



FINANCE
NEW • YORK
THE CITY OF NEW YORK
DEPARTMENT OF FINANCE

NEW YORK CITY BANK TAX COLLECTION UPDATE

**** FY 2003: First Quarter ****

July - September 2002

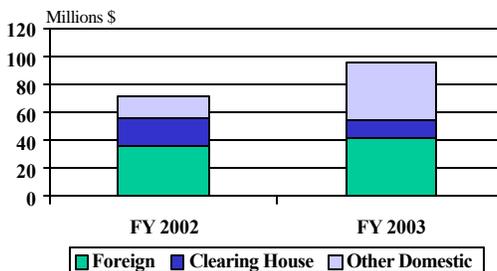
Bank Tax collections in the first quarter of fiscal year 2003 were \$96 million, 34 percent above FY 2002's weak first quarter. Collections from Foreign and Other Domestic banks increased, while payments from Clearing House Banks continued to decline. However, comparisons to the first quarter of FY 2002 may be misleading, due to the filing extension granted businesses that were impacted by the September 11, 2001 attacks.

First-quarter collections from Clearing House banks were \$14 million, \$6 million lower than last year. The decline was attributable to a decrease in tax year 2002 declared liability, which was 33 percent below the comparable liability level reported last year.

Foreign bank payments for the quarter increased 16 percent, to \$41 million. Payments from European banks increased by 83 percent, but collections from Canadian banks dropped 92 percent.

Payments from Other Domestic banks jumped 159 percent in the first quarter, from \$16 million to \$41 million. The growth was due to an increase in mortgage and refinancing activities driven by low interest rates. Collections from Thrifts were up 420 percent, while Commercial banks' payments increased 155 percent.

Bank Tax
First-Quarter Collections
FY 2002 - FY 2003



QUARTERLY TAX COLLECTIONS
From July 1 to September 30
(\$ millions)

Bank Type	CY 99		CY 00		CY 01		CY 02		02/01
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Clearing House	3	3%	36	23%	20	28%	14	14%	-31%
Foreign	52	61%	100	63%	36	50%	41	43%	16%
Other Domestic	31	36%	24	15%	16	22%	41	43%	159%
<i>Thrift</i>	8	10%	5	3%	3	5%	18	19%	420%
<i>Commercial</i>	10	12%	11	7%	5	8%	14	15%	155%
<i>Other</i>	13	15%	8	5%	7	10%	9	9%	31%
Total	86	100%	159	100%	71	100%	96	100%	34%

CALENDAR YEAR-TO-DATE TAX COLLECTIONS
From January 1 to September 30
(\$ millions)

Bank Type	CY 99		CY 00		CY 01		CY 02		02/01
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Clearing House	40	12%	72	19%	32	10%	59	18%	84%
Foreign	184	58%	221	58%	203	64%	146	45%	-28%
Other Domestic	94	30%	86	23%	80	25%	115	36%	45%
<i>Thrift</i>	22	7%	14	4%	17	5%	47	15%	175%
<i>Commercial</i>	41	13%	33	9%	23	7%	30	9%	30%
<i>Other</i>	31	10%	39	10%	39	12%	38	12%	-3%
Total	318	100%	380	100%	315	100%	320	100%	2%

Note: **Foreign Banks** are non-U.S. incorporated commercial banks with branches and offices in the United States. **Clearing House Banks** are large commercial banks that are members of the New York Clearing House Association. **Thrift Banks** are both savings and loans associations and savings banks. **Commercial Banks** specialize in accepting corporate demand and time deposits and make commercial loans to businesses. **Other Banks** include Non-bank Banks (limited-service banks which include certain leasing corporations, mortgage and loan production offices), Trust Companies, Edge Act Corporations, subsidiaries of domestic and foreign banks which file as separate entities, and banking institutions whose bank types cannot be identified at the time of reporting. Note that data under Clearing House Bank sector have been revised to reflect the increase in number of Clearing House banks since January 1, 2001.