

WHY SHOULD I COME FORWARD?

- To comply with Arizona tax laws
- To be eligible to qualify for loans/mortgages
- To provide proof of Arizona residency
- To take advantage of decreased penalties and interest
- To support government funded activities (education, health care, parks and recreation, etc.)
- The likelihood of getting caught and risk of higher penalties are increasing dramatically

WHO IS ELIGIBLE?

- Those who failed to file a tax return
- Taxpayers who failed to report all income or all tax, interest and penalties that were due
- Taxpayers who claimed incorrect credits or deductions
- Taxpayers who misrepresented or omitted any tax due
- Non-residents or part-year residents who received income that may be taxable in Arizona
- Out-of-state and multi-state businesses
- Taxpayers who are under audit

WHAT ARE EXAMPLES OF UNDERREPORTED TAX OR INCOME?

- Part-time employment
- In-home daycare
- Government and out-of-state pensions
- Cash transactions
- Contracting activities such as construction, landscaping, plumbing, and others
- Use tax
- Purchases by non-profit organizations
- Allocation and apportionment of income by corporations

Visit www.azdor.gov/TaxRecovery.aspx for further examples.

WHAT IF I AM IN BANKRUPTCY?

If you are in an active bankruptcy, you will need the permission of the Court/Trustee to utilize the tax recovery program.

WHAT IF I AM UNDER AUDIT?

You are “**under audit**” if you:

- Have been contacted by the department to conduct an audit
- Have received an assessment from the department
- Have a protested/appealed assessment pending

You are eligible to apply for the tax recovery program for years that are “under audit” as well as years outside of the audit period. To receive tax recovery program benefits, you will be required to waive all rights of appeal that have not expired. **The filing of the application does not toll (stops the running of) any applicable statute of limitations.**

You are not eligible to participate if you have used all appeal rights with a final decision being made.

Please contact your auditor or appeals personnel to determine the steps you must take to apply for the tax recovery program.

WHAT TAXES ARE INCLUDED?

- Income tax (individual, corporate and fiduciary)
- Withholding tax
- Luxury tax (liquor and tobacco)
- Transaction privilege (sales) tax and use tax (state & county only)

For more information, visit www.azdor.gov/TaxRecovery.aspx

WHAT TAX PERIODS ARE INCLUDED?

For taxes filed on an annual basis, such as income tax, the tax recovery program is available for years beginning on or after January 1, 2004 and ending before January 1, 2010.

Taxpayers who file taxes, such as transaction privilege or withholding, on a monthly or quarterly basis are eligible for tax periods beginning on or after January 1, 2005 and ending before January 1, 2010.

HOW DO I COMPUTE INTEREST ON TAX RECOVERY PERIODS?

Visit www.azdor.gov/TaxRecovery.aspx to view rate sheets and use the interest calculator. You may also call the telephone number listed on the back of this brochure.

WHAT ABOUT PENALTIES?

If conditions of tax recovery are met, civil penalties will be waived.

WHEN DO I HAVE TO PAY?

You must pay the total due for all tax recovery periods by October 1, 2011. Failure to pay the amount due by the deadline will result in lost tax recovery program benefits and subject you to full penalty and interest.

WHEN CAN I APPLY?

Applications will be accepted from September 1, 2011 through October 1, 2011

HOW DO I APPLY?

You must complete the Arizona Tax Recovery Application found either at www.azdor.gov/TaxRecovery.aspx or at the Arizona Department of Revenue offices. You may call the telephone number listed on the back of this brochure to have the application mailed to you.

HOW WILL I KNOW IF THE DEPARTMENT RECEIVED MY TAX RECOVERY REQUEST?

Full payment by October 1, 2011 is required for application approval. The department will make every effort to contact you to obtain any missing or incomplete information to ensure application acceptance. Once full payment is received and all conditions have been satisfied, the department will notify you of application status by mail.

Other provisions may apply to you or your business.

For Complete Information Visit

www.azdor.gov/TaxRecovery.aspx

WHAT IS THE ARIZONA TAX RECOVERY PROGRAM?

Arizona Tax Recovery is a program giving taxpayers a final chance to file or amend their Arizona taxes with reduced interest and no civil penalties.

The Arizona Department of Revenue is offering a tax recovery program that gives taxpayers the opportunity to comply with the tax laws of Arizona.

You may apply for tax recovery from September 1, 2011 through October 1, 2011.

Visit www.azdor.gov/TaxRecovery.aspx to download forms and read the latest on the program.



MAIL YOUR COMPLETED APPLICATION TO:

Arizona Department of Revenue
PO Box 29019
Phoenix AZ 85038-9019

IF YOU NEED ASSISTANCE:

Phoenix 1-877-542-2281

HEARING IMPAIRED – TDD USER:

Phoenix 602-542-4021
Toll free from area codes 520 & 928
..... 1-800-397-0256

Call Center hours 8 am – 5 pm
Monday through Friday

DEPARTMENT OF REVENUE LOCATIONS:

Phoenix Office

1600 W Monroe
Phoenix AZ 85007

East Valley Office

275 E Germann Rd., Building 2, Suite 180
Gilbert AZ 85297

Tucson Office

400 W Congress
Tucson AZ 85701

Website www.azdor.gov/TaxRecovery.aspx

Email TaxRecovery@azdor.gov

This publication is available in an alternative format upon request.

TIME IS



RUNNING OUT...

Arizona Tax Recovery Program

www.azdor.gov/TaxRecovery.aspx

September 1, 2011
through
October 1, 2011