



# ARIZONA DEPARTMENT OF REVENUE

## MEMORANDUM

**DATE:** February 8, 2010

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

### ***SEPTEMBER 2009 TAX FACTS***

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

	<u>September 2009</u>	<u>Fiscal Year Total</u>
<b>Individual Income Tax</b>		
Net Collections	\$ 214,629,305	\$ 575,761,164
Percent Change	(27.2)%	(14.1)%
<b>Corporate Income Tax</b>		
Net Collections	\$ 67,946,447	\$ 107,443,432
Percent Change	(48.6)%	(38.4)%
<b>Transaction Privilege, Severance &amp; Use Taxes</b>		
Net Collections	\$ 287,827,907	\$ 866,060,935
Percent Change	(15.9)%	(17.0)%
<b>Total Big Three Tax Types</b>		
Net Collections	\$ 570,403,976	\$ 1,549,265,531
Percent Change	(25.8)%	(17.9)%

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

	September 2009	September 2008	% Change
Gross Collections	\$ 76,677,365	\$ 124,307,996	(38.3)%
Withholding	228,295,304	256,366,911	(10.9)%
Refunds	(37,956,311)	(25,278,023)	(50.2)%
Urban Revenue Sharing	52,387,052	60,639,783	(13.6)%
<b>Net Collections</b>	<b>\$ 214,629,305</b>	<b>\$ 294,757,101</b>	<b>(27.2)%</b>
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Gross Collections	\$ 102,501,964	\$ 158,761,036	(35.4)%
Withholding	727,140,805	773,973,559	(6.1)%
Refunds	(96,720,448)	(80,328,266)	(20.4)%
Urban Revenue Sharing	157,161,157	181,919,350	(13.6)%
<b>Net Collections</b>	<b>\$ 575,761,164</b>	<b>\$ 670,486,979</b>	<b>(14.1)%</b>

### Average Individual Income Tax Refund

	Average	Number
2009 CYTD	\$745.31	1,670,791
2008 CYTD	\$686.24	1,772,846
<b>% Change</b>	<b>8.6%</b>	<b>(5.8)%</b>

### "New" Filers in Calendar Year 2008

"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 September 2009 for tax year 2009 are as follows:

		Monthly	Cumulative
September 2009	140 ES Payment	\$ 65,665,598	\$ 175,462,175
September 2008	140 ES Payment	\$ 114,073,682	\$ 313,079,886
	<b>% change</b>	<b>(42.4)%</b>	<b>(44.0)%</b>
September 2009	Average Payment	\$ 1,482	\$ 1,098
September 2008	Average Payment	\$ 2,054	\$ 1,643
	<b>% change</b>	<b>(27.8)%</b>	<b>(33.2)%</b>
September 2009	Applied Refund	\$ 9,049,338	\$ 56,316,311
September 2008	Applied Refund	\$ 6,378,431	\$ 53,184,669
	<b>% change</b>	<b>41.9%</b>	<b>5.9%</b>
September 2009	Monthly Total	\$ 74,714,936	\$ 231,778,486
September 2008	Monthly Total	\$ 120,452,113	\$ 366,264,555
	<b>% change</b>	<b>(38.0)%</b>	<b>(36.7)%</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 third quarter of 2008, which shows an increase of 1.87% in withholding payments over the third quarter of 2007. Growth in quarters for which information is still being gathered is as follows:

4th Quarter 2008	(2.43)%	1st Quarter 2009	(10.17)%
2nd Quarter 2009	(9.84)%	3rd Quarter 2009	(5.11)%

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 2009.

	<b><u>September 2009</u></b>	<b><u>Calendar Year Total</u></b>
Check Off	\$ 64,760	\$ 5,894,825
Voluntary Donation	\$ 1,175	\$ 53,102
Number of Returns	8,369	821,925

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

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

	<b><u>Number</u></b>	<b><u>Amount</u></b>	<b><u>Average</u></b>
AID to Education	903	\$ 73,428	\$81.32
Child Abuse	9,917	\$ 225,340	\$22.72
Domestic Violence	7,487	\$ 170,787	\$22.81
National Guard Contributions	3,531	\$ 84,224	\$23.85
Neighbors Helping Neighbors	2,942	\$ 55,592	\$18.90
Special Olympics	4,686	\$ 97,767	\$20.86
Wildlife	9,681	\$ 218,103	\$22.53
Veterans Fund	5,768	\$ 233,961	\$40.56
Democratic Party	541	\$ 16,552	\$30.60
Green Party	46	\$ 684	\$14.87
Libertarian Party	48	\$ 1,845	\$38.44
Republican Party	288	\$ 10,561	\$36.67

## CORPORATE INCOME TAX

### Corporate Income Tax Receipts

	September 2009	September 2008	% Change
Gross Collections	\$ 90,726,618	\$ 141,909,038	(36.1)%
Refunds	(22,780,171)	(9,825,536)	131.8%
<b>Net Collections</b>	<b>\$ 67,946,447</b>	<b>\$ 132,083,502</b>	<b>(48.6)%</b>

	Fiscal Year Total	Prior Fiscal Year Total	% Change
Gross Collections	\$ 144,157,964	\$ 200,216,382	(28.0)%
Refunds	(36,714,532)	(25,687,211)	42.9%
<b>Net Collections</b>	<b>\$ 107,443,432</b>	<b>\$ 174,529,171</b>	<b>(38.4)%</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.

September 2009	\$ 78,687,167	Calendar Year Total	\$ 331,342,958
September 2008	\$ 127,737,011	Calendar Year Total	\$ 491,061,766
% Change	(38.4)%	% Change	(32.5)%

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
September 2009	510	72	95	21	6	0	704	(18.0)%
September 2008	580	109	131	18	19	1	858	
<b>CY 2009</b>	<b>2,022</b>	<b>249</b>	<b>347</b>	<b>62</b>	<b>38</b>	<b>1</b>	<b>2,719</b>	<b>(23.8)%</b>
<b>CY 2008</b>	<b>2,567</b>	<b>385</b>	<b>465</b>	<b>82</b>	<b>65</b>	<b>3</b>	<b>3,567</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
September 2009	\$ 5,788,931	\$ 5,173,085	\$ 21,321,787	\$ 15,808,963	\$ 12,322,000	\$ 60,414,766	(41.6)%
September 2008	\$ 7,306,367	\$ 7,246,364	\$ 29,527,048	\$ 12,125,300	\$ 47,224,100	\$ 103,429,179	
<b>CY 2009</b>	<b>\$ 21,683,138</b>	<b>\$ 17,685,180</b>	<b>\$ 78,153,654</b>	<b>\$ 44,908,448</b>	<b>\$ 94,426,700</b>	<b>\$ 256,857,120</b>	<b>(37.6)%</b>
<b>CY 2008</b>	<b>\$ 30,572,757</b>	<b>\$ 26,410,014</b>	<b>\$ 104,107,337</b>	<b>\$ 57,492,855</b>	<b>\$ 192,828,683</b>	<b>\$ 411,411,646</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 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	42.8%	6.5%	12.9%	35.0%	2.8%	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.

September-2009	\$ 6,107,104	Calendar Year Total	\$
			80,362,032
September-2008	\$ 7,398,736	Calendar Year Total	\$
			116,794,331
% Change	(17.5)%	% Change	(31.2)%

**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 September 2009, 116,008 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>
#	113	28,282	75,820	248	11,625
%	0.1%	24.4%	65.3%	0.2%	10.0%

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 September 2008, the Department of Revenue received 105,670 documents with a fiscal year-end of 2007. Compared to 2008 documents, the Department has seen a 9.9% 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 2009/10 is 15.0% of net proceeds from Fiscal Year 2007/08 income tax. Amounts returned for September 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.

	September 2009	September 2008	% change
Distribution Base	\$ 116,291,686	\$ 136,829,482	(15.0)%
Non Shared	223,189,493	295,082,817	(16.4)%
Use Tax	24,529,411	28,148,827	(12.9)%
Education Tax	42,670,774	50,027,475	(14.7)%
Other Revenues	53,304,187	112,036,813	(14.0)%
<b>Total Collections</b>	<b>\$ 459,985,552</b>	<b>\$ 543,949,112</b>	<b>(15.4)%</b>
	Fiscal Year Total (09/10)	Fiscal Year Total (08/09)	% change
Distribution Base	\$ 350,835,354	\$ 411,485,826	(14.7)%
Non Shared	677,306,263	811,435,780	(16.5)%
Use Tax	67,751,242	90,350,523	(25.0)%
Education Tax	127,787,292	152,522,432	(16.2)%
Other Revenues	162,051,193	188,862,066	(14.2)%
<b>Total Collections</b>	<b>\$ 1,385,731,344</b>	<b>\$ 1,654,656,626</b>	<b>(16.3)%</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.

	September 2009	September 2008	% change
Retained by State	\$ 287,827,907	\$ 342,275,305	(15.9)%
Returned to Counties	47,109,762	55,429,623	(15.0)%
Returned to Cities	29,072,921	34,207,370	(15.0)%
Education Tax	42,670,774	50,027,475	(14.7)%
Other Revenues	53,304,187	62,009,338	(14.0)%
<b>Total Collections</b>	<b>\$ 459,985,552</b>	<b>\$ 543,949,112</b>	<b>(15.4)%</b>
	Fiscal Year Total (09/10)	Fiscal Year Total (08/09)	% change
Retained by State	\$ 866,060,618	\$ 1,043,707,764	(17.0)%
Returned to Counties	142,123,402	166,692,908	(14.7)%
Returned to Cities	87,708,838	102,871,456	(14.7)%
Education Tax	127,787,292	152,522,432	(16.2)%
Other Revenues	162,051,193	188,862,066	(14.2)%
<b>Total Collections</b>	<b>\$ 1,385,731,344</b>	<b>\$ 1,654,656,626</b>	<b>(16.3)%</b>

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

	<b>Tax Rate</b>	<b>September 2009</b>	<b>% Change</b>	<b>Fiscal Year Total</b>	<b>% Change</b>
Transporting	5.6	\$ 170,201	(10.3)%	\$ 546,567	(7.0)%
Non-Metal Mining					
Oil/Gas	3.125	\$ 284,545	(44.0)%	\$ 972,629	(29.9)%
Utilities	5.6	\$ 52,689,653	1.7%	\$ 148,735,743	(0.1)%
Communications	5.6	\$ 11,374,858	7.8%	\$ 33,921,592	(14.3)%
Private Car/Pipelines	5.6	\$ 10,809	(18.2)%	\$ 10,402	(55.7)%
Publishing	5.6	\$ 372,464	30.1%	\$ 1,186,650	6.9%
Job Printing	5.6	\$ 938,609	(26.1)%	\$ 2,770,646	(30.5)%
Restaurants & Bars	5.6	\$ 33,617,183	(6.6)%	\$ 102,251,779	(5.1)%
Amusements	5.6	\$ 3,428,731	(7.7)%	\$ 11,647,173	(9.3)%
Commercial Lease	0	\$ 6,972	N/A	\$ 6,973	N/A
Rental of Personal Property	5.6	\$ 11,505,576	(23.0)%	\$ 37,390,498	(18.8)%
Contracting	5.6	\$ 41,967,736	(40.9)%	\$ 137,275,491	(39.3)%
Retail	5.6	\$176,624,919	(12.2)%	\$ 525,182,775	(12.2)%
Mining Severance	2.5	\$ 2,238,984	(44.6)%	\$ 5,787,929	(43.1)%
Timber Severance	0	0	N/A	0	N/A
Hotel/Motel	5.5	\$ 6,619,806	(16.8)%	\$ 20,648,658	(17.1)%
Membership Camping	0	0	N/A	0	N/A
Use Tax	5.6	\$ 24,529,411	(12.9)%	\$ 67,858,205	(24.9)%
Rental Occupancy Tax	0	\$147	N/A	\$157	N/A
Jet Fuel		\$ 286,023	(11.1)%	\$ 1,078,244	8.6%
Jet Fuel Use Tax	.0305/.0105 gal	\$ 29,527	(18.6)%	\$ 90,789	4.5%
Telecomm Devices	---	\$521,636	N/A	\$ 531,054	(66.8)%
911 Telecom.	---	\$1,025,121	N/A	\$ 1,559,365	(64.2)%
911 Wireline	0.20/month per active service	\$(571)	N/A	\$(173)	N/A
911 Wireless	0.20/month per active service	\$(538)	N/A	\$(142)	N/A
<b>Total</b>		<b>\$361,879,516</b>	<b>(16.8)%</b>	<b>\$732,756,847</b>	<b>(17.2)%</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>

	September 2009	% Change	Fiscal Year Total	% Change
Transporting	\$ 3,408,077	(10.3)%	\$ 10,940,286	(7.0)%
Non-Metal Mining Oil/Gas	\$ 9,119,092	(44.0)%	\$ 31,142,510	(29.9)%
Utilities	\$ 1,054,419,449	1.8%	\$ 2,975,558,436	(0.1)%
Communications	\$ 227,684,839	7.9%	\$ 678,684,586	(14.3)%
Private Car/Pipelines	\$ 217,196	(18.0)%	\$ 209,410	(55.7)%
Publishing	\$ 7,457,131	30.2%	\$ 23,743,564	6.8%
Job Printing	\$ 18,792,371	(26.0)%	\$ 55,440,118	(30.5)%
Restaurants & Bars	\$ 672,780,082	(6.6)%	\$ 2,045,623,308	(5.1)%
Amusements	\$ 68,617,042	(7.7)%	\$ 233,000,572	(9.3)%
Commercial Lease	\$ 139,443	NA	\$ 139,466	NA
Rental of Personal Property	\$ 230,311,986	(23.0)%	\$ 748,079,941	(18.8)%
Contracting	\$ 840,541,057	(40.8)%	\$ 2,747,107,484	(39.3)%
Retail	\$ 3,535,307,286	(12.1)%	\$ 10,507,438,307	(12.3)%
Mining Severance	\$ 89,664,648	(44.5)%	\$ 231,658,938	(43.1)%
Timber Severance	\$ 0	NA	\$ 0	NA
Hotel/Motel	\$ 120,445,891	(16.8)%	\$ 375,545,671	(17.1)%
Membership Camping	\$ 1	NA	\$ 24	NA
Use Tax	\$ 490,949,949	(12.9)%	\$ 1,361,904,658	(25.0)%
Rental Occupancy Tax	\$ 4,932	NA	\$ 5,258	NA
<b>Total</b>	<b>\$ 7,369,860,471</b>	<b>(15.3)%</b>	<b>\$ 22,026,222,536</b>	<b>(16.7)%</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 September 2009 is shown in the County Share column.

	County Share	% of Total	FYTD County Share	% Change
Apache	\$ 340,978	(13.4)%	\$ 1,035,997	(13.9)%
Coconino	\$ 1,283,294	(12.7)%	\$ 3,869,205	(12.9)%
Cochise	\$ 850,017	(11.4)%	\$ 2,609,740	(11.1)%
Gila	\$ 356,736	(20.7)%	\$ 1,106,544	(15.8)%
Graham	\$ 273,754	(13.3)%	\$ 811,303	(10.3)%
Greenlee	\$ 258,198	(25.0)%	\$ 755,976	(28.0)%
La Paz	\$ 127,185	(10.1)%	\$ 389,445	(10.6)%
Maricopa	\$ 29,617,807	(15.7)%	\$ 89,752,010	(15.1)%
Mohave	\$ 1,466,721	(10.8)%	\$ 4,447,023	(12.1)%
Navajo	\$ 775,077	(11.5)%	\$ 2,319,516	(14.1)%
Pima	\$ 6,951,422	(12.8)%	\$ 20,592,118	(13.8)%
Pinal	\$ 1,560,051	(16.1)%	\$ 4,673,778	(16.3)%
Santa Cruz	\$ 293,779	(19.2)%	\$ 893,512	(19.0)%
Yavapai	\$ 1,730,731	(16.1)%	\$ 5,162,415	(14.7)%
Yuma	\$ 1,224,011	(14.2)%	\$ 3,740,817	(14.0)%
<b>Total</b>	<b>\$ 47,109,762</b>	<b>(15.0)%</b>	<b>\$ 142,123,402</b>	<b>(14.7)%</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 September 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 September 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 September 2009. The table compares the receipts to September 2008 and also compares fiscal year (FY) totals. Figures may not add to total due to rounding.

	September 2009	September 2008	% Change
Spirituous	\$ 1,917,610	\$ 2,085,840	(8.1)%
Vinous	849,759	878,576	(3.3)%
Malt	1,631,007	1,805,662	(9.7)%
Cigarette	24,486,425	33,261,386	(26.4)%
Other Tobacco	1,314,259	1,075,406	22.6%
Tobacco Licenses	700	525	33.3%
<b>Total</b>	<b>\$ 30,199,761</b>	<b>\$ 39,107,395</b>	<b>(22.8)%</b>

  

	Fiscal Year (09/10)	Fiscal Year (08/09)	% Change
Spirituous	\$ 5,697,433	\$ 6,561,683	(13.2)%
Vinous	2,390,397	2,702,280	(11.5)%
Malt	5,354,539	5,666,059	(5.4)%
Cigarette*	78,072,778	97,148,272	(19.4)%
Other Tobacco	3,688,292	3,599,477	2.6%
Tobacco Licenses	2,100	1,575	30.1%
<b>Total</b>	<b>\$ 95,205,539</b>	<b>\$ 115,679,346</b>	<b>(17.5)%</b>

\*Through September 2009, \$278,015 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:

	September 2009	Fiscal Year (09/10)
Spirituous	\$ 1,342,327	\$ 3,988,203
Vinous	212,439	597,598
Malt	407,752	1,338,634
Cigarette	2,537,849	6,827,529
Other Tobacco	59,329	166,161
Tobacco Licenses	700	2,050
<b>Total</b>	<b>\$ 4,560,396</b>	<b>\$ 12,920,175</b>

**Other dedicated revenues from luxury taxes:**

	<b>September 2009</b>	<b>Fiscal Year (09/10)</b>
Corrections Fund	\$ 1,930,473	\$ 5,957,630
Tobacco Tax & Health Care Fund <sup>2</sup>	5,124,259	16,375,504
Tobacco Products Tax Fund <sup>3</sup>	7,095,352	23,972,219
Drug Treatment & Education Fund	580,771	1,792,909
Corrections Rev. Fund	231,182	713,069
Smoke Free Arizona Fund <sup>4</sup>	247,238	779,514
Early Childhood Development and Health Fund <sup>5</sup>	\$10,430,089	\$ 32,694,469

**Bingo Tax**

	<b>Monthly</b>	<b>FYTD</b>
September 2009	\$ 32,062	\$ 84,699
September 2008	\$ 35,589	\$ 126,031
% change	<b>(9.9)%</b>	<b>(32.8)%</b>

**Estate Tax**

	<b>Monthly</b>	<b>FYTD</b>
September 2009	\$ 0	\$ 294,106
September 2008	\$ 18,466	\$ 4,196
% change	<b>(60.8)%</b>	<b>69.1%</b>

**Unclaimed Property**

	<b>Monthly</b>	<b>FYTD</b>
September 2009	\$ (1,323,581)	\$ (57,792)
September 2008	\$ 1,915,923	\$ 2,571,883
% change	<b>NA</b>	<b>NA</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**  
**September 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	\$ 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	1,110	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	892	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	443	<b><u>Pinal County</u></b>		
<b><u>Graham County</u></b>			Apache Junction	\$ 366,555	34,070
Pima	\$ 23,476	2,182	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	812	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	920
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	330
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>	<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**  
**September 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	\$ 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  
September 2009**

	Road	Excise	Jail	Rental Car	Stadium	RV Surcharge	Hospital/ Health Svc	Capital Projects	Sports & Tourism Authority
Apache		\$ 119,416							
Cochise		\$ 561,078							
Coconino		\$ 1,039,801	\$ 1,047,514					\$ 259,757	
Gila	\$ 254,705	\$ 247,687							
Graham		\$ 134,287							
Greenlee		\$ 68,734							
La Paz		\$ 72,909	\$ 72,909				\$ (30)		
Maricopa	\$24,686,277		\$ 8,923,284	\$ 331,048	\$8				\$ 1,141,835
Mohave		\$ 480,198							
Navajo		\$ 526,533							
Pima	\$ 5,259,494			\$ 88,250		\$ 10,097			
Pinal	\$ 1,089,854	\$ 1,054,794					\$ 210,993		
Santa Cruz		\$ 194,148	\$ 194,434						
Yavapai		\$ 1,059,225	\$ 529,681						
Yuma		\$ 821,833	\$ 821,838				\$ 163,985	\$ (1,611)	