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**CF - CREDITS:  
CORPORATION FRANCHISE TAX**



Table CF - Credits  
No. 37 (2006)  
May 25, 2006

**Refundable and Nonrefundable Tax Credits  
Claimed, Tax Year 2005**

The attached corporate franchise tax table was created as a supplement to the CF1-5 tax data series for tax year 2005. 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. The job creation tax credit is the only refundable credit in tax year 2005; there were 240 corporate franchise taxpayers claiming this credit, amounting to \$36.9 million.

The nonrefundable tax credits shown include the manufacturing investment credit, the Ohio coal credit for electric companies, the credit for taxes paid by pass-through entities, job training credit, research credit, small telephone company credit, and other miscellaneous credits (see the table for a complete list). There were 2,956 nonrefundable credits claimed amounting to \$162.6 million.

The data shown on these tables were compiled from returns filed for tax year 2005 with the Ohio Department of Taxation.

**CORPORATION FRANCHISE TAX  
 REPORTED REFUNDABLE AND NONREFUNDABLE  
 TAX CREDITS CLAIMED  
 IN TAX YEAR 2005  
 (Excludes Credits Claimed by Financial Institutions)**

<b><u>Nonrefundable Tax Credits</u></b>	<b>Number of Credits Claimed (a)</b>	<b>Amount of Credits Claimed (b)</b>
7.5%/13.5% Manufacturing Investment Credit	2,357	\$112,196,370
Ohio Coal Credit	9	22,346,126
Credit for Taxes Paid by a Pass-Through Entity	125	1,837,265
Job Training Credit	160	9,741,139
Research Credit	125	8,559,320
Small Telephone Company Credit	20	956,361
Other Nonrefundable Tax Credits (c)	<u>160</u>	<u>6,959,926</u>
<b>Total Nonrefundable Tax Credits</b>	<b>2,956</b>	<b>\$162,596,507</b>
<b>Refundable Tax Credit</b>		
Job Creation Tax Credit	240	36,885,527
<b>Total Refundable &amp; Nonrefundable Tax Credits</b>	<b>2,764</b>	<b>\$199,482,034</b>

- (a) This column reflects the number of taxpayers claiming each credit. However, the total reflects the number of different taxpayers claiming a tax credit (so taxpayers are only counted once).
- (b) Nonrefundable credit amounts have been adjusted to reflect that the amount claimed may not exceed tax liability.
- (c) 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 eligible new employees in an enterprise zone;  
 Credit for eligible costs associated with a voluntary brownfield site clean-up action;  
 Credit for an investment in an ethanol plant;  
 Credit for grape production property;  
 Credit for 9-1-1 telephone system;  
 Credit for exporting goods;  
 Edison Center credit for research and development investors;  
 Enterprise zone day-care and training credits; and  
 R & D Loan repayment credits.