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**TABLES CF-1, 2, 3, 4, & 5**
**Nos. 22-30 (2009)**
**May 13, 2009**

## CF-1A, 1B, 2A, & 2B: CORPORATION FRANCHISE TAX
## Number of Corporations and Reported Tax Liability by Tax Base, Tax Year 2008

Tax year 2008 is the third 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 will be 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.

In tax year 2008, corporations computed their regular corporation franchise tax liability, and then reduced such liability by any allowable nonrefundable credits (excluding the pass-through entity tax credit); the resulting net tax liability was then reduced by 60 percent. The pass-through entity tax credit, refundable tax credits, and manufacturing grant were taken against this amount to yield final tax liability.

The attached tables show a total reported post-60 percent phase-out tax liability, net of tax credits and the manufacturing grant, of $598.3 million. A total of 86,286 corporations were represented on the 2008 returns, with 19,083 corporations paying the tax based on net income and 24,345 paying the tax based on net worth. The number of corporations paying the $50 or $1,000 minimum tax amounted to 42,858. However, 86 percent of the tax liability before phase-out, credits, and grants, was based on net income (compared to 85 percent in 2007) and 13 percent was derived from the net worth base (compared to 14 percent in 2007). The remainder of the tax was reported as liability under the minimum tax.

Tables CF-1A and 1B show the number of corporations and the reported total tax liabilities by tax base for each of 19 broad industrial classifications. The largest total tax liability after phase-out, credits, and grants, was reported by manufacturing corporations, which accounted for 42 percent of the total.

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 18 tax liability classes.

Returns reporting over $500,000 in tax liability were responsible for approximately 62 percent of the total reported liability, even though they covered less than one percent of total corporations.

The data shown on these tables were compiled from returns filed for tax year 2008 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).

## CF-3A, 3B, 4A & 4B: CORPORATION FRANCHISE TAX
## Number of Manufacturing Corporations and Reported Tax Liability by Tax Base, Tax Year 2008

These tables show, for 10,783 manufacturing corporations, the total reported post-60 percent phase-out tax liability, net of tax credits and the manufacturing grant, amounted to $242.2 million. Approximately 89 percent of the manufacturing tax liability was based on net income while 10 percent was paid on the net worth base. The remaining liability was collected from the minimum tax.

Tables CF-3A and 3B show the number of corporations and the reported total tax liabilities by tax base for each of the manufacturing categories.

Tables CF-4A and 4B show the manufacturing 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 18 tax liability classes.

The data shown on these tables were compiled from returns filed for tax year 2008 with the Ohio Department of Taxation.

## CF-5: CORPORATION FRANCHISE TAX

### Number of Financial Institutions and Reported Tax Liability by Type of Institution, Tax Year 2008

This table shows a total tax year 2008 corporate franchise tax liability (before credits) for financial institutions of $146.6 million, a decrease of 8.2 percent from tax year 2007. Banks, while making up approximately 66 percent of the total number of financial institutions, reported tax liability of $109.0 million, or 74 percent of the total liability. Savings institutions, making up 24 percent of the total number of financial institutions, reported tax liability of $33.7 million, or approximately 23 percent of the total liability. The remaining $3.8 million of tax liability was reported by other types of financial institutions.

Financial institutions are not required to compute their tax liabilities on the two alternative tax bases (net income and net worth) applied to other corporations. Financial institutions are subject to a tax on net worth only, but at a rate of 13.0 mills rather than 4.0 mills for other corporations.

The data shown on these tables were compiled from returns filed for tax year 2008 with the Ohio Department of Taxation.

## CF - CREDITS: CORPORATION FRANCHISE TAX

### Refundable and Nonrefundable Tax Credits Claimed, Tax Year 2008

The CF-Credits table is a supplement to the CF1-5 tax data series. It provides detail on the tax credits claimed by general (non-financial institution) corporate franchise taxpayers. Both refundable and nonrefundable credits are shown in the table, as is the manufacturing grant. Values are shown on both a pre phase-out factor and a post phase-out factor basis.

The nonrefundable tax credits shown include the coal credit for electric companies, the job training credit, the research credit, the small telephone company credit, and other miscellaneous credits (see the table for a complete list). There were 434 nonrefundable credits claimed amounting to $15.4 million (after the phase-out factor).

The job creation tax credit was the only prominent refundable credit in tax year 2008; there were 203 corporate franchise taxpayers claiming this credit, amounting to $38.8 million.

Lastly, there were 1,237 corporate franchise taxpayers claiming the nonrefundable manufacturing grant amounting to $21.2 million.

The data shown on these tables were compiled from returns filed for tax year 2008 with the Ohio Department of Taxation.

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**CORPORATION FRANCHISE TAX:**
**NUMBER OF CORPORATIONS BY TAX BASE AND INDUSTRY**
**TAX YEAR 2008**

| | Number of Corporations by Tax Base | | | |
|---|---|---|---|---|
| **Industry** | **Minimum** | **Net Worth** | **Net Income** | **Total** |
| Agriculture, Forestry, and Fishing | 551 | 491 | 390 | 1,432 |
| Mining | 212 | 207 | 152 | 571 |
| Utilities (excluding telecommunications) | 95 | 68 | 58 | 221 |
| Construction | 4,068 | 2,588 | 1,725 | 8,381 |
| Manufacturing | 3,809 | 3,962 | 3,012 | 10,783 |
| Wholesale Trade | 2,390 | 2,057 | 1,809 | 6,256 |
| Retail Trade | 5,601 | 4,153 | 2,765 | 12,519 |
| Transportation and Warehousing | 1,750 | 843 | 678 | 3,271 |
| Information (including telecommunications) | 845 | 418 | 349 | 1,612 |
| Finance & Insurance | 2,395 | 1,063 | 1,039 | 4,497 |
| Real Estate, and Rental & Leasing of Property | 3,331 | 1,936 | 1,246 | 6,513 |
| Professional, Scientific & Technical Services | 3,865 | 1,470 | 1,478 | 6,813 |
| Management of Companies (Holding Companies) | 117 | 16 | 16 | 149 |
| Administrative & Support Services, and Waste Management & Remediation Services | 1,225 | 504 | 487 | 2,216 |
| Education, Health Care and Social Assistance | 3,902 | 1,474 | 1,234 | 6,610 |
| Arts, Entertainment, and Recreation | 288 | 96 | 82 | 466 |
| Accomodation and Food Services | 1,640 | 750 | 697 | 3,087 |
| Other Services | 1,735 | 1,122 | 767 | 3,624 |
| Unclassified | 5,039 | 1,127 | 1,099 | 7,265 |
| TOTAL | 42,858 | 24,345 | 19,083 | 86,286 |

* Industry classification was not indicated by taxpayer.

**CORPORATION FRANCHISE TAX**
**REPORTED TAX LIABILITY BY TAX BASE AND INDUSTRY CLASSIFICATION**
**TAX YEAR 2008**

| | BEFORE 60% REDUCTION FACTOR APPLICABLE TO MOST TAXPAYERS | | | | | | | AFTER 60% REDUCTION FACTOR | |
|---|---|---|---|---|---|---|---|---|---|
| | Tax Liability Before Litter Tax and Credits, By Tax Base | | | | | | | | |
| Industry | Minimum | Net Worth | Net Income | Total | Litter Tax (a) | Total Liability Before Credits and Grant | Total Non-Refundable and Refundable Tax Credits (b) | Manufacturing Grant | Tax Liability After Tax Credits and Grant (b) |
| Agriculture, Forestry, and Fishing | $70,300 | $1,203,238 | $4,224,333 | $5,497,871 | $104,635 | $5,602,506 | $10,266 | $127,900 | $2,134,778 |
| Mining | 58,100 | 2,510,146 | 7,802,914 | 10,371,160 | 192,830 | 10,563,990 | 3,674 | 384,829 | 3,893,216 |
| Utilities (excluding telecommunications) | 40,850 | 2,504,133 | 174,830,473 | 177,375,456 | 106,322 | 177,481,778 | 19,660,605 | 5,095 | 63,148,258 |
| Construction | 891,200 | 10,438,045 | 30,664,138 | 41,993,383 | 860,550 | 42,853,933 | 205,260 | 79,717 | 17,463,557 |
| Manufacturing | 1,504,300 | 73,415,312 | 625,520,899 | 700,440,511 | 5,124,197 | 705,564,708 | 26,326,365 | 14,271,008 | 242,174,052 |
| Wholesale Trade | 827,250 | 16,366,089 | 119,420,522 | 136,613,861 | 1,826,438 | 138,440,299 | 2,782,593 | 2,769,849 | 50,683,607 |
| Retail Trade | 1,467,550 | 29,934,464 | 159,886,640 | 191,288,654 | 2,242,856 | 193,531,510 | 7,357,723 | 837,938 | 71,035,191 |
| Transportation and Warehousing | 547,300 | 5,993,245 | 39,682,741 | 46,223,286 | 473,248 | 46,696,534 | 1,365,942 | 169,673 | 17,818,113 |
| Information (including telecommunications) | 317,750 | 10,466,760 | 73,511,927 | 84,296,437 | 550,380 | 84,846,817 | 6,002,195 | 243,498 | 28,179,062 |
| Finance & Insurance | 596,650 | 11,209,213 | 38,954,021 | 50,759,884 | 678,004 | 51,437,888 | 3,300,528 | 313,999 | 19,146,196 |
| Real Estate, and Rental & Leasing of Property | 584,550 | 10,196,286 | 15,973,571 | 26,754,407 | 570,427 | 27,324,834 | 1,325,969 | 226,604 | 10,299,801 |
| Professional, Scientific & Technical Services | 976,050 | 12,781,962 | 69,177,818 | 82,935,830 | 1,004,175 | 83,940,005 | 4,372,740 | 488,826 | 30,075,089 |
| Management of Companies (Holding Companies) | 18,200 | 581,619 | 2,529,868 | 3,129,687 | 36,678 | 3,166,365 | 0 | 263,400 | 1,128,780 |
| Administrative & Support Services, and Waste Management & Remediation Services | 315,850 | 3,763,897 | 11,350,614 | 15,430,361 | 265,125 | 15,695,486 | 519,758 | 127,001 | 5,836,047 |
| Education, Health Care and Social Assistance | 690,050 | 6,193,455 | 21,205,186 | 28,088,691 | 513,715 | 28,602,406 | 237,755 | 38,583 | 11,575,031 |
| Arts, Entertainment, and Recreation | 60,950 | 751,898 | 779,844 | 1,592,692 | 35,178 | 1,627,870 | 3,945 | 50,300 | 636,454 |
| Accomodation and Food Services | 310,000 | 4,527,146 | 16,797,193 | 21,634,339 | 381,224 | 22,015,563 | 453,255 | 147,619 | 8,486,788 |
| Other Services | 274,850 | 3,611,412 | 9,742,836 | 13,629,098 | 266,176 | 13,895,274 | 225,637 | 182,380 | 5,328,174 |
| Unclassified ( c) | 1,035,700 | 12,476,396 | 15,878,154 | 29,390,250 | 634,410 | 30,024,660 | 3,074,037 | 508,374 | 9,254,833 |
| TOTAL | $10,587,450 | $218,924,716 | $1,437,933,692 | $1,667,445,858 | $15,866,568 | $1,683,312,426 | $77,228,247 | $21,236,595 | $598,297,027 |

NOTE: House Bill 66 (126th General Assembly) phases out the corporate franchise tax for most taxpayers by 20 percentage-point annual increments over a five-year period beginning in tax year 2006. Except for the last two columns, all amounts shown are prior to the 60% reduction in effect for tax year 2008.

(a) Combines Tier One of litter tax, which is paid by all corporations, and Tier Two of litter tax, which is paid only by "litter stream" corporations.

(b) Does not reflect nonrefundable credit for taxes paid by qualifying pass-through entities. In addition, refundable tax credits are not subject to the reduction factor.

(c) Industry classification was not indicated by taxpayer.

**CORPORATION FRANCHISE TAX:**
**NUMBER OF CORPORATIONS BY TAX BASE AND TAX LIABILITY CLASS,**
**TAX YEAR 2008**

| | Number of Corporations by Tax Base | | | |
|---|---|---|---|---|
| **Tax Liability Class** | **Minimum** | **Net Worth** | **Net Income** | **Total** |
| Minimum ($50 or $1,000) | 42,858 | -- | -- | 42,858 |
| $51 - $1,000 | -- | 12,014 | 5,572 | 17,586 |
| 1,001 - 2,000 | -- | 3,710 | 2,872 | 6,582 |
| 2,001 - 3,000 | -- | 1,853 | 1,552 | 3,405 |
| 3,001 - 4,000 | -- | 1,073 | 872 | 1,945 |
| 4,001 - 5,000 | -- | 677 | 708 | 1,385 |
| 5,001 - 10,000 | -- | 1,598 | 1,964 | 3,562 |
| 10,001 - 15,000 | -- | 736 | 936 | 1,672 |
| 15,001 - 20,000 | -- | 435 | 681 | 1,116 |
| 20,001 - 25,000 | -- | 305 | 409 | 714 |
| 25,001 - 30,000 | -- | 237 | 368 | 605 |
| 30,001 - 35,000 | -- | 153 | 267 | 420 |
| 35,001 - 50,000 | -- | 350 | 529 | 879 |
| 50,001 - 100,000 | -- | 473 | 881 | 1,354 |
| 100,001 - 200,000 | -- | 731 | 630 | 1,361 |
| 200,001 - 500,000 | -- | 0 | 484 | 484 |
| 500,001 - 1,000,000 | -- | 0 | 189 | 189 |
| Over $1,000,000 | -- | 0 | 169 | 169 |
| TOTAL | 42,858 | 24,345 | 19,083 | 86,286 |

**CORPORATION FRANCHISE TAX**
**REPORTED TAX LIABILITY BY TAX BASE AND TAX LIABILITY CLASS**
**TAX YEAR 2008**

| | BEFORE 60% REDUCTION FACTOR APPLICABLE TO MOST TAXPAYERS | | | | | | | AFTER 60% REDUCTION FACTOR | |
|---|---|---|---|---|---|---|---|---|---|
| | Tax Liability Before Litter Tax and Credits, By Tax Base | | | | | | | | |
| Tax Liability Class | Minimum | Net Worth | Net Income | Total | Litter Tax (a) | Total Liability Before Credits and Grant | Total Non-Refundable and Refundable Tax Credits (b) | Manufacturing Grant | Tax Liability After Tax Credits and Grant (b) |
| Minimum ($50 or $1,000) | $10,587,450 | -- | -- | $10,587,450 | -- | $10,587,450 | $9,319,715 | $51 | $1,255,541 |
| $51 - $1,000 | -- | $4,247,306 | $2,294,426 | 6,541,732 | $206,210 | 6,747,942 | 79,294 | 11,930 | 2,733,153 |
| 1,001 - 2,000 | -- | 5,315,218 | 4,181,697 | 9,496,915 | 271,961 | 9,768,876 | 764,521 | 37,077 | 3,224,140 |
| 2,001 - 3,000 | -- | 4,538,846 | 3,727,682 | 8,266,528 | 233,446 | 8,499,974 | 49,321 | 42,731 | 3,327,894 |
| 3,001 - 4,000 | -- | 3,701,716 | 3,036,880 | 6,738,596 | 194,461 | 6,933,057 | 272,629 | 57,144 | 2,465,569 |
| 4,001 - 5,000 | -- | 3,020,708 | 3,179,942 | 6,200,650 | 178,157 | 6,378,807 | 23,222 | 63,691 | 2,486,821 |
| 5,001 - 10,000 | -- | 11,193,786 | 14,064,758 | 25,258,544 | 716,518 | 25,975,062 | 321,726 | 262,023 | 9,948,966 |
| 10,001 - 15,000 | -- | 9,080,889 | 11,463,023 | 20,543,912 | 567,199 | 21,111,111 | 2,636,634 | 245,039 | 5,801,763 |
| 15,001 - 20,000 | -- | 7,548,920 | 11,797,077 | 19,345,997 | 532,434 | 19,878,431 | 296,511 | 201,092 | 7,547,175 |
| 20,001 - 25,000 | -- | 6,826,033 | 9,124,540 | 15,950,573 | 429,290 | 16,379,863 | 711,995 | 224,488 | 5,794,395 |
| 25,001 - 30,000 | -- | 6,475,635 | 10,075,614 | 16,551,249 | 452,283 | 17,003,532 | 568,288 | 318,428 | 6,099,387 |
| 30,001 - 35,000 | -- | 4,974,748 | 8,676,409 | 13,651,157 | 370,817 | 14,021,974 | 396,764 | 200,805 | 5,095,470 |
| 35,001 - 50,000 | -- | 14,654,907 | 22,098,163 | 36,753,070 | 963,081 | 37,716,151 | 590,320 | 583,743 | 14,252,307 |
| 50,001 - 100,000 | -- | 33,503,004 | 61,711,361 | 95,214,365 | 2,645,155 | 97,859,520 | 2,743,993 | 1,692,982 | 35,708,441 |
| 100,001 - 200,000 | -- | 103,843,000 | 89,464,969 | 193,307,969 | 4,577,638 | 197,885,607 | 15,471,289 | 5,729,626 | 62,449,597 |
| 200,001 - 500,000 | -- | -- | 148,384,409 | 148,384,409 | 2,081,438 | 150,465,847 | 8,354,207 | 3,699,357 | 49,519,629 |
| 500,001 - 1,000,000 | -- | -- | 132,481,674 | 132,481,674 | 763,226 | 133,244,900 | 6,006,737 | 2,881,999 | 45,881,828 |
| Over $1,000,000 | -- | -- | 902,171,068 | 902,171,068 | 683,254 | 902,854,322 | 28,621,081 | 4,984,389 | 334,704,951 |
| TOTAL | $10,587,450 | $218,924,716 | $1,437,933,692 | $1,667,445,858 | $15,866,568 | $1,683,312,426 | $77,228,247 | $21,236,595 | $598,297,027 |

NOTE: House Bill 66 (126th General Assembly) phases out the corporate franchise tax for most taxpayers by 20 percentage-point annual increments over a five-year period beginning in tax year 2006. Except for the last two columns, all amounts shown are prior to the 60% reduction in effect for tax year 2008.

(a) Combines Tier One of litter tax, which is paid by all corporations, and Tier Two of litter tax, which is paid only by "litter stream" corporations.

(b) Does not reflect nonrefundable credit for taxes paid by qualifying pass-through entities. In addition, refundable tax credits are not subject to the reduction factor.

**CORPORATION FRANCHISE TAX**
**NUMBER OF MANUFACTURING CORPORATIONS**
**BY TAX BASE AND INDUSTRY**
**TAX YEAR 2008**

| | Number of Corporations by Tax Base | | | |
|---|---|---|---|---|
| **Industry** | **Minimum** | **Net Worth** | **Net Income** | **Total** |
| Food | 233 | 203 | 175 | 611 |
| Tobacco Manufactures | 6 | 2 | 5 | 13 |
| Apparel and Other Textiles | 77 | 56 | 33 | 166 |
| Lumber and Wood Products | 107 | 117 | 75 | 299 |
| Paper | 75 | 99 | 44 | 218 |
| Printing and Publishing | 198 | 191 | 116 | 505 |
| Chemicals | 304 | 281 | 226 | 811 |
| Petroleum and Coal | 37 | 36 | 47 | 120 |
| Rubber and Plastics | 243 | 237 | 197 | 677 |
| Leather Products | 8 | 13 | 8 | 29 |
| Stone, Clay & Glass Products | 110 | 140 | 100 | 350 |
| Primary Metal | 151 | 156 | 152 | 459 |
| Fabricated Metal | 703 | 929 | 656 | 2,288 |
| Machinery (non-electrical) | 440 | 388 | 343 | 1,171 |
| Electrical Machinery | 352 | 339 | 265 | 956 |
| Transportation Equipment | 148 | 173 | 119 | 440 |
| Miscellaneous Manufacturing | 617 | 602 | 451 | 1,670 |
| TOTAL | 3,809 | 3,962 | 3,012 | 10,783 |

**CORPORATION FRANCHISE TAX**
**REPORTED TAX LIABILITY BY MANUFACTURING CORPORATIONS**
**BY TAX BASE AND INDUSTRY CLASSIFICATION**
**TAX YEAR 2008**

| | BEFORE 60% REDUCTION FACTOR APPLICABLE TO MOST TAXPAYERS | | | | | | | AFTER 60% REDUCTION FACTOR | |
|---|---|---|---|---|---|---|---|---|---|
| | Tax Liability Before Litter Tax and Credits, By Tax Base | | | | | | | | |
| Industry | Minimum Tax | Net Worth | Net Income | Total | Litter Tax (a) | Total Liability Before Credits and Grant | Total Non-Refundable and Refundable Tax Credits (b) | Manufacturing Grant | Tax Liability After Tax Credits and Grant (b) |
| Food | $111,400 | $4,691,590 | $39,883,033 | $44,686,023 | $407,215 | $45,093,238 | $896,725 | $2,307,750 | $14,670,893 |
| Tobacco Manufacturers | 3,150 | 150,900 | 10,107,451 | 10,261,501 | 34,076 | 10,295,577 | 0 | 26,104 | 4,045,276 |
| Apparel and Other Textiles | 27,600 | 599,336 | 1,298,241 | 1,925,177 | 49,311 | 1,974,488 | 72,455 | 6,161 | 770,828 |
| Lumber and Wood Products | 36,700 | 1,069,767 | 4,240,581 | 5,347,048 | 77,216 | 5,424,264 | 96,961 | 248,318 | 1,943,758 |
| Paper | 29,400 | 2,687,666 | 2,717,388 | 5,434,454 | 120,926 | 5,555,380 | 1,770,881 | 325,086 | 371,127 |
| Printing and Publishing | 58,350 | 1,465,502 | 3,912,543 | 5,436,395 | 112,420 | 5,548,815 | 103,052 | 206,983 | 1,980,840 |
| Chemicals | 140,600 | 11,692,821 | 150,594,953 | 162,428,374 | 656,448 | 163,084,822 | 2,820,548 | 1,254,604 | 56,786,825 |
| Petroleum and Coal | 17,050 | 1,455,760 | 205,888,687 | 207,361,497 | 157,328 | 207,518,825 | 404,215 | 536,343 | 82,138,817 |
| Rubber and Plastics | 101,450 | 4,521,640 | 13,511,855 | 18,134,945 | 364,168 | 18,499,113 | 872,542 | 1,394,772 | 4,930,874 |
| Leather Products | 4,200 | 439,411 | 576,887 | 1,020,498 | 22,163 | 1,042,661 | 0 | 0 | 419,584 |
| Stone, Clay & Glass Products | 38,750 | 2,622,729 | 5,365,279 | 8,026,758 | 159,221 | 8,185,979 | 586,731 | 298,362 | 2,604,857 |
| Primary Metal | 67,400 | 3,756,696 | 31,596,487 | 35,420,583 | 279,131 | 35,699,714 | 4,259,260 | 1,175,181 | 8,917,180 |
| Fabricated Metal | 195,700 | 7,817,923 | 47,216,625 | 55,230,248 | 770,493 | 56,000,741 | 1,309,378 | 1,927,225 | 19,914,098 |
| Machinery (non-electrical) | 193,950 | 5,351,227 | 17,478,169 | 23,023,346 | 402,870 | 23,426,216 | 948,649 | 413,533 | 8,237,527 |
| Electrical Machinery | 165,800 | 8,178,793 | 35,344,509 | 43,689,102 | 506,342 | 44,195,444 | 2,466,542 | 770,505 | 15,599,538 |
| Transportation Equipment | 68,200 | 6,606,237 | 20,225,449 | 26,899,886 | 366,370 | 27,266,256 | 6,803,300 | 2,556,767 | 3,171,485 |
| Miscellaneous Manufacturing | 244,600 | 10,307,314 | 35,562,762 | 46,114,676 | 638,499 | 46,753,175 | 2,915,126 | 823,316 | 15,670,544 |
| TOTAL | $1,504,300 | $73,415,312 | $625,520,899 | $700,440,511 | $5,124,197 | $705,564,708 | $26,326,365 | $14,271,008 | $242,174,052 |

NOTE: House Bill 66 (126th General Assembly) phases out the corporate franchise tax for most taxpayers by 20 percentage-point annual increments over a five-year period beginning in tax year 2006. Except for the last two columns, all amounts shown are prior to the 60% reduction in effect for tax year 2008.

(a) Combines Tier One of litter tax, which is paid by all corporations, and Tier Two of litter tax, which is paid only by "litter stream" corporations.

(b) Does not reflect nonrefundable credit for taxes paid by qualifying pass-through entities. In addition, refundable tax credits are not subject to the reduction factor.

**CORPORATION FRANCHISE TAX**
**NUMBER OF MANUFACTURING CORPORATIONS**
**BY TAX BASE AND TAX LIABILITY CLASS**
**TAX YEAR 2008**

| | Number of Manufacturing Corporations by Tax Base | | | |
|---|---|---|---|---|
| **Tax Liability Class** | **Minimum** | **Net Worth** | **Net Income** | **Total** |
| Minimum ($50 or $1,000) | 3,809 | -- | -- | 3,809 |
| $51 - $1,000 | -- | 1,155 | 352 | 1,507 |
| 1,001 - 2,000 | -- | 632 | 331 | 963 |
| 2,001 - 3,000 | -- | 344 | 180 | 524 |
| 3,001 - 4,000 | -- | 223 | 123 | 346 |
| 4,001 - 5,000 | -- | 157 | 120 | 277 |
| 5,001 - 10,000 | -- | 373 | 403 | 776 |
| 10,001 - 15,000 | -- | 177 | 187 | 364 |
| 15,001 - 20,000 | -- | 116 | 149 | 265 |
| 20,001 - 25,000 | -- | 88 | 94 | 182 |
| 25,001 - 30,000 | -- | 80 | 90 | 170 |
| 30,001 - 35,000 | -- | 52 | 66 | 118 |
| 35,001 - 50,000 | -- | 114 | 145 | 259 |
| 50,001 - 100,000 | -- | 167 | 245 | 412 |
| 100,001 - 200,000 | -- | 284 | 203 | 487 |
| 200,001 - 500,000 | -- | 0 | 183 | 183 |
| 500,001 - 1,000,000 | -- | 0 | 62 | 62 |
| Over $1,000,000 | -- | 0 | 79 | 79 |
| TOTAL | 3,809 | 3,962 | 3,012 | 10,783 |

**CORPORATION FRANCHISE TAX**
**REPORTED TAX LIABILITY FOR MANUFACTURING CORPORATIONS**
**BY TAX BASE AND TAX LIABILITY CLASS**
**TAX YEAR 2008**

| | BEFORE 60% REDUCTION FACTOR APPLICABLE TO MOST TAXPAYERS | | | | | | | AFTER 60% REDUCTION FACTOR | |
|---|---|---|---|---|---|---|---|---|---|
| | Tax Liability Before Litter Tax and Credits, By Tax Base | | | | | | | | |
| Tax Liability Class | Minimum | Net Worth | Net Income | Total | Litter Tax (a) | Total Liability Before Credits and Grant | Total Non-Refundable and Refundable Tax Credits (b) | Manufacturing Grant | Tax Liability After Tax Credits and Grant (b) |
| Minimum ($50 or $1,000) | $1,504,300 | -- | -- | $1,504,300 | $0 | $1,504,300 | $2,516,270 | $51 | -$1,015,543 |
| $51 - $1,000 | -- | 463,123 | 158,000 | 621,123 | 21,202 | 642,325 | 38,546 | 8,129 | 221,706 |
| 1,001 - 2,000 | -- | 914,541 | 494,131 | 1,408,672 | 41,318 | 1,449,990 | 99,458 | 31,073 | 468,630 |
| 2,001 - 3,000 | -- | 844,551 | 434,743 | 1,279,294 | 37,822 | 1,317,116 | 16,003 | 34,907 | 484,430 |
| 3,001 - 4,000 | -- | 769,443 | 427,247 | 1,196,690 | 35,395 | 1,232,085 | 22,037 | 40,553 | 442,557 |
| 4,001 - 5,000 | -- | 708,272 | 535,346 | 1,243,618 | 36,323 | 1,279,941 | 17,169 | 44,940 | 457,117 |
| 5,001 - 10,000 | -- | 2,652,422 | 2,917,267 | 5,569,689 | 168,846 | 5,738,535 | 174,728 | 193,334 | 2,009,534 |
| 10,001 - 15,000 | -- | 2,208,901 | 2,318,805 | 4,527,706 | 126,747 | 4,654,453 | 299,512 | 134,792 | 1,552,701 |
| 15,001 - 20,000 | -- | 2,027,138 | 2,560,374 | 4,587,512 | 130,473 | 4,717,985 | 63,644 | 139,975 | 1,708,294 |
| 20,001 - 25,000 | -- | 1,979,752 | 2,108,720 | 4,088,472 | 110,675 | 4,199,147 | 396,658 | 137,111 | 1,214,434 |
| 25,001 - 30,000 | -- | 2,185,181 | 2,478,656 | 4,663,837 | 136,774 | 4,800,611 | 235,056 | 188,633 | 1,588,443 |
| 30,001 - 35,000 | -- | 1,688,918 | 2,141,047 | 3,829,965 | 105,407 | 3,935,372 | 282,678 | 159,705 | 1,152,121 |
| 35,001 - 50,000 | -- | 4,841,740 | 5,981,921 | 10,823,661 | 302,211 | 11,125,872 | 183,515 | 409,082 | 3,926,969 |
| 50,001 - 100,000 | -- | 12,056,626 | 17,094,357 | 29,150,983 | 794,839 | 29,945,822 | 1,344,187 | 1,056,580 | 10,060,335 |
| 100,001 - 200,000 | -- | 40,074,704 | 29,025,780 | 69,100,484 | 1,720,578 | 70,821,062 | 9,638,440 | 3,967,138 | 17,094,217 |
| 200,001 - 500,000 | -- | -- | 56,849,081 | 56,849,081 | 781,903 | 57,630,984 | 3,937,300 | 2,162,417 | 17,626,665 |
| 500,001 - 1,000,000 | -- | -- | 43,343,898 | 43,343,898 | 235,541 | 43,579,439 | 2,728,285 | 2,252,080 | 13,059,582 |
| Over $1,000,000 | -- | -- | 456,651,526 | 456,651,526 | 338,143 | 456,989,669 | 4,332,879 | 3,310,509 | 170,121,859 |
| TOTAL | $1,504,300 | $73,415,312 | $625,520,899 | $700,440,511 | $5,124,197 | $705,564,708 | $26,326,365 | $14,271,008 | $242,174,052 |

NOTE: House Bill 66 (126th General Assembly) phases out the corporate franchise tax for most taxpayers by 20 percentage-point annual increments over a five-year period beginning in tax year 2006. Except for the last two columns, all amounts shown are prior to the 60% reduction in effect for tax year 2008.

(a) Combines Tier One of litter tax, which is paid by all corporations, and Tier Two of litter tax, which is paid only by "litter stream" corporations.

(b) Does not reflect nonrefundable credit for taxes paid by qualifying pass-through entities. In addition, refundable tax credits are not subject to the reduction factor.

# CORPORATION FRANCHISE TAX
# NUMBER OF FINANCIAL INSTITUTIONS AND REPORTED TAX LIABILITY
# BY TYPE OF INSTITUTION
# TAX YEAR 2008

| | Number of Corporations by Type | | | | Tax Liability Before Credits by Type | | | | Refundable & |
|---|---|---|---|---|---|---|---|---|---|
| Tax Liability Class | Banks | Savings Institutions | Other * | Total | Banks | Savings Institutions | Other * | Total | Nonrefundable Tax Credits |
| Minimum ($50 or $1,000) | 14 | 3 | 14 | 31 | $12,000 | $150 | $11,000 | $23,150 | $0 |
| $51 - $1,000 | 5 | 2 | 9 | 16 | 1,009 | 714 | 617 | 2,340 | 0 |
| 1,001 - 2,000 | 2 | 0 | 1 | 3 | 3,293 | 0 | 1,671 | 4,964 | 0 |
| 2,001 - 3,000 | 2 | 0 | 1 | 3 | 4,547 | 0 | 2,588 | 7,135 | 0 |
| 3,001 - 4,000 | 0 | 1 | 1 | 2 | 0 | 3,456 | 3,009 | 6,465 | 0 |
| 4,001 - 5,000 | 2 | 0 | 0 | 2 | 9,442 | 0 | 0 | 9,442 | 0 |
| 5,001 - 10,000 | 3 | 2 | 0 | 5 | 22,333 | 11,092 | 0 | 33,425 | 0 |
| 10,001 - 15,000 | 10 | 2 | 0 | 12 | 120,289 | 23,046 | 0 | 143,335 | 0 |
| 15,001 - 20,000 | 5 | 1 | 1 | 7 | 92,999 | 15,347 | 17,754 | 126,100 | 0 |
| 20,001 - 25,000 | 10 | 1 | 1 | 12 | 231,158 | 22,041 | 21,262 | 274,461 | 3,299 |
| 25,001 - 30,000 | 7 | 0 | 3 | 10 | 197,320 | 0 | 86,289 | 283,609 | 0 |
| 30,001 - 35,000 | 4 | 4 | 0 | 8 | 129,628 | 127,174 | 0 | 256,802 | 10,846 |
| 35,001 - 50,000 | 12 | 5 | 0 | 17 | 500,321 | 226,556 | 0 | 726,877 | 10,212 |
| 50,001 - 100,000 | 42 | 19 | 3 | 64 | 3,191,547 | 1,471,082 | 173,659 | 4,836,288 | 127,704 |
| 100,001 - 200,000 | 54 | 22 | 2 | 78 | 7,696,727 | 3,293,500 | 218,930 | 11,209,157 | 185,411 |
| 200,001 - 500,000 | 54 | 21 | 0 | 75 | 16,908,026 | 7,035,262 | 0 | 23,943,288 | 1,240,970 |
| 500,001 - 1,000,000 | 20 | 6 | 1 | 27 | 14,161,845 | 4,079,056 | 969,617 | 19,210,518 | 313,502 |
| Over 1,000,000 | 14 | 7 | 1 | 22 | 65,767,283 | 17,421,051 | 2,277,955 | 85,466,289 | 9,151,268 |
| TOTAL | 260 | 96 | 38 | 394 | $109,049,767 | $33,729,527 | $3,784,351 | $146,563,645 | $11,043,212 |

* Primarily credit agencies that accept deposits.

# CORPORATION FRANCHISE TAX:

## REPORTED REFUNDABLE AND NONREFUNDABLE TAX CREDITS AND NONREFUNDABLE MANUFACTURING GRANT CLAIMED IN TAX YEAR 2008

(Excludes Credits Claimed by Financial Institutions)

| Type of Tax Credit (a) | Number of Taxpayers Claiming the Credit (b) | Amount Claimed, before 60% Phaseout Factor (c) | Amount Claimed, after 60% Phaseout Factor (c) |
|---|---|---|---|
| Ohio Coal Credit | 7 | $18,903,897 | $7,561,559 |
| Job Training Credit | 114 | 5,805,086 | 2,322,034 |
| Research Credit | 230 | 10,270,179 | 4,108,072 |
| Other Nonrefundable Tax Credits (d) | 83 | 3,477,499 | 1,391,000 |
| Total Nonrefundable Tax Credits | 434 | $38,456,661 | $15,382,664 |
| Refundable Job Creation Tax Credit (e) | 203 | 38,771,586 | 38,771,586 |
| **Total Tax Credits** | 637 | $77,228,247 | $54,154,250 |

| | Number of Taxpayers Claiming the Grant | Amount Claimed, before 60% Phaseout Factor (f), (g) | Amount Claimed, after 60% Phaseout Factor (g) |
|---|---|---|---|
| **Nonrefundable Manufacturing Grant** | 1,237 | $53,091,487 | $21,236,595 |

(a) Excludes the credit for taxes paid by a pass-through entity.
(b) This column reflects the number of taxpayers using each credit. However, some taxpayers used more than one credit. A total of 592 taxpayers used one or more tax credits.
(c) Nonrefundable credit amounts have been adjusted to reflect that the amount claimed may not exceed tax liability.
(d) Comprised of the following credits:
Credit for qualifying affiliated groups;
Credit for recycling and litter prevention donations;
Credit for maintaining railroad crossing warning devices;
Credit for job retention;
Credit for selling alternative fuel;
Credit for eligible new employees in an enterprise zone;
Credit for employers that establish an on-site daycare center;
Credit for an investment in an ethanol plant;
Credit for grape production property;
Credit for 9-1-1 telephone system;
Credit for programs to aid the communicatively impaired;
Technology investment (Edison center) tax credit;
Enterprise zone day-care and training credits; and
Research & development loan repayment credit.
(e) The job creation tax credit is not subject to the phaseout factor.
(f) Taxpayers claim a manufacturing grant net of the phaseout factor. This figure was computed for this table using each taxpayer's reported post-phaseout grant information.
(g) Nonrefundable grant figures have been adjusted to reflect that the amount claimed may not exceed tax liability.