

SERVICES



This publication is for general information regarding Transaction Privilege (Sales) Tax on various service activities. For complete details, refer to the Town of Florence Privilege & Use Tax Code and related regulations. In the case of an inconsistency or omission in this publication, the language of the Tax Code will prevail. The transactions privilege tax is commonly referred to as a sales tax; however, under Arizona State law, the tax is on the privilege of doing business in Florence and is not a true sales tax.



June 2013

ARE MY SERVICES TAXABLE?

Some services are taxable when they fall under an activity that is taxed by the Town of Florence. To assume that your business is a service and not taxable may lead to an assessment of back taxes plus penalties and interest due.

CONSTRUCTION CONTRACTING

Construction Contracting is not limited to the construction of buildings, but includes alteration, repairs, additions, subtractions, improvements, moves, wrecking or demolition work done to any building, highway, road, railroad, excavation, or other structure. This includes painting, yard work, earthmoving and digging, installation of carpet and appliances, electrical work, plumbing work, and some interior design work.

TRANSPORTATION FOR HIRE

Transportation for hire is the business activity of transporting persons or property by railway, aircraft, motor vehicle, and/or pipeline. This includes but is not limited to such activities as: taxicabs, shipping, bus lines, limousine services, railroads, and gas and/or oil pipelines. Businesses engaged in transporting for hire may be exempt if they are subject to the tax imposed in Article

42 of the Arizona Revised Statutes or if the gross income is derived from the operation of a governmentally adopted and controlled program to provide urban mass transportation.



TELECOMMUNICATIONS

Telecommunications activities include voice, sound, or video communications, facsimile transmissions, relay or repeater services, and timesharing activities of a computer using a communications channel. Such activities such as phone service, beepers, fax machines, computer networks using telephone lines, and monitoring security systems, are examples of telecommunications.



ADVERTISING

Local advertising using billboards, direct mail, radio, television, periodicals, or any other means to deliver or disseminate information to the public, is a taxable business activity.



AMUSEMENTS

Any activity such as movies, theaters, concerts, circuses, fairs, races, golfing, bowling, skating, video games, dances, billiards, or tennis where fees are charged to participate and/or exhibit are taxable.



RENTAL, LEASING AND LICENSING FOR USE OF TANGIBLE PERSONAL PROPERTY

Rental, leasing and licensing for use of tangible personal property is not just the rental of equipment or machinery, but includes the use of carwash facilities, washer/dryer machines, lawn mowers, furniture, sports equipment, clothing, pumps, video movies, and vehicles.



General Information: Sales Tax Rates:

State	-	5.6 %
County	-	1.1 %
Town	-	2.0 %
Total	=	8.7 %

Tax change for State effective 06/01/2013

**Town of Florence
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For more information please contact:

520-868-7570 Finance Department
520-868-7505 Finance Director

This publication is for general use only. For complete details, refer to the Town of Florence Tax Code. More detailed information is also available on the "Taxpayer Bill of Rights" Brochure, on the town website: www.florenceaz.gov.

For payment of Sales Tax for the Town of Florence, filing, or State Licensing contact ADOR @ 1-800-634-6494, or go to www.aztaxes.gov.