



**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 2006  
First Quarter**

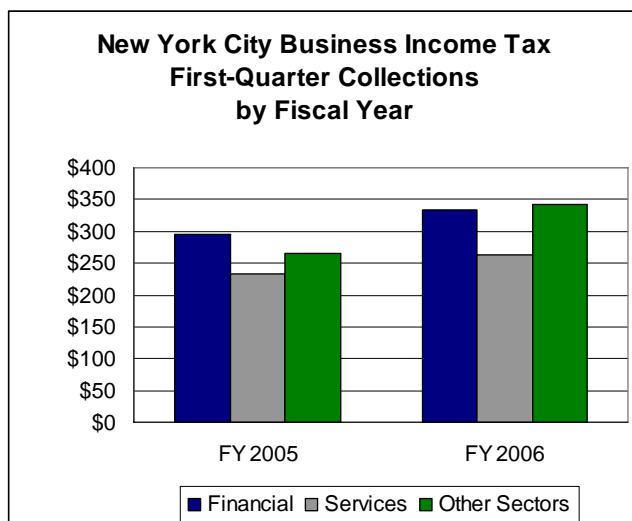
**July 2005 – September 2005**

New York City's three business income taxes generated \$940 million in the first quarter of Fiscal Year 2006, an increase of \$145 million, or 18 percent, from the first quarter of FY 2005. Payments increased for all major business sectors.

First-quarter collections from the Financial sector were \$334 million, an increase of \$39 million, or 13 percent, from FY 2005. Payments by the banking sub-sector decreased by \$38 million, or 22 percent, while payments by the securities & commodities subsector increased by \$65 million, or 64 percent.

Services-sector collections were \$263 million, an increase of \$29 million, or 12 percent, from the same period last year. The subsectors with the largest growth were legal, health care, and accounting, with increases of \$10 million, \$6 million, and \$5 million, respectively.

First-quarter payments by the other major business sectors totaled \$343 million, an increase of \$76 million, or 29 percent, from last year. Payments from the Information, Trade, and Other sectors increased by \$20 million, \$16 million and \$23 million, respectively.



# NEW YORK CITY BUSINESS INCOME TAX

## FIRST-QUARTER COLLECTIONS FROM JULY 1 TO SEPTEMBER 30 (\$ millions)

Sector	FY 2003		FY 2004		FY 2005		FY 2006		FY06-FY05 Change	
	\$	% of Total	\$	% of Total	\$	% of Total	\$	% of Total	\$	%
Financial	209	33%	211	32%	295	37%	334	36%	39	13%
Real Estate	49	8%	58	9%	71	9%	82	9%	11	16%
Services	203	32%	217	33%	234	29%	263	28%	29	12%
Information	41	7%	50	7%	60	8%	80	9%	20	33%
Trade	59	9%	67	10%	69	9%	86	9%	16	24%
Manufacturing	26	4%	32	5%	29	4%	35	4%	6	22%
Other	40	6%	34	5%	37	5%	60	6%	23	60%
<b>Total</b>	<b>\$626</b>	<b>100%</b>	<b>\$668</b>	<b>100%</b>	<b>\$795</b>	<b>100%</b>	<b>\$940</b>	<b>100%</b>	<b>\$145</b>	<b>18%</b>

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 telecommunications, information and data services, movies, video, 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.