



# ARIZONA DEPARTMENT OF REVENUE

## MEMORANDUM

**DATE:** December 31, 2012

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

### **SEPTEMBER TAX FACTS**

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

	<u>September 2012</u>	<u>Fiscal Year Total</u>
<b>Individual Income Tax</b>		
Net Collections	\$ 285,049,708	\$ 756,972,322
Percent Change	0.8%	1.7%
<b>Corporate Income Tax</b>		
Net Collections	\$ 132,923,917	\$ 176,116,895
Percent Change	(11.8)%	(0.4)%
<b>Transaction Privilege, Severance &amp; Use Taxes</b>		
Net Collections	\$ 314,805,532	\$ 939,344,300
Percent Change	4.4%	4.2%
<b>Total Big Three Tax Types</b>		
Net Collections	\$ 732,779,157	\$ 1,872,433,517
Percent Change	4.2%	2.7%

# INDIVIDUAL INCOME TAX

## Individual Income Tax Receipts

	September 2012	September 2011	% Change
Gross Collections	\$ 96,007,199	\$ 88,858,967	8.0%
Withholding	248,480,418	248,015,644	0.2%
Refunds	(13,996,988)	(16,174,574)	(13.5)%
Urban Revenue Sharing	(42,798,670)	(35,368,620)	21.0%
Job Creation	(2,625,000)	(2,625,000)	0.0%
<b>Net Collections</b>	<b>\$ 285,049,708</b>	<b>\$ 282,706,417</b>	<b>0.8%</b>

  

	Fiscal Year Total (12/13)	Fiscal Year Total (11/12)	% Change
Gross Collections	\$ 128,061,245	\$ 119,410,954	7.3%
Withholding	805,644,558	788,618,805	2.2%
Refunds	(40,462,470)	(49,633,828)	(18.5)%
Urban Revenue Sharing	(128,396,011)	(106,105,860)	21.0%
Job Creation	(7,875,000)	(7,875,000)	0.0%
<b>Net Collections</b>	<b>\$ 756,972,322</b>	<b>\$ 744,415,070</b>	<b>1.7%</b>

Note: Use tax collections of \$63,702 is reflected in TPT & Use Taxes.

## Average Individual Income Tax Refund

	Average	Number
2012 CYTD	\$ 588.60	1,950,899
2011 CYTD	\$ 582.32	1,870,298
<b>% Change</b>	<b>1.08%</b>	<b>4.31%</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 September 2012 for tax year 2011 are as follows:

		Monthly	Cumulative
September 2012	140 ES Payment	\$ 83,724,224	\$ 223,973,765
September 2011	140 ES Payment	\$ 75,545,332	\$ 201,176,332
	<b>% change</b>	<b>10.8%</b>	<b>11.3%</b>
September 2012	Average Payment	\$ 1,918	\$ 1,406
September 2011	Average Payment	\$ 1,846	\$ 1,321
	<b>% change</b>	<b>3.9%</b>	<b>6.4%</b>
September 2012	Applied Refund	\$ 6,518,598	\$ 39,909,750
September 2011	Applied Refund	\$ 7,209,824	\$ 41,327,559
	<b>% change</b>	<b>(9.6)%</b>	<b>(3.4)%</b>
September 2012	Monthly Total	\$ 90,242,822	\$ 263,883,515
September 2011	Monthly Total	\$ 82,755,156	\$ 242,503,892
	<b>% change</b>	<b>9.0%</b>	<b>8.8%</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 2011 through March 2012, \$807.1 million was received for the first quarter of 2011. The latest complete quarter (15 months of information has been compiled) is the third quarter of 2011, which shows an increase of 5.35% in withholding payments over the third quarter of 2010. Growth in quarters for which information is still being gathered is as follows:

3rd Quarter 2011	5.35%	4th Quarter 2011	(2.96)%
1st Quarter 2011	9.28%	2nd Quarter 2012	4.12%
3rd Quarter 2012	(0.65)%		

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 2012.

	<b><u>September 2012</u></b>	<b><u>Calendar Year Total</u></b>
Check Off	\$ 105	\$ 5,794,635
Voluntary Donation	\$ 68	\$ 26,525
Number of Returns	15	807,178

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

Through September 2012, 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	732	\$ 68,019	\$ 92.92
Child Abuse Prevention	7,279	\$ 155,803	\$ 21.40
Domestic Violence Prevention	5,193	\$ 113,596	\$ 21.87
I Didn't Pay Enough Fund	448	\$ 14,226	\$ 31.75
National Guard Contributions	1,976	\$ 41,127	\$ 20.81
Neighbors Helping Neighbors	1,790	\$ 30,468	\$ 17.02
Special Olympics	3,300	\$ 66,366	\$ 20.11
Wildlife	7,131	\$ 149,374	\$ 20.95
Veterans Fund	4,154	\$ 93,617	\$ 22.54
Democratic Party	347	\$ 8,919	\$ 25.70
Green Party	26	\$ 533	\$ 20.50
Libertarian Party	29	\$ 640	\$ 22.07
Republican Party	157	\$ 5,494	\$ 34.99

## CORPORATE INCOME TAX

### Corporate Income Tax Receipts

	September 2012	September 2011	% Change
Gross Collections	\$ 135,770,478	\$ 122,797,191	10.6%
Refunds	(2,846,561)	(3,943,140)	(27.8)%
<b>Net Collections</b>	<b>\$ 132,923,917</b>	<b>\$ 118,854,052</b>	<b>11.8%</b>

  

	Current Fiscal Year Total	Prior Fiscal Year Total	% Change
Gross Collections	\$ 193,195,560	\$ 194,136,233	(0.5)%
Refunds	(17,078,665)	(17,268,240)	(1.1)%
<b>Net Collections</b>	<b>\$ 176,116,895</b>	<b>\$ 176,867,994</b>	<b>(0.4)%</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.

<b>September 2012</b>	\$ 122,894,447	<b>Calendar Year Total</b>	\$ 459,775,740
<b>September 2011</b>	\$ 110,773,363	<b>Calendar Year Total</b>	\$ 414,642,215
<b>% Change</b>	<b>10.9%</b>	<b>% Change</b>	<b>10.9%</b>

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
<b>September 2012</b>	755	112	148	23	18	0	1,056	14.9%
<b>September 2011</b>	656	100	129	18	16	0	919	
<b>CY 2012</b>	2,811	415	516	84	66	0	3,892	13.0%
<b>CY 2011</b>	2,516	350	447	64	66	0	3,443	

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
<b>September 2012</b>	\$ 8,886,627	\$ 7,783,946	\$ 34,283,927	\$ 15,525,300	\$ 37,893,829	\$ 104,373,629	12.3%
<b>September 2011</b>	\$ 7,665,057	\$ 7,235,944	\$ 30,675,666	\$ 12,815,136	\$ 34,582,000	\$ 92,973,803	
<b>CY 2012</b>	\$ 31,463,776	\$ 29,639,192	\$ 117,924,180	\$ 57,685,556	\$ 153,825,816	\$ 390,538,520	12.7%
<b>CY 2011</b>	\$ 27,232,446	\$ 24,822,670	\$ 104,037,550	\$ 44,331,396	\$ 146,254,139	\$ 346,678,201	

### 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 11/12 by corporate fiscal year. For example, in FY 11/12, 41.7% of the refund dollars paid were for corporate fiscal years ending in 2007 or before. The percentages are for refunds paid through the fiscal year.

<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	41.7%	3.1%	7.1%	36.6%	11.4%	0.1%
<b>Corporate Fiscal Year-End:</b>	<b>08 &amp; Prior</b>	<b>09</b>	<b>10</b>	<b>11</b>	<b>12</b>	<b>13</b>
FY 12/13	50.1%	3.1%	2.2%	42.9%	1.7 %	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>September 2012</b>	\$ 6,251,036	<b>Calendar Year Total</b>	\$ 68,454,838
<b>September 2011</b>	\$ 5,621,070	<b>Calendar Year Total</b>	\$ 62,203,802
<b>% Change</b>	(35.2)%	<b>% Change</b>	(21.6)%

### **CORPORATE INCOME TAX DOCUMENT COUNT**

The Arizona Department of Revenue received 135,425 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>
#	214	35,831	86,221	682	12,477
%	0.2%	26.4%	63.7%	0.5%	9.2%

Through September 2012, 103,407 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>
#	101	24,172	67,712	472	10,950
%	0.1%	23.4%	65.5%	0.4%	10.6%

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 September 2011, the Department of Revenue received 99,950 documents with a fiscal year-end of 2010. Compared to 2011 documents, the Department has seen a 3.5% *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 2012/13 is 15.0% of net proceeds from Fiscal Year 2010/11 income tax. Amounts returned for September 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.

	<b>September 2012</b>	<b>September 2011</b>	<b>% change</b>
Distribution Base	\$ 129,128,586	\$ 125,327,038	3.0%
Non Shared	\$ 246,370,239	\$ 238,660,128	3.2%
Use Tax	\$ 23,898,844	\$ 19,608,030	21.9%
Education Tax	\$ 46,529,948	\$ 44,821,978	3.8%
Temporary Tax	\$ 78,565,390	\$ 74,476,988	5.5%
Other Revenues	\$ 58,374,843	\$ 56,468,614	3.4%
<b>Total Collections</b>	<b>\$ 582,867,850</b>	<b>\$ 559,362,776</b>	<b>4.2%</b>

	<b>Fiscal Year Total (12/13)</b>	<b>Fiscal Year Total (11/12)</b>	<b>% change</b>
Distribution Base	\$ 387,429,111	\$ 373,283,981	3.8%
Non Shared	\$ 733,620,135	\$ 700,241,675	4.8%
Use Tax	\$ 72,099,865	\$ 72,917,938	(1.1)%
Education Tax	\$ 138,824,324	\$ 133,482,581	4.0%
Temporary Tax	\$ 234,731,415	\$ 221,688,216	5.9%
Other Revenues	\$ 178,128,982	\$ 167,520,404	6.3%
<b>Total Collections</b>	<b>\$ 1,744,833,833</b>	<b>\$ 1,669,134,795</b>	<b>4.5%</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.

	<b>September 2012</b>	<b>September 2011</b>	<b>% change</b>
Retained by State	\$ 314,805,532	\$ 301,493,454	4.4%
Returned to Counties	\$ 52,309,990	\$ 50,769,983	3.0%
Returned to Cities	\$ 32,282,147	\$ 31,331,760	3.0%
Education Tax	\$ 46,529,948	\$ 44,821,978	3.8%
Temporary Tax	\$ 78,565,390	\$ 74,476,988	5.5%
Other Revenues	\$ 58,374,843	\$ 56,468,614	3.4%
<b>Total Collections</b>	<b>\$ 582,867,850</b>	<b>\$ 559,362,776</b>	<b>4.2%</b>

	<b>Fiscal Year Total (12/13)</b>	<b>Fiscal Year Total (11/12)</b>	<b>% change</b>
Retained by State	\$ 939,344,300	\$ 901,905,258	4.2%
Returned to Counties	\$ 156,947,533	\$ 151,217,341	3.8%
Returned to Cities	\$ 96,857,278	\$ 93,320,995	3.8%
Education Tax	\$ 138,824,324	\$ 133,482,581	4.0%
Temporary Tax	\$ 234,731,415	\$ 221,688,216	5.9%
Other Revenues	\$ 178,128,982	\$ 167,520,404	6.3%
<b>Total Collections</b>	<b>\$ 1,744,833,833</b>	<b>\$ 1,669,134,795</b>	<b>4.5%</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 September 2012 is shown in the County Share column.

	<b>County Share</b>	<b>% Change</b>	<b>FYTD County Share</b>	<b>% Change</b>
Apache	\$ 340,597	(3.0)%	\$ 1,032,647	1.6%
Coconino	\$ 1,572,947	10.0%	\$ 4,736,919	9.8%
Cochise	\$ 896,567	4.1%	\$ 2,738,798	4.4%
Gila	\$ 376,879	0.8%	\$ 1,151,677	1.8%
Graham	\$ 279,905	3.7%	\$ 831,788	(2.2)%
Greenlee	\$ 333,583	(6.2)%	\$ 976,082	(17.5)%
La Paz	\$ 150,286	10.4%	\$ 476,822	16.5%
Maricopa	\$ 32,577,524	1.7%	\$ 97,793,502	3.3%
Mohave	\$ 1,480,463	22.5%	\$ 4,483,033	10.5%
Navajo	\$ 807,453	0.6%	\$ 2,482,887	1.5%
Pima	\$ 7,673,026	3.8%	\$ 22,867,902	4.4%
Pinal	\$ 2,171,043	3.0%	\$ 6,503,249	3.3%
Santa Cruz	\$ 321,401	1.7%	\$ 970,591	1.1%
Yavapai	\$ 1,947,358	6.2%	\$ 5,791,289	4.1%
Yuma	\$ 1,380,960	5.4%	\$ 4,110,346	7.5%
<b>Total</b>	<b>\$ 52,309,990</b>	<b>3.0%</b>	<b>\$ 156,947,533</b>	<b>3.8%</b>

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

	Tax Rate	September 2012	% Change	Fiscal Year Total	% Change
Transporting	6.6	\$ 264,215	4.2%	\$ 546,776	(16.7)%
Non-Metal Mining					
Oil/Gas	6.6	\$ 290,014	(4.3)%	\$ 893,554	(5.7)%
Utilities	6.6	\$ 55,063,956	2.7%	\$ 158,519,844	8.0%
Communications	6.6	\$ 14,366,142	11.2%	\$ 36,498,152	(5.1)%
Private					
Car/Pipelines	6.6	\$ 5,187	(10.4)%	\$ 132,161	NA
Publishing	6.6	\$ 346,087	(4.2)%	\$ 1,198,013	7.8%
Job Printing	6.6	\$ 949,705	(3.0)%	\$ 2,788,815	(3.1)%
Restaurants & Bars	6.6	\$ 41,564,063	14.2%	\$ 121,943,205	7.8%
Amusements	6.6	\$ 3,031,755	(14.5)%	\$ 11,658,679	(5.5)%
Commercial Lease	0	\$ (561)	NA	\$ 0	NA
Rental of Personal					
Property	6.6	\$ 12,672,290	5.9%	\$ 39,051,347	6.5%
Contracting	6.6	\$ 42,811,493	(3.0)%	\$ 128,838,448	2.9%
Retail	6.6	\$ 193,902,062	3.1%	\$ 587,178,439	5.3%
Mining Severance	2.5	\$ 2,391,273	(37.3)%	\$ 6,689,398	(46.0)%
Timber Severance	0	\$ 0	NA	\$ 0	NA
Hotel/Motel	6.5	\$ 7,617,437	5.0%	\$ 23,679,233	1.0%
Membership					
Camping	0	\$ 0	NA	\$ 0	NA
Use	6.6	\$ 23,898,844	21.9%	\$ 72,099,855	(1.1)%
	\$ .0305/.0105				
Jet Use	gal	\$ 18,531	NA	\$ 42,306	NA
Rental Occupancy	0	\$ 0	NA	\$ 0	NA
Jet Fuel	----	\$ 206,692	(7.4)%	\$ 768,518	(15.9)%
Telecomm Devices	----	\$ 387,185	(0.7)%	\$ 1,162,781	(10.0)%
911 Telecomm.	----	\$ 1,467,939	(7.0)%	\$ 4,100,042	0.4%
	\$0.20/month per				
911 Wireline	active service	\$ 82,794	NA	\$ 82,794	NA
	\$0.20/month per				
911 Wireless	active service	\$ 0	NA	\$ 0	NA
<b>Total</b>		<b>\$ 401,337,104</b>	<b>4.2%</b>	<b>\$ 1,197,872,362</b>	<b>4.1%</b>

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 Class<sup>1</sup>**

	<b>September 2012</b>	<b>% Change</b>	<b>Fiscal Year Total</b>	<b>% Change</b>
Transporting	\$ 5,284,303	3.0%	\$ 10,935,521	(17.1)%
Non-Metal Mining Oil/Gas	\$ 9,280,452	(4.3)%	\$ 28,593,720	(5.7)%
Utilities	\$ 1,101,279,122	2.7%	\$ 3,170,396,871	8.0%
Communications	\$ 287,322,846	11.2%	\$ 729,963,050	(5.1)%
Private Car/Pipelines	\$ 103,744	(10.4)%	\$ 2,643,224	N/A
Publishing	\$ 6,921,746	(4.2)%	\$ 23,960,255	7.8%
Job Printing	\$ 18,994,094	(3.0)%	\$ 55,776,309	(3.1)%
Restaurants & Bars	\$ 831,281,264	14.2%	\$ 2,438,864,104	7.8%
Amusements	\$ 60,635,096	(14.5)%	\$ 233,173,585	(5.5)%
Commercial Lease	\$ (12,463)	N/A	\$ (1)	N/A
Rental of Personal Property	\$ 253,445,797	5.9%	\$ 781,026,947	6.5%
Contracting	\$ 856,229,865	(3.0)%	\$ 2,576,768,967	2.9%
Retail	\$ 3,878,041,245	3.1%	\$ 11,743,566,554	5.3%
Mining Severance	\$ 95,650,923	(37.3)%	\$ 267,575,915	(46.0)%
Timber Severance	\$ 0	N/A	\$ 0	N/A
Hotel/Motel	\$ 138,498,861	5.0%	\$ 430,531,517	1.0%
Membership Camping	\$ 0	N/A	\$ 0	N/A
Use Tax	\$ 480,041,686	22.2%	\$ 1,447,636,902	(1.0)%
Rental Occupancy Tax	\$ 0	N/A	\$ 0	N/A
<b>Total</b>	<b>\$ 8,022,998,580</b>	<b>3.8%</b>	<b>\$ 23,941,413,440</b>	<b>3.6%</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 September 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 June 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 September 2012. The table compares the receipts to September 2011 and also compares fiscal year (FY) totals. Figures may not add to total due to rounding.

	September 2012	September 2011	% Change
Spirituous	\$ 1,460,268	\$ 1,218,375	19.9%
Vinous	\$ 792,424	\$ 715,591	10.7%
Malt	\$ 1,671,801	\$ 1,873,899	(10.8)%
Cigarette*	\$ 27,113,056	\$ 30,171,981	(10.1)%
Other Tobacco	\$ 1,400,237	\$ 1,407,413	(0.5)%
Tobacco Licenses	\$ 250	\$ 675	(63.0)%
<b>Total</b>	<b>\$ 32,438,036</b>	<b>\$ 35,387,934</b>	<b>(8.3)%</b>

	Fiscal Year (11/12)	Fiscal Year (10/11)	% Change
Spirituous	\$ 7,219,192	\$ 7,546,614	(4.3)%
Vinous	\$ 3,044,846	\$ 3,337,503	(8.8)%
Malt	\$ 5,179,217	\$ 5,270,031	(1.7)%
Cigarette*	\$ 76,342,660	\$ 79,439,164	(3.9)%
Other Tobacco	\$ 4,637,359	\$ 4,734,468	(2.1)%
Tobacco Licenses	\$ 1,250	\$ 1,600	(21.9)%
<b>Total</b>	<b>\$ 96,424,524</b>	<b>\$ 100,329,380</b>	<b>(3.9)%</b>

\*Through September 2012, \$335,600 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 2012	Fiscal Year (11/12)
Spirituous	\$ 1,022,188	\$ 5,053,434
Vinous	\$ 198,105	\$ 761,210
Malt	\$ 417,950	\$ 1,294,804
Cigarette	\$ 2,007,086	\$ 6,159,147
Other Tobacco	\$ 63,011	\$ 208,681
Tobacco Licenses	\$ 250	\$ 1,250
<b>Total</b>	<b>\$ 3,708,590</b>	<b>\$ 13,478,526</b>

**Other dedicated revenues from luxury taxes:**

	<b>September 2012</b>	<b>Fiscal Year (11/12)</b>
Corrections Fund	\$ 1,853,394	\$ 6,522,371
Tobacco Tax & Health Care Fund <sup>2</sup>	\$ 5,849,985	\$ 16,269,520
Tobacco Products Tax Fund <sup>3</sup>	\$ 8,774,978	\$ 24,404,281
Drug Treatment & Education Fund	\$ 545,779	\$ 1,985,675
Corrections Rev. Fund	\$ 216,304	\$ 792,260
Smoke Free Arizona Fund <sup>4</sup>	\$ 266,217	\$ 757,818.90
Early Childhood Development and Health Fund <sup>5</sup>	\$11,222,789	\$ 32,214,073

**Bingo Tax**

	<b>Monthly</b>	<b>FYTD</b>
September 2012	\$ 24,742	\$ 108,670
September 2011	\$ 28,719	\$ 112,079
<b>% change</b>	<b>(13.8)%</b>	<b>(3.0)%</b>

**Estate Tax**

	<b>Monthly</b>	<b>FYTD</b>
September 2012	\$ 0	\$ 0
September 2011	\$ 0	\$ 200,652
<b>% change</b>	<b>NA</b>	<b>NA</b>

**Unclaimed Property**

	<b>Monthly</b>	<b>FYTD</b>
September 2012	\$ 4,673,133	\$ 19,346,609
September 2011	\$ 787,786	\$ 964,131
<b>% change</b>	<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 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	\$ 1,850,451	217,385
Eagar	\$ 41,583	4,885	Surprise	1,000,342	117,517
St. Johns	29,623	3,480	Tempe	1,376,604	161,719
Springerville	16,693	1,961	Tolleson	55,713	6,545
<b><u>Cochise County</u></b>			Wickenburg	54,164	6,363
Benson	\$ 43,455	5,105	Youngtown	52,402	6,156
Bisbee	47,456	5,575	<b><u>Mohave County</u></b>		
Douglas	147,927	17,378	Bullhead City	\$ 336,577	39,540
Huachuca City	15,773	1,853	Colorado City	41,038	4,821
Sierra Vista	373,589	43,888	Kingman	238,924	28,068
Tombstone	12,768	1,500	Lake Havasu City	447,127	52,527
Willcox	31,981	3,757	<b><u>Navajo County</u></b>		
<b><u>Coconino County</u></b>			Holbrook	\$ 43,013	5,053
Flagstaff	\$ 560,707	65,870	Pinetop-Lakeside	36,450	4,282
Fredonia*	12,768	1,500	Show Low	90,741	10,660
Page	61,689	7,247	Snowflake	47,584	5,590
Tusayan*	12,768	1,500	Taylor	35,003	4,112
Williams	25,733	3,023	Winslow	82,186	9,655
<b><u>Gila County</u></b>			<b><u>Pima County</u></b>		
Globe	\$ 64,115	7,532	Marana	\$ 297,599	34,961
Hayden*	12,768	1,500	Oro Valley	349,099	41,011
Miami	10,425	1,500	Sahuarita	215,013	25,259
Payson	130,247	15,301	South Tucson	48,112	5,652
Star Valley	19,663	2,310	Tucson	4,427,394	520,116
Winkelman*	12,768	1,500	<b><u>Pinal County</u></b>		
<b><u>Graham County</u></b>			Apache Junction	\$ 305,082	35,840
Pima	\$ 20,319	2,387	Casa Grande	413,452	48,571
Safford	81,429	9,566	Coolidge	100,658	11,825
Thatcher	41,412	4,865	Eloy	141,568	16,631
<b><u>Greenlee County</u></b>			Florence	217,371	25,536
Clifton	\$ 28,184	3,311	Kearny	16,599	1,950
Duncan*	12,768	1,500	Mammoth	12,768	1,500
<b><u>La Paz County</u></b>			Maricopa	370,133	43,482
Parker	\$ 26,243	3,083	Superior	24,149	2,837
Quartzsite	31,300	3,677	<b><u>Santa Cruz County</u></b>		
<b><u>Maricopa County</u></b>			Nogales	\$ 177,371	20,837
Avondale	\$ 648,962	76,238	Patagonia*	12,768	1,500
Buckeye	433,073	50,876	<b><u>Yavapai County</u></b>		
Carefree	28,627	3,363	Camp Verde	\$ 92,554	10,873
Cave Creek	42,689	5,015	Chino Valley	92,078	10,817
Chandler	2,009,955	236,123	Clarkdale	34,875	4,097
El Mirage	270,666	31,797	Cottonwood	95,891	11,265
Fountain Hills	191,434	22,489	Dewey-Humboldt	33,147	3,894
Gila Bend	16,361	1,922	Jerome*	12,768	1,500
Gilbert	1,774,419	208,453	Prescott	339,156	39,843
Glendale	1,929,922	226,721	Prescott Valley	330,465	38,822
Goodyear	555,642	65,275	Sedona	85,387	10,031
Guadalupe	47,014	5,523	<b><u>Yuma County</u></b>		
Litchfield Park	46,613	5,476	San Luis	\$ 217,107	25,505
Mesa	3,737,258	439,041	Somerton	121,616	14,287
Paradise Valley	109,128	12,820	Wellton	24,533	2,882
Peoria	1,311,451	154,065	Yuma	792,191	93,064
Phoenix	12,305,684	1,445,632	<b>TOTAL</b>	<b>\$ 42,798,670</b>	<b>5,027,850</b>
Queen Creek	224,393	26,361			

\*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 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	\$ 1,397,185	217,385
Eagar	\$ 31,397	4,885	Surprise	755,310	117,517
St. Johns	22,367	3,480	Tempe	1,039,407	161,719
Springerville	12,604	1,961	Tolleson	42,066	6,545
<b><u>Cochise County</u></b>			Wickenburg	40,897	6,363
Benson	\$ 32,811	5,105	Youngtown	39,566	6,156
Bisbee	35,832	5,575	<b><u>Mohave County</u></b>		
Douglas	111,693	17,378	Bullhead City	\$ 254,133	39,540
Huachuca City	11,910	1,853	Colorado City	30,986	4,821
Sierra Vista	282,079	43,888	Kingman	180,400	28,068
Tombstone	8,870	1,380	Lake Havasu City	337,604	52,527
Willcox	24,147	3,757	<b><u>Navajo County</u></b>		
<b><u>Coconino County</u></b>			Holbrook	\$ 32,477	5,053
Flagstaff	\$ 423,362	65,870	Pinetop/Lakeside	27,521	4,282
Fredonia	8,445	1,314	Show Low	68,514	10,660
Page	46,578	7,247	Snowflake	35,928	5,590
Tusayan	3,586	558	Taylor	26,429	4,112
Williams	19,430	3,023	Winslow	62,055	9,655
<b><u>Gila County</u></b>			<b><u>Pima County</u></b>		
Globe	\$ 48,410	7,532	Marana	\$ 224,703	34,961
Hayden	4,255	662	Oro Valley	263,588	41,011
Miami	11,807	1,837	Sahuarita	162,346	25,259
Payson	98,343	15,301	South Tucson	36,327	5,652
Star Valley	14,847	2,310	Tucson	3,342,910	520,116
Winkelman	2,269	353	<b><u>Pinal County</u></b>		
<b><u>Graham County</u></b>			Apache Junction	\$ 230,352	35,840
Pima	\$ 15,342	2,387	Casa Grande	312,177	48,571
Safford	61,483	9,566	Coolidge	76,002	11,825
Thatcher	31,269	4,865	Eloy	106,891	16,631
<b><u>Greenlee County</u></b>			Florence	164,126	25,536
Clifton	\$ 21,281	3,311	Kearny	12,533	1,950
Duncan	4,473	696	Mammoth	9,165	1,426
<b><u>La Paz County</u></b>			Maricopa	279,469	43,482
Parker	\$ 19,815	3,083	Superior	18,234	2,837
Quartzsite	23,633	3,677	<b><u>Santa Cruz County</u></b>		
<b><u>Maricopa County</u></b>			Nogales	\$ 133,924	20,837
Avondale	\$ 490,000	76,238	Patagonia	5,868	913
Buckeye	326,992	50,876	<b><u>Yavapai County</u></b>		
Carefree	21,615	3,363	Camp Verde	\$ 69,883	10,873
Cave Creek	32,233	5,015	Chino Valley	69,523	10,817
Chandler	1,517,619	236,123	Clarkdale	26,332	4,097
El Mirage	204,367	31,797	Cottonwood	72,403	11,265
Fountain Hills	144,542	22,489	Dewey-Humboldt	25,028	3,894
Gila Bend	12,353	1,922	Jerome	2,854	444
Gilbert	1,339,777	208,453	Prescott	256,080	39,843
Glendale	1,457,190	226,721	Prescott Valley	249,518	38,822
Goodyear	419,538	65,275	Sedona	64,472	10,031
Guadalupe	35,498	5,523	<b><u>Yuma County</u></b>		
Litchfield Park	35,196	5,476	San Luis	\$ 163,927	25,505
Mesa	2,821,822	439,041	Somerton	91,826	14,287
Paradise Valley	82,397	12,820	Wellton	18,523	2,882
Peoria	990,213	154,065	Yuma	598,145	93,064
Phoenix	9,291,423	1,445,632	<b>TOTAL</b>		
Queen Creek	169,428	26,361	<b>\$ 32,282,147</b>	<b>5,022,708</b>	

**TABLE 4**  
**County Tax Collections**  
**September 2012**

	Capital Projects	Excise	Hospital/ Health Svc	Jail	Judgment	Rental Car	Road	RV Surcharge	Sports & Tourism Authority	Stadium
Apache		\$ 84,322								
Cochise		\$ 565,210								
Coconino	\$ 280,426	\$ 1,122,924		\$ 1,122,524						
Gila		\$ 244,454					\$ 254,193			
Graham		\$ 157,572								
Greenlee		\$ 152,329								
La Paz		\$ 74,595		\$ 74,595	\$ 73,748					
Maricopa				\$ 9,861,867		\$ 364,149	\$ 27,053,065		\$ 1,391,121	
Mohave		\$ 495,266								
Navajo		\$ 533,017								
Pima						\$ 109,075	\$ 5,831,941	\$ 7,519		
Pinal		\$ 994,316	\$ 198,478				\$ 1,034,155			
Santa Cruz		\$ 193,022		\$ 192,934						
Yavapai		\$ 1,130,319		\$ 565,159						
Yuma	\$ 1,708	\$ 917,189	\$ 182,848	\$ 917,190						