



# ARIZONA DEPARTMENT OF REVENUE

## MEMORANDUM

**DATE:** April 9, 2010

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

### ***DECEMBER 2009 TAX FACTS***

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

	<u>December 2009</u>	<u>Fiscal Year Total</u>
<b>Individual Income Tax</b>		
Net Collections	\$265,383,186	\$1,138,510,776
Percent Change	(5.4)%	(11.8)%
<b>Corporate Income Tax</b>		
Net Collections	\$62,629,620	\$111,832,159
Percent Change	(43.8)%	(63.3)%
<b>Transaction Privilege, Severance &amp; Use Taxes</b>		
Net Collections	\$272,663,118	\$1,692,628,812
Percent Change	(10.0)%	(15.4)%
<b>Total Big Three Tax Types</b>		
Net Collections	\$600,675,924	\$2,942,971,747
Percent Change	(13.5)%	(18.1)%

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

	December 2009	December 2008	% Change
Gross Collections	\$ 46,197,669	\$ 62,643,686	(26.3)%
Withholding	276,395,541	299,464,364	(7.7)%
Refunds	(4,822,972)	(20,844,322)	(76.9)%
Urban Revenue Sharing	(52,387,052)	(60,639,783)	(13.6)%
<b>Net Collections</b>	<b>\$ 265,383,186</b>	<b>\$ 280,623,945</b>	<b>(5.4)%</b>

  

	Fiscal Year Total (FY09/10)	Fiscal Year Total (FY09/10)	% Change
Gross Collections	\$ 198,769,037	\$ 287,964,923	(31.0)%
Withholding	1,499,103,886	1,599,440,810	(6.3)%
Refunds	(245,039,832)	(232,751,798)	5.3%
Urban Revenue Sharing	(314,322,315)	(363,838,700)	(13.6)%
<b>Net Collections</b>	<b>\$ 1,138,510,776</b>	<b>\$ 1,290,815,235</b>	<b>(11.8)%</b>

### Average Individual Income Tax Refund

	Average	Number
2009 CYTD	\$ 809	1,737,022
2008 CYTD	\$ 743	1,848,744
<b>% Change</b>	<b>8.85%</b>	<b>(6.04)%</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 December 2009 for tax year 2009 are as follows:

		Monthly	Cumulative
December 2009	140 ES Payment	\$ 48,874,371	\$ 233,871,789
December 2008	140 ES Payment	\$ 52,565,381	\$ 377,036,106
	<b>% change</b>	<b>(7.0)%</b>	<b>(38.0)%</b>
December 2009	Average Payment	\$ 3,617	\$ 1,241
December 2008	Average Payment	\$ 2,915	\$ 1,673
	<b>% change</b>	<b>24.1%</b>	<b>(25.9)%</b>
December 2009	Applied Refund	\$ 5,520,458	\$ 124,113,795
December 2008	Applied Refund	\$ 11,840,175	\$ 133,473,770
	<b>% change</b>	<b>(53.4)%</b>	<b>(7.0)%</b>
December 2009	Monthly Total	\$54,394,829	\$357,985,584
December 2008	Monthly Total	\$ 64,405,556	\$ 510,509,875
	<b>% change</b>	<b>(15.5)%</b>	<b>(29.9)%</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 a decrease 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	(2.38)%	1st Quarter 2009	(10.16)%
2nd Quarter 2009	(9.84)%	3rd Quarter 2009	(5.96)%
4th Quarter 2009	(5.24)%		

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>December 2009</b>	<b>Calendar Year Total</b>
Check Off	\$ 13,940	\$ 6,118,755
Voluntary Donation	\$ 44	\$ 58,087
Number of Returns	1,965	850,530

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

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

	<b>Number</b>	<b>Amount</b>	<b>Average</b>
AID to Education	931	\$ 79,537	\$85.43
Child Abuse	10,201	\$234,959	\$23.02
Domestic Violence	7,727	\$178,778	\$23.14
National Guard Contributions	3,643	\$ 86,921	\$23.86
Neighbors Helping Neighbors	3,044	\$ 57,637	\$18.93
Special Olympics	4,846	\$102,611	\$21.17
Wildlife	9,970	\$225,782	\$22.65
Veterans Fund	5,948	\$239,760	\$40.31
Democratic Party	562	\$ 17,060	\$30.35
Green Party	46	\$ 684	\$14.87
Libertarian Party	49	\$ 1,870	\$38.16
Republican Party	295	\$ 11,138	\$37.76

## CORPORATE INCOME TAX

### Corporate Income Tax Receipts

	December 2009	December 2008	% Change
Gross Collections	\$ 98,450,482	\$ 142,148,266	(30.7)%
Refunds	(35,820,862)	(30,686,844)	16.7%
<b>Net Collections</b>	<b>\$ 62,629,620</b>	<b>\$ 111,461,422</b>	<b>(43.8)%</b>
	Current Fiscal Year Total	Prior Fiscal Year Total	% Change
Gross Collections	\$ 298,864,943	\$ 400,815,398	(25.4)%
Refunds	(187,032,784)	(96,151,774)	94.5%
<b>Net Collections</b>	<b>\$ 111,832,159</b>	<b>\$ 304,663,624</b>	<b>(63.3)%</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.

December 2009	\$ 85,976,303	Calendar Year Total	\$ 448,845,827
December 2008	\$ 119,931,005	Calendar Year Total	\$ 644,944,713
% Change	(28.3)%	% Change	(30.4)%

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
December 2009	476	75	82	17	10	0	660	(10.0)%
December 2008	545	69	81	20	18	0	733	
<b>CY 2009</b>	2,684	346	460	83	55	1	3,629	(21.1)%
<b>CY 2008</b>	3,343	479	579	109	87	3	4,600	

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
December 2009	\$ 5,217,362	\$ 5,152,217	\$ 18,542,353	\$ 12,879,000	\$ 20,633,390	\$ 62,424,322	(35.7)%
December 2008	\$ 6,815,108	\$ 5,001,978	\$ 18,547,691	\$ 15,086,254	\$ 51,612,774	\$ 97,603,805	
<b>CY 2009</b>	\$ 28,465,789	\$ 24,415,787	\$ 103,886,152	\$ 60,319,448	\$ 129,598,790	\$ 346,685,966	(35.6)%
<b>CY 2008</b>	\$ 39,732,698	\$ 33,289,387	\$ 130,668,214	\$ 77,963,909	\$ 256,401,457	\$ 538,055,665	

### 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	11.6%	2.1%	5.0	78.1%	3.2%	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>December 2009</b>	\$ 24,972,744	Calendar Year Total	\$
			214,980,029
<b>December 2008</b>	\$ 93,510,009	Calendar Year Total	\$
			262,736,077
<b>% Change</b>	(73.2)%	<b>% Change</b>	(18.2)%

**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 December 2009, 133,808 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>
#	216	36,016	84,601	611	12,364
%	0.1%	26.8%	63.4%	0.3%	9.4%

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 December 2008, the Department of Revenue received 133,696 documents with a fiscal year-end of 2007. Compared to 2008 documents, the Department has seen a 0.1% 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 October 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.

	December 2009	December 2008	% change
Distribution Base	\$ 118,211,506	\$ 124,815,517	(5.3)%
Non Shared	214,842,401	238,826,940	(10.0)%
Use Tax	17,049,569	20,945,415	(18.6)%
Education Tax	40,354,917	44,836,207	(10.0)%
Other Revenues	53,105,966	57,700,809	(8.0)%
<b>Total Collections</b>	<b>\$ 443,564,359</b>	<b>\$ 487,124,889</b>	<b>(8.9)%</b>
	<b>Fiscal Year</b>	<b>Fiscal Year</b>	
	<b>Total (09/10)</b>	<b>Total (08/09)</b>	<b>% change</b>
Distribution Base	\$ 697,136,635	\$ 795,502,936	(12.4)%
Non Shared	1,324,138,421	1,560,549,254	(15.1)%
Use Tax	128,047,966	166,398,203	(23.0)%
Education Tax	249,761,906	293,298,505	(14.8)%
Other Revenues	319,695,369	367,630,037	(13.0)%
<b>Total Collections</b>	<b>\$ 2,718,780,297</b>	<b>\$ 3,183,378,935</b>	<b>(14.6)%</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.

	December 2009	December 2008	% change
Retained by State	\$ 272,633,118	\$ 302,821,227	(10.0)%
Returned to Counties	47,887,481	50,562,766	(5.3)%
Returned to Cities	29,552,876	31,203,879	(5.3)%
Education Tax	40,354,917	44,836,207	(10.0)%
Other Revenues	53,105,966	57,700,809	(8.0)%
<b>Total Collections</b>	<b>\$ 443,564,359</b>	<b>\$ 487,124,889</b>	<b>(8.9)%</b>
	<b>Fiscal Year</b>	<b>Fiscal Year</b>	
	<b>Total (09/10)</b>	<b>Total (08/09)</b>	<b>% change</b>
Retained by State	\$ 1,692,628,812	\$ 2,001,316,420	(15.4)%
Returned to Counties	282,410,051	322,258,239	(12.3)%
Returned to Cities	174,284,159	198,875,734	(12.3)%
Education Tax	249,761,906	293,298,505	(14.8)%
Other Revenues	319,695,369	367,630,037	(13.1)%
<b>Total Collections</b>	<b>\$ 2,718,780,297</b>	<b>\$ 3,183,378,935</b>	<b>(14.5)%</b>

## Transaction Privilege and Severance Tax Collections by Class

	Tax Rate	December 2009	% Change	Fiscal Year Total	% Change
Transporting	5.6	\$ 156,483	17.9%	\$ 1,082,929	1.4%
Non-Metal Mining					
Oil/Gas	3.125	\$ 273,962	(34.6)%	\$ 1,840,479	(45.8)%
Utilities	5.6	\$ 31,617,373	1.6%	\$ 269,798,928	1.0%
Communications	5.6	\$ 11,097,272	(14.6)%	\$ 68,425,334	(11.0)%
Private Car/Pipelines	5.6	\$ 3,302	(94.5)%	\$ 27,482	(83.1)%
Publishing	5.6	\$ 433,271	9.6%	\$ 2,483,820	2.3%
Job Printing	5.6	\$ 977,503	(20.8)%	\$ 5,697,855	(32.1)%
Restaurants & Bars	5.6	\$ 36,037,488	(3.7)%	\$ 208,773,274	(4.4)%
Amusements	5.6	\$ 4,474,882	4.1%	\$ 22,584,119	(5.8)%
Commercial Lease	0	\$ 0	N/A	\$ 6,973	N/A
Rental of Personal Property	5.6	\$ 13,766,619	(1.9)%	\$ 76,643,238	(16.7)%
Contracting	5.6	\$ 39,913,922	(36.3)%	\$ 258,231,361	(40.3)%
Retail	5.6	\$ 182,793,802	(3.1)%	\$ 1,046,662,873	(9.7)%
Mining Severance	2.5	\$ 2,613,435	N/A	\$ 12,985,817	(11.0)%
Timber Severance	0	\$ 0	N/A	\$ 0	N/A
Hotel/Motel	5.5	\$ 9,454,820	(1.0)%	\$ 48,040,562	(10.9)%
Membership Camping	0	\$ 7	N/A	\$ 66	N/A
Use Tax	5.6	\$ 16,742,694	(20.1)%	\$ 127,761,444	(23.2)%
Rental Occupancy Tax	0	\$ 1,322	N/A	\$ 3,475	N/A
Jet Fuel		\$ 248,434	(20.1)%	\$ 2,097,481	51.5%
Jet Fuel Use Tax	.0305/.0105 gal	\$ 23,494	N/A	\$ 168,221	75.1%
Telecomm Devices	----	\$ 618,433	29.2%	\$ 2,149,581	(29.5)%
911 Telecom.	----	\$ 1,468,428	(1.4)%	\$ 5,920,961	(32.2)%
911 Wireline	0.20/month per active service	\$ 23,145	N/A	\$ 63,787	N/A
911 Wireless	0.20/month per active service	\$ 18,818	N/A	\$ (60,730)	N/A
<b>Total</b>		<b>\$ 352,758,910</b>	<b>-23.4%</b>	<b>\$ 2,161,389,325</b>	<b>-14.7%</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>

	<b>December 2009</b>	<b>% Change</b>	<b>Fiscal Year Total</b>	<b>% Change</b>
Transporting	\$3,130,281	17.7%	\$21,670,169	1.3%
Non-Metal Mining Oil/Gas	\$8,768,888	(34.6)%	\$58,922,570	(45.8)%
Utilities	\$632,443,781	1.5%	\$5,397,229,612	1.0%
Communications	\$221,974,294	(14.7)%	\$1,368,881,504	(11.0)%
Private Car/Pipelines	\$66,205	N/A	\$551,680	N/A
Publishing	\$8,666,630	9.4%	\$49,692,080	2.2%
Job Printing	\$19,553,160	(20.8)%	\$113,997,430	(32.1)%
Restaurants & Bars	\$720,816,867	(3.7)%	\$4,176,337,104	(4.5)%
Amusements	\$89,504,170	4.0%	\$451,767,102	(5.9)%
Commercial Lease	\$0	N/A	\$139,466	N/A
Rental of Personal Property	\$275,363,207	(1.9)%	\$1,533,265,159	(16.7)%
Contracting	\$798,690,481	(36.3)%	\$5,167,663,430	(40.4)%
Retail	\$3,656,307,971	(3.1)%	\$20,938,867,459	(9.8)%
Mining Severance	\$104,553,606	N/A	\$519,642,913	(11.1)%
Timber Severance	\$0	N/A	\$0	N/A
Hotel/Motel	\$155,039,345	(10.7)%	\$827,633,579	(15.6)%
Membership Camping	\$159	N/A	\$1,465	N/A
Use Tax	\$343,223,388	(18.8)%	\$2,573,470,512	(23.0)%
Rental Occupancy Tax	\$0	N/A	\$(2,954)	N/A
<b>Total</b>	<b>\$7,038,102,434</b>	<b>(8.5)%</b>	<b>\$43,199,730,280</b>	<b>(14.8)%</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 December 2009 is shown in the County Share column.

	<b>County Share</b>	<b>% of Total</b>	<b>FYTD County Share</b>	<b>% Change</b>
Apache	\$ 340,615	(3.0)%	\$ 2,028,488	(12.6)%
Coconino	\$ 1,025,369	(10.2)%	\$ 7,430,177	(9.8)%
Cochise	\$ 891,653	(2.4)%	\$ 5,181,813	(9.5)%
Gila	\$ 335,676	(8.5)%	\$ 2,132,171	(15.0)%
Graham	\$ 279,518	16.4%	\$ 1,597,250	(6.0)%
Greenlee	\$ 281,324	5.9%	\$ 1,588,571	(14.5)%
La Paz	\$ 137,106	2.3%	\$ 776,511	(8.2)%
Maricopa	\$ 30,470,766	(5.8)%	\$ 178,617,440	(12.8)%
Mohave	\$ 1,386,292	(9.9)%	\$ 8,610,471	(12.0)%
Navajo	\$ 727,659	(5.4)%	\$ 4,519,048	(12.2)%
Pima	\$ 7,039,936	(3.4)%	\$ 41,045,500	(11.3)%
Pinal	\$ 1,593,941	(1.8)%	\$ 9,316,211	(13.5)%
Santa Cruz	\$ 317,955	(7.8)%	\$ 1,788,898	(15.4)%
Yavapai	\$ 1,720,796	(2.5)%	\$ 10,263,218	(11.4)%
Yuma	\$ 1,338,876	(8.3)%	\$ 7,514,283	(12.5)%
<b>Total</b>	<b>\$ 47,887,481</b>	<b>(5.2)%</b>	<b>\$ 282,410,051</b>	<b>(12.4)%</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 December 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 December 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 December 2009. The table compares the receipts to December 2008 and also compares fiscal year (FY) totals. Figures may not add to total due to rounding.

	December 2009	December 2008	% Change
Spirituous	\$ 3,620,799	\$ 2,376,130	52.4%
Vinous	1,844,126	1,484,425	24.2%
Malt	1,079,844	1,696,613	(36.4)%
Cigarette	25,466,538	30,898,227	(17.6)%
Other Tobacco	1,454,022	1,139,385	27.6%
Tobacco Licenses	600	450	33.3%
<b>Total</b>	<b>\$ 33,465,929</b>	<b>\$ 37,595,230</b>	<b>(10.9)%</b>

  

	Fiscal Year (09/10)	Fiscal Year (08/09)	% Change
Spirituous	\$ 13,845,401	\$ 13,839,790	0%
Vinous	6,381,210	6,396,792	(0.2)%
Malt	10,523,528	11,301,039	(6.9)%
Cigarette*	157,248,270	186,858,475	(15.8)%
Other Tobacco	8,089,850	7,691,654	5.2%
Tobacco Licenses	3,750	3,075	21.9%
<b>Total</b>	<b>\$ 196,092,009</b>	<b>\$ 226,090,826</b>	<b>(13.2)%</b>

\*Through December 2009, \$662,800 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:

	December 2009	Fiscal Year (09/10)
Spirituous	\$ 2,534,559	\$ 9,691,780
Vinous	461,031	1,595,299
Malt	269,961	2,630,881
Cigarette	1,805,531	12,641,313
Other Tobacco	65,420	364,219
Tobacco Licenses	600	3,750
<b>Total</b>	<b>\$ 5,137,102</b>	<b>\$ 26,927,242</b>

**Other dedicated revenues from luxury taxes:**

	<b>December 2009</b>	<b>Fiscal Year (09/10)</b>
Corrections Fund	\$ 2,507,592	\$ 13,155,538
Tobacco Tax & Health Care Fund <sup>2</sup>	\$ 5,453,993	\$ 33,322,603
Tobacco Products Tax Fund <sup>3</sup>	\$ 8,170,990	\$ 49,382,868
Drug Treatment & Education Fund	\$ 779,771	\$ 4,012,031
Corrections Rev. Fund	\$ 313,302	\$ 1,598,694
Smoke Free Arizona Fund <sup>4</sup>	\$ 256,028	\$ 1,569,868
Early Childhood Development and Health Fund <sup>5</sup>	\$ 10,837,151	\$ 66,113,162

**Bingo Tax**

	<b>Monthly</b>	<b>FYTD</b>
December 2009	\$ 36,699	\$ 246,637
December 2008	\$ 38,172	\$ 177,689
% change	<b>(3.9)%</b>	<b>38.8%</b>

**Estate Tax**

	<b>Monthly</b>	<b>FYTD</b>
December 2009	\$ 0	\$ 333,384
December 2008	\$ 0	\$ 104,313
% change	<b>N/A</b>	<b>N/A</b>

**Unclaimed Property**

	<b>Monthly</b>	<b>FYTD</b>
December 2009	\$ (9,262,019)	\$ (35,547,748)
December 2008	\$ 521,081	\$ 45,777,193
% change	<b>N/A</b>	<b>N/A</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**  
**December 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	\$ 949,671	88,265
Eagar	\$ 47,718	4,435	Tempe	\$ 1,783,851	165,796
St. Johns	\$ 41,586	3,865	Tolleson	\$ 69,914	6,498
Springerville	\$ 22,218	2,065	Wickenburg	\$ 65,384	6,077
<b><u>Cochise County</u></b>			Youngtown	\$ 66,310	6,163
Benson	\$ 50,999	4,740	<b><u>Mohave County</u></b>		
Bisbee	\$ 70,689	6,570	Bullhead City	\$ 411,113	38,210
Douglas	\$ 185,006	17,195	Colorado City	\$ 43,898	4,080
Huachuca City	\$ 19,690	1,830	Kingman	\$ 278,236	25,860
Sierra Vista	\$ 470,074	43,690	Lake Havasu City	\$ 574,924	53,435
Tombstone	\$ 17,323	1,610	<b><u>Navajo County</u></b>		
Willcox	\$ 41,800	3,885	Holbrook	\$ 58,369	5,425
<b><u>Coconino County</u></b>			Pinetop-Lakeside	\$ 44,813	4,165
Flagstaff	\$ 658,309	61,185	Show Low	\$ 106,354	9,885
Fredonia*	\$ 16,139	1,110	Snowflake	\$ 53,097	4,935
Page	\$ 76,499	7,110	Taylor	\$ 44,113	4,100
Williams	\$ 33,838	3,145	Winslow	\$ 105,818	9,835
<b><u>Gila County</u></b>			<b><u>Pima County</u></b>		
Globe	\$ 80,641	7,495	Marana	\$ 287,543	26,725
Hayden*	\$ 16,139	892	Oro Valley	\$ 423,917	39,400
Miami	\$ 21,034	1,955	Sahuarita	\$ 150,523	13,990
Payson	\$ 166,016	15,430	South Tucson	\$ 60,575	5,630
Star Valley	\$ 21,583	2,006	Tucson	\$ 5,699,963	529,770
Winkelman*	\$ 16,139	443	<b><u>Pinal County</u></b>		
<b><u>Graham County</u></b>			Apache Junction	\$ 366,570	34,070
Pima	\$ 21,389	2,182	Casa Grande	\$ 349,355	32,470
Safford	\$ 100,707	9,360	Coolidge	\$ 88,011	8,180
Thatcher	\$ 48,955	4,550	Eloy	\$ 119,697	11,125
<b><u>Greenlee County</u></b>			Florence	\$ 220,889	20,530
Clifton*	\$ 27,931	2,596	Kearny	\$ 24,198	2,249
Duncan	\$ 16,139	812	Mammoth	\$ 18,958	1,762
<b><u>La Paz County</u></b>			Maricopa	\$ 171,439	15,934
Parker	\$ 35,291	3,280	Superior	\$ 35,011	3,254
Quartzsite	\$ 38,734	3,600	<b><u>Santa Cruz County</u></b>		
<b><u>Maricopa County</u></b>			Nogales	\$ 234,876	21,830
Avondale	\$ 746,223	69,356	Patagonia*	\$ 16,139	920
Buckeye	\$ 273,351	25,406	<b><u>Yavapai County</u></b>		
Carefree	\$ 39,637	3,684	Camp Verde	\$ 115,447	10,730
Cave Creek	\$ 51,279	4,766	Chino Valley	\$ 132,609	12,325
Chandler	\$ 2,483,734	230,845	Clarkdale	\$ 39,594	3,680
El Mirage	\$ 344,954	32,061	Cottonwood	\$ 116,846	10,860
Fountain Hills	\$ 263,517	24,492	Dewey-Humboldt	\$ 43,360	4,030
Gila Bend	\$ 21,303	1,980	Jerome*	\$ 16,139	330
Gilbert	\$ 1,910,252	177,544	Prescott	\$ 438,657	40,770
Glendale	\$ 2,607,725	242,369	Prescott Valley	\$ 361,244	33,575
Goodyear	\$ 497,220	46,213	Sedona	\$ 117,653	10,935
Guadalupe	\$ 59,768	5,555	<b><u>Yuma County</u></b>		
Litchfield Park	\$ 48,718	4,528	San Luis	\$ 246,711	22,930
Mesa	\$ 4,821,206	448,096	Somerton	\$ 104,903	9,750
Paradise Valley	\$ 149,156	13,863	Wellton	\$ 21,196	1,970
Peoria	\$ 1,486,324	138,143	Yuma	\$ 960,871	89,306
Phoenix	\$15,878,963	1,475,834			
Queen Creek	\$ 176,603	16,414			
Scottsdale	\$ 2,525,771	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**  
**December 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	\$ 536,207	88,265
Eagar	\$ 26,943	4,435	Tempe	\$ 1,007,206	165,796
St. Johns	\$ 12,545	2,065	Tolleson	\$ 39,475	6,498
Springerville	\$ 23,480	3,865	Wickenburg	\$ 36,918	6,077
<b><u>Cochise County</u></b>			Youngtown	\$ 37,440	6,163
Benson	\$ 28,795	4,740	<b><u>Mohave County</u></b>		
Bisbee	\$ 39,913	6,570	Bullhead City	\$ 232,125	38,210
Douglas	\$ 104,459	17,195	Colorado City	\$ 24,786	4,080
Huachuca City	\$ 11,117	1,830	Kingman	\$ 157,099	25,860
Sierra Vista	\$ 265,415	43,690	Lake Havasu City	\$ 324,616	53,435
Tombstone	\$ 9,781	1,610	<b><u>Navajo County</u></b>		
Willcox	\$ 23,601	3,885	Holbrook	\$ 32,957	5,425
<b><u>Coconino County</u></b>			Pinetop/Lakeside	\$ 25,302	4,165
Flagstaff	\$ 371,697	61,185	Show Low	\$ 60,051	9,885
Fredonia	\$ 6,743	1,110	Snowflake	\$ 29,980	4,935
Page	\$ 43,193	7,110	Taylor	\$ 24,907	4,100
Williams	\$ 19,106	3,145	Winslow	\$ 59,747	9,835
<b><u>Gila County</u></b>			<b><u>Pima County</u></b>		
Globe	\$ 45,532	7,495	Marana	\$ 162,354	26,725
Hayden	\$ 5,419	892	Oro Valley	\$ 239,354	39,400
Miami	\$ 11,877	1,955	Sahuarita	\$ 84,989	13,990
Payson	\$ 93,737	15,430	South Tucson	\$ 34,202	5,630
Star Valley	\$ 12,186	2,006	Tucson	\$ 3,218,336	529,770
Winkelman	\$ 2,691	443	<b><u>Pinal County</u></b>		
<b><u>Graham County</u></b>			Apache Junction	\$ 206,974	34,070
Pima	\$ 13,256	2,182	Casa Grande	\$ 197,254	32,470
Safford	\$ 56,862	9,360	Coolidge	\$ 49,693	8,180
Thatcher	\$ 27,641	4,550	Eloy	\$ 67,584	11,125
<b><u>Greenlee County</u></b>			Florence	\$ 124,719	20,530
Clifton	\$ 15,771	2,596	Kearny	\$ 13,663	2,249
Duncan	\$ 4,933	812	Mammoth	\$ 10,704	1,762
<b><u>La Paz County</u></b>			Maricopa	\$ 96,799	15,934
Parker	\$ 19,926	3,280	Superior	\$ 19,768	3,254
Quartzsite	\$ 21,870	3,600	<b><u>Santa Cruz County</u></b>		
<b><u>Maricopa County</u></b>			Nogales	\$ 132,617	21,830
Avondale	\$ 421,336	69,356	Patagonia	\$ 5,589	920
Buckeye	\$ 154,341	25,406	<b><u>Yavapai County</u></b>		
Carefree	\$ 22,380	3,684	Camp Verde	\$ 65,184	10,730
Cave Creek	\$ 28,953	4,766	Chino Valley	\$ 74,874	12,325
Chandler	\$ 1,402,376	230,845	Clarkdale	\$ 22,356	3,680
El Mirage	\$ 194,770	32,061	Cottonwood	\$ 65,974	10,860
Fountain Hills	\$ 148,788	24,492	Dewey-Humboldt	\$ 24,482	4,030
Gila Bend	\$ 12,028	1,980	Jerome	\$ 2,005	330
Gilbert	\$ 1,078,574	177,544	Prescott	\$ 247,676	40,770
Glendale	\$ 1,472,384	242,369	Prescott Valley	\$ 203,967	33,575
Goodyear	\$ 280,743	46,213	Sedona	\$ 66,430	10,935
Guadalupe	\$ 33,746	5,555	<b><u>Yuma County</u></b>		
Litchfield Park	\$ 27,507	4,528	San Luis	\$ 139,299	22,930
Mesa	\$ 2,722,169	448,096	Somerton	\$ 59,231	9,750
Paradise Valley	\$ 84,217	13,863	Wellton	\$ 11,968	1,970
Peoria	\$ 839,214	138,143	Yuma	\$ 542,531	89,306
Phoenix	\$ 8,965,645	1,475,834			
Queen Creek	\$ 99,715	16,414			
Scottsdale	\$ 1,426,111	234,752	<b>TOTAL</b>	<b>\$29,552,876</b>	<b>4,864,696</b>

**TABLE 4  
County Tax Collections  
December 2009**

	Road	Excise	Jail	Rental Car	Stadium	RV Surcharge	Hospital/ Health Svc	Capital Projects	Sports & Tourism Authority
<b>Apache</b>		\$ 76,219							
<b>Cochise</b>		\$ 606,064							
<b>Coconino</b>		\$ 661,310	\$ 661,250					\$ 165,209	
<b>Gila</b>	\$ 198,617	\$ 190,499							
<b>Graham</b>		\$ 114,023							
<b>Greenlee</b>		\$ 67,545							
<b>La Paz</b>		\$ 82,873	\$ 82,873				\$ (2)		
<b>Maricopa</b>	\$ 24,369,356		\$ 8,765,683	\$ 487,611	\$ 2				\$ 1,952,385
<b>Mohave</b>		\$ 433,964							
<b>Navajo</b>		\$ 424,590							
<b>Pima</b>	\$ 5,119,416			\$ 107,358		\$ 15,064			
<b>Pinal</b>	\$ 1,075,626	\$ 1,036,203					\$ 206,609		
<b>Santa Cruz</b>		\$ 219,882	\$ 219,569						
<b>Yavapai</b>		\$ 959,434	\$ 479,715						
<b>Yuma</b>		\$ 908,361	\$ 908,366				\$ 179,493	\$ 8,232	