

CF-1A, 1B, 2A, & 2B: CORPORATION FRANCHISE TAX:



Tables CF-1, 2, 3, 4, & 5
Nos. 56 through 64 (2001)
October 22, 2001

Number of Corporations and Reported Tax Liability by Tax Base, Tax Year 2000

The attached tables show a total reported Ohio corporate franchise tax liability for tax year 2000 of \$846.5 million. The reported liability before credits (including litter tax) was \$913.4 million, but tax credits reduced the net liability by \$66.9 million. A total of 104,738 corporations were represented on the 2000 returns, with 27,832 corporations paying the tax based on net income and 32,230 paying the tax based on net worth. The number of corporations paying the \$50 minimum tax amounted to 44,676. However, 81.2 percent of the tax liability before credits was based on net income (compared to 84 percent in 1999) and 18.5 percent was derived from the net worth base (compared to 16 percent in 1999). 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 nine broad industrial classifications. The largest total tax liability was reported by manufacturing corporations, which accounted for 40.6 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 42.3 percent (compared to 37 percent in 1999) of the total reported liability even though they covered only 0.25 percent of total corporations.

The data shown on these tables were compiled from returns filed for tax year 2000 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 2000

These tables show the total reported Ohio corporate franchise tax liability reported by 11,782 manufacturing corporations for tax year 2000 that amounted to \$317.6 million. The reported liability before credits was \$370.4 million, but tax credits reduced the net liability by \$52.8 million. Approximately 84.7 percent of the manufacturing tax liability was based on net income while 15.3 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 2000 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 2000

This table shows a total Ohio corporate franchise tax liability for financial institutions for tax year 2000 of \$189.7 million, an increase of 4.1 percent from tax

year 1999. Banks, while making up 58.8 percent of the total number of financial institutions, reported tax liability of \$148.4 million, or 78.2 percent of the total liability. Savings and loans, making up 32.8 percent of the total number of financial institutions, reported tax liability of \$40.1 million, or approximately 21.1 percent of the total liability. The remaining \$1.2 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) as are 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 (based on tax year 2000).

**CORPORATION FRANCHISE TAX
NUMBER OF CORPORATIONS BY TAX BASE AND
INDUSTRY, TAX YEAR 2000**

<u>Industry</u>	<u>Number of Corporations by Tax Base</u>			<u>Total</u>
	<u>Minimum</u>	<u>Net Worth</u>	<u>Net Income</u>	
Agriculture & Forestry	357	450	414	1,221
Mining	285	333	172	790
Construction	2,736	2,599	2,669	8,004
Manufacturing	3,075	4,877	3,830	11,782
Transport, Communication, Utility	1,380	1,288	1,042	3,710
Wholesale Trade	1,972	2,761	2,473	7,206
Retail Trade	3,467	4,153	3,215	10,835
Finance, Insurance, Real Estate	4,483	3,299	2,508	10,290
Services	11,364	7,336	5,754	24,454
Unknown*	<u>15,557</u>	<u>5,134</u>	<u>5,755</u>	<u>26,446</u>
TOTAL	44,676	32,230	27,832	104,738

**Industry classification was not indicated by the taxpayer.*

**CORPORATION FRANCHISE TAX
REPORTED TAX LIABILITY BY TAX BASE AND INDUSTRY
TAX YEAR 2000**

<u>Industry</u>	<u>Tax Liability Before Litter Tax and Credits By Tax Base</u>					<u>Litter Tax (a)</u>	<u>Total Liability Before Credits</u>	<u>Total Non- Refundable and Tax Credits</u>	<u>Liability After All Tax Credits</u>
	<u>Minimum</u>	<u>Net Worth</u>	<u>Net Income</u>	<u>Total</u>					
Agriculture & Forestry	\$17,850	\$756,349	\$1,830,699	\$2,604,898	\$56,692	\$2,661,590	\$177,905	\$2,483,685	
Mining	14,250	2,280,576	8,235,008	10,529,833	178,669	10,708,502	2,570,780	8,137,723	
Construction	136,800	4,176,141	27,714,401	32,027,342	699,278	32,726,620	266,302	32,460,318	
Manufacturing	153,750	56,510,837	313,782,874	370,447,461	4,279,997	374,727,458	70,892,923	303,834,535	
Transport, Communication, Utility	69,000	9,330,230	41,381,408	50,780,638	633,418	51,414,056	1,795,794	49,618,261	
Wholesale Trade	98,600	11,926,055	69,251,025	81,275,681	1,363,359	82,639,040	5,241,788	77,397,252	
Retail Trade	173,350	11,715,226	69,373,203	81,261,780	1,188,922	82,450,702	2,160,329	80,290,373	
Finance, Insurance, Real Estate	224,150	16,369,964	38,346,808	54,940,922	957,380	55,898,302	2,721,352	53,176,950	
Services	568,200	18,930,845	53,057,882	72,556,927	1,507,817	74,064,744	2,998,367	71,066,377	
Unknown (b)	<u>777,850</u>	<u>37,179,159</u>	<u>119,057,013</u>	<u>157,014,022</u>	<u>2,304,386</u>	<u>159,318,408</u>	<u>16,132,006</u>	<u>143,186,402</u>	
Total	\$2,233,800	\$169,175,382	\$742,030,322	\$913,439,504	\$13,169,918	\$926,609,422	\$104,957,546	\$821,651,875	

(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) Industry classification was not indicated by taxpayer.

**CORPORATION FRANCHISE TAX
NUMBER OF CORPORATIONS BY TAX BASE AND
TAX LIABILITY CLASS, TAX YEAR 2000**

		<u>Number of Corporations by Tax Base</u>			
<u>Tax Liability Class</u>		<u>Minimum</u>	<u>Net Worth</u>	<u>Net Income</u>	<u>Total</u>
	Minimum	44,676	--	--	44,676
\$51 -	1,000	--	19,741	10,277	30,018
1,001 -	2,000	--	4,466	4,552	9,018
2,001 -	3,000	--	2,022	2,571	4,593
3,001 -	4,000	--	1,077	1,309	2,386
4,001 -	5,000	--	647	1,078	1,725
5,001 -	10,000	--	1,566	2,592	4,158
10,001 -	15,000	--	641	1,194	1,835
15,001 -	20,000	--	360	714	1,074
20,001 -	25,000	--	263	511	774
25,001 -	30,000	--	178	371	549
30,001 -	35,000	--	136	260	396
35,001 -	50,000	--	280	564	844
50,001 -	100,000	--	393	732	1,125
100,001 -	200,000	--	460	475	935
200,001 -	500,000	--	--	369	369
500,001 -	1,000,000	--	--	148	148
Over	\$1,000,000	--	--	<u>115</u>	<u>115</u>
	TOTAL	44,676	32,230	27,832	104,738

**CORPORATION FRANCHISE TAX
REPORTED TAX LIABILITY BY TAX BASE AND TAX LIABILITY
TAX YEAR 2000**

<u>Tax Liability Before Litter Tax and Credits By Tax Base</u>						Total Liability Before Credits	Total Non- Refundable and Refundable Tax Credits	Liability After All Tax Credits
<u>Tax Liability Class</u>	<u>Minimum</u>	<u>Net Worth</u>	<u>Net Income</u>	<u>Total</u>	<u>Litter Tax*</u>			
Minimum	\$2,233,800	--	--	\$2,233,800	--	\$2,233,800	\$1,647,275	\$586,525
\$51 - 1,000	--	\$6,849,004	\$4,344,133	11,193,137	\$341,579	11,534,716	235,850	11,298,866
1,001 - 2,000	--	6,351,764	6,609,649	12,961,413	365,930	13,327,343	609,175	12,718,168
2,001 - 3,000	--	4,961,434	6,218,854	11,180,288	302,921	11,483,209	465,023	11,018,186
3,001 - 4,000	--	3,737,042	4,550,333	8,287,375	226,425	8,513,800	397,318	8,116,482
4,001 - 5,000	--	2,885,388	4,829,415	7,714,803	204,598	7,919,401	327,887	7,591,514
5,001 - 10,000	--	10,885,305	18,294,620	29,179,925	785,383	29,965,308	1,737,135	28,228,172
10,001 - 15,000	--	7,847,463	14,669,102	22,516,565	620,293	23,136,857	1,630,025	21,506,832
15,001 - 20,000	--	6,193,472	12,399,222	18,592,694	505,982	19,098,676	1,344,210	17,754,466
20,001 - 25,000	--	5,899,070	11,421,993	17,321,062	452,343	17,773,405	1,291,120	16,482,285
25,001 - 30,000	--	4,853,594	10,163,581	15,017,175	403,797	15,420,972	1,357,451	14,063,521
30,001 - 35,000	--	4,420,498	8,435,129	12,855,627	341,278	13,196,905	1,471,654	11,725,251
35,001 - 50,000	--	11,714,553	23,510,276	35,224,829	925,945	36,150,774	3,336,789	32,813,985
50,001 - 100,000	--	27,319,935	51,062,842	78,382,777	1,972,286	80,355,063	7,243,409	73,111,653
100,001 - 200,000	--	65,256,862	67,289,628	132,546,490	3,000,894	135,547,384	23,759,914	111,787,470
200,001 - 500,000	--	--	111,960,086	111,960,086	1,622,330	113,582,416	13,842,323	99,740,093
500,001 - 1,000,000	--	--	101,001,237	101,001,237	608,586	101,609,823	11,702,274	89,907,549
Over \$1,000,000	--	--	<u>285,270,221</u>	285,270,221	<u>489,350</u>	<u>285,759,571</u>	<u>32,558,713</u>	<u>253,200,858</u>
TOTAL	\$2,233,800	\$169,175,382	\$742,030,322	\$913,439,504	\$13,169,918	\$926,609,422	\$104,957,546	\$821,651,875

*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.

**CORPORATION FRANCHISE TAX
NUMBER OF MANUFACTURING CORPORATIONS,
BY TAX BASE AND INDUSTRY
TAX YEAR 2000**

<u>Industry</u>	<u>Minimum</u>	<u>Net Worth</u>	<u>Net Income</u>	<u>Total</u>
Food	166	244	204	614
Tobacco Manufactures	4	6	7	17
Apparel and Other Textiles	74	73	44	191
Lumber and Wood Products	130	199	191	520
Paper	90	156	111	357
Printing and Publishing	249	366	310	925
Chemicals	208	347	313	868
Petroleum and Coal	29	46	30	105
Rubber and Plastics	238	272	252	762
Leather Products	8	16	5	29
Stone, Clay & Glass Products	106	212	200	518
Primary Metal	90	161	97	348
Fabricated Metal	563	1,156	917	2,636
Machinery (non-electrical)	345	565	386	1,296
Electrical Machinery	275	364	234	873
Transportation Equipment	111	146	121	378
Miscellaneous Manufacturing	<u>389</u>	<u>548</u>	<u>408</u>	<u>1,345</u>
TOTAL	3,075	4,877	3,830	11,782

**CORPORATION FRANCHISE TAX
REPORTED TAX LIABILITY FOR MANUFACTURING CORPORATIONS,
BY TAX BASE AND INDUSTRY CLASSIFICATION
TAX YEAR 2000**

<u>Industry</u>	<u>Tax Liability Before Litter Tax and Credits by Tax Base</u>					<u>Litter Tax*</u>	<u>Total Liability Before Credits</u>	<u>Total Non- Refundable and Refundable Tax Credits</u>	<u>Liability After All Tax Credits</u>
	<u>Minimum</u>	<u>Net Worth</u>	<u>Net Income</u>	<u>Total</u>					
Food	\$8,300	\$3,217,676	\$37,885,419	\$41,111,395	\$378,336	\$41,489,731	\$4,236,530	\$37,253,201	
Tobacco Manufactures	200	46,896	20,441,885	20,488,981	34,056	20,523,037	17	20,523,020	
Apparel and Other Textiles	3,700	242,791	581,115	827,606	24,625	852,231	21,798	830,433	
Lumber and Wood Products	6,500	1,304,677	7,172,937	8,484,114	134,473	8,618,587	1,512,147	7,106,440	
Paper	4,500	3,207,262	4,767,116	7,978,877	155,790	8,134,668	2,360,212	5,774,456	
Printing and Publishing	12,450	2,005,611	25,901,649	27,919,710	241,074	28,160,784	3,208,202	24,952,582	
Chemicals	10,400	9,069,717	39,736,948	48,817,065	541,746	49,358,810	6,203,271	43,155,539	
Petroleum and Coal	1,450	1,837,651	1,568,467	3,407,568	68,014	3,475,582	1,638,484	1,837,098	
Rubber and Plastics	11,900	3,025,140	13,457,199	16,494,238	248,619	16,742,858	4,431,837	12,311,021	
Leather Products	400	199,361	218,817	418,578	12,543	431,121	7,113	424,008	
Stone, Clay & Glass Products	5,300	2,096,932	14,041,070	16,143,302	195,836	16,339,138	3,601,637	12,737,501	
Primary Metal	4,500	4,253,848	6,071,579	10,329,927	165,347	10,495,275	5,621,498	4,873,777	
Fabricated Metal	28,150	6,340,057	37,092,163	43,460,370	670,119	44,130,490	9,861,478	34,269,012	
Machinery (non-electrical)	17,250	4,105,753	13,627,171	17,750,174	353,151	18,103,325	2,629,702	15,473,623	
Electrical Machinery	13,750	5,174,392	29,989,314	35,177,456	383,563	35,561,019	2,823,724	32,737,295	
Transportation Equipment	5,550	3,807,806	40,519,877	44,333,232	242,151	44,575,383	19,039,458	25,535,925	
Miscellaneous Manufacturing	<u>19,450</u>	<u>6,575,266</u>	<u>20,710,148</u>	27,304,864	<u>430,555</u>	<u>27,735,419</u>	<u>3,695,815</u>	<u>24,039,604</u>	
TOTAL	\$153,750	\$56,510,837	\$313,782,874	\$370,447,461	\$4,279,997	\$374,727,458	\$70,892,923	\$303,834,535	

*Tier One of litter tax is paid by all corporations. Tier Two of litter tax is paid only by "litter stream" corporations.

**CORPORATION FRANCHISE TAX
NUMBER OF MANUFACTURING CORPORATIONS
BY TAX BASE AND TAX LIABILITY CLASS
TAX YEAR 2000**

<u>Tax Liability Class</u>	<u>Minimum</u>	<u>Net Worth</u>	<u>Net Income</u>	<u>Total</u>
Minimum	3,075	--	--	3,075
\$51 - 1,000	--	2,005	665	2,670
1,001 - 2,000	--	784	465	1,249
2,001 - 3,000	--	420	276	696
3,001 - 4,000	--	218	189	407
4,001 - 5,000	--	144	168	312
5,001 - 10,000	--	424	447	871
10,001 - 15,000	--	182	254	436
15,001 - 20,000	--	104	177	281
20,001 - 25,000	--	76	129	205
25,001 - 30,000	--	60	93	153
30,001 - 35,000	--	38	70	108
35,001 - 50,000	--	98	161	259
50,001 - 100,000	--	136	248	384
100,001 - 200,000	--	188	202	390
200,001 - 500,000	--	0	152	152
500,001 - 1,000,000	--	0	80	80
Over \$1,000,000	--	<u>0</u>	<u>54</u>	<u>54</u>
TOTAL	3,075	4,877	3,830	11,782

**CORPORATION FRANCHISE TAX
REPORTED TAX LIABILITY FOR MANUFACTURING CORPORATIONS,
BY TAX BASE AND TAX LIABILITY CLASS
TAX YEAR 2000**

<u>Tax Liability Before Litter Tax and Credits By Tax Base</u>							Total	Total Non-	Liability
<u>Tax Liability Class</u>	<u>Minimum</u>	<u>Net Worth</u>	<u>Net Income</u>	<u>Total</u>	<u>Litter Tax*</u>	<u>Liability Before Credits</u>	<u>Refundable and Refundable Tax Credits</u>	<u>After All Tax Credits</u>	
	Minimum	\$153,750	--	--	\$153,750	--	\$153,750	\$415,378	(\$261,628)
\$51 -	1,000	--	\$841,405	\$301,479	1,142,884	\$34,829	1,177,713	105,978	1,071,735
1,001 -	2,000	--	1,124,260	688,092	1,812,352	50,199	1,862,551	311,335	1,551,216
2,001 -	3,000	--	1,034,505	665,358	1,699,863	45,648	1,745,511	257,692	1,487,819
3,001 -	4,000	--	765,489	658,981	1,424,470	36,823	1,461,293	291,024	1,170,269
4,001 -	5,000	--	644,732	754,372	1,399,104	33,066	1,432,170	239,124	1,193,047
5,001 -	10,000	--	2,976,137	3,226,622	6,202,759	160,541	6,363,300	1,243,100	5,120,200
10,001 -	15,000	--	2,257,512	3,167,187	5,424,699	143,222	5,567,921	931,734	4,636,187
15,001 -	20,000	--	1,787,254	3,123,309	4,910,563	131,337	5,041,900	667,371	4,374,529
20,001 -	25,000	--	1,702,862	2,885,136	4,587,997	108,529	4,696,526	1,057,475	3,639,051
25,001 -	30,000	--	1,638,423	2,535,791	4,174,214	108,675	4,282,889	697,510	3,585,379
30,001 -	35,000	--	1,233,229	2,262,566	3,495,795	89,647	3,585,442	775,201	2,810,241
35,001 -	50,000	--	4,050,275	6,657,597	10,707,872	265,398	10,973,270	2,179,876	8,793,394
50,001 -	100,000	--	9,515,009	17,075,424	26,590,433	646,460	27,236,894	4,764,828	22,472,065
100,001 -	200,000	--	26,939,746	28,465,050	55,404,796	1,247,571	56,652,367	20,245,249	36,407,118
200,001 -	500,000	--	--	46,619,445	46,619,445	653,149	47,272,594	7,065,067	40,207,527
500,001 -	1,000,000	--	--	55,266,725	55,266,725	308,384	55,575,109	7,895,772	47,679,337
Over	\$1,000,000	--	--	<u>139,429,739</u>	<u>139,429,739</u>	<u>216,520</u>	<u>139,646,259</u>	<u>21,749,209</u>	<u>117,897,050</u>
	TOTAL	\$153,750	\$56,510,837	\$313,782,874	\$370,447,461	\$4,279,997	\$374,727,458	\$70,892,923	\$303,834,535

*Combines Tier One litter tax, which is paid by all corporations, and Tier Two litter tax, which is paid only by "litter stream" corporations.

**CORPORATION FRANCHISE TAX
NUMBER OF FINANCIAL INSTITUTIONS AND REPORTED TAX LIABILITY,
BY TYPE OF INSTITUTION
TAX YEAR 2000**

<u>Tax Liability Class</u>	<u>Number of Corporations By Type</u>				<u>Tax Liability By Type</u>			
	<u>Banks</u>	<u>Savings & Loans</u>	<u>Other*</u>	<u>Total</u>	<u>Banks</u>	<u>Savings & Loans</u>	<u>Other</u>	<u>Total</u>
\$51 - 1,000	13	3	19	35	\$2,092	\$1,386	\$1,349	\$4,827
1,001 - 2,000	1	1	0	2	1,660	1,410	0	3,070
2,001 - 3,000	1	0	1	2	2,514	0	2,731	5,245
3,001 - 4,000	2	1	0	3	6,966	3,093	0	10,059
4,001 - 5,000	1	0	0	1	4,483	0	0	4,483
5,001 - 10,000	2	4	2	8	11,666	29,834	12,829	54,329
10,001 - 15,000	1	1	2	4	13,114	14,904	22,669	50,687
15,001 - 20,000	7	2	1	10	121,322	31,727	15,521	168,570
20,001 - 25,000	3	3	2	8	65,294	67,330	44,860	177,484
25,001 - 30,000	4	3	3	10	110,079	82,888	84,716	277,683
30,001 - 35,000	8	4	1	13	260,277	130,937	32,523	423,737
35,001 - 50,000	18	7	0	25	719,632	296,130	0	1,015,762
50,001 - 100,000	49	29	1	79	3,561,693	2,094,317	69,853	5,725,863
100,001 - 200,000	52	29	0	81	7,340,671	4,118,213	0	11,458,884
200,001 - 500,000	36	29	0	65	11,641,552	8,474,721	0	20,116,273
500,001 - 1,000,000	15	5	1	21	9,741,701	3,085,970	953,170	13,780,841
Over \$1,000,000	<u>18</u>	<u>8</u>	<u>0</u>	<u>26</u>	<u>114,773,356</u>	<u>21,629,494</u>	<u>0</u>	<u>136,402,850</u>
TOTAL	231	129	33	393	\$148,378,072	\$40,062,354	\$1,240,221	\$189,680,647

* Primarily credit agencies that accept deposits.