



ARIZONA DEPARTMENT OF REVENUE

MEMORANDUM

DATE: January 19, 2011

FROM: THE OFFICE OF ECONOMIC RESEARCH & ANALYSIS

SEPTEMBER 2010 TAX FACTS

SUMMARY OF GENERAL FUND REVENUES

	<u>September 2010</u>	<u>Fiscal Year Total</u>
Individual Income Tax		
Net Collections	\$ 247,496,892	\$ 663,417,970
Percent Change	15.3%	15.2%
Corporate Income Tax		
Net Collections	\$ 117,874,711	\$ 159,539,760
Percent Change	73.5%	48.5%
Transaction Privilege, Severance & Use Taxes		
Net Collections	\$ 282,192,808	\$ 841,642,447
Percent Change	(2.0)%	(2.8)%
Total Big Three Tax Types		
Net Collections	\$ 647,564,411	\$ 1,664,600,177
Percent Change	13.5%	7.4%

INDIVIDUAL INCOME TAX

Individual Income Tax Receipts

	September 2010	September 2009	% Change
Gross Collections	\$ 75,736,353	\$ 76,677,365	(1.2)%
Withholding	239,417,214	228,295,304	4.9%
Refunds	(28,156,131)	(37,956,311)	(25.8)%
Urban Revenue Sharing	(39,500,543)	(52,387,052)	(24.6)%
Net Collections	\$ 247,496,892	\$ 214,629,305	15.3%

	Fiscal Year Total (10/11)	Fiscal Year Total (09/10)	% Change
Gross Collections	\$ 103,338,224	\$ 102,501,964	0.8%
Withholding	749,706,156	727,140,805	3.1%
Refunds	(71,124,781)	(96,720,448)	(26.5)%
Urban Revenue Sharing	(118,501,630)	(157,161,157)	(24.6)%
Net Collections	\$ 663,417,970	\$ 575,761,164	15.2%

Average Individual Income Tax Refund

	Average	Number
2010 CYTD	\$ 708.61	1,665,186
2009 CYTD	\$ 745.31	1,666,214
% Change	(4.92)%	(0.06)%

Individual Income Tax Estimated Payments

Taxpayers are required to make estimated payments if their Arizona gross income will exceed \$75,000, in an amount which will represent unpaid tax liability at the end of the taxpayer's tax year. Total estimated payments paid with form 140ES for tax year 2008 were \$541.0 million, for an average of \$1,978. An additional \$144.6 million in estimated payments came from 2007 tax returns that applied their refunds as a 2008 estimated payment, for an average of \$2,981. Estimated payments received through September 2010 for tax year 2010 are as follows:

		Monthly	Cumulative
September 2010	140 ES Payment	\$ 66,088,344	\$ 183,302,454
September 2009	140 ES Payment	\$ 69,453,274	\$ 205,690,604
	% change	(4.8)%	(10.9)%
September 2010	Average Payment	\$ 1,651	\$ 1,254
September 2009	Average Payment	\$ 1,565	\$ 1,279
	% change	5.5%	(1.9)%
September 2010	Applied Refund	\$ 8,962,432	\$ 51,402,612
September 2009	Applied Refund	\$ 9,049,338	\$ 56,316,311
	% change	(1.0)%	(8.7)%
September 2010	Monthly Total	\$ 75,050,776	\$ 234,705,066
September 2009	Monthly Total	\$ 78,502,612	\$ 262,006,915
	% change	(4.4)%	(10.4)%

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 2008 through March 2009, \$834.6 million was received for the first quarter of 2008. The latest complete quarter (15 months of information has been compiled) is the third quarter of 2009, which shows a decrease of 5.70% in withholding payments over the third quarter of 2008. Growth in quarters for which information is still being gathered is as follows:

4th Quarter 2009	(2.77)%	1st Quarter 2010	(1.53)%
2nd Quarter 2010	1.15%	3rd Quarter 2010	4.63%

Effective July 1, 2010, the state withholding tables calculate Arizona withholding as a percentage of gross taxable wages. The new withholding rates are 0%, 1.3%, 1.8%, 2.7%, 3.6%, 4.2% or 5.1%. The 0% option is only available to those individuals who had no liability in the prior tax year and expect no tax liability for the current year.

Clean Elections

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

	September 2010	Calendar Year Total
Check Off	\$ 63,465	\$ 5,667,780
Voluntary Donation	\$ 659	\$ 51,500
Number of Returns	8,196	787,008

Contributions on the Individual Income Tax Return

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

	Number	Amount	Average
AID to Education	1,117	\$ 77,680	\$ 69.54
Child Abuse Prevention	8,632	\$ 203,105	\$ 23.53
Domestic Violence Prevention	6,429	\$ 155,347	\$ 24.16
National Guard Contributions	2,751	\$ 67,653	\$ 24.59
Neighbors Helping Neighbors	2,355	\$ 47,795	\$ 20.30
Special Olympics	4,023	\$ 94,230	\$ 23.42
Wildlife	8,434	\$ 193,183	\$ 22.91
Veterans Fund	4,247	\$ 92,820	\$ 21.86
Democratic Party	412	\$ 13,843	\$ 33.60
Green Party	34	\$ 581	\$ 17.09
Libertarian Party	41	\$ 1,593	\$ 38.85
Republican Party	218	\$ 8,812	\$ 40.42

CORPORATE INCOME TAX

Corporate Income Tax Receipts

	September 2010	September 2009	% Change
Gross Collections	\$ 123,510,889	\$ 90,726,618	36.1%
Refunds	(5,636,178)	(22,780,171)	(75.3)%
Net Collections	\$ 117,874,711	\$ 67,946,447	73.5%
	Current Fiscal Year Total	Prior Fiscal Year Total	% Change
Gross Collections	\$ 177,368,324	\$ 144,157,964	23.0%
Refunds	\$ (17,828,564)	\$ (36,714,532)	(51.4)%
Net Collections	\$ 159,539,760	\$ 107,443,432	48.5%

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 2010	\$ 113,188,449	Calendar Year Total	\$ 381,019,855
September 2009	\$ 78,687,167	Calendar Year Total	\$ 331,342,958
% Change	43.8%	% Change	15.0%

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
September 2010	534	94	122	20	15	0	785	11.5%
September 2009	510	72	95	21	6	0	704	
CY 2010	2,102	348	385	76	57	0	2,968	9.2%
CY 2009	2,022	249	347	62	38	1	2,719	

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 2010	\$ 6,548,663	\$ 6,524,144	\$ 28,170,572	\$ 13,800,558	\$ 38,673,656	\$ 93,717,593	55.1%
September 2009	\$ 5,788,931	\$ 5,173,085	\$ 21,321,787	\$ 15,808,963	\$ 12,322,000	\$ 60,414,766	
CY 2010	\$23,068,219	\$24,255,280	\$ 88,383,657	\$ 53,348,712	\$125,839,948	\$314,895,816	22.6%
CY 2009	\$21,683,138	\$17,685,180	\$ 78,153,654	\$ 44,908,448	\$ 94,426,700	\$256,857,120	

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 09/10 by corporate fiscal year. For example, in FY 09/10, 13.2% of the refund dollars paid were for corporate fiscal years ending in 2005 or before. The percentages are for refunds paid through the fiscal year.

Corporate Fiscal Year-End:	05 & Prior	06	07	08	09	10
FY 09/10	13.2%	4.9%	6.7%	69.4%	5.7%	0.1%
Corporate Fiscal Year-End:	06 & Prior	07	08	09	10	11
FY 10/11	47.6%	3.2%	10.3%	36.3%	2.6%	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 2010	\$ 10,493,080	Calendar Year Total	\$
			105,676,039
September 2009	\$ 6,107,104	Calendar Year Total	\$
			80,362,032
% Change	71.8%	% Change	31.5%

Corporate Income Tax Document Count

The Arizona Department of Revenue received 133,808 corporate returns showing a fiscal year-end of 2008. The type of return received is indicated below:

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

Through September 2010, 113,771 documents were received for a fiscal year-end of 2009, distributed as follows:

	120X (amended)	120 (regular)	120S (S-corp)	99T (exempt org.)	120 A (short form)
#	127	25,064	77,057	432	11,091
%	0.1%	22.0%	67.7%	0.4%	9.8%

The figures for the 2009 returns are most meaningful when compared to 2008 returns received during the same period of time in the previous year. Through September 2009, the Department of Revenue received 116,088 documents with a fiscal year-end of 2008. Compared to 2009 documents, the Department has seen a 2% decrease in the number of corporate returns processed at this point of time in the calendar year.

Urban Revenue Sharing Returned to Cities/Towns

Incorporated cities and towns receive a share of net individual and corporate income tax collections, called Urban Revenue Sharing. The amount of money to be distributed during Fiscal Year 2010/11 is 15.0% of net proceeds from Fiscal Year 2008/09 income tax. Amounts returned for May 2010 are shown on Table 2 located at the end of this report.

TRANSACTION PRIVILEGE, SEVERANCE AND USE TAXES

Transaction Privilege, Severance and Use Tax Receipts

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

	September 2010	September 2009	% change
Distribution Base	\$ 115,342,137	\$ 116,291,686	(0.8)%
Non Shared	220,831,724	223,189,493	(1.1)%
Use Tax	21,579,581	24,529,411	(12.0)%
Education Tax	41,714,498	42,670,774	(2.2)%
Temporary Tax	66,155,030	NA	NA
Other Revenues	51,970,575	53,304,187	(2.5)%
Total Collections	\$ 517,593,545	\$ 459,985,552	12.5%

	Fiscal Year Total (10/11)	Fiscal Year Total (09/10)	% change
Distribution Base	\$ 344,013,451	\$ 350,835,354	(1.9)%
Non Shared	654,507,405	677,306,263	(3.4)%
Use Tax	68,484,803	67,751,242	1.1%
Education Tax	124,254,181	127,787,292	(2.8)%
Temporary Tax	194,976,183	NA	NA
Other Revenues	156,702,016	162,051,193	(3.3)%
Total Collections	\$ 1,542,938,040	\$ 1,385,731,344	11.3%

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.

	September 2010	September 2009	% change
Retained by State	\$ 282,192,808	\$ 287,827,907	(2.0)%
Returned to Counties	46,725,100	47,109,762	(0.8)%
Returned to Cities	28,835,534	29,072,921	(0.8)%
Education Tax	41,714,498	42,670,774	(2.2)%
Temporary Tax	66,155,030	NA	NA
Other Revenues	51,970,575	53,304,187	(2.5)%
Total Collections	\$ 517,593,545	\$ 459,985,552	12.5%

	Fiscal Year Total (10/11)	Fiscal Year Total (09/10)	% change
Retained by State	\$ 841,642,447	\$ 866,060,618	(2.8)%
Returned to Counties	139,359,849	142,123,402	(1.9)%
Returned to Cities	86,003,363	87,708,838	(1.9)%
Education Tax	124,254,181	127,787,292	(2.8)%
Temporary Tax	194,976,183	NA	NA
Other Revenues	156,702,016	162,051,193	(3.3)%
Total Collections	\$ 1,542,938,040	\$ 1,385,731,344	11.3%

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 2010 is shown in the County Share column.

	County Share	% of Total	FYTD County Share	% Change
Apache	\$ 344,451	0.8%	\$ 927,347	(10.5)%
Coconino	\$ 1,318,236	2.8%	\$ 3,965,876	2.5%
Cochise	\$ 844,794	1.9%	\$ 2,590,106	(0.8)%
Gila	\$ 335,726	0.7%	\$ 1,058,695	(4.3)%
Graham	\$ 237,970	0.5%	\$ 729,203	(10.1)%
Greenlee	\$ 287,474	0.4%	\$ 818,451	8.3%
La Paz	\$ 122,465	0.3%	\$ 373,816	(4.00)%
Maricopa	\$ 29,414,527	62.5%	\$ 87,795,182	(2.20)%
Mohave	\$ 1,410,836	2.9%	\$ 4,193,293	(5.7)%
Navajo	\$ 766,209	1.7%	\$ 2,313,917	(0.2)%
Pima	\$ 7,027,839	15.7%	\$ 20,530,208	(0.3)%
Pinal	\$ 1,427,043	3.2%	\$ 4,500,686	(3.7)%
Santa Cruz	\$ 291,351	0.6%	\$ 883,086	(1.2)%
Yavapai	\$ 1,691,564	3.3%	\$ 5,092,777	(1.3)%
Yuma	\$ 1,204,614	2.7%	\$ 3,587,208	(3.2)%
Total	\$ 46,725,100	100.0%	\$ 139,359,849	(1.9)%

Transaction Privilege and Severance Tax Collections by Class

	Tax Rate	September 2010	% Change	Fiscal Year Total (10/11)	% Change
Transporting	5.6	\$ 158,200	(7.1)%	\$ 484,020	(11.4)%
Non-Metal Mining					
Oil/Gas	3.125	\$ 244,748	(14.0)%	\$ 818,500	(15.8)%
Utilities	5.6	\$ 52,731,011	0.1%	\$ 145,692,162	(2.0)%
Communications	5.6	\$ 11,741,238	3.2%	\$ 37,728,251	11.2%
Private					
Car/Pipelines	5.6	\$ 9,066	(16.1)%	\$ 14,617	40.5%
Publishing	5.6	\$ 394,689	6.0%	\$ 1,159,523	(2.3)%
Job Printing	5.6	\$ 1,019,611	8.6%	\$ 3,029,825	9.4%
Restaurants & Bars	5.6	\$ 35,093,131	4.4%	\$ 104,468,295	2.2%
Amusements	5.6	\$ 2,813,127	(18.0)%	\$ 10,461,961	(10.2)%
Commercial					
Lease	0	\$ 0	NA	\$ 0	NA
Rental of Personal					
Property	5.6	\$ 12,348,468	7.3%	\$ 36,816,018	(1.5)%
Contracting	5.6	\$ 37,112,509	(11.6)%	\$ 112,661,109	(17.9)%
Retail	5.6	\$ 172,856,693	(2.1)%	\$ 515,308,275	(1.9)%
Mining Severance	2.5	\$ 2,145,766	(4.2)%	\$ 6,733,469	16.3%
Timber Severance	0	\$ 0	NA	\$ 734	NA
Hotel/Motel	5.5	\$ 7,078,860	6.9%	\$ 21,773,614	5.4%
Membership					
Camping	0	\$ 0	NA	\$ 36	NA
Use Tax	5.6	\$ 21,579,581	(12.0)%	\$ 68,484,803	0.9%
Rental Occupancy					
Tax	0	\$ 0	NA	\$ 2,109	NA
Jet Fuel		\$ 310,968	8.7%	\$ 1,216,695	12.8%
Jet Fuel Use Tax	.0305/.0105 gal	\$ 2,851	NA	\$ (14,616)	NA
Telecomm					
Devices	----	\$ 459,260	(12.0)%	\$ 1,375,991	(12.4)%
911 Telecom.	----	\$ 1,328,069	26.2%	\$ 4,019,644	(0.7)%
911 Wireline	0.20/month per active service	\$ 0	NA	\$ 1,567	NA
911 Wireless	0.20/month per active service	\$ 31	NA	\$ 418	NA
Total		\$ 359,427,878	(2.4)%	\$ 1,072,237,022	(2.8)%

The Use/Use Inventory category shown on page six 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 Class¹

	September 2010	% Change	Fiscal Year Total	% Change
Transporting	\$ 3,164,009	(7.2)%	\$ 9,680,404	(11.5)%
Non-Metal Mining Oil/Gas	\$ 7,831,947	(14.1)%	\$ 26,192,013	(15.9)%
Utilities	\$ 1,054,620,210	NA	\$ 2,913,843,245	(2.1)%
Communications	\$ 234,824,765	3.1%	\$ 755,492,226	11.3%
Private Car/Pipelines	\$ 181,322	(16.5)%	\$ 292,340	39.6%
Publishing	\$ 7,893,787	5.9%	\$ 23,190,469	(2.3)%
Job Printing	\$ 20,392,229	8.5%	\$ 60,596,503	9.3%
Restaurants & Bars	\$ 701,862,612	4.3%	\$ 2,089,365,893	2.1%
Amusements	\$ 56,262,548	(18.0)%	\$ 209,239,218	(10.2)%
Commercial Lease	\$ 0	NA	\$ 0	NA
Rental of Personal Property	\$ 246,969,359	7.2%	\$ 736,320,368	(1.6)%
Contracting	\$ 742,250,187	(11.7)%	\$ 2,253,222,089	(18.0)%
Retail	\$ 3,457,125,581	(2.2)%	\$ 10,304,938,586	(1.9)%
Mining Severance	\$ 85,830,633	(4.3)%	\$ 269,338,761	16.3%
Timber Severance	\$ 0	NA	\$ 345	NA
Hotel/Motel	\$ 128,706,553	6.9%	\$ 395,883,885	5.4%
Membership Camping	\$ 0	NA	\$ 728	NA
Use Tax	\$ 433,797,549	(11.6)%	\$ 1,377,015,116	1.1%
Rental Occupancy Tax	\$ 0	NA	\$ 70,308	NA
Total	\$ 7,181,713,293	2.6%	\$ 21,424,682,496	(2.7)%

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 cannot 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 September 2010 is shown on Table 3, attached to this report.

County Tax Collections

The county-imposed tax collections received by the Department of Revenue during September 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.

¹These 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 September 2010. The table compares the receipts to September 2009 and also compares fiscal year (FY) totals. Figures may not add to total due to rounding.

	September 2010	September 2009	% Change
Spirituous	\$ 1,878,943	\$ 1,917,610	(2.0)%
Vinous	920,986	849,759	8.4%
Malt	2,371,734	1,631,007	45.4%
Cigarette	26,789,862	24,486,425	9.4%
Other Tobacco	1,469,653	1,314,259	11.8%
Tobacco Licenses	675	700	(3.6)%
Total	\$ 33,431,853	\$ 30,199,761	10.7%

	Fiscal Year (10/11)	Fiscal Year (09/10)	% Change
Spirituous	\$ 5,746,039	\$ 5,697,433	0.9%
Vinous	2,509,988	2,390,397	5.0%
Malt	5,431,388	5,354,539	1.4%
Cigarette*	77,845,065	78,072,778	(0.3)%
Other Tobacco	4,203,213	3,688,292	14.0%
Tobacco Licenses	1,810	2,100	(13.8)%
Total	\$ 95,737,503	\$ 95,205,539	0.5%

*Through September 2010, \$336,600 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:

	September 2010	Fiscal Year (10/11)
Spirituous	\$ 1,315,260	\$ 4,022,227
Vinous	230,246	627,496
Malt	592,933	1,357,847
Cigarette	2,822,085	6,686,116
Other Tobacco	66,134	189,273
Tobacco Licenses	650	1,735
Total	\$ 5,027,308	\$ 12,884,694

Other dedicated revenues from luxury taxes:

	September 2010	Fiscal Year (10/11)
Corrections Fund	\$ 2,346,469	\$ 6,079,735
Tobacco Tax & Health Care Fund ²	5,543,517	16,354,239
Tobacco Products Tax Fund ³	8,315,276	24,541,137
Drug Treatment & Education Fund	724,216	1,831,670
Corrections Rev. Fund	286,859	728,278
Smoke Free Arizona Fund ⁴	258,186	770,565
Early Childhood Development and Health Fund ⁵	<u>\$10,929,997</u>	<u>\$ 32,547,109</u>

Bingo Tax

	Monthly	FYTD
September 2010	\$ 28,269	\$ 111,798
September 2009	\$ 32,062	\$ 116,761
% change	(11.8)%	(4.3)%

Estate Tax

	Monthly	FYTD
September 2010	\$ 196	\$ 437,372
September 2009	\$ 0	\$ 294,106
% change	NA	48.7%

Unclaimed Property

	Monthly	FYTD
September 2010	\$ 500,481	\$ 1,678,475
September 2009	\$ (1,323,581)	\$ (57,792)
% change	NA	NA

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

² Formerly the Health Care Fund

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

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

⁵ 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 2010

City	Distribution	Population	City	Distribution	Population
<u>Apache County</u>			Scottsdale	\$ 1,904,088	234,752
Eagar	\$ 35,973	4,435	Surprise	715,923	88,265
St. Johns	31,349	3,865	Tempe	1,344,782	165,796
Springerville	16,749	2,065	Tolleson	52,706	6,498
<u>Cochise County</u>			Wickenburg	49,291	6,077
Benson	\$ 38,446	4,740	Youngtown	49,988	6,163
Bisbee	53,290	6,570	<u>Mohave County</u>		
Douglas	139,470	17,195	Bullhead City	\$ 309,924	38,210
Huachuca City	14,843	1,830	Colorado City	33,093	4,080
Sierra Vista	354,372	43,690	Kingman	209,752	25,860
Tombstone	8,706	1,073	Lake Havasu City	433,415	53,435
Willcox	31,511	3,885	<u>Navajo County</u>		
<u>Coconino County</u>			Holbrook	\$ 44,003	5,425
Flagstaff	\$ 496,275	61,185	Pinetop-Lakeside	33,783	4,165
Fredonia*	12,167	1,500	Show Low	80,178	9,885
Page	57,670	7,110	Snowflake	40,028	4,935
Tusayan	12,167	1,500	Taylor	33,255	4,100
Williams	25,509	3,145	Winslow	79,772	9,835
<u>Gila County</u>			<u>Pima County</u>		
Globe	\$ 60,792	7,495	Marana	\$ 216,768	26,725
Hayden*	12,167	1,500	Oro Valley	319,576	39,400
Miami	15,857	1,955	Sahuarita	113,474	13,990
Payson	125,154	15,430	South Tucson	45,665	5,630
Star Valley	16,271	2,006	Tucson	4,296,997	529,770
Winkelman*	12,167	1,500	<u>Pinal County</u>		
<u>Graham County</u>			Apache Junction	\$ 276,344	34,070
Pima	\$ 16,133	2,182	Casa Grande	263,366	32,470
Safford	75,920	9,360	Coolidge	66,348	8,180
Thatcher	36,905	4,550	Eloy	90,236	11,125
<u>Greenlee County</u>			Florence	166,520	20,530
Clifton	\$ 21,056	2,596	Kearny	18,242	2,249
Duncan*	12,167	1,500	Mammoth	14,292	1,762
<u>La Paz County</u>			Maricopa	129,242	15,934
Parker	\$ 21,056	3,280	Superior	26,393	3,254
Quartzsite	12,167	3,600	<u>Santa Cruz County</u>		
<u>Maricopa County</u>			Nogales	\$ 177,064	21,830
Avondale	\$ 562,551	69,356	Patagonia*	12,167	1,500
Buckeye	206,070	25,406	<u>Yavapai County</u>		
Carefree	29,881	3,684	Camp Verde	\$ 87,032	10,730
Cave Creek	38,657	4,766	Chino Valley	99,969	12,325
Chandler	1,872,398	230,845	Clarkdale	29,849	3,680
El Mirage	260,049	32,061	Cottonwood	88,086	10,860
Fountain Hills	198,656	24,492	Dewey-Humboldt	32,688	4,030
Gila Bend	16,060	1,980	Jerome*	12,167	1,500
Gilbert	1,440,070	177,544	Prescott	330,688	40,770
Glendale	1,965,870	242,369	Prescott Valley	272,328.91	33,575
Goodyear	374,837	46,213	Sedona	88,695	10,935
Guadalupe	45,057	5,555	<u>Yuma County</u>		
Litchfield Park	36,727	4,528	San Luis	\$ 185,987	22,930
Mesa	3,634,535	448,096	Somerton	79,083	9,750
Paradise Valley	112,444	13,863	Wellton	15,979	1,970
Peoria	1,120,487	138,143	Yuma	724,367	89,306
Phoenix	11,970,581	1,475,834	TOTAL		
Queen Creek	133,135	16,414	\$ 39,500,543 4,870,152		

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

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

City	Distribution	Population	City	Distribution	Population
<u>Apache County</u>			Scottsdale	\$ 1,391,335	234,752
Eagar	\$ 26,285	4,435	Surprise	523,132	88,265
St. Johns	12,239	2,065	Tempe	982,645	165,796
Springerville	22,907	3,865	Tolleson	38,513	6,498
<u>Cochise County</u>			Wickenburg	36,017	6,077
Benson	\$ 28,093	4,740	Youngtown	36,527	6,163
Bisbee	38,939	6,570	<u>Mohave County</u>		
Douglas	101,912	17,195	Bullhead City	\$ 226,464	38,210
Huachuca City	10,846	1,830	Colorado City	24,181	4,080
Sierra Vista	258,943	43,690	Kingman	153,268	25,860
Tombstone	9,542	1,610	Lake Havasu City	316,700	53,435
Willcox	23,026	3,885	<u>Navajo County</u>		
<u>Coconino County</u>			Holbrook	\$ 32,153	5,425
Flagstaff	\$ 362,633	61,185	Pinetop/Lakeside	24,685	4,165
Fredonia	6,579	1,110	Show Low	58,587	9,885
Page	42,140	7,110	Snowflake	29,249	4,935
Tusayan	3,307	558	Taylor	24,300	4,100
Williams	18,640	3,145	Winslow	58,290	9,835
<u>Gila County</u>			<u>Pima County</u>		
Globe	\$ 44,422	7,495	Marana	\$ 158,395	26,725
Hayden	5,287	892	Oro Valley	233,517	39,400
Miami	11,587	1,955	Sahuarita	82,916	13,990
Payson	91,451	15,430	South Tucson	33,368	5,630
Star Valley	11,889	2,006	Tucson	3,139,857	529,770
Winkelman	2,626	443	<u>Pinal County</u>		
<u>Graham County</u>			Apache Junction	\$ 201,927	34,070
Pima	\$ 12,932	2,182	Casa Grande	192,444	32,470
Safford	55,475	9,360	Coolidge	48,481	8,180
Thatcher	26,967	4,550	Eloy	65,936	11,125
<u>Greenlee County</u>			Florence	121,678	20,530
Clifton	\$ 15,386	2,596	Kearny	13,329	2,249
Duncan	4,813	812	Mammoth	10,443	1,762
<u>La Paz County</u>			Maricopa	94,438	15,934
Parker	\$ 19,440	3,280	Superior	19,286	3,254
Quartzsite	21,337	3,600	<u>Santa Cruz County</u>		
<u>Maricopa County</u>			Nogales	\$ 129,383	21,830
Avondale	\$ 411,061	69,356	Patagonia	5,453	920
Buckeye	150,577	25,406	<u>Yavapai County</u>		
Carefree	21,834	3,684	Camp Verde	\$ 63,595	10,730
Cave Creek	28,247	4,766	Chino Valley	73,048	12,325
Chandler	1,368,179	230,845	Clarkdale	21,811	3,680
El Mirage	190,020	32,061	Cottonwood	64,365	10,860
Fountain Hills	145,160	24,492	Dewey-Humboldt	23,885	4,030
Gila Bend	11,735	1,980	Jerome	1,956	330
Gilbert	1,052,273	177,544	Prescott	241,637	40,770
Glendale	1,436,480	242,369	Prescott Valley	198,993	33,575
Goodyear	273,897	46,213	Sedona	64,810	10,935
Guadalupe	32,924	5,555	<u>Yuma County</u>		
Litchfield Park	26,837	4,528	San Luis	\$ 135,902	22,930
Mesa	2,655,789	448,096	Somerton	57,787	9,750
Paradise Valley	82,164	13,863	Wellton	11,676	1,970
Peoria	818,750	138,143	Yuma	529,301	89,306
Phoenix	8,747,017	1,475,834	TOTAL		
Queen Creek	97,283	16,414	\$ 28,835,534	4,865,254	

**TABLE 4
County Tax Collections
September 2010**

	Road	Excise	Jail	Rental Car	Stadium	RV Surcharge	Hospital/ Health Svc	Capital Projects	Sports & Tourism Authority
Apache		\$ 132,566							
Cochise		\$ 547,520							
Coconino		\$ 1,056,923	\$ 1,056,700					\$ 263,795	
Gila	\$ 236,456	\$ 230,309							
Graham		\$ 135,827							
Greenlee		\$ 124,642							
La Paz		\$ 67,409	\$ 67,409				\$ 1		
Maricopa	\$ 23,897,917		\$ 8,755,156	\$ 344,487	\$ 62				\$ 1,165,405
Mohave		\$ 499,384							
Navajo		\$ 516,447							
Pima	\$ 5,451,562			\$ 95,192		\$ 9,796			
Pinal	\$ 787,037	\$ 754,673					\$ 156,443		
Santa Cruz		\$ 189,528	\$ 189,334						
Yavapai		\$ 994,336	\$ 497,028						
Yuma		\$ 778,494	\$ 778,495				\$ 155,184	\$ 107	