



**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
Second Quarter**

**October 2003 –
December 2003**

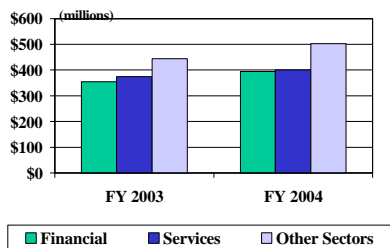
New York City's three business income taxes generated \$1,297 million in the first half of fiscal year 2004, an increase of \$126 million, or 11 percent, from the same period last year. Second-quarter collections totaled \$629 million, an increase of \$85 million, or 16 percent, from the second quarter of FY 2003.

Fiscal year-to-date collections from the Financial sector were \$393 million, an increase of \$39 million, or 11 percent, from the first half of FY 2003. The increase was primarily attributable to growth of \$35 million in payments by Clearing House banks.

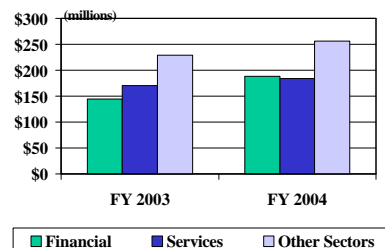
Fiscal year-to-date collections from the Services sector were \$401 million, up \$27 million, or 7 percent, from a year ago. Collections from holding companies, legal firms and managerial companies increased by \$8 million, \$8 million and \$15, respectively, while payments by professional and technical firms decreased by \$9 million.

Fiscal year-to-date collections from other major sectors increased a total of \$60 million, or 13 percent, from last year. Collections from Information firms increased \$30 million in the first half of the fiscal year, accounting for half of the growth. Receipts from the Real Estate sector increased \$20 million, while payments by the Trade and Other sectors increased \$7 million and \$6 million, respectively.

**New York City
Business Income Tax
Fiscal Year-to-Date Collections
July 2003 - December 2003**



**New York City
Business Income Tax
Second-Quarter Collections
October 2003 - December 2003**



NEW YORK CITY BUSINESS INCOME TAX

SECOND-QUARTER COLLECTIONS FROM OCTOBER 1 TO DECEMBER 31 (\$ millions)

Sector	FY 01		FY 02		FY 03		FY 04		FY04-FY03	
	FY 01	% of Total	FY 02	% of Total	FY 03	% of Total	FY 04	% of Total	\$ Change	% Change
Financial	283	39%	263	37%	145	27%	188	30%	43	30%
Real Estate	54	7%	54	8%	51	9%	62	10%	11	22%
Services	183	25%	173	24%	170	31%	184	29%	14	8%
Information	45	6%	55	8%	42	8%	63	10%	21	50%
Trade	70	10%	68	10%	66	12%	65	10%	-1	-2%
Manufacturing	45	6%	53	7%	36	7%	29	5%	-7	-21%
Other	39	5%	44	6%	34	6%	38	6%	4	11%
Total	718	100%	710	100%	544	100%	629	100%	85	16%

FISCAL YEAR-TO-DATE COLLECTIONS FROM JULY 1 TO DECEMBER 31 (\$ millions)

Sector	FY 01		FY 02		FY 03		FY 04		FY04-FY03	
	FY 01	% of Total	FY 02	% of Total	FY 03	% of Total	FY 04	% of Total	\$ Change	% Change
Financial	727	43%	405	33%	354	30%	393	30%	39	11%
Real Estate	107	6%	94	8%	100	9%	119	9%	20	20%
Services	430	25%	346	28%	374	32%	401	31%	27	7%
Information	111	7%	96	8%	83	7%	112	9%	30	36%
Trade	142	8%	124	10%	125	11%	132	10%	7	6%
Manufacturing	88	5%	90	7%	62	5%	59	5%	-3	-5%
Other	83	5%	80	6%	74	6%	80	6%	6	8%
Total	1,687	100%	1,235	100%	1,171	100%	1,297	100%	126	11%

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.