



**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  
Third Quarter**

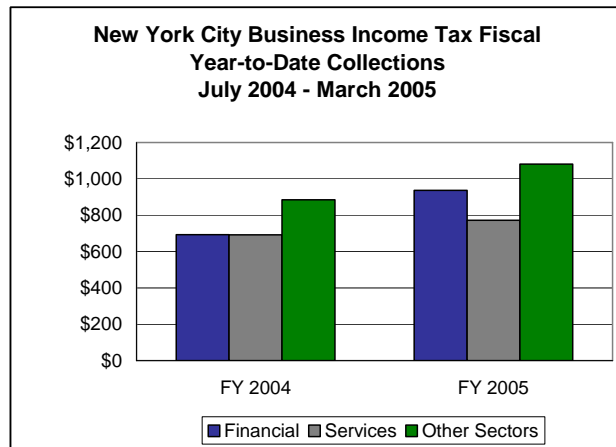
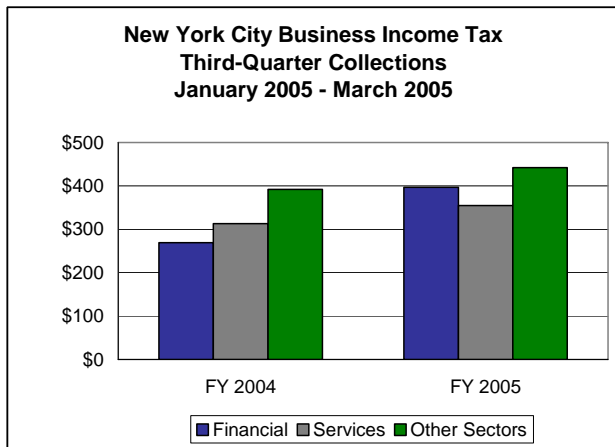
**January 2005 – March 2005**

New York City's three business income taxes generated \$1.193 billion in the third quarter of fiscal year 2005, an increase of \$220 million, or 23 percent, from the same quarter last year. For the three quarters ending March 31, 2005, collections totaled \$2.79 billion, an increase of \$520 million, or 23 percent, from the same nine-month period last year.

Financial-sector fiscal year-to-date collections totaled \$937 million, an increase of 35 percent above last year's level. Payments by securities and commodities firms, foreign banks, and clearing house banks increased by \$88 million, \$72 million, and \$46 million, respectively, while collections from thrift banks and insurance firms each declined by \$9 million.

Fiscal year-to-date collections from Services firms increased by \$80 million, or 12 percent, from the same period last year, with strong growth in the accommodations (\$21 million), professional/technical (\$18 million) and legal (\$16 million) subsectors.

Fiscal year-to-date collections from the Real Estate, Trade, Manufacturing and Other sectors increased by \$79 million, \$28 million, \$61 million, and \$54 million, respectively, while year-to-date collections from the Information sector decreased by \$26 million.



## NEW YORK CITY BUSINESS INCOME TAX

### THIRD-QUARTER COLLECTIONS FROM JANUARY 1 TO MARCH 31 (\$ millions)

Sector	FY 2002		FY 2003		FY 2004		FY 2005		FY05/FY04 Change	
	\$	% of Total	\$	% of Total	\$	% of Total	\$	% of Total	\$	%
Financial	288	31%	237	28%	269	28%	397	33%	128	47%
Real Estate	97	10%	84	10%	91	9%	125	10%	34	37%
Services	312	33%	310	36%	313	32%	355	30%	42	13%
Information	55	6%	36	4%	113	12%	66	5%	-47	-42%
Trade	88	9%	93	11%	97	10%	111	9%	14	14%
Manufacturing	38	4%	37	4%	37	4%	49	4%	12	33%
Other	62	7%	55	6%	54	6%	92	8%	38	71%
<b>Total</b>	<b>940</b>	<b>100%</b>	<b>852</b>	<b>100%</b>	<b>974</b>	<b>100%</b>	<b>1,193</b>	<b>100%</b>	<b>220</b>	<b>23%</b>

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

Sector	FY 2002		FY 2003		FY 2004		FY 2005		FY05/FY04 Change	
	\$	% of Total	\$	% of Total	\$	% of Total	\$	% of Total	\$	%
Financial	694	32%	599	30%	693	31%	937	34%	243	35%
Real Estate	191	9%	186	9%	213	9%	292	10%	79	37%
Services	661	30%	672	33%	692	30%	772	28%	80	12%
Information	151	7%	120	6%	227	10%	202	7%	-26	-11%
Trade	212	10%	219	11%	229	10%	257	9%	28	12%
Manufacturing	128	6%	99	5%	99	4%	161	6%	61	62%
Other	138	6%	128	6%	116	5%	170	6%	54	47%
<b>Total</b>	<b>2,174</b>	<b>100%</b>	<b>2,023</b>	<b>100%</b>	<b>2,270</b>	<b>100%</b>	<b>2,790</b>	<b>100%</b>	<b>520</b>	<b>23%</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.