,376,410	17.4%
Total Collections	\$ 551,068,210	\$ 471,081,454	17.0%

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.

	July 2005	July 2004	% change
Retained by State	\$ 347,621,329	\$297,753,472	16.8%
Returned to Counties	57,121,011	48,775,932	17.1%
Returned to Cities	35,251,179	30,101,167	17.1%
Education Tax	51,951,936	44,074,474	17.9%
Other Revenues	59,122,755	50,376,410	17.4%
Total Collections	\$ 551,068,210	\$471,081,454	17.0%

Transaction Privilege and Severance Tax Collections By Class

	Tax Rate	July 2005	% Chg
Transporting ¹	5.6%	\$ 289,112	27.3%
Non-Metal Mining/Oil & Gas	3.125%	1,005,317	9.5%
Utilities	5.6%	34,513,500	11.0%
Communications	5.6%	12,831,277	4.2%
Private Car/Pipelines	5.6%	522,240	690.4%
Publishing	5.6%	645,432	13.0%
Printing	5.6%	1,605,383	8.0%
Restaurants/Bars	5.6%	34,907,689	13.4%
Amusements	5.6%	3,589,644	2.0%
Commercial Lease	0%	(3,295)	NA
Rental of Personal Property	5.6%	14,764,761	4.5%
Contracting	3.75% - 5.6%	84,702,868	29.7%
Retail	5.6%	215,535,648	17.3%
Mining Severance	2.5%	2,247,524	142.9%
Timber Severance	\$2.13/\$1.51 per 1000 board ft	750	(.6%)
Hotel/Motel	5.5%	8,177,959	14.7%
Membership Camping	5.6%	6,493	20.3%
Use/Use Inventory	5.6%	23,872,256	6.0%
Rental Occupancy Tax	3.0%	11,705	195.7%
Jet Fuel Tax	\$.0305	548,719	40.2%
Jet Fuel Use Tax	\$.0305/gal	53,054	67.1
Telecommunications Devices:	1.1		
Telecom. Fund for the Deaf	---	278,475	(26.6%)
School for the Deaf	---	94,190	(25.5%)
Poison Control Fund	---	73,714	(25.5%)
Teratogen	---	4,095	N/A
911 Wireline/Excise	\$0.37 monthly per activated service	1,167,795	3.3%
911 Wireless Service	\$0.37 monthly per activated service	1,179,533	14.1
Total		\$ 442,625,449	16.7%

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.

¹ The category transporting/towing has been combined with railroads/aircraft and will now be called "Transporting".

Transaction Privilege and Severance Tax Taxable Sales By Class²

	July 2005	% Chg
Transporting ³	\$ 5,782,248	26.7%
Non-Metal Mining/Oil & Gas	32,170,134	9.1%
Utilities	690,269,992	10.7%
Communications	256,625,532	3.8%
Private Car/Pipelines	10,444,794	688.0%
Publishing	12,912,925	12.7%
Printing	32,107,705	7.6%
Restaurants/Bars	698,155,322	13.0%
Amusements	71,792,886	1.6%
Commercial Lease	(110,740)	NA
Rental of Personal Property	295,299,699	(4.8%)
Contracting	1,706,706,465	30.2%
Feed Wholesale	0	NA
Retail	4,311,981,096	16.9%
Mining Severance	89,900,962	142.2%
Timber Severance	352	(3.1%)
Hotel/Motel	148,691,315	14.2%
Membership Camping	129,851	18.6%
Use/Use Inventory	477,516,500	5.5%
Rental Occupancy Tax	390,154	191.8%
Total	\$ 8,840,767,192	16.8%

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. The Use/Use Inventory category shown above does not include jet fuel use tax. 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.

Accounting Credit

A credit equal to one percent of the amount of tax due, up to \$10,000 per calendar year, is allowed to businesses for expenses incurred during the accounting and reporting of Transaction Privilege Tax. **Due to our new processing system, the report needed to provide this data is not available.**

Taxable Sales by SIC Code Range

The taxable sales by SIC (Standard Industrial Classification) code range is undergoing a conversion to NAICS codes. The information for July 2005 is not yet available. Once it is available, it will be sent under separate cover.

²These 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.

³ The category transporting/towing has been combined with railroads/aircraft and will now be called "Transporting".

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 July 2005 is shown in the County Share column.

	County Share	% of Total
Apache	\$ 435,833	0.8%
Cochise	1,006,218	1.8%
Coconino	1,500,193	2.6%
Gila	442,663	0.8%
Graham	256,426	0.4%
Greenlee	250,555	0.4%
La Paz	166,634	0.3%
Maricopa	36,617,332	64.1%
Mohave	1,639,929	2.9%
Navajo	910,674	1.6%
Pima	8,386,774	14.7%
Pinal	1,640,144	2.9%
Santa Cruz	365,755	0.6%
Yavapai	2,075,253	3.6%
Yuma	1,426,627	2.5%
Total	\$ 57,121,011	

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 July 2005 is shown on Table 3, attached to this report.

County Tax Collections

The following county-imposed tax collections were received by the Department of Revenue during July 2005 and returned to the counties. County taxes in all but Coconino County are imposed at 10% of the state transaction privilege tax rate. Coconino's Excise Tax is 10% of the state rate, and its Jail Tax is 6% of the state rate. The stadium tax was imposed at 5% of the state rate. This rate completed its run in December 1997. Collections received now should be for prior periods. The rental car surcharge in Maricopa County is \$2.50 per car and in Pima County is \$3.50 per car. The RV Surcharge is \$0.50/day on each lease or rental of a parking space for recreational vehicles.

	Road Tax	Excise Tax	Jail Tax	Rental Car Surcharge	Stadium Tax	RV Surcharge	Hospital Tax/Health SVCS Dist	Capitol Projects	Tourism Authority
Apache		108,076							
Cochise		586,283							
Coconino		1,071,582	642,959					267,601	
Gila	267,854	258,233							
Graham		113,782							
Greenlee		77,155							
La Paz		92,162	92,162				34		
Maricopa	30,334,233		11,289,457	501,987	149				1,299,750
Mohave		651,035							
Navajo		602,091							
Pima				137,235		7,680			
Pinal	1,284,368	1,261,950							
Santa Cruz		242,202							
Yavapai		1,382,556	691,818						
Yuma		946,343	946,345					941,619	

OTHER TAXES

Luxury Taxes

The following revenues were received from luxury taxes in July 2005. The table compares the receipts to July 2004 and also compares fiscal year (FY) totals. Figures may not add to total due to rounding.

	<u>July 2005</u>	<u>July 2004</u>	<u>% Change</u>
Spirituos	\$ 1,931,563	\$1,815,490	6.4%
Vinous	630,286	772,286	(18.4%)
Malt	1,615,917	1,724,666	(6.3%)
Cigarette	23,206,377	20,978,716	10.6%
Other Tobacco	690,101	740,591	(6.8%)
Tobacco Licenses	450	300	50%
Total	\$28,074,694	\$26,032,050	7.8%

*Through July 2005, \$456,700 of cigarette and tobacco tax collections has been allocated for administrative expenses and is not included in the cigarette collections above.

General Fund revenues from luxury taxes:

	<u>July 2005</u>
Spirituos	\$ 1,352,094
Vinous	156,727
Malt	403,979
Cigarette	3,102,483
Other Tobacco	106,966
Tobacco Licenses	450
Total	\$ 5,122,699

Other dedicated revenues from luxury taxes:

	<u>July 2005</u>
Correction Fund revenues	\$2,002,501
Tobacco Tax & Health Care Fund ⁴	\$8,121,068
Tobacco Products Tax Fund ⁵	\$12,071,186
Wine Promotional Fund revenues	\$3,403
Drug Treatment & Education Fund revenues	\$538,918
Corrections Revolving Fund revenues	\$214,945

⁴ Formerly the Health Care Fund

⁵ This Fund was created by Prop. 303, which increased cigarette & other tobacco products tax rates in November 2002.

Estate Tax

	July 2005	\$825,498
	July 2004	<u>\$3,912,063</u>
% Change		(78.9%)

Bingo

	July 2005	\$64,327
	July 2004	<u>\$69,264</u>
% Change		(7.1%)

Unclaimed Property

	July 2005	\$691,528
	July 2004	<u>\$608,523</u>
% Change		13.6%

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

TABLE 1
“New” Returns Filed in 2005 for Tax Year 2004
Through July 2005

Federal Adjusted Gross Income Bracket	Number of Returns	% of Total	Average FAGI	Average Tax Due	CHARACTERISTICS OF TAXPAYERS					
					% Married Joint	% Single	% Unmarried Head	% Married Separate	% Over 65	% With Dependents
Negative FAGI	2,432	1.0%	(\$15,002)	\$3	17.5%	74.9%	5.2%	2.4%	13.4%	12.0%
\$0-\$5,000	50,081	20.3%	\$ 2,748	\$0	4.2%	84.4%	10.6%	0.8%	4.3%	16.2%
\$5,000-\$10,000	51,283	20.8%	\$7,382	\$25	6.5%	74.7%	17.7%	1.1%	5.6%	25.6%
\$10,000-\$15,000	35,854	14.5%	\$12,369	\$94	12.7%	59.0%	26.7%	1.6%	8.1%	38.0%
\$15,000-\$20,000	26,264	10.6%	\$17,365	\$169	19.9%	49.1%	28.9%	2.1%	8.3%	43.7%
\$20,000-\$25,000	18,346	7.4%	\$22,397	\$275	24.5%	44.2%	28.5%	2.8%	7.6%	46.7%
\$25,000-\$30,000	13,217	5.4%	\$27,388	\$394	27.5%	42.5%	26.7%	3.4%	7.4%	46.7%
\$30,000-\$40,000	17,221	7.0%	\$34,511	\$556	35.2%	38.1%	23.0%	3.8%	8.1%	46.2%
\$40,000-\$50,000	10,106	4.1%	\$44,559	\$790	46.2%	32.6%	17.8%	3.4%	9.9%	47.5%
\$50,000-\$75,000	12,808	5.2%	\$60,549	\$1,159	62.0%	24.4%	11.4%	2.3%	12.5%	47.3%
\$75,000-\$100,000	4,963	2.0%	\$85,614	\$1,829	73.0%	18.2%	7.0%	1.8%	14.9%	46.2%
\$100,000-\$200,000	3,543	1.4%	\$129,179	\$3,266	75.0%	18.3%	5.2%	1.5%	16.3%	44.0%
\$200,000-\$500,000	670	0.3%	\$282,947	\$9,551	68.9%	22.6%	6.4%	2.1%	20.0%	39.5%
\$500,000-\$1,000,000	89	0.0%	\$668,796	\$36,257	64.0%	22.5%	9.0%	4.5%	28.1%	34.8%
\$1,000,000 and over	45	0.0%	\$2,200,163	\$96,650	66.7%	33.3%	0.0%	0.0%	22.2%	26.7%
Total	246,922		\$21,071	\$350	16.7%	48.8%	16.3%	1.6%	7.4%	34.2%

*An asterisked line indicates that the information cannot be released due to confidentiality laws.

NEW RETURNS FILED IN 2004 FOR TAX YEAR 2003

Total	239,280	\$20,074	\$334	16.5%	49.4%	15.8%	1.7%	7.5%	32.9%
--------------	----------------	-----------------	--------------	--------------	--------------	--------------	-------------	-------------	--------------

“NEW” Returns means that there was no return filed by the taxpayer in the previous filing year. This may or may not mean the filer is new to the state.

TABLE 2
Urban Revenue Sharing Returned to Cities/Towns
July 2005

City	Distribution	Population	City	Distribution	Population
<u>Apache County</u>			Surprise	269,046	30,848
Eagar	\$ 35,174	4,033	Tempe	1,383,473	158,625
St. Johns	30,944	3,548	Tolleson	43,382	4,974
Springerville	17,199	1,972	Wickenburg	44,323	5,082
<u>Cochise County</u>			Youngtown	26,252	3,010
Benson	41,088	4,711	<u>Mohave County</u>		
Bisbee	53,115	6,090	Bullhead City	294,522	33,769
Douglas	144,108	16,523	Colorado City	29,078	3,334
Huachuca City	15,272	1,751	Kingman	175,035	20,069
Sierra Vista	329,461	37,775	Lake Havasu City	365,769	41,938
Tombstone	13,117	1,504	<u>Navajo County</u>		
Willcox	32,558	3,733	Holbrook	42,884	4,917
<u>Coconino County</u>			Pinetop-Lakeside	31,241	3,582
Flagstaff	461,323	52,894	Show Low	67,113	7,695
Fredonia	9,036	1,036	Snowflake	38,899	4,460
Page	59,386	6,809	Taylor	27,700	3,176
Williams	24,787	2,842	Winslow	83,030	9,520
<u>Gila County</u>			<u>Pima County</u>		
Globe	65,290	7,486	Marana	118,231	13,556
Hayden	7,780	892	Oro Valley	278,517	31,934
Miami	16,885	1,936	Sahuarita	28,276	3,242
Payson	118,789	13,620	South Tucson	47,882	5,490
Winkelman	3,864	443	Tucson	4,244,821	486,699
<u>Graham County</u>			<u>Pinal County</u>		
Pima	17,347	1,989	Apache Junction	277,471	31,814
Safford	80,518	9,232	Casa Grande	219,995	25,224
Thatcher	35,079	4,022	Coolidge	67,907	7,786
<u>Greenlee County</u>			Eloy	90,487	10,375
Clifton	22,641	2,596	Florence	150,082	17,208
Duncan	7,082	812	Kearny	19,615	2,249
<u>La Paz County</u>			Mammoth	15,368	1,762
Parker	27,386	3,140	Maricopa	43,591	4,998
Quartzsite	29,252	3,354	Superior	28,380	3,254
<u>Maricopa County</u>			<u>Santa Cruz County</u>		
Avondale	312,959	35,883	Nogales	182,091	20,878
Buckeye	74,108	8,497	Patagonia	7,684	881
Carefree	25,528	2,927	<u>Yavapai County</u>		
Cave Creek	32,514	3,728	Camp Verde	82,428	9,451
Chandler	1,543,201	176,939	Chino Valley	71,230	8,167
El Mirage	66,363	7,609	Clarkdale	29,846	3,422
Fountain Hills	176,483	20,235	Dewey-Humboldt	80,056	3,428
Gila Bend	17,269	1,980	Cottonwood	29,898	9,179
Gilbert	956,739	109,697	Jerome	2,869	329
Glendale	1,908,403	218,812	Prescott	295,996	33,938
Goodyear	164,935	18,911	Prescott Valley	205,264	23,535
Guadalupe	45,597	5,228	Sedona	88,891	10,192
Litchfield Park	33,230	3,810	<u>Yuma County</u>		
Mesa	3,469,265	397,776	San Luis	133,633	15,322
Paradise Valley	119,173	13,664	Somerton	63,372	7,266
Peoria	945,113	108,364	Wellton	15,952	1,829
Phoenix	11,521,699	1,321,045	Yuma	677,542	77,685
Queen Creek	37,643	4,316	TOTAL		
Scottsdale	1,767,923	202,705	\$35,474,278		4,062,961

TABLE 3
Transaction Privilege and Severance Tax Returned to Cities/Towns
July 2005

City	Distribution	Population	City	Distribution	Population
<u>Apache County</u>			Scottsdale	\$1,758,715	202,705
Eagar	\$34,991	4,033	Surprise	\$267,644	30,848
Springerville	\$17,110	1,972	Tempe	\$1,376,267	158,625
St. Johns	\$30,783	3,548	Tolleson	\$43,156	4,974
<u>Cochise County</u>			Wickenburg	\$44,093	5,082
Benson	\$40,874	4,711	Youngtown	\$26,115	3,010
Bisbee	\$52,838	6,090	<u>Mohave County</u>		
Douglas	\$143,357	16,523	Bullhead City	\$292,988	33,769
Huachuca City	\$15,192	1,751	Colorado City	\$28,927	3,334
Sierra Vista	\$327,745	37,775	Kingman	\$174,123	20,069
Tombstone	\$13,049	1,504	Lake Havasu City	\$363,864	41,938
Willcox	\$32,388	3,733	<u>Navajo County</u>		
<u>Coconino County</u>			Holbrook	\$42,661	4,917
Flagstaff	\$458,920	52,894	Pinetop/Lakeside	\$31,078	3,582
Fredonia	\$8,989	1,036	Show Low	\$66,764	7,695
Page	\$59,076	6,809	Snowflake	\$38,696	4,460
Williams	\$24,658	2,842	Taylor	\$27,556	3,176
<u>Gila County</u>			Winslow	\$82,598	9,520
Globe	\$64,950	7,486	<u>Pima County</u>		
Hayden	\$7,739	892	Marana	\$117,615	13,556
Miami	\$16,797	1,936	Oro Valley	\$277,067	31,934
Payson	\$118,170	13,620	Sahuarita	\$28,128	3,242
Winkelman	\$3,844	443	South Tucson	\$47,632	5,490
<u>Graham County</u>			Tucson	\$4,222,712	486,699
Pima	\$17,257	1,989	<u>Pinal County</u>		
Safford	\$80,099	9,232	Apache Junction	\$276,026	31,814
Thatcher	\$34,896	4,022	Casa Grande	\$218,849	25,224
<u>Greenlee County</u>			Coolidge	\$67,553	7,786
Clifton	\$22,523	2,596	Eloy	\$90,016	10,375
Duncan	\$7,045	812	Florence	\$149,301	17,208
<u>La Paz County</u>			Kearny	\$19,513	2,249
Parker	\$27,243	3,140	Mammoth	\$15,288	1,762
Quartzsite	\$29,100	3,354	Maricopa	\$43,364	4,998
<u>Maricopa County</u>			Superior	\$28,232	3,254
Avondale	\$311,329	35,883	<u>Santa Cruz County</u>		
Buckeye	\$73,722	8,497	Nogales	\$181,142	20,878
Carefree	\$25,395	2,927	Patagonia	\$7,644	881
Cave Creek	\$32,345	3,728	<u>Yavapai County</u>		
Chandler	\$1,535,163	176,939	Camp Verde	\$81,999	9,451
El Mirage	\$66,017	7,609	Chino Valley	\$70,859	8,167
Fountain Hills	\$175,563	20,235	Clarkdale	\$29,690	3,422
Gila Bend	\$17,179	1,980	Cottonwood	\$79,639	9,179
Gilbert	\$951,756	109,697	Dewey-Humboldt	\$29,742	3,428
Glendale	\$1,898,463	218,812	Jerome	\$2,854	329
Goodyear	\$164,076	18,911	Prescott	\$294,454	33,938
Guadalupe	\$45,359	5,228	Prescott Valley	\$204,195	23,535
Litchfield Park	\$33,056	3,810	Sedona	\$88,428	10,192
Mesa	\$3,451,196	397,776	<u>Yuma County</u>		
Paradise Valley	\$118,552	13,664	San Luis	\$132,937	15,322
Peoria	\$940,191	108,364	Somerton	\$63,041	7,266
Phoenix	\$11,461,689	1,321,045	Wellton	\$15,869	1,829
Queen Creek	\$37,447	4,316	Yuma	\$674,013	77,685
			TOTAL	\$35,251,179	4,062,961