

TAX FACTORING FOR REAL PROPERTY RENTALS (Commercial Property Leases)

Avondale Transaction Privilege Tax (TPT)

This publication is for general information only. For complete details, refer to the City of Avondale Tax Code.

Avondale Tax Rate 2.5%
Maricopa County Tax Rate 0.5%
Combined Rate 3.0%

The Avondale tax rate on commercial rental property revenue is 2.5% and the Maricopa County tax rate is .5%. (There is no state tax on commercial property rentals.) If the taxes are not separately charged and collected, taxpayers should use the combined commercial property rental tax factor of 2.912624% to calculate the amount of taxes due.

Example:

Gross Rent	\$ 1,000.00
Avondale Factored Tax Rate	<u>X 2.912624%</u>
Tax Deduction – Column 2 (Ded. Code 551)	\$ 29.12
Gross Rent	\$ 1,000.00
Less: Factored Tax	<u>\$ 29.12</u>
Taxable Rent	\$ 970.88
Avondale Tax Rate	2.5%
Maricopa Tax Rate	0.5%
Combined Tax Rate	<u>X 3.0%</u>
Avondale Tax Due	\$ 24.27
Maricopa County Tax Due	\$ 4.85

For more information call Sales Tax at (623) 333-2001 or
Residential Rentals at (623) 333-2004.

Write or visit:

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