



**FINANCE  
NEW • YORK**  
THE CITY OF NEW YORK  
DEPARTMENT OF FINANCE

**OFFICE OF TAX POLICY**

***NEW YORK CITY  
BUSINESS  
INCOME  
TAX  
COLLECTIONS  
UPDATE***

**Fiscal Year 2004  
First Quarter**

**July 2003 – September 2003**

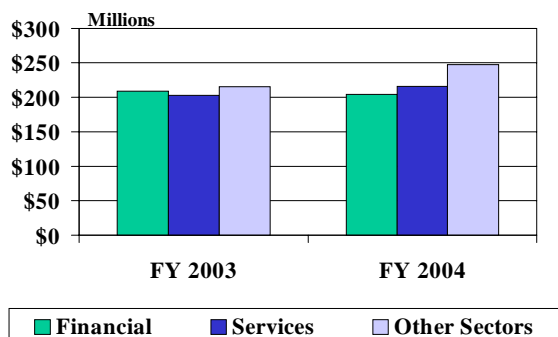
New York City's three business income taxes generated \$668 million in the first quarter of fiscal year 2004, an increase of \$42 million, or 7 percent, from the first quarter of FY 2003. Collections increased for all major industrial sectors except the Financial sector.

First-quarter collections from the Financial sector were \$204 million, a decrease of \$5 million, or 2 percent, from FY 2003. Payments by Clearing House banks increased \$16 million, but collections from Foreign banks declined \$17 million. Collections from securities and commodities firms decreased \$9 million, or 10 percent.

Services-sector collections were \$217 million, up \$14 million, or 7 percent, from the same period last year. Legal firms accounted for \$7 million, or 50 percent, of the increase, while holding companies and health care providers each accounted for \$2 million of the increase. Collections from professional/technical service firms declined by \$3 million.

First-quarter payments by the other major industry sectors totaled \$247 million, up \$32 million, or 15 percent, from last year. Payments by the Information, Real Estate, and Trade sectors increased \$9 million, \$9 million and \$8 million, respectively. Collections from the Manufacturing sector increased \$5 million, or 18 percent.

**New York City  
Business Income Tax  
First-Quarter Collections  
July–Sept. 2002 vs. July–Sept. 2003**



# NEW YORK CITY BUSINESS INCOME TAX

## FIRST-QUARTER COLLECTIONS

FROM JULY 1 TO SEPTEMBER 30

(\$ millions)

Sector	FY 01	% of Total	FY 02	% of Total	FY 03	% of Total	FY 04	% of Total	FY03-FY02	FY03/FY02
									\$ Change	% Change
<b>Financial</b>	444	46%	141	27%	209	33%	204	31%	-5	-2%
<b>Real Estate</b>	53	5%	40	8%	49	8%	57	9%	9	18%
<b>Services</b>	247	25%	174	33%	203	32%	217	32%	14	7%
<b>Information</b>	66	7%	41	8%	41	7%	50	7%	9	22%
<b>Trade</b>	73	7%	56	11%	59	9%	67	10%	8	14%
<b>Manufacturing</b>	43	4%	37	7%	26	4%	30	5%	5	18%
<b>Other</b>	43	4%	35	7%	40	6%	43	6%	2	6%
<b>Total</b>	969	100%	524	100%	626	100%	668	100%	42	7%

Note:

**Financial** includes credit agencies, funds and trusts, insurance agents, securities and commodities brokers, dealers and exchanges, banking corporations, and other finance-related firms. **Services** includes legal, professional, technical, and managerial services (including holding companies), arts, entertainment, accommodation, and food services, and other services, such as personal services. **Information** includes broadcasting and telecommunication, information and data services, movies, video, and sound, and publishing. **Trade** includes retailers and durable and non-durable wholesalers. **Manufacturing** includes food/beverage, printing, textiles/apparel/leather, wood/paper and other manufacturing. **Other** includes construction, transportation, utilities, and firms that have missing industry codes.

Collections reported are gross revenues; refunds are not subtracted. This report covers General Corporation Tax, Unincorporated Business Tax, and Banking Corporation Tax collections for the three most recent tax years. A tax year is the taxpayer's liability year to which payment is attributable, based upon the form filed by the taxpayer. Collections for prior years, which are usually audit monies, are excluded from this analysis. Numbers may not add due to rounding.