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TABLES CF-1, 2
Nos. 61-64 (2011)
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CF-1A, 1B, 2A, & 2B: CORPORATION FRANCHISE TAX
Number of Corporations and Reported Tax Liability by Tax Base, Tax Year 2010

Tax year 2010 is the final year of a five-year phase-out of the corporate franchise tax for most corporations. The phase-out was enacted in 2005 under landmark Ohio tax reform legislation (Am. Sub. House Bill 66, 126th General Assembly). For most corporations, there is no franchise tax beginning in tax year 2010. However, the following types of corporations will continue to be subject to the franchise tax: banks and other financial institutions (who remain subject to the 13-mill net worth tax reflected in Table CF-5); certain affiliates of financial institutions that are engaged in financial institution-related activities; certain affiliates of insurance companies that are engaged in insurance-type activities; and securitization companies.

The attached tables reflect non-financial institution taxpayers that remain subject to the corporate franchise tax. Their total tax liability before tax credits was \$22.3 million. Tax liability after credits was \$12.0 million. There were a total of 1,060 such corporations, with 103 of them paying the tax based on net income and 237 paying the tax based on net worth. The number of corporations paying the \$50 or \$1,000 minimum tax amounted to 720.

Tables CF-1A and 1B show the number of corporations and the reported total tax liabilities by tax base for each of five industrial sectors, and an "all other" category.

Tables CF-2A and 2B categorize the corporate returns by the size of the reported tax liability per return. The number of corporations and total tax liability are shown for each of the alternative tax bases for ten tax liability classes. Returns reporting over \$500,000 in tax liability were responsible for approximately 58 percent of the total reported liability.

The data shown on these tables were compiled from returns (form FT-1120) filed for tax year 2010 with the Ohio Department of Taxation.

NOTE: These tables do not include data from the tax returns of financial institutions. Data from financial institution returns are shown on a separate table (CF-5).

**CORPORATION FRANCHISE TAX
 NUMBER OF CORPORATIONS BY TAX BASE AND INDUSTRIAL CLASSIFICATION
 TAX YEAR 2010**

<u>Industry</u>	Industry <u>Codes</u>	<u>Number of Corporations by Tax Base</u>			
		<u>Minimum</u>	<u>Net Worth</u>	<u>Net Income</u>	<u>Total</u>
Finance	522110 - 523900; 525100 - 525990	241	101	55	397
Insurance	524140 - 524290	183	40	21	244
Real Estate	531110 - 531390	87	30	2	119
Rental & Leasing	532100 - 533110	19	28	8	55
Holding Companies	551111 - 551112	161	18	11	190
All Other Industries	n/a	<u>29</u>	<u>20</u>	<u>6</u>	<u>55</u>
TOTAL		720	237	103	1,060

**CORPORATION FRANCHISE TAX
 REPORTED TAX LIABILITY BY TAX BASE AND INDUSTRY CLASSIFICATION
 TAX YEAR 2010**

Tax Liability Before Litter Tax and Credits By Tax Base

Industry	Industry Codes	Minimum	Net Worth	Net Income	Total	Total Non-Refundable and Refundable Tax Credits	Tax Liability After Tax Credits
	522110 - 523900;						
Finance	525100 - 525990	\$87,100	\$3,225,516	\$14,428,517	\$17,741,133	\$3,050,672	\$14,690,461
Insurance	524140 - 524290	74,700	498,993	581,898	1,155,591	402,604	752,987
Real Estate	531110 - 531390	11,000	348,127	29,926	389,053	6,560,741	(6,171,688)
Rental & Leasing	532100 - 533110	7,600	1,003,807	473,701	1,485,108	0	1,485,108
Holding Companies	551111 - 551112	38,450	452,819	405,145	896,414	222,992	673,422
All Other Industries	n/a	<u>12,850</u>	<u>552,360</u>	<u>84,753</u>	<u>649,963</u>	<u>88,495</u>	<u>561,468</u>
TOTAL		\$231,700	\$6,081,622	\$16,003,940	\$22,317,262	\$10,325,504	\$11,991,758

**CORPORATION FRANCHISE TAX
 NUMBER OF CORPORATIONS BY TAX BASE AND TAX LIABILITY CLASS
 TAX YEAR 2010**

Tax Liability Class	Number of Corporations by Tax Base			
	<u>Minimum</u>	<u>Net Worth</u>	<u>Net Income</u>	<u>Total</u>
Minimum (\$50 or \$1,000)	720	0	0	720
\$51 - \$1,000	0	49	20	69
\$1,000 - \$5,000	0	71	21	92
5,001 - 10,000	0	36	11	47
10,001 - 25,000	0	27	13	40
25,001 - 50,000	0	13	11	24
50,001 - 100,000	0	17	11	28
100,001 - 500,000	0	24	9	33
500,001 - 1,000,000	0	0	4	4
Over \$1,000,000	<u>0</u>	<u>0</u>	<u>3</u>	<u>3</u>
TOTAL	720	237	103	1,060

CORPORATION FRANCHISE TAX
REPORTED TAX LIABILITY BY TAX BASE AND TAX LIABILITY CLASS
TAX YEAR 2010

Tax Liability Before Litter Tax and Credits By Tax Base

Tax Liability Class	Minimum	Net Worth	Net Income	Total	Total Non-Refundable and Refundable Tax Credits	Tax Liability After Tax Credits
Minimum (\$50 or \$1,000)	\$231,700	\$0	\$0	\$231,700	\$6,475,819	(\$6,244,119)
\$51 - \$1,000	0	17,617	5,895	23,512	1,009	22,503
\$1,000 - \$5,000	0	168,969	57,899	226,868	3,995	222,873
5,001 - 10,000	0	261,123	76,632	337,755	9,487	328,268
10,001 - 25,000	0	484,405	195,092	679,497	207,292	472,205
25,001 - 50,000	0	454,432	407,103	861,535	352,270	509,265
50,001 - 100,000	0	1,294,581	822,821	2,117,402	239,540	1,877,862
100,001 - 500,000	0	3,400,495	1,569,898	4,970,393	3,036,092	1,934,301
500,001 - 1,000,000	0	0	3,265,813	3,265,813	0	3,265,813
Over \$1,000,000	<u>0</u>	<u>0</u>	<u>9,602,787</u>	<u>9,602,787</u>	<u>0</u>	<u>9,602,787</u>
TOTAL	\$231,700	\$6,081,622	\$16,003,940	\$22,317,262	\$10,325,504	\$11,991,758