



Tax Collections For September 2009 (For Business Activity in August 2009)

Report Date: October 2009

The attached report prepared by the Financial Services Tax Audit staff contains information regarding the “actual” revenue collections from the 1.0% privilege and use tax reflected in the General Fund, 0.2% dedicated Transportation Privilege Tax, and 0.2% dedicated Preserve Privilege and Use Taxes, 0.15% additional dedicated Preserve Privilege and Use Taxes, 0.1% dedicated Public Safety Privilege and use taxes, including adjustments for related license revenues, late collections and audits. While the attached report includes the actual year-to-date tax collections for the funds previously noted, only the General Fund portion (1.0%) of the tax is unrestricted and available for general government purposes.

The following schedule shows actual privilege and use tax receipts were better than expected for September 2009 and fiscal year to date.

General Fund in Millions	September 2009	Fiscal Year to Date
Budget	\$5.8	\$17.9
Actual	\$5.9	\$18.5
Favorable Variance (\$)	\$0.1	\$0.6
Favorable Variance (%)	2%	3%

The report shows a monthly privilege and use tax collection decrease of 16% for September 2009 compared to September 2008; forecasted to be a decrease of 18%. The report shows a fiscal year privilege and use tax collection decrease of 17% compared to the same period a year ago; forecasted to be a decrease of 20%.

The tax classification with the largest increase was other taxable activities with an increase of 4%. Utilities followed with an increase of 2%. The tax classification with the largest decrease was construction at 47%. This was due in part to a decrease in residential and commercial construction. The hotel/motel category followed with a decrease of 23%. The automotive category had a decrease of 16%. The decrease was due in part to Scottsdale Jaguar and Land Rover Scottsdale leaving the city and the closing of North Scottsdale Hyundai, Cardinale Way Buick Pontiac GMC, and Power Buick Pontiac GMC. The “Cash for Clunkers” rebate program appears to have lessened the decrease.

The report also reflects a 12-month rolling year decrease in privilege and use tax collections of 18% compared to the same period a year ago. The classification showing the largest increase was other taxable activity at 4%, utilities followed by with an increase of 3%.

CITY OF SCOTTSDALE
COMPARATIVE TAX COLLECTIONS
Summary by Period and Tax Type vs Prior Year

TAX COLLECTIONS FOR SEPTEMBER 2009 (For Business Activity In August 2009)				
Privilege & Use Tax Collections by Fund	Total Tax Collected	Percentage Change	Top Category	% Increase / Decrease
<i>September Collections</i>				
General Fund	5,942,893	-16%		
Transportation Tax	1,132,711	-16%		
7/1995 McDowell Preserve Tax	1,169,674	-15%		
Public Safety Tax	584,434	-15%		
7/2004 McDowell Preserve Tax	876,654	-15%		
Total Privilege & Use Tax Collections	9,706,366	-16%	Other Taxable Activity	4%
<i>Fiscal Year</i>				
General Fund	18,485,210	-17%		
Transportation Tax	3,439,950	-18%		
7/1995 McDowell Preserve Tax	3,629,617	-16%		
Public Safety Tax	1,782,330	-17%		
7/2004 McDowell Preserve Tax	2,673,498	-17%		
Total Privilege & Use Tax Collections	30,010,605	-17%	Utilities	22%
<i>Twelve Month Rolling</i>				
General Fund	83,615,281	-18%		
Transportation Tax	15,696,355	-19%		
7/1995 McDowell Preserve Tax	16,241,976	-18%		
Public Safety Tax	8,066,398	-19%		
7/2004 McDowell Preserve Tax	12,099,610	-19%		
Total Privilege & Use Tax Collections	135,719,620	-18%	Other Taxable Activity	4%
<i>Bed Tax Collections</i>				
September Collections	293,820	-21%		
Fiscal Year	947,739	-12%		
Twelve Month Rolling	7,490,757	-21%		

The figures above represent all privilege, use and bed tax collections for the month.

**CITY OF SCOTTSDALE
COMPARATIVE TAX COLLECTIONS
MONTHLY ANALYSIS**

<i>Business Classification</i>	<i>SEPTEMBER 2009</i>	<i>SEPTEMBER 2008</i>	<i>Change</i>	<i>% Change</i>
Automotive	1,330,142	1,583,148	(253,006)	-16%
Construction	1,163,597	2,202,478	(1,038,881)	-47%
Food Stores	699,067	721,550	(22,483)	-3%
Hotels and Motels	280,578	366,765	(86,187)	-23%
Major Department Stores	1,147,611	1,209,293	(61,682)	-5%
Miscellaneous Retail Stores	1,323,403	1,486,181	(162,778)	-11%
Other Taxable Activity	640,411	618,455	21,956	4%
Rentals	1,580,922	1,674,977	(94,055)	-6%
Restaurants	729,046	818,801	(89,755)	-11%
Utilities	717,075	700,161	16,914	2%
License Fees, Penalties, and Interest	94,514	126,055	(31,541)	-25%
TOTAL 2009	9,706,366			
TOTAL 2008	11,507,864	11,507,864		
TOTAL 2007		13,255,358		
Dollar Increase Compared With Prior Year	(1,801,498)	(1,747,494)		
Percentage Increase Compared With Prior Year	-16%	-13%		
Transient Occupancy (Bed) Tax	293,820	373,040	(79,220)	-21%
<i>Transportation Tax (Included in first 10 categories)</i>	1,132,711	1,350,649	(217,938)	-16%
<i>7/1995 McDonell Preserve Tax (Included in first 10 categories)</i>	1,169,674	1,383,806	(214,132)	-15%
<i>Public Safety Tax (Included in first 10 categories)</i>	584,434	691,325	(106,891)	-15%
<i>7/2004 McDonell Preserve Tax (Included in first 10 categories)</i>	876,654	1,036,988	(160,334)	-15%

The figures above represent all privilege, use and bed tax collections for the month.

**CITY OF SCOTTSDALE
COMPARATIVE TAX COLLECTIONS
FISCAL YEAR ANALYSIS**

FOR THREE MONTHS ENDING

<i>Business Classification</i>	<i>SEPTEMBER 2009</i>	<i>SEPTEMBER 2008</i>	<i>Change</i>	<i>% Change</i>
Automotive	3,568,714	4,710,640	(1,141,926)	-24%
Construction	4,103,347	7,434,130	(3,330,783)	-45%
Food Stores	2,012,635	2,262,436	(249,801)	-11%
Hotels and Motels	944,353	1,159,840	(215,487)	-19%
Major Department Stores	3,226,151	3,484,784	(258,633)	-7%
Miscellaneous Retail Stores	4,081,792	4,695,838	(614,046)	-13%
Other Taxable Activity	1,903,993	2,059,023	(155,030)	-8%
Rentals	5,112,517	5,269,565	(157,048)	-3%
Restaurants	2,219,677	2,496,770	(277,093)	-11%
Utilities	2,500,333	2,044,007	456,326	22%
License Fees, Penalties, and Interest	337,093	501,099	(164,006)	-33%
TOTAL 2009/2010	30,010,605			
TOTAL 2008/2009	36,118,132	36,118,132		
TOTAL 2007/2008		41,300,000		
Dollar Increase Compared With Prior Year	(6,107,527)	(5,181,868)		
Percentage Increase Compared With Prior Year	-17%	-13%		
Transient Occupancy Tax	947,739	1,080,102	(132,363)	-12%
<i>Transportation Tax (Included in first 10 categories)</i>	3,439,950	4,217,865	(777,915)	-18%
<i>7/1995 McDowell Preserve Tax (Included in first 10 categories)</i>	3,629,617	4,339,438	(709,821)	-16%
<i>Public Safety Tax (Included in first 10 categories)</i>	1,782,330	2,145,004	(362,674)	-17%
<i>7/2004 McDowell Preserve Tax (Included in first 10 categories)</i>	2,673,498	3,217,511	(544,013)	-17%

The figures above represent all privilege, use and bed tax collections for the month.

**CITY OF SCOTTSDALE
COMPARATIVE TAX COLLECTIONS
TWELVE MONTH ROLLING ANALYSIS**

FOR TWELVE MONTHS ENDING

<i>Business Classification</i>	<i>SEPTEMBER 2009</i>	<i>SEPTEMBER 2008</i>	<i>Change</i>	<i>% Change</i>
Automotive	14,660,130	21,721,067	(7,060,937)	-33%
Construction	18,898,919	30,659,551	(11,760,632)	-38%
Food Stores	10,133,001	10,725,459	(592,458)	-6%
Hotels and Motels	7,005,321	8,825,171	(1,819,850)	-21%
Major Department Stores	14,256,574	15,972,150	(1,715,576)	-11%
Miscellaneous Retail Stores	19,101,631	23,817,078	(4,715,447)	-20%
Other Taxable Activity	10,006,561	9,628,153	378,408	4%
Rentals	20,391,120	22,272,410	(1,881,290)	-8%
Restaurants	11,112,968	12,494,209	(1,381,241)	-11%
Utilities	7,748,114	7,496,920	251,194	3%
License Fees, Penalties, and Interest	2,405,281	2,658,259	(252,978)	-10%
TOTAL 2008/2009	135,719,620			
TOTAL 2007/2008	166,270,427	166,270,427		
TOTAL 2006/2007		179,608,369		
Dollar Increase Compared With Prior Year	(30,550,807)	(13,337,942)		
Percentage Increase Compared With Prior Year	-18%	-7%		
Transient Occupancy Tax	7,490,757	9,520,453	(2,029,696)	-21%
<i>Transportation Tax (Included in first 10 categories)</i>	15,696,355	19,363,976	(3,667,621)	-19%
<i>7/1995 McDonnell Preserve Tax (Included in first 10 categories)</i>	16,241,976	19,909,627	(3,667,651)	-18%
<i>Public Safety Tax (Included in first 10 categories)</i>	8,066,398	9,916,117	(1,849,719)	-19%
<i>7/2004 McDonnell Preserve Tax (Included in first 10 categories)</i>	12,099,610	14,874,191	(2,774,581)	-19%

The figures above represent all privilege, use and bed tax collections for the month.