



## **IMPORTANT CHANGE**

### **NEW TAX RATES EFFECTIVE DECEMBER 1, 2007**

October 8, 2007

Dear Taxpayer:

Last week you received a tax return and a notice of a privilege (sales) tax increase with an effective date of November 1, 2007. However, to allow ample time for all of our taxpayers to make necessary changes, the City Council has approved this change to be effective December 1, 2007.

The new rates, effective December 1, 2007, are shown on the reverse side of this letter. Those categories with no sales tax rate increase are noted with an asterisk. The revised rates will appear on your December 2007 tax return to be mailed to you in late December.

Construction contractors, speculative builders, owner-builders and retailers will continue to be taxed under the old tax rates for contracts executed or agreements signed prior to December 1, 2007. All other rate increases will be effective December 1, 2007.

If you have any questions regarding this matter, please contact our staff at (602) 262-6586 or email the Taxpayer Assistance Program at [TAP@phoenix.gov](mailto:TAP@phoenix.gov).