



**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
Third Quarter**

January 2004 – March 2004

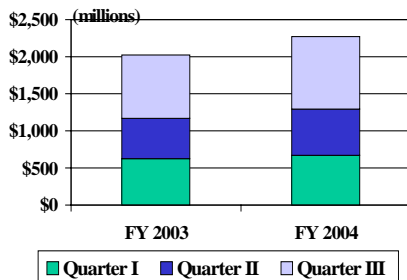
New York City's three business income taxes generated \$974 million in the third quarter of fiscal year 2004, an increase of \$122 million, or 14 percent, from the same quarter last year. For the three quarters ending March 31, 2004, collections totaled \$2.271 billion, an increase of \$248 million, or 12 percent, from the same nine-month period last year.

Third-quarter collections from the Financial sector increased by \$24 million, or 10 percent. Receipts from clearing house and other domestic banks accounted for almost all of the increase, while payments by other Financial firms remained unchanged. Fiscal year-to-date collections were \$65 million above last year's level, an increase of 11 percent, with the banking sub-sector accounting for almost all of the year-to-date increase.

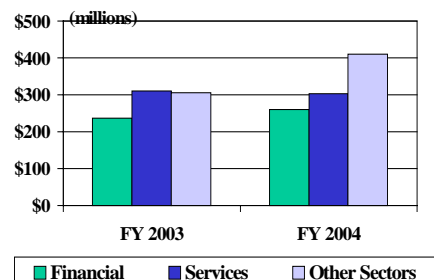
Third-quarter collections from the Services sector declined by \$6 million, or 2 percent. Fiscal year-to-date collections from Services firms increased by \$22 million, or 3 percent, from the same period last year. The year-to-date increase is attributable to the growth in payments by holding companies and legal firms. The growth was somewhat offset by the decline in collections from professional and technical companies.

Quarterly collections from the other major industry sectors increased by a total of \$104 million, or 34 percent. The Information sector accounted for \$82 million, or 79 percent, of the increase. Fiscal year-to-date collections from these other major sectors increased by a total of \$160 million, or 21 percent, from last year. The Information sector accounted for \$113 million, or 71 percent, of the year-to-date increase.

**New York City
Business Income Tax
Fiscal Year-to-Date Collections
July 2003 - March 2004**



**New York City
Business Income Tax
Third-Quarter Collections
January 2004 - March 2004**



NEW YORK CITY
BUSINESS INCOME TAX QUARTERLY COLLECTIONS
FROM JANUARY 1 TO MARCH 31
(\$ millions)

Sector	FY 01		FY 02		FY 03		FY 04		FY04-FY03	
	Value	% of Total	Value	% of Total	Value	% of Total	Value	% of Total	\$ Change	% Change
Financial	269	27%	288	31%	237	28%	261	27%	24	10%
Real Estate	85	9%	97	10%	84	10%	90	9%	6	7%
Services	354	36%	312	33%	310	36%	303	31%	-6	-2%
Information	50	5%	55	6%	36	4%	118	12%	82	227%
Trade	106	11%	88	9%	93	11%	95	10%	2	2%
Manufacturing	52	5%	38	4%	37	4%	35	4%	-3	-7%
Other	72	7%	62	7%	55	6%	71	7%	17	30%
Total	987	100%	940	100%	852	100%	974	100%	122	14%

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

Sector	FY 01		FY 02		FY 03		FY 04		FY04-FY03	
	Value	% of Total	Value	% of Total	Value	% of Total	Value	% of Total	\$ Change	% Change
Financial	999	37%	694	32%	599	30%	665	29%	65	11%
Real Estate	189	7%	191	9%	186	9%	212	9%	26	14%
Services	783	29%	661	30%	672	33%	694	31%	22	3%
Information	161	6%	151	7%	120	6%	233	10%	113	94%
Trade	248	9%	212	10%	219	11%	228	10%	10	4%
Manufacturing	140	5%	128	6%	99	5%	92	4%	-7	-7%
Other	153	6%	138	6%	128	6%	146	6%	19	15%
Total	2,674	100%	2,174	100%	2,023	100%	2,271	100%	248	12%

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.