



**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 2005  
First Quarter**

**July 2004 – September 2004**

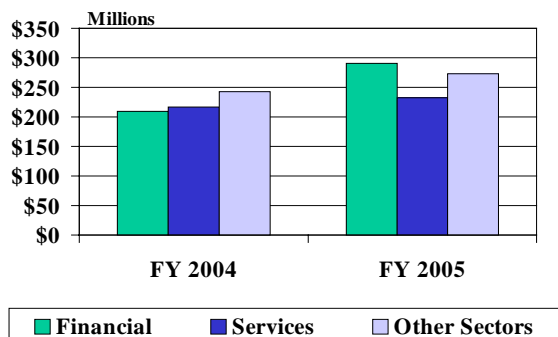
New York City's three business income taxes generated \$795 million in the first quarter of fiscal year 2005, an increase of \$127 million, or 19 percent, from the first quarter of FY 2004. First-quarter collections were the highest since FY 2001. Payments increased for all major industrial sectors except Manufacturing.

First-quarter collections from the Financial sector were \$290 million, an increase of \$81 million, or 39 percent, from FY 2004. Payments by the banking sub-sector increased \$78 million, while payments by the securities and commodities subsector increased \$7 million.

Services-sector collections were \$232 million, up \$16 million, or 7 percent, from the same period last year. Payments by legal and professional/technical service firms each grew by about \$7 million.

First-quarter payments by the other major industry sectors totaled \$272 million, up \$30 million, or 13 percent, from last year. Payments by the Information, Real Estate, and Other sectors increased by \$12 million, \$12 million and \$8 million, respectively. Collections from the Manufacturing sector declined \$3 million, or 10 percent. Receipts from the Trade sector were flat.

**New York City  
Business Income Tax  
First-Quarter Collections  
July–Sept. 2003 vs. July–Sept. 2004**



## NEW YORK CITY BUSINESS INCOME TAX

### FIRST-QUARTER COLLECTIONS

FROM JULY 1 TO SEPTEMBER 30

(\$ millions)

Sector	FY 02	% of Total	FY 03	% of Total	FY 04	% of Total	FY 05	% of Total	FY05-FY04	FY05/FY04
									\$ Change	% Change
<b>Financial</b>	141	27%	209	33%	209	31%	290	37%	81	39%
<b>Real Estate</b>	40	8%	49	8%	58	9%	70	9%	12	21%
<b>Services</b>	174	33%	203	32%	217	32%	232	29%	16	7%
<b>Information</b>	41	8%	41	7%	51	8%	63	8%	12	25%
<b>Trade</b>	56	11%	59	9%	69	10%	69	9%	0	1%
<b>Manufacturing</b>	37	7%	26	4%	30	5%	27	3%	-3	-10%
<b>Other</b>	35	7%	40	6%	35	5%	43	5%	8	24%
<b>Total</b>	524	100%	626	100%	668	100%	795	100%	127	19%

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.