AZ TPT Responsibility for Commercial Construction Contracts as of January 1, 2015

Contract ID __________________________

Description __________________________

1. Prime contract treatment permitted.
2. MRRA treatment permitted with good faith decision

[ ] Date: __________________________

YES

Was the contract bid/signed prior to 5/1/15?

NO

Is the contract for Roadway and surface/subsurface work through Arizona Department of Transportation (ADOT), Counties and Cities?

YES

Is the contract for “Modification” of real property? (Ground up, new construction of real property)

NO

Contract is then for “Maintenance”, “Repair”, “Replacement”, or “Alteration”

YES

Does the contract contain “Modification” work that has a revenue value of 15% or more of the contract value?

NO

Is the contract for “Maintenance”, “Repair” or “Replacement”? 

YES

Contract is considered “Alteration” of real property.

NO

Is the initial contract:
1. Greater than $750,000 OR
2. Scope of work greater than 40% of existing square footage? OR
3. Scope of work includes expansion of greater than 10% of existing square footage?

NO, INITIAL

NO

At the end of the contract, is:
1. The contract value greater than $937,500? OR
2. Scope of work is greater than 50% of existing square footage? OR
3. Scope of work includes expansion greater than 12.5% of existing square footage?

NO

Entire Contract Considered Prime – General pays TPT on all contract gross receipts utilizing applicable deductions.

[ ] Date: __________________________
AZ TPT Responsibility for Residential Construction Contracts as of January 1, 2015

Contract ID __________________________

Description __________________________

1. Prime contract treatment permitted.
2. MRRA treatment permitted with good faith decision

Is the contract for Roadway and surface/subsurface work through Arizona Department of Transportation (ADOT), Counties and Cities?

Is the contract for "Modification" of real property? (Ground up, new construction of real property)

Contract is then for "Maintenance", "Repair", "Replacement", or "Alteration"

Does the contract contain "Modification" work that has a revenue value of 15% or more of the contract value?

Is the contract for "Maintenance", "Repair" or "Replacement"?

Contract is considered "Alteration" of real property.

Is contract greater than 25% of the Full Cash Value of the property at inception?

At the end of the contract, is the contract value greater than 31.25% of the Full Cash Value of the property

Entire Contract Considered Prime – General pays TPT on all contract gross receipts utilizing applicable deductions.

Contract is considered exempt for AZ TPT purposes. TPT paid at material level to vendor or self reported by purchaser on TPT-1 code 315.

Date: __________________________