



**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  
Annual Results**

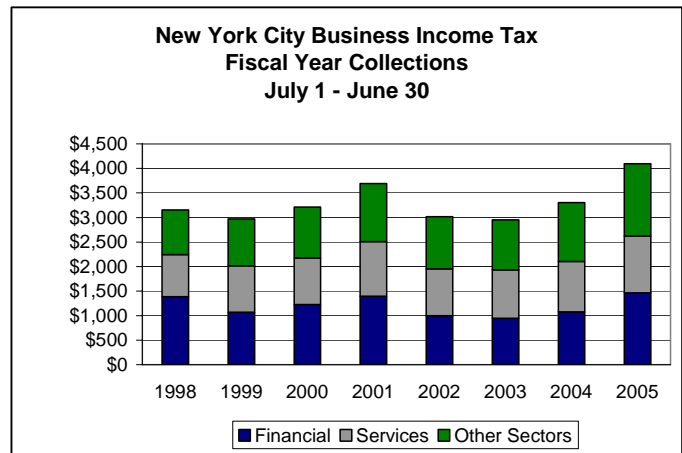
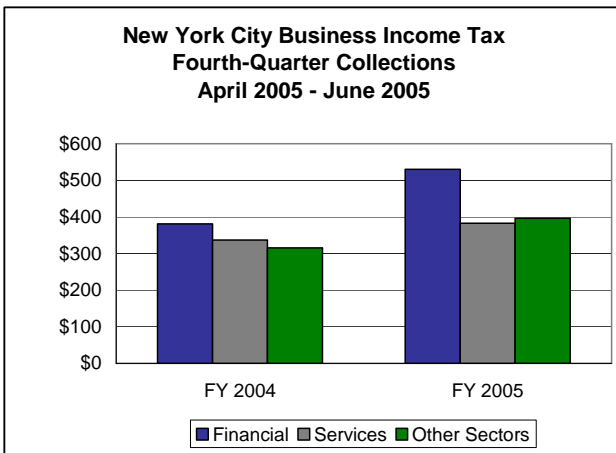
**July 2004 – June 2005**

New York City's three business income taxes generated \$4.099 billion in Fiscal Year 2005, an increase of \$795 million, or 24 percent, from FY 2004. Collections were strong throughout the fiscal year. Annual payments grew for all major sectors except Information.

Annual collections from the Financial sector increased by \$392 million, or 36 percent, compared to FY 2004 revenues. The banking subsector generated about 60 percent of the growth, with slightly more than half of this increase from foreign banks. Securities and commodities firms accounted for about a third of the annual growth.

Annual collections from the Services sector grew by \$126 million, or 12 percent. The largest increases were from the professional/ technical, legal services, and accommodations subsectors, with growth of \$34 million, \$20 million, and \$19 million, respectively.

FY 2005 collections from other major sectors increased by a total of \$277 million, or 23 percent, with growth in all sectors but Information. Collections from Real Estate and Manufacturing firms increased by \$90 million and \$67 million, respectively.



## NEW YORK CITY BUSINESS INCOME TAX

### FOURTH-QUARTER COLLECTIONS FROM APRIL 1 TO JUNE 30 (\$ millions)

Sector	FY 2002		FY 2003		FY 2004		FY 2005		FY05/FY04 Change	
	\$	% of Total	\$	% of Total	\$	% of Total	\$	% of Total	\$	%
Financial	304	36%	336	36%	381	37%	530	41%	149	39%
Real Estate	60	7%	56	6%	79	8%	91	7%	12	15%
Services	295	35%	322	35%	337	33%	383	29%	46	13%
Information	45	5%	60	6%	70	7%	88	7%	18	26%
Trade	64	8%	76	8%	90	9%	97	7%	7	7%
Manufacturing	29	3%	31	3%	34	3%	40	3%	6	17%
Other	47	6%	47	5%	42	4%	81	6%	39	91%
<b>Total</b>	<b>844</b>	<b>100%</b>	<b>930</b>	<b>100%</b>	<b>1,034</b>	<b>100%</b>	<b>1,309</b>	<b>100%</b>	<b>275</b>	<b>27%</b>

### FISCAL YEAR-TO-DATE COLLECTIONS FROM JULY 1 TO JUNE 30 (\$ millions)

Sector	FY 2002		FY 2003		FY 2004		FY 2005		FY05/FY04 Change	
	\$	% of Total	\$	% of Total	\$	% of Total	\$	% of Total	\$	%
Financial	998	33%	947	32%	1,075	33%	1,467	36%	392	36%
Real Estate	251	8%	241	8%	292	9%	382	9%	90	31%
Services	956	32%	983	33%	1,029	31%	1,155	28%	126	12%
Information	196	6%	181	6%	297	9%	290	7%	-7	-2%
Trade	276	9%	298	10%	319	10%	354	9%	34	11%
Manufacturing	157	5%	131	4%	133	4%	200	5%	67	51%
Other	184	6%	171	6%	158	5%	251	6%	93	59%
<b>Total</b>	<b>3,019</b>	<b>100%</b>	<b>2,952</b>	<b>100%</b>	<b>3,304</b>	<b>100%</b>	<b>4,099</b>	<b>100%</b>	<b>795</b>	<b>24%</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.