

Table 15: Taxation Page 1

Corporate Income Tax/Franchise Tax (2010)		State	Local
Rate (range)		6.968%	0
Accelerated Depreciation Permitted (Yes or No)		Yes. Through the Enterprise Zone Program.	0
Personal Income Tax (2010)		State	Local
Rate (Range)		2.59%-4.54%	0
Earned Income			0
Unearned Income (e.g. Dividend)			0
Local Occupation Tax (Paid by Employee)		Rate	Basis
City Residents		None	NA
Non-City Residents		None	NA
Local Wage Tax (Paid by Employer)		Rate	Basis
City Residents		None	NA
Non-City Residents		None	NA
Sales/Use Tax Rate		Data Year	
State (Transaction Privilege Tax)		6.6%-10.6% (9.01 State Median)	2011
Mohave County		8.85%	2011
Sales Tax: Bullhead City, Kingman and Lake Havasu City		2.00%	2011
Use Tax: Bullhead City, Kingman and Lake Havasu City		2.00%	2011
Jet Fuel Tax: Bullhead City and Lake Havasu City		0.03/gal.	2011
Hotel/Motel: Kingman		4.00%	2011
Hotel/Motel: Bullhead City and Lake Havasu City		3.00%	2011
Restaurant/Bar (Lake Havasu City)		1.00%	2011
SalesTax by Utility Companies:			
Electric Power			Yes
Natural Gas			Yes
Fuel Oil			No
Water			Yes
Sewer			Yes
Hazardous Waste Disposal			No
Telephone			
Local			Yes
Long Distance In State			Yes
Long Distance Out of State			Yes

Table 15: Taxation Page 2

Machinery & Equipment Subject to Sales/Use Tax				
Production	Yes			
Non-Production	Yes			
Pollution Control	Yes			
Office Furniture/Fixtures/Equipment	Yes			
Sales/UseTax (Yes or No) on:				
Office Building Construction Materials	Yes			
Industrial Building Construction Materials	Yes			
Manufacturers' Raw Materials	No			
Standard Software	Yes			
Custom Software	No			
Intangible Property				
What is Subject toTax? (e.g. Accounts, Receivables, Capital, Stocks)	N/A			
Basis & Rate	N/A			
Stock BondTransaction Fee (Yes or No & its Yes Rate)	N/A			
Property Tax Rates		2011	2011	2011
City	Bullhead City	Kingman	Lake Havasu City	
City Tax	\$0.00	\$0.00	\$0.00	
County Tax	3.6%	\$3.62	3.6%	
Schools Primary Rate	5.927% - 12.2%	\$5.95	5.927% - 12.2%	
Schools Secondary Rate	1.01% - 7.35%	\$1.84	1.01% - 7.35%	
Schools Total Rate	6.93% - 19.0051%	\$7.79	6.93% - 19.0051%	
Special Districts: City/Fire	0% - 3.25%	\$2.3031 - \$3.25	0% - 3.25%	
Assessment Ratio (%) (Business)	20%	20%	20%	
Assessment Ratio (%) (Home)	10%	10%	10%	
Total Rate	\$6.5654 - \$9.8154	\$11.0408	\$7.311 - \$7.8944	
Effective Rate per \$100	1.46%	\$1.46	1.46%	



Table 15: Taxation Page 3

Real and Personal Property Tax Rates per \$100 Assessed Valuation	2011	2011	2011
	Bullhead City	Kingman	Lake Havasu City
City	\$0.00	\$0.00	\$0.00
County	\$3.62	\$3.62	\$3.62
School District	\$6.57	\$7.79	\$7.31
Special Districts	\$2.326 - \$3.25	\$2.3031 - \$3.25	\$0.2719 - \$2.15
Assessment Ratio (%) (Business)	20%	20%	20%
Assessment Ratio (%) (Home)	10%	10%	10%
Effective Rate per \$100	\$1.46	\$1.46	\$1.46

Note: Assessed value is based on the full cash value after application of the \$50,000 exemption and the assessment ratio for the legal class of property.

Subject to Personal Property Tax	
Production Machinery & Equipment	yes
Non Production Machinery & Equipment	yes
Pollution Control	yes
Inventory	
Raw Materials	no
Work in Progress	no
Finished Goods	no
Freeport Legislation	
Applicable to Warehousing	N/A
Applicable to Manufacturing	N/A
Goods Stored in a Public Warehouse	N/A
Office Furniture-Fixtures	
Computer Equipment	yes
Workstations	yes
Telephones	yes
Furniture	yes
Company Vehicles	no
Standard Software	no
Custom Software	no

