



TOWN OF
QUEEN CREEK
ARIZONA

FY 18-19 Year to Date Financial Report

Operating Budget to Actual Performance
Fiscal Year to Date through June 2019

Issued November 14, 2019

Executive Summary

The Town's budget-to-actual performance for fiscal year 2018-19 ended the year with favorable variances for both revenues and expenses. Actual revenues performed well with receipts exceeding expectations by \$6.3M, or 10%. This is the result of Construction Sales Tax Revenues continuing to perform well and Community Development, Engineering and Building Permit Revenue performing better than expected due to continued residential and commercial growth.

Actual expenses were less than budget by \$4.5M, or 9%. A large portion of the variance is the result of salary savings related to 24.4 new positions that were included in the FY 18-19 Operating Budget but not hired until later in the year. Expenses for the Maricopa County Sheriff's Office were also \$1.3M or 17% below budget as a result of vacancies that the Sheriff's Office was unable to fill. The remaining favorable variances in Supplies & Services and Capital Outlay were the result of goods and services that cost less than expected and projects that were not yet completed by the end of the fiscal year.

Based on the Revised Budget, the Town expected revenues to exceed expenses by \$9.1M by June 30, 2019. However, both revenues and expenses performed better than anticipated resulting in revenues exceeding expenses by \$19.9M, an improvement of \$10.8M. The overall operating results were favorable and the Town's financial performance exceeded expectations and continues to perform well.

Operating Budget

The Operating Budget includes the Town's activity from the General, Streets (HURF), Emergency Services and Horseshoe Park Equestrian Center Funds. The following schedule is a summary of the FY 18-19 Operating Budget as of June 30, 2019. Revenues exceeded expenses by \$19.9M for the year, with most of this surplus being transferred out to other funds to cover the non-growth share of debt payments and the infrastructure/CIP program. Fund balance ended the year at \$41.5M, of which \$24.8M is reserved for pension funding and \$16.7M is reserved for the Town's 25% reserve policy.

Summary FY 18-19 Operating Budget

	<u>FY 18-19</u> <u>Total Adopted</u> <u>Budget</u>	<u>FY 18-19</u> <u>Total Revised</u> <u>Budget</u>	<u>FY 18-19</u> <u>Year-to-Date</u> <u>Budget</u>	<u>FY 18-19</u> <u>Year-to-Date</u> <u>Actual</u>
Revenues	\$ 56,732,052	\$ 59,977,781	\$ 59,977,781	\$ 66,258,383
Expenses	47,404,269	50,899,623	50,899,623	46,375,601
Operating Results	9,327,783	9,078,158	9,078,158	19,882,782
Transfers In - Miscellaneous Corrections	-	35,550	35,550	35,550
Transfers Out:				
Events/Grants Match/Other	97,700	309,807	309,807	309,807
Debt Service	4,020,583	4,577,155	4,577,155	4,577,155
CIP	5,267,952	11,290,833	11,290,833	11,290,833
Net Transfers In / Out	(9,386,235)	(16,142,245)	(16,142,245)	(16,142,245)
Net Results	(58,452)	(7,064,087)	(7,064,087)	3,740,537
Beginning Fund Balance	30,873,722	37,714,667	37,714,667	37,714,667
Ending Fund Balance	\$ 30,815,270	\$ 30,650,580	\$ 30,650,580	\$ 41,455,204
			MSCO Unfunded Pension Liability Reserve	\$ 20,938,343
			ASRS Unfunded Pension Liability Reserve	3,812,986
			25% Revenue Reserve	16,703,875
			Available Fund Balance	-
			Total Fund Balance	\$ 41,455,204

The remainder of this report focuses on revenues and expenses only. It does not include transfers, debt service or infrastructure funding transfers.

June 2019 Results

	<u>Budget</u>	<u>Actual</u>	<u>\$ Variance</u> <u>Favorable/(Unfavorable)</u>	<u>% Variance</u>
Revenues				
Sales Tax	\$ 3,722,983	\$ 3,693,006	\$ (29,977)	(1%)
Construction Sales Tax	1,005,743	1,834,096	828,353	82%
State Shared Revenue	1,150,654	1,167,413	16,759	1%
Property Tax	339,716	84,754	(254,962)	(75%)
Charges for Services (CD)*	643,957	37,676	(606,281)	(94%)
Other Charges for Services	515,957	994,425	478,468	93%
Total Revenues	\$ 7,379,010	\$ 7,811,370	\$ 432,360	6%
Expenditures				
Salaries & Benefits	\$ 1,878,993	\$ 1,912,521	\$ (33,528)	(2%)
Supplies & Services	3,291,762	2,237,157	1,054,604	32%
Maricopa County Sheriff	726,198	446,651	279,547	38%
Capital Outlay	311,895	641,944	(330,049)	(106%)
Total Expenditures	\$ 6,208,848	\$ 5,238,273	\$ 970,575	16%

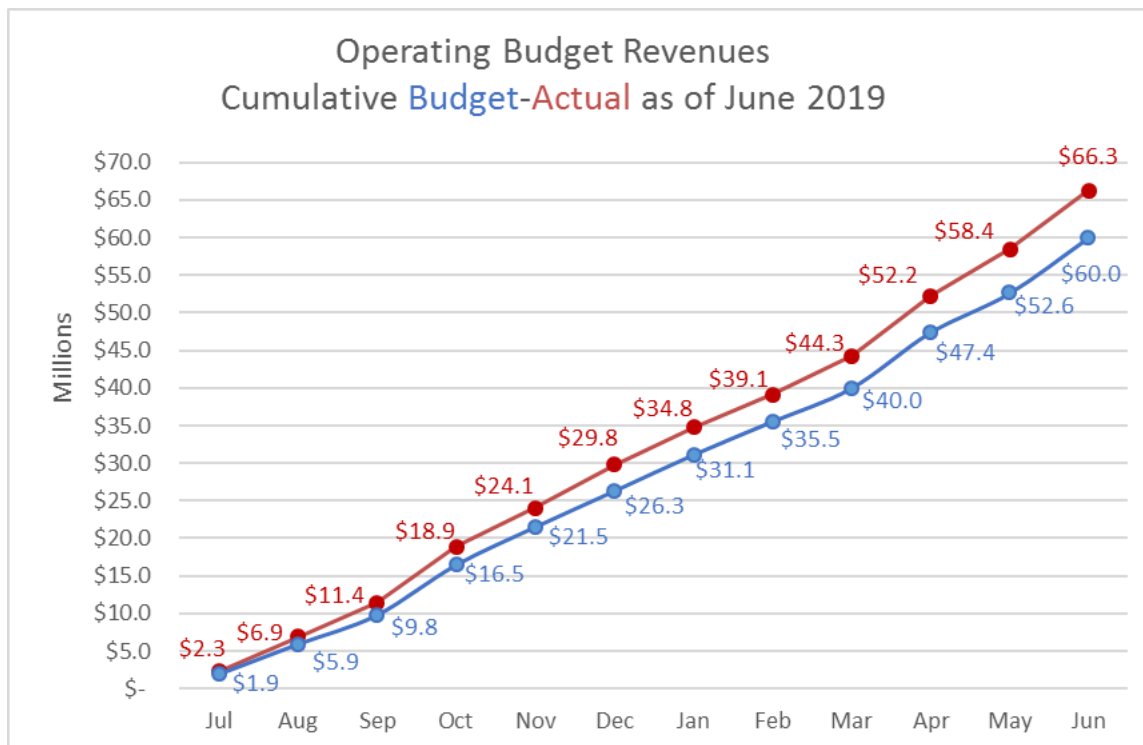
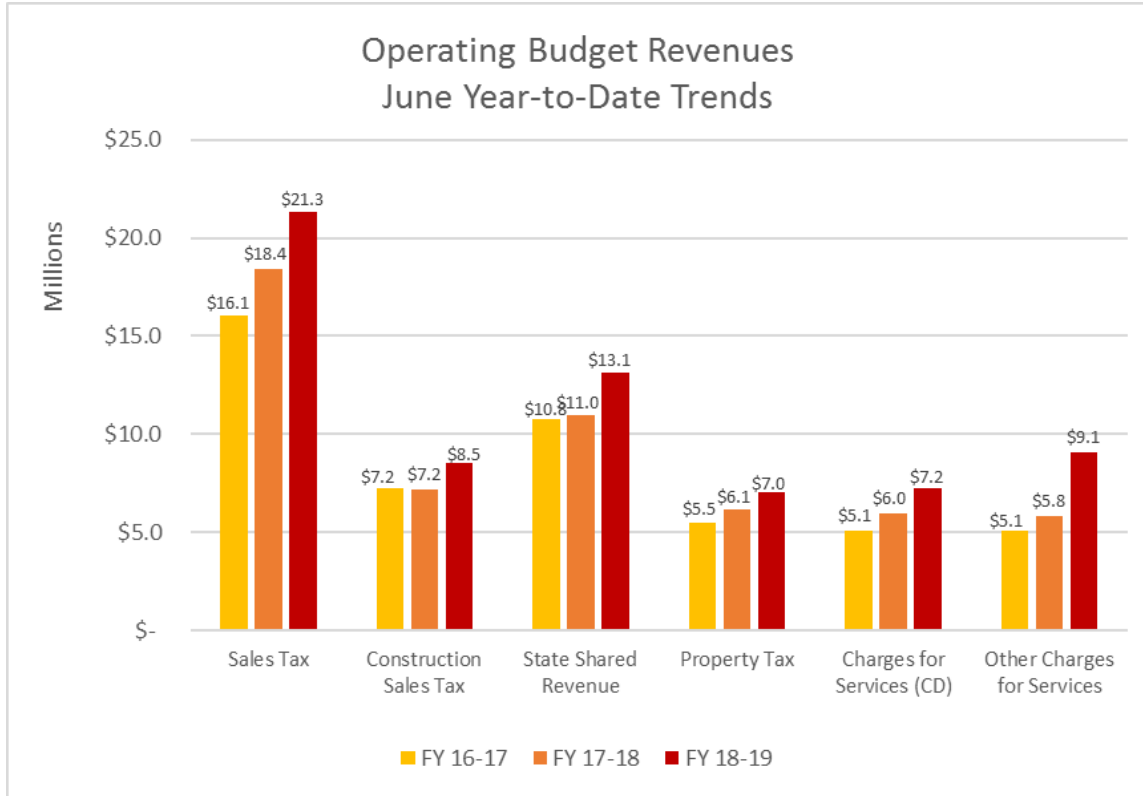
* Consists of Community Development Charges for Services including permits, planning and engineering fees

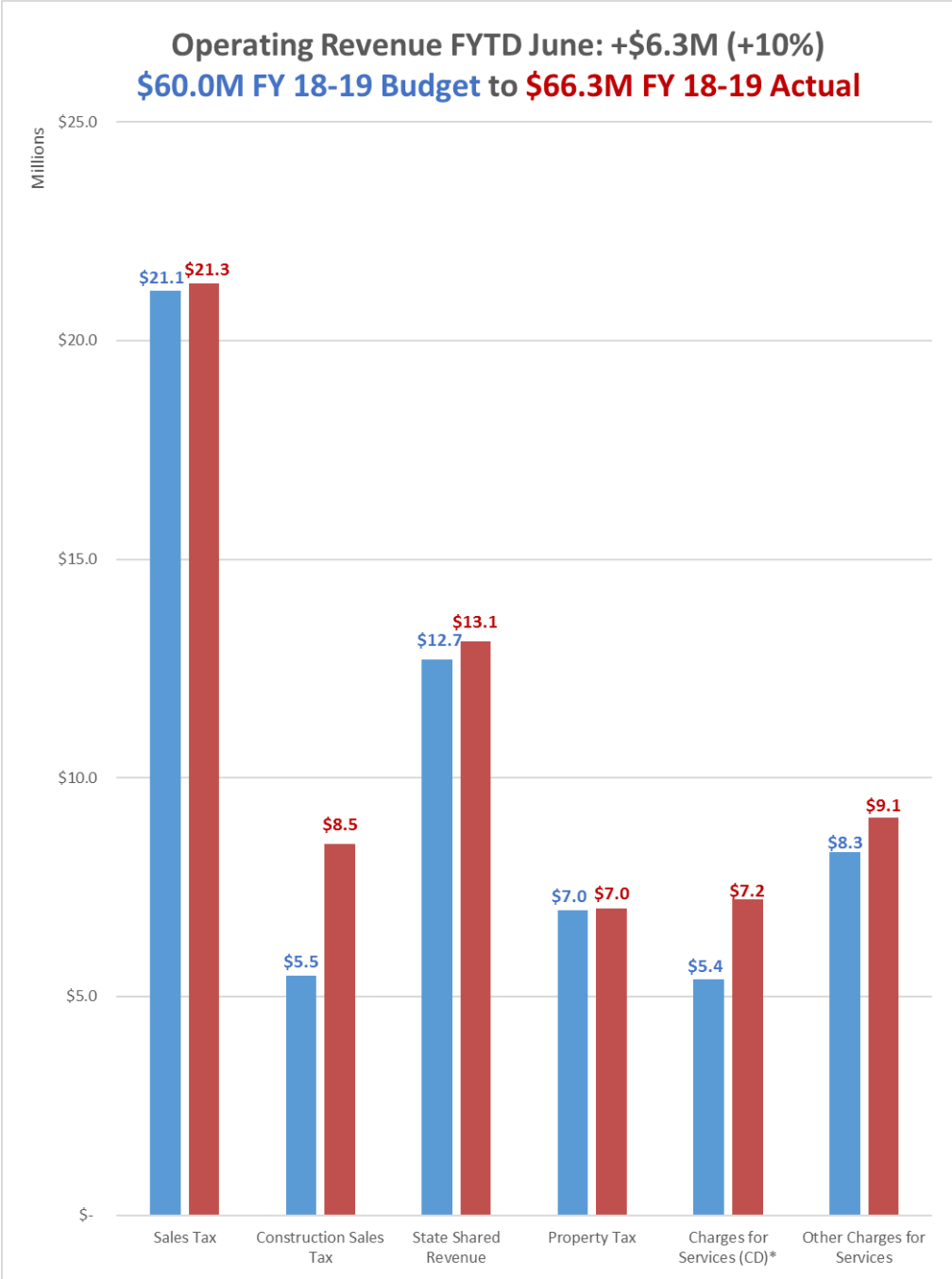
June 2019 Year-to-Date Results

	<u>Budget</u>	<u>Actual</u>	<u>\$ Variance</u> <u>Favorable/(Unfavorable)</u>	<u>% Variance</u>
Revenues				
Sales Tax	\$ 21,132,180	\$ 21,308,455	\$ 176,275	1%
Construction Sales Tax	5,480,160	8,496,186	3,016,026	55%
State Shared Revenue	12,702,900	13,120,278	417,378	3%
Property Tax	6,962,716	7,022,389	59,673	1%
Charges for Services (CD)*	5,392,400	7,211,396	1,818,996	34%
Other Charges for Services	8,307,425	9,099,678	792,253	10%
Total Revenues	\$ 59,977,781	\$ 66,258,383	\$ 6,280,602	10%
Expenditures				
Salaries & Benefits	\$ 24,117,845	\$ 22,755,071	\$ 1,362,774	6%
Supplies & Services	16,167,217	14,936,017	1,231,200	8%
Maricopa County Sheriff	7,727,955	6,429,080	1,298,875	17%
Capital Outlay	2,886,606	2,255,433	631,173	22%
Total Expenditures	\$ 50,899,623	\$ 46,375,601	\$ 4,524,022	9%

*Consists of Community Development Charges for Services including permits, planning and engineering fees

Revenue Analysis





Overall, actual revenues exceeded budget estimates by \$6.3M or 10% for the year. The variances of the Revenue Categories are as follows:

Sales Tax

Sales Tax Revenue ended the year slightly above the projected budget with a favorable variance of \$0.2M or 1%. Growth within the community and the continued expansion of the retail sector has increased the Town’s sales tax collections.

Construction Sales Tax

Construction Sales Tax Revenue had a favorable variance of \$3.0M or 55% and is related to ongoing residential and commercial construction activity performing better than anticipated due to continued growth.

State Shared Revenue

State Shared Revenue was favorable by \$0.4M or 3% while performing better than expected. This was related to both HURF and State Shared Sales Tax exceeding what had been budgeted in recent months due to a strong overall state economy.

Property Tax

Actual Property Tax Revenue ended the year at \$60K or just under 1% above budget.

Charges for Services (CD)

Charges for Services (CD) accounts for planning, engineering and building permit revenues. Revenue was favorable by \$1.8 million or 34%, as presented in the following schedule:

June 2019 YTD Community Development Detailed Revenues

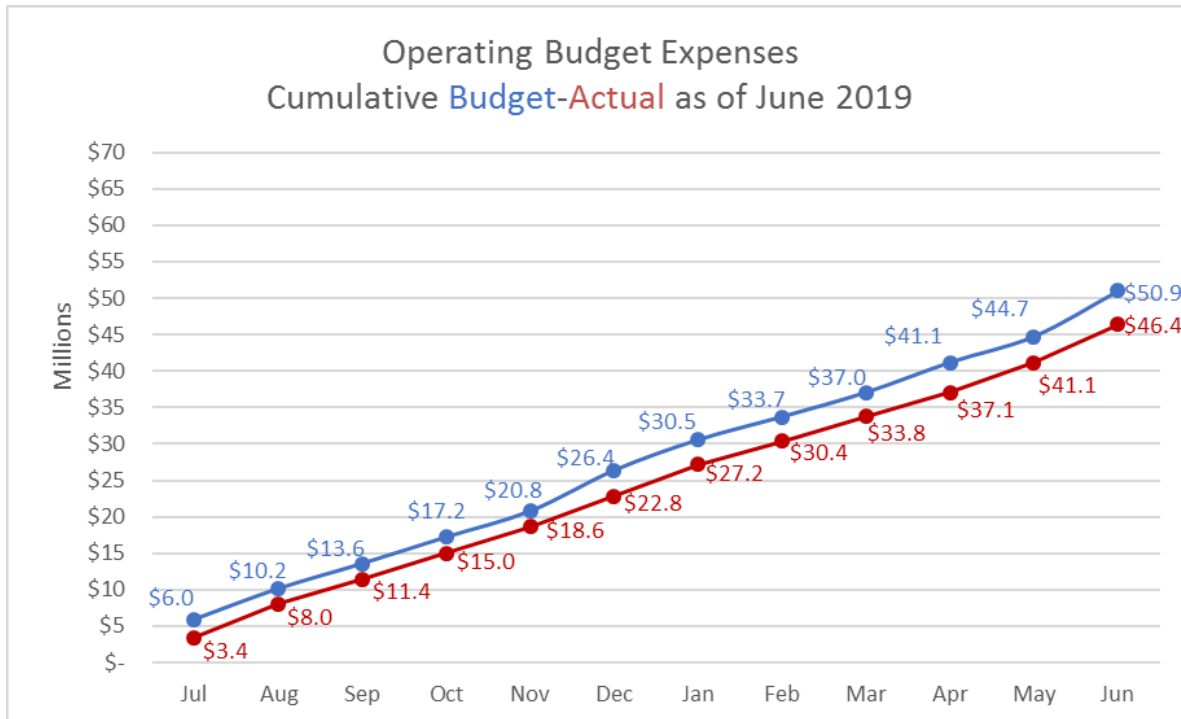
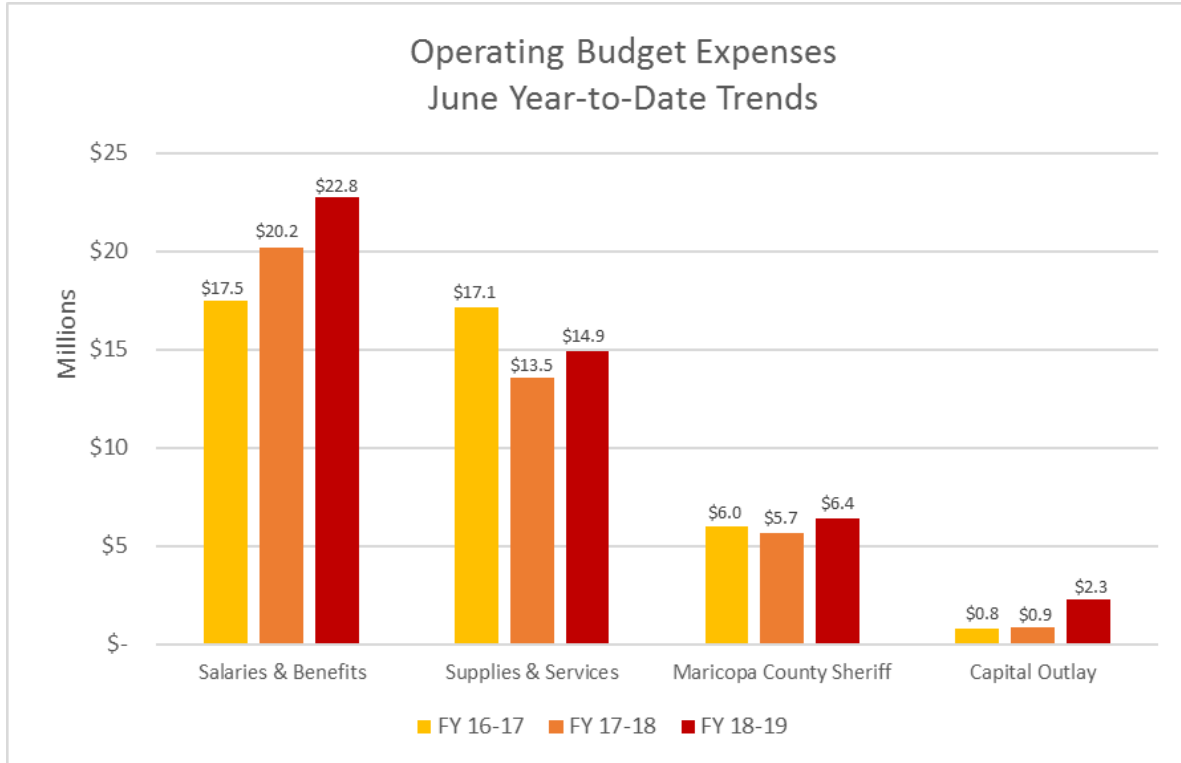
	<u>Budget</u>	<u>Actual</u>	<u>\$ Variance</u> Favorable/(Unfavorable)	<u>% Variance</u>
Charges for Services (CD)				
Planning Revenue	\$ 300,000	\$ 304,115	\$ 4,115	1%
Engineering Revenue	750,000	1,943,645	1,193,645	159%
Building Permit Revenue	<u>4,342,400</u>	<u>4,963,637</u>	<u>621,237</u>	<u>14%</u>
Total Charges for Services (CD)	\$ 5,392,400	\$ 7,211,396	\$ 1,818,996	34%

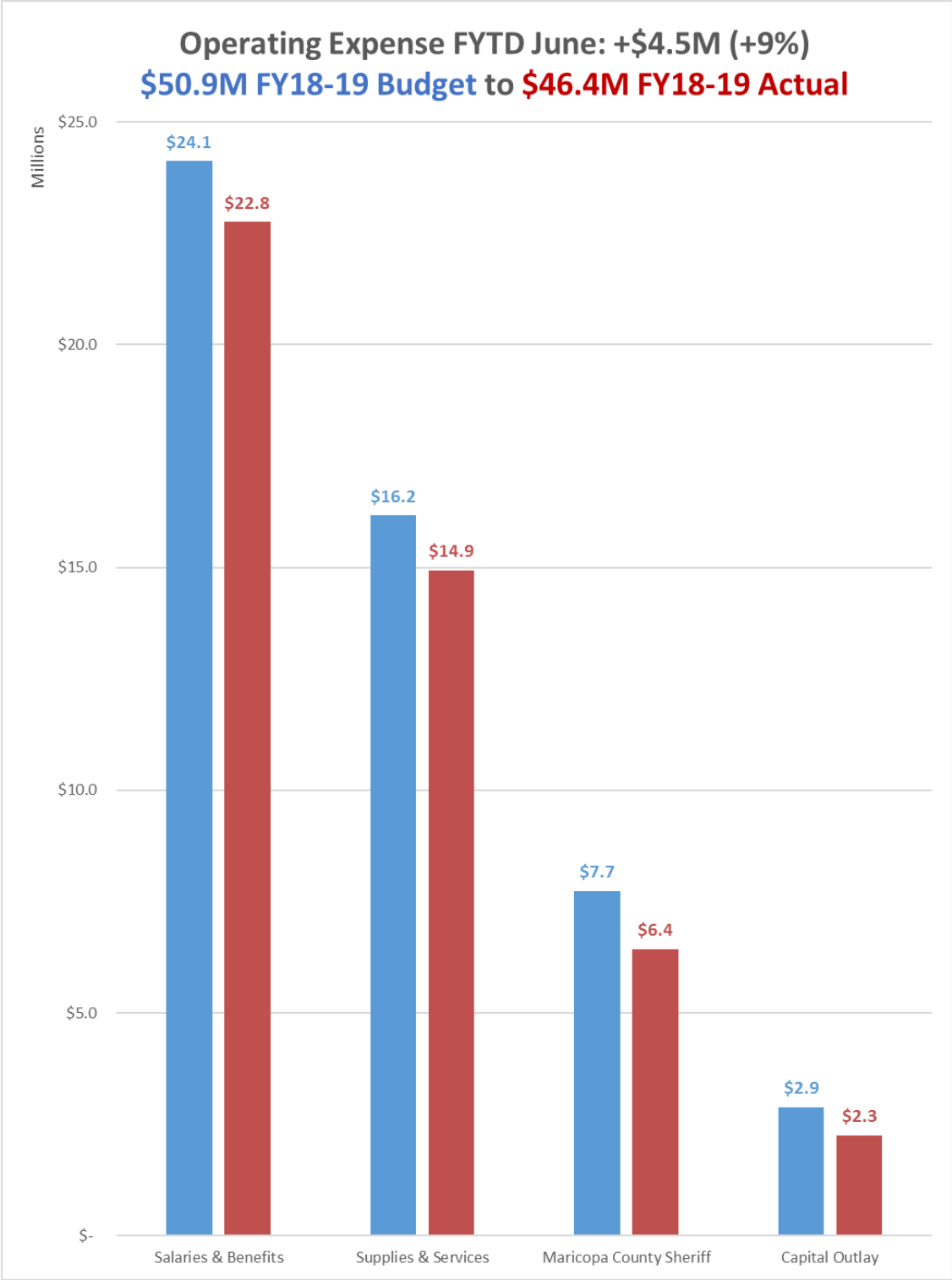
Development Services revenues exceeded the budget across all divisions. Planning revenues are mostly the result of residential development planning permits. Engineering revenues increased significantly this year due to 13 new major subdivisions/subdivision phases that were in the engineering phase of development, which accounted for \$1.6M or 80% of the engineering revenue received this fiscal year. Finally, the large variance in Building Permit revenues was mainly the result of residential (single-family) permitting, which accounted for \$4.0M or 81% of total building permit revenues. During fiscal year 2019, the Town issued 1,325 new single-family home permits.

Other Charges for Services

Other Charges for Services is comprised of a number of different sources and ended the year \$0.8M or 10% above budget. Of this amount, \$0.5M relates to interest earnings on the Town's investments that have performed better than budgeted. Also included in FY 18-19 is the Utility ROI, Utility Franchise Fee and Utility In-Lieu Property Tax from the Town's Water and Sewer utility operations, which are new ongoing charges that comprised \$2.4M of the \$9.1M total revenue received during the year in this category.

Expense Analysis





Total expenses for fiscal year 2019 reflect a favorable variance of \$4.5M or 9%.

Salaries and Benefits

Salaries and Benefits expenses ended the year \$1.4M or 6% below budget. Most of this savings is related to vacancies for 14 new firefighter positions that were not hired until 10/1/2018. The Town has also experienced lower than average turnover during the year, recruiting 4 – 6 positions on a monthly basis.

Supplies and Services

Supplies and Services came in under budget by \$1.2M or 8%. This variance is spread across multiple areas and is a combination of goods and services that cost less than expected and unfinished project and service contracts that will be carried over to the next fiscal year.

Maricopa County Sheriff

Maricopa County Sheriff costs were favorable by \$1.3M or 17% for the fiscal year. This variance was related to vacancies that the Sheriff's Office was unable to fill during the year. Per the terms of the Town's contract with MCSO, the county is now giving the Town a credit for these vacancies on our monthly invoices.

Capital Outlay

Capital Outlay ended the year with a favorable variance of \$0.6M or 22%. The budgets in this category are for one-time purchases related to major equipment and special projects. Approximately \$0.2M of the variance was related to major IT installations and change-outs where work is under contract but not yet complete for items such as fiber installation, traffic systems technology refresh, and firewall/router upgrades. Another \$0.3M of the variance was related to the HPEC covered arena project that was not yet completed by the end of the fiscal year.



TOWN OF
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FY 18-19 Year to Date Sales Tax Report

FY 18-19 Business Activity through June 2019

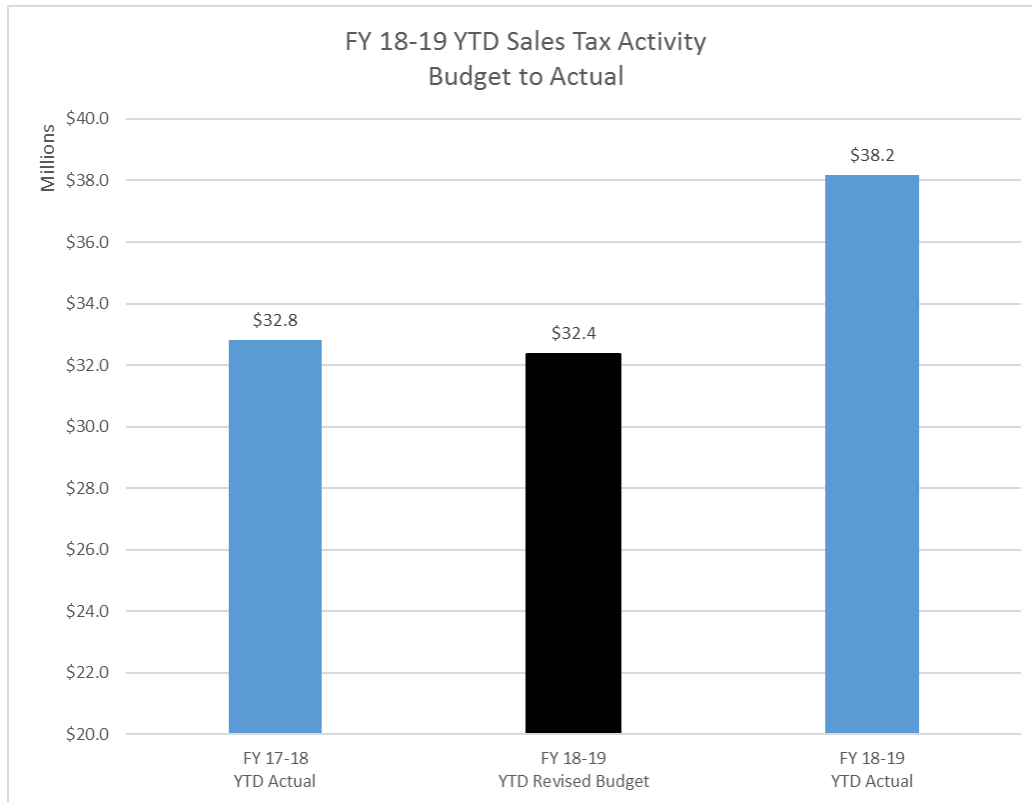
Issued November 2019

This report contains information regarding the actual revenue collections from the Town's 2.0% sales tax reflected in the General Fund, 0.25% dedicated EMS sales tax, 0.25% Town Center dedicated sales tax and the 2.0% Construction Contracting sales tax dedicated to infrastructure improvements.

YEAR-TO-DATE FY 18-19 SALES TAX ACTIVITY

OVERALL PERFORMANCE SUMMARY:

The June 2019 sales tax revenue year-to-date total of \$38.2M exceeds the revised budget by 18%, or \$5.8M. Relative to the same period in FY 17-18, FY 18-19 actuals are 16%, or \$5.4M higher than the previous year.



Sales Category	FY 17-18 YTD Actual	FY 18-19		FY 18-19 YTD Revised Budget-To-Actual		FY 17-18 YTD Actual to FY 18-19 YTD Actual	
		YTD Revised Budget	YTD Actual	\$ Variance	% Variance	\$ Variance	% Variance
Construction	\$ 13,686,178	\$ 10,351,402	\$ 16,048,352	\$ 5,696,950	55%	\$ 2,362,174	17%
Retail Trade	11,275,152	13,956,310	13,895,850	(60,460)	(0%)	2,620,698	23%
Communications & Utilities	1,970,664	1,693,601	1,670,883	(22,718)	(1%)	(299,781)	(15%)
Restaurant & Bar	2,651,131	3,160,760	3,226,307	65,547	2%	575,176	22%
Real Estate, Rental & Leasing	1,571,696	1,820,000	1,875,493	55,493	3%	303,797	19%
All Others**	1,644,565	1,391,627	1,467,156	75,529	5%	(177,410)	(11%)
Totals	\$ 32,799,386	\$ 32,373,700	\$ 38,184,041	\$ 5,810,341	18%	\$ 5,384,654	16%

**All Others includes transportation, wholesale trade, finance and insurance, services, arts and entertainment, and other categories.

Note: In FY 18-19 reporting categories are based on Arizona Department of Revenue Business Code classifications. FY 17-18 actuals are also displayed using the ADOR business code classifications for accurate year over year comparisons.

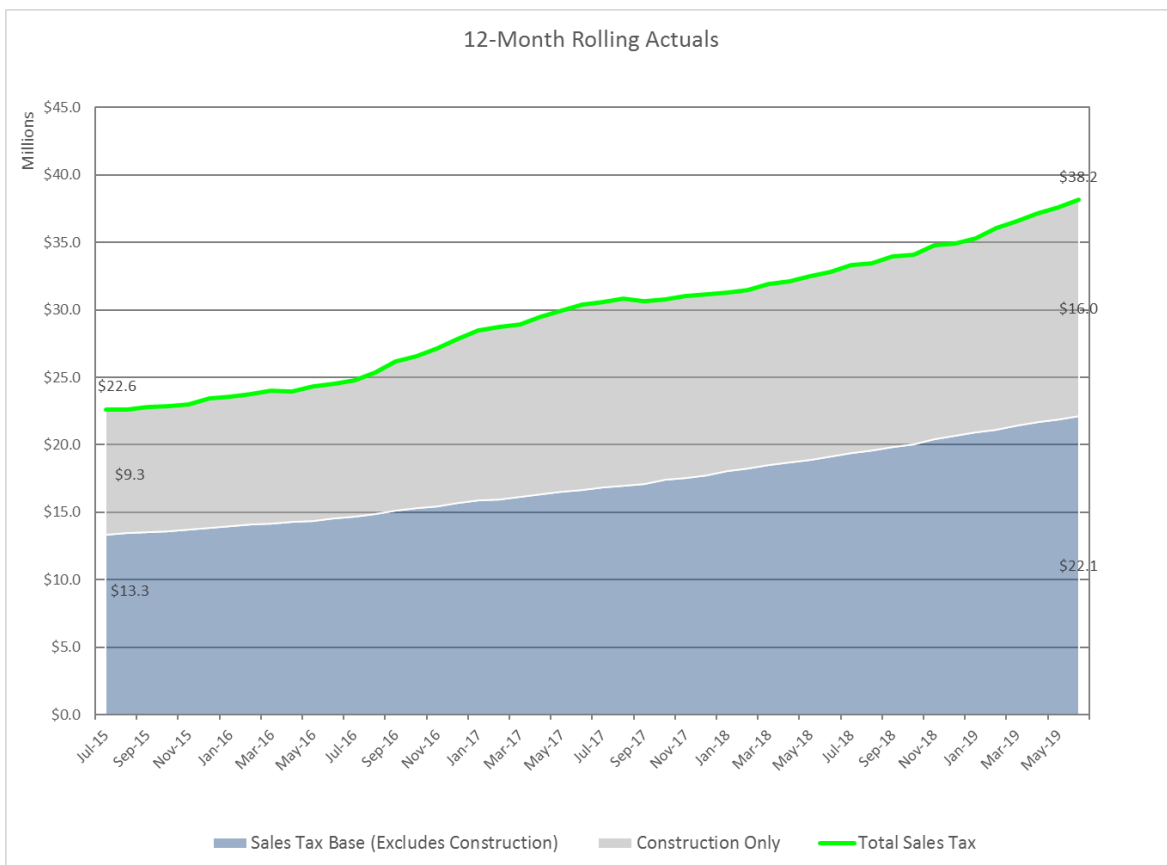
ANALYSIS

The positive budget-to-actual sales tax revenue variance stems largely from strong performance in construction contracting (55% above budget). Note: Year-by-year trend analysis for Retail and Construction categories are in the appendix of this report.

Town of Queen Creek sales tax collections are positively impacted by the high incomes of Town households. Per the 2017 American Communities Supplemental Survey data provided by the US Census, Queen Creek’s median household income is \$96,802, which is among the highest in the region for full-service cities and towns. Additionally, taxable spending from an estimated 100K+ population from Eastmark master-planned community (Mesa) and unincorporated San Tan Valley has a significant impact on the Town’s sales tax revenues. A recent study from Elliot Pollack & Company estimates that as of FY 17-18, about 38% of sales tax collections in the retail category and about 47% in the restaurant and bar category are from non-Queen Creek resident spending in the Town.

HISTORICAL 12 MONTH ROLLING PERIODS

The following section contains a 12-month rolling historical actuals chart for the sales tax base (everything except construction) and separately for construction contracting sales tax revenues. Together, these categories comprise the total monthly revenue collections for sales tax. This chart is useful to identify the overall data trends since 2015. Of particular note is the continued growth of the sales tax base over time, which signifies the Town’s commercial sectors are growing, diversifying and maturing since 2015.



YEAR-TO-DATE ANALYSIS BY CATEGORY

CONSTRUCTION CONTRACTING:

Construction sales tax is collected on all construction activity; commercial, new residential and major residential remodels. It also includes landscaping, painting, flooring installation, siding, roofing, concrete, plumbing, heating, framing, drywall, infrastructure, masonry, finish carpentry, etc. Speculative construction activity (developing land for sale as a building site) is also included in this category.

June 2019 Actuals: \$1.8M

FY 18-19 YTD Actuals: \$16.0M

FY 18-19 YTD Revised Budget to Actual Variance of \$5.7M or 55%

FY 18-19 YTD Actual to FY 17-18 YTD Actual Increase of \$2.4M or 17%

FY 18-19 collections exceed the FY19 budget and the prior fiscal year actuals through June activity. Construction Contracting sales tax revenue for June business activity is the highest monthly sales tax figure ever for this business class. The budget for this category has been revised higher by \$1.9M because of strong revenue generation year-to-date. Performance in construction contracting ties mostly to new home sales and in particular, the large-scale homebuilders. Known major homebuilders accounted for the majority of construction contracting sales tax revenues for the month of June. Sales tax paid by homebuilders ties to the sale of a new home, which is dependent on permit completions. The following schedule displays new single-family home (NSF) permits issued and home completions over a rolling 12-month period for the current fiscal year against the previous fiscal year according to Queen Creek's Development Services Department:

12-Month Rolling NSF Home Permits	Jul	Aug	Sep	Oct	Nov	Dec	Jan	Feb	Mar	Apr	May	Jun	Total	Mo. Avg.
FY 17-18 TOQC NSF Permits Issued	80	86	39	55	51	55	79	70	92	108	100	181	996	83
FY 18-19 TOQC NSF Permits Issued	167	148	70	97	71	113	84	107	92	126	136	114	1,325	110

12-Month Rolling NSF Home Completions	Jul	Aug	Sep	Oct	Nov	Dec	Jan	Feb	Mar	Apr	May	Jun	Total	Mo. Avg.
FY 17-18 TOQC NSF Completions	102	79	74	71	78	69	48	56	63	72	84	83	879	73
FY 18-19 TOQC NSF Completions	92	88	74	79	103	82	84	92	122	106	131	136	1,189	99

The Town utilizes RL Brown Housing Reports, an independent source of housing market information, to track monthly home sales, which are an indicator of construction sales tax receipts for the month. RL Brown's data indicates that Queen Creek had 130 new home sales close in the month of June with an average sales price of \$500K for these homes. The table on the following page shows the monthly closings by builder, average sale price and estimated gross revenue for the month of June.

Appendix 1: Queen Creek Monthly Sales Tax Report

BUILDER	# CLOSINGS	AVG. SALES PRICE	EST. GROSS REVENUE
William Lyon Homes	36	\$ 353,678	\$ 12,732,408
Fulton Homes	32	374,221	11,975,072
Richmond American	14	561,694	7,863,716
Shea Homes	10	398,835	3,988,350
Lennar Homes	8	409,180	3,273,440
Cresleigh Homes	7	409,018	2,863,126
Calatlantic Homes	6	492,480	2,954,880
Toll Brothers	5	462,950	2,314,750
Rosewood Homes	4	440,066	1,760,264
Custom	3	1,183,284	3,549,852
Highland Homes	2	341,250	682,500
VIP Homes	1	616,113	616,113
Gehan Homes	1	482,529	482,529
Elliott Homes	1	557,760	557,760
GRAND TOTAL	130	\$ 505,933	\$ 55,614,760

RETAIL TRADE:

Retail trade includes large department stores, auto dealers, grocery stores, supercenters, automotive repairs, discount stores, home furnishings, drug stores, jewelry and other vendors typically selling merchandise in small quantities to the public.

June 2019 Actuals: \$1.2M

FY 18-19 YTD Actuals: \$13.9M

FY 18-19 YTD Revised Budget to Actual Variance of \$(60K) or -.4%

FY 18-19 YTD Actual to FY 17-18 YTD Actual Increase of \$2.6M or 23%

The retail category is nearly flat with the revised budget to actual on meeting expectations. The budget for this category has been revised higher by \$0.9M because of strong revenue generation year-to-date. Compared to the previous fiscal year, new businesses continue to open, but more influentially, retail anchors in the major retail centers in the Town are performing well. The higher-dollar entities drive revenue in this class. In June, the top 20 payers of 2,078 total payers in the retail category delivered 70% of the revenue. The top 10 payers in the category account for 58% of the total.

COMMUNICATIONS/UTILITIES:

This category includes businesses that provide telecommunications (internet, telephone, cellular service, cable/satellite television, etc.) and electricity, gas, or water services.

June 2019 Actuals: \$0.2M

FY 18-19 YTD Actuals: \$1.7M

FY 18-19 YTD Revised Budget to Actual Variance of \$(23K) or (1%)

FY 18-19 YTD Actual to FY 17-18 YTD Actual Decrease of \$(300K) or (15%)

Collections are roughly flat with the current year revised budget but trail prior year actuals.

RESTAURANTS & BARS:

This industry is comprised of establishments serving customers by preparing meals, snacks, and beverages for immediate consumption.

June 2019 Actuals: \$0.3M

FY 18-19 YTD Actuals: \$3.2M

FY 18-19 YTD Revised Budget to Actual Variance of \$65K or 2%

FY 18-19 YTD Actual to FY 17-18 YTD Actual Increase of \$600K or 22%

This category is exceeding the budget and previous year actual collections. The budget for this category has been revised higher by \$0.5M due to strong year-to-date results. Performance in this category is tied to several new establishments opening in Queen Creek, continued solid performance from major vendors, and population growth.

RENTAL, REAL ESTATE & LEASES:

This category consists of entities engaged in renting or leasing tangible and intangible assets as well as other establishments providing related services.

June 2019 Actuals: \$0.2M

FY 18-19 YTD Actuals: \$1.9M

FY 18-19 YTD Revised Budget to Actual Variance of \$55K or 3%

FY 18-19 YTD Actual to FY 17-18 YTD Actual Increase of \$300K or 19%

Collections are above budgeted and prior year levels.

ALL OTHER CATEGORIES:

The categories included here are transportation; manufacturing; wholesale trade; finance and insurance; services; arts and entertainment. Use tax is also included in this category.

June 2019 Actuals: \$0.1M

FY 18-19 YTD Actuals: \$1.5M

FY 18-19 YTD Revised Budget to Actual Variance of \$75K or 5%

FY 18-19 YTD Actual to FY 17-18 YTD Actual Comparison of \$(180K) or (11%)

This category is above the current year revised budget and slightly trailing the previous year actuals.

APPENDIX:

SALES TAX BACKGROUND INFORMATION:

The Town of Queen Creek’s sales tax is the largest revenue source for Town operations. The Town of Queen Creek’s Transaction Privilege Tax (TPT) program is administered by the State of Arizona’s Department of Revenue (AZDOR). AZDOR issues TPT licenses to businesses, updates license data, provides support, collects tax dollars due, performs audits, and distributes the tax revenue to the Town.

SALES TAX RATE DETAILS

The Town of Queen Creek has the following sales tax rates:

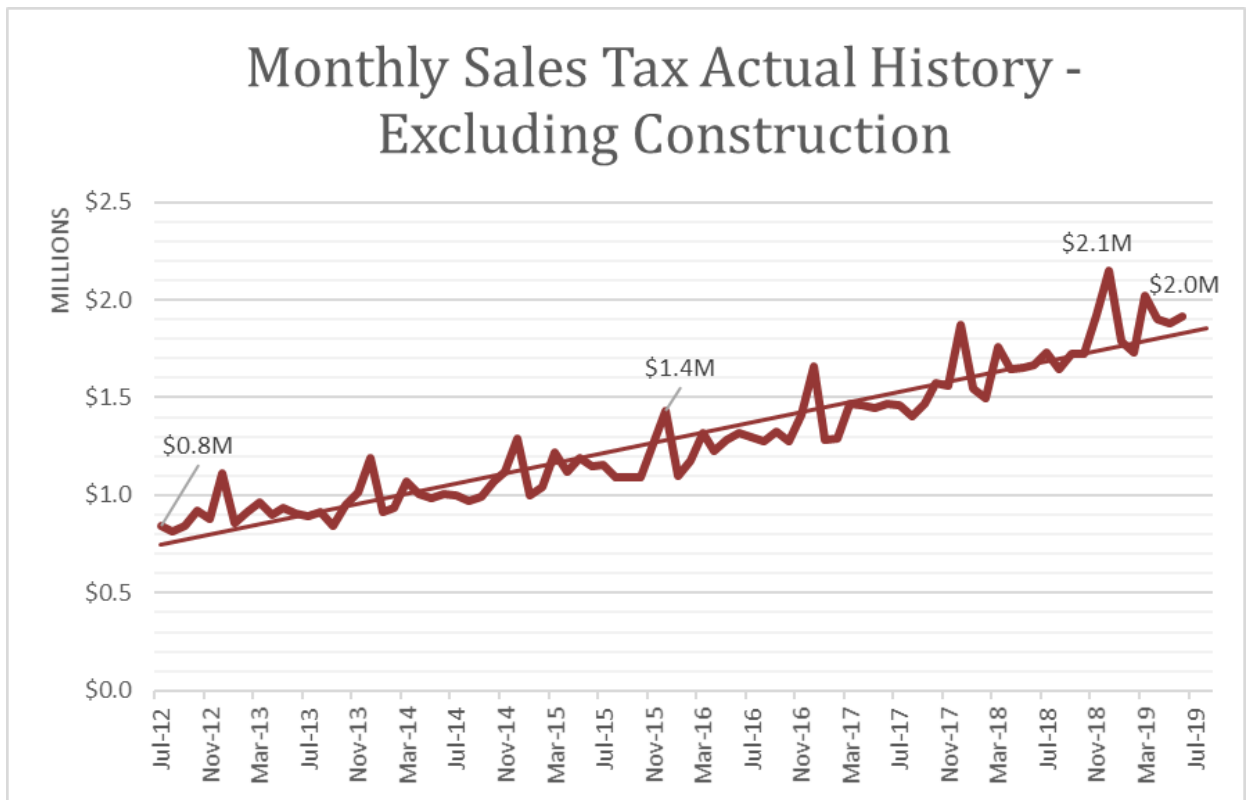
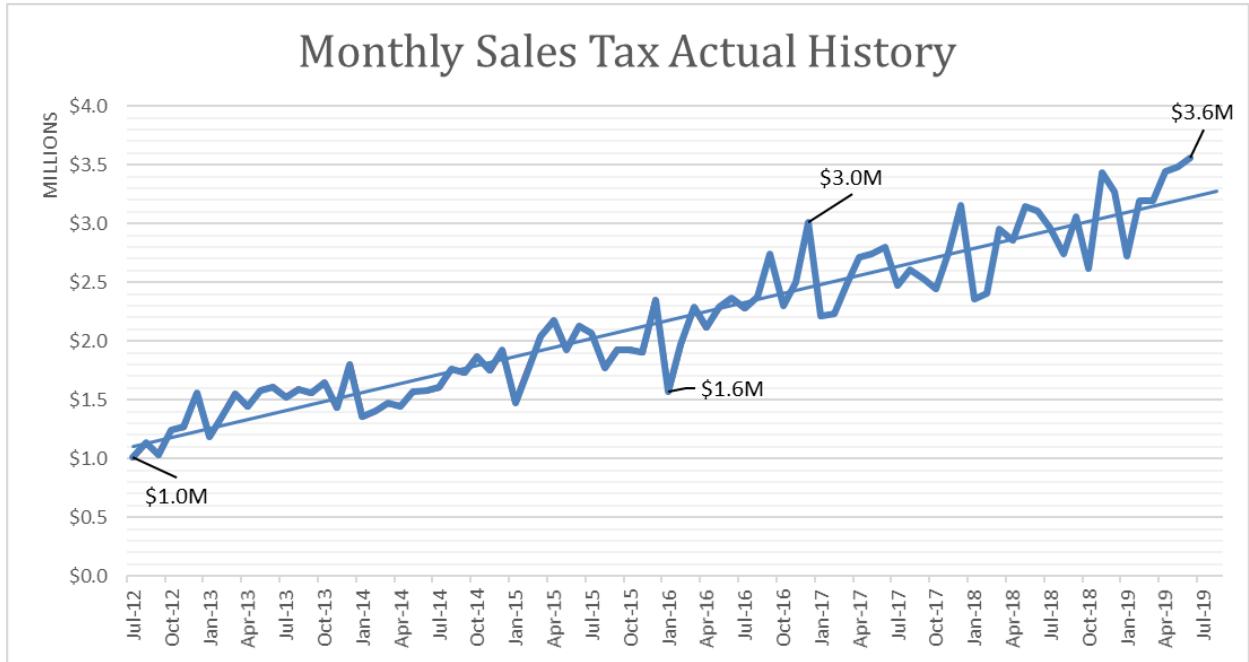
- 2.0% tax rate charged on all taxable activities within Town limits
 - Dedicated to the General Fund for general purpose government operations
- 0.25% tax rate charged on all taxable activities within Town limits
 - Dedicated to the Emergency Services (EMS) Fund to fund law enforcement and fire and medical services
- 0.25% special district rate – an additional tax rate charged on certain taxable activities occurring within certain major retail developments in Town Center: Queen Creek Marketplace, Cornerstone, and QC District
 - Dedicated to the Town Center Fund to fund infrastructure related improvements and other operations within the Town Center planning area
- 2.0% additional tax rate on construction contracting activities within Town limits
 - Dedicated to funding infrastructure improvements within Town limits

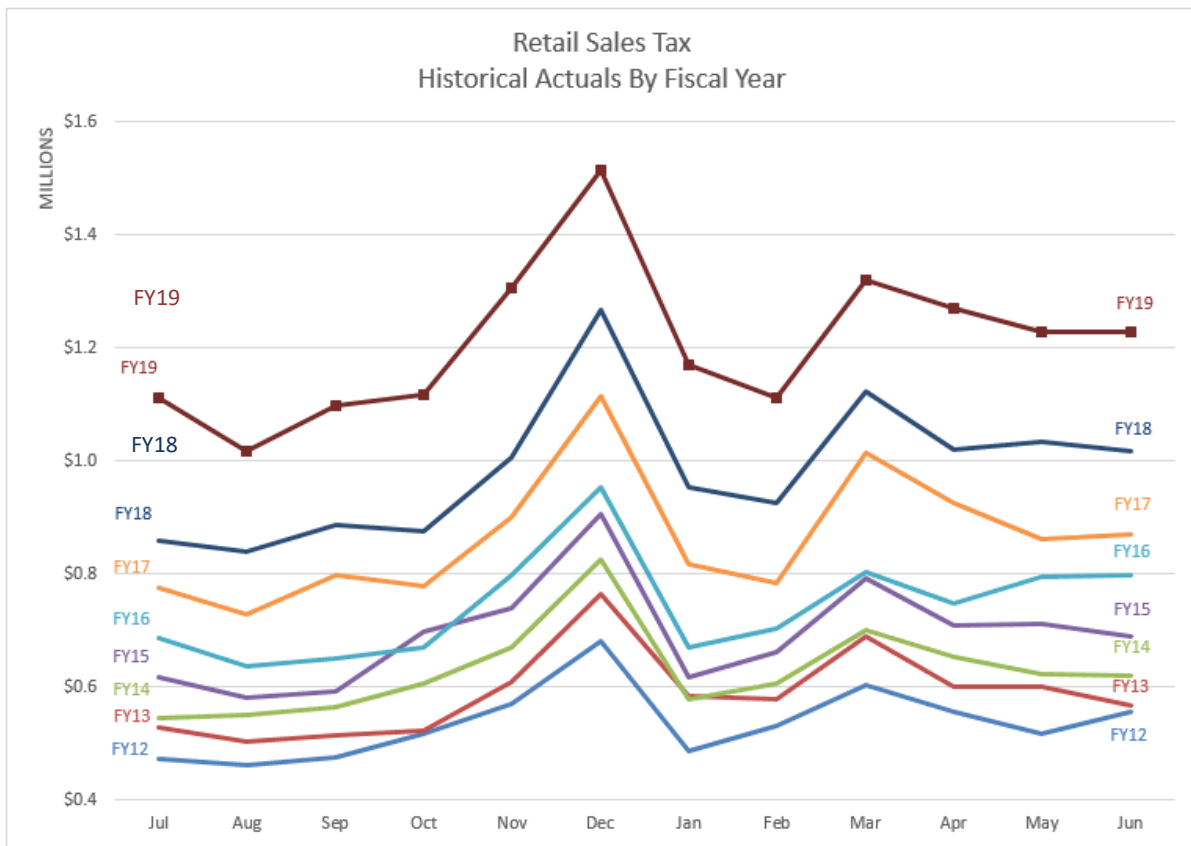
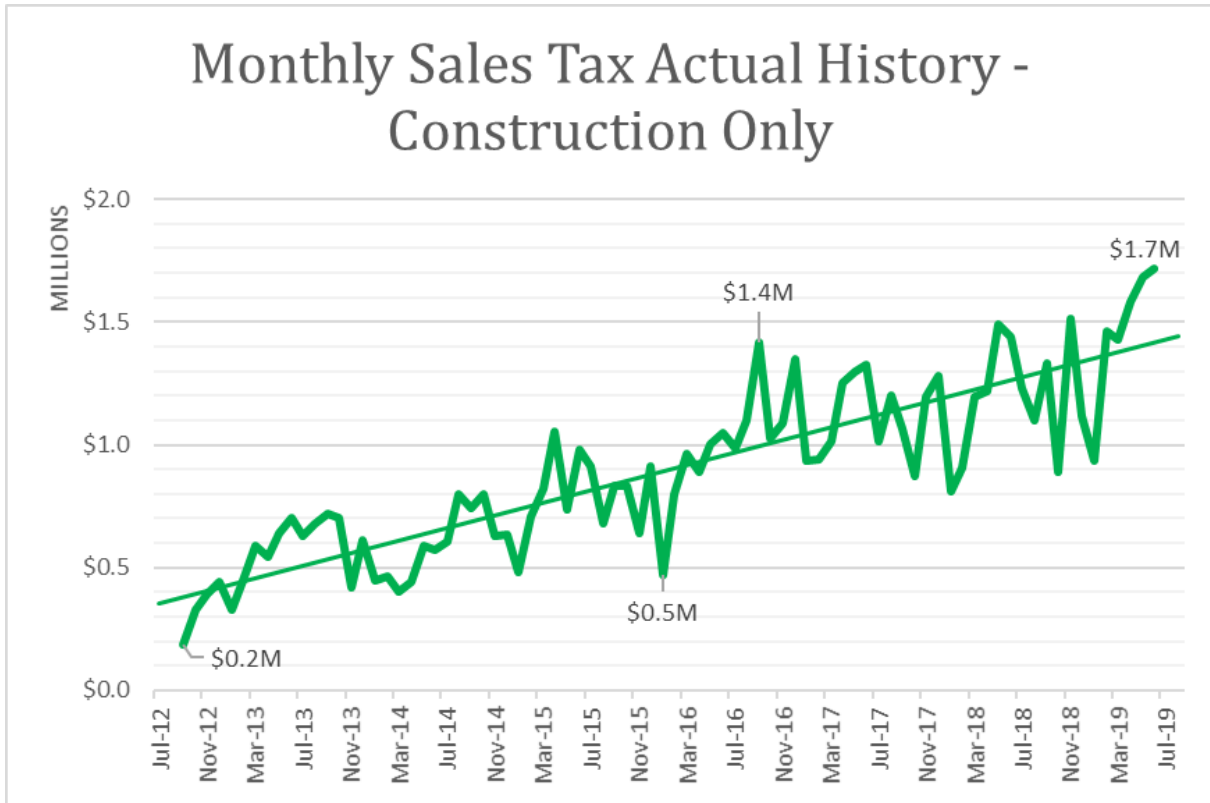
Sales Tax Rate Components					
Queen Creek Rate		Queen Creek Special District Rate (Town Center)		Construction Contracting Rate	
General Fund	2.00%	General Fund	2.00%	General Fund	2.00%
EMS	0.25%	EMS	0.25%	EMS	0.25%
		Town Center	0.25%	Construction Fund	2.00%
Total Rate	2.25%	Total Rate	2.50%	Total Rate	4.25%

Revenue by Fund	FY19 Actuals	
	YTD	% of Total
General Fund	\$ 26,493,174	69.4%
EMS Fund	3,311,625	8.7%
Town Center Fund	827,076	2.2%
Construction Fund	7,552,166	19.8%
Totals	\$ 38,184,041	100.0%

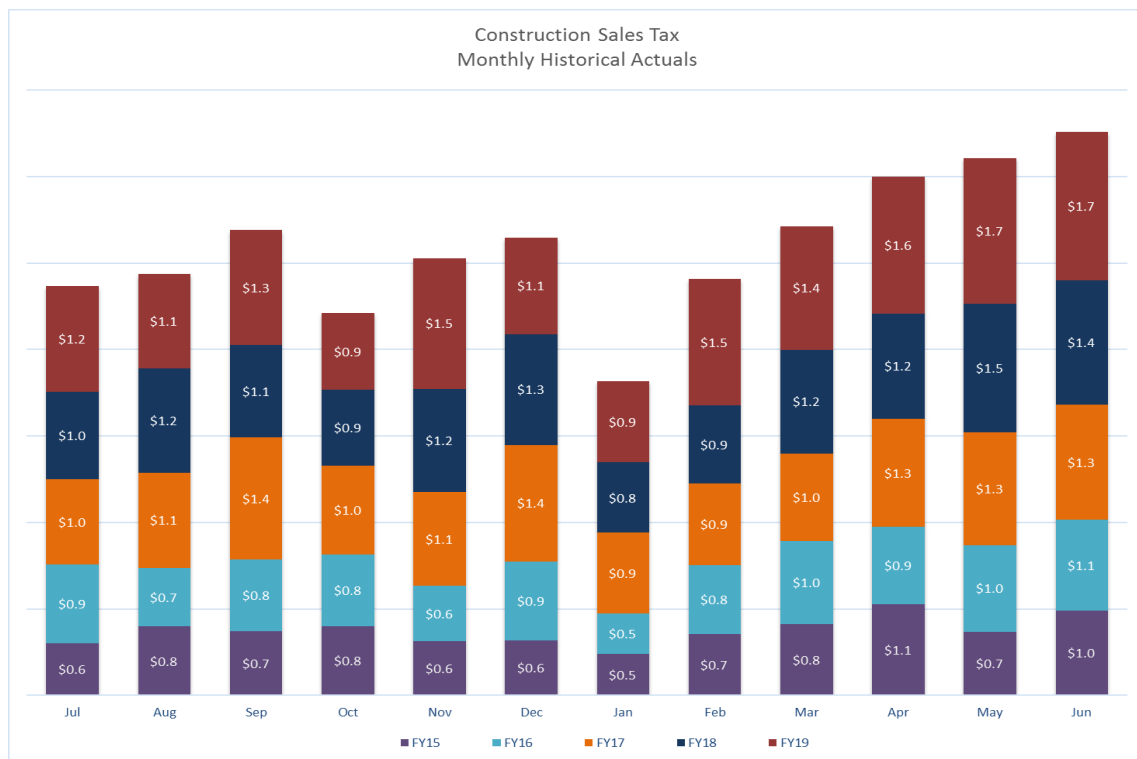
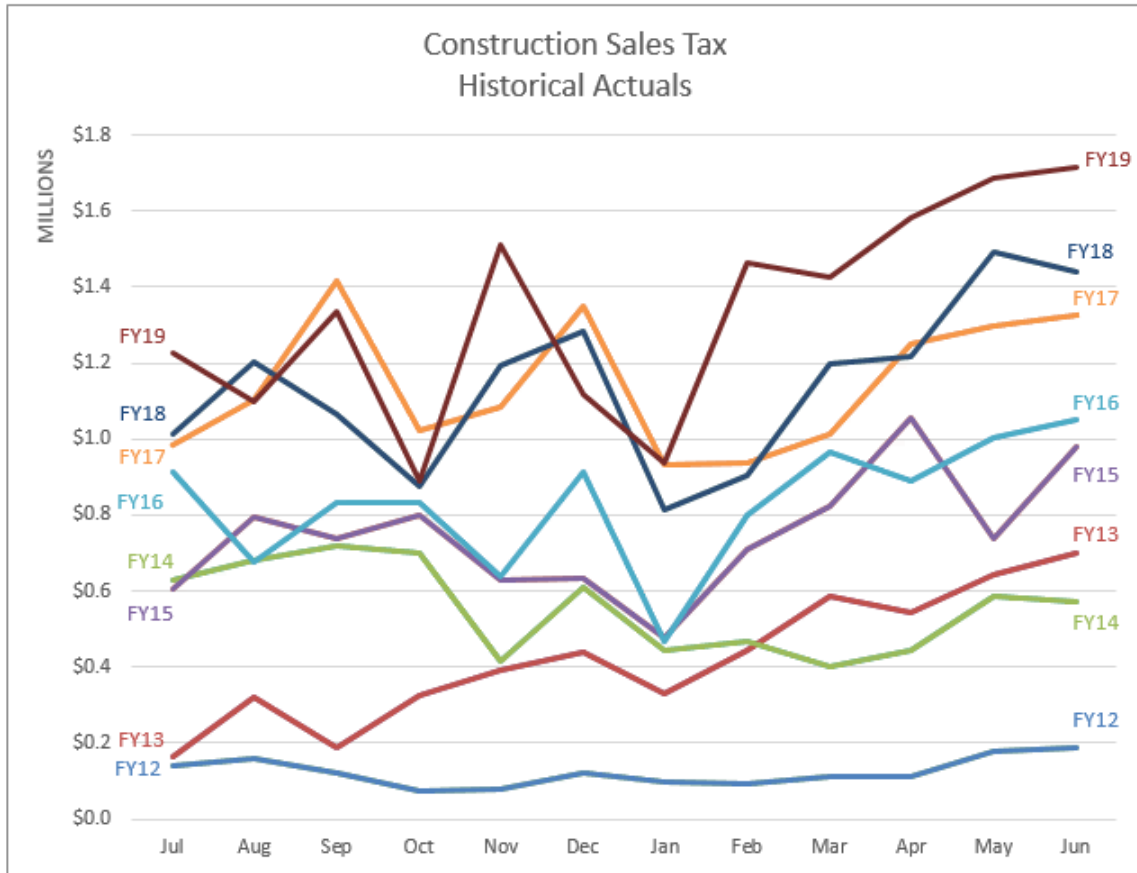
Operating Budget	Jul	Aug	Sept	Oct	Nov	Dec	
General Fund	\$ 2,061,574	\$ 1,926,371	\$ 2,105,140	\$ 1,897,202	\$ 2,359,091	\$ 2,339,818	
EMS Fund	\$ 257,698	240,797	263,142	237,150	294,886	292,477	
Total Operating Budget	\$ 2,319,272	\$ 2,167,168	\$ 2,368,282	\$ 2,134,352	\$ 2,653,978	\$ 2,632,295	
Operating Budget	Jan	Feb	Mar	Apr	May	Jun	YTD Total
General Fund	\$ 1,947,654	\$ 2,167,462	\$ 2,399,990	\$ 2,375,904	\$ 2,412,765	\$ 2,500,203	\$ 26,493,173
EMS Fund	243,435	270,933	299,999	296,988	301,596	312,525	3,311,626
Total Operating Budget	\$ 2,191,089	\$ 2,438,395	\$ 2,699,988	\$ 2,672,892	\$ 2,714,361	\$ 2,812,728	\$ 29,804,799

Historical Performance





Appendix 1: Queen Creek Monthly Sales Tax Report



Note: In FY 18-19 reporting is revised to reflect ADOR business code categories. Overall TPT revenues are not impacted.

Appendix 1: Queen Creek Monthly Sales Tax Report

TAX RATE CATEGORIES

Town-wide Queen Creek Sales Tax Rates:

CITY/TOWN NAME	REGION CODE	BUSINESS CODE	TAX RATE	COUNTY
QUEEN CREEK	QC			MAR/PNL
Advertising		018	2.25%	
Amusements		012	2.25%	
Contracting – Prime		015	4.25%	
Contracting – Speculative Builders		016	4.25%	
Contracting – Owner Builder		037	4.25%	
Job Printing		010	2.25%	
Manufactured Buildings		027	2.25%	
Timbering and Other Extraction		020	2.25%	
Severance – Metal Mining		019	0.10%	
Publication		009	2.25%	
Hotels		044	2.25%	
Hotel/Motel (Additional Tax)		144	3.00%	
Residential Rental, Leasing, & Licensing for Use		045	2.25%	
Commercial Rental, Leasing, & Licensing for Use		213	2.25%	
Rental, Leasing, & Licensing for Use of		214	2.25%	
Restaurant and Bars		011	2.25%	
Retail Sales		017	2.25%	
Retail Sales Food for Home		062	2.25%	
MRRRA Amount		315	2.25%	
Communications		005	2.25%	
Transporting		006	2.25%	
Utilities		004	2.25%	
Use Tax Purchases		029	2.25%	
Use Tax From Inventory		030	2.25%	

Queen Creek Special District Tax Rates (Town Center):

CITY/TOWN NAME	REGION CODE	BUSINESS CODE	TAX RATE	COUNTY
QUEEN CREEK SPECIAL DISTRICT	QD			MAR
Amusements		012	2.5%	
Job Printing		010	2.5%	
Publication		009	2.5%	
Hotels		044	2.5%	
Restaurant and Bars		011	2.5%	
Retail Sales		017	2.5%	
Retail Sales for Food Home Consumption		062	2.5%	
MRRRA Amount		315	2.5%	
Communications		005	2.5%	
Utilities		004	2.5%	