

FRANCHISE TAX BOARD
Personal Income Tax Law
Accrual Estimates
(\$ in Millions)

Exhibit A-1
Page 1 of 1

Payments	2009-2010	2010-2011	2011-2012
Estimate Payments	\$538.8	\$551.6	\$483.3
Return Remittances Payments	838.1	812.2	801.9
Other	1,600.7	1,429.8	1,583.3
Withholding (EDD)	942.1	935.5	929.4
Withholding (FTB)	42.5	52.0	64.6
Total	\$3,962.1	\$3,781.1	\$3,862.5
Refunds	-2,014.7	-2,790.6	-2,527.7
Budget Net	\$1,947.5	\$990.6	\$1,334.8
GAAP Adjustments*	-\$1,057.1	\$749.8	\$309.3
GAAP Net	\$890.3	\$1,740.3	\$1,644.0

*Included: Chapter 751 Statutes of 2008 change to Sept estimated payments,
Accelerated revenue estimate payments, & Net final payments
4/25/2011

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Reported in November 2010
Accrual Estimates
(\$ in Millions)

Payments	2009-2010	2010-2011	2011-2012
Estimate Payments	\$529.7	\$340.0	\$334.6
Return Remittances Payments	802.6	839.4	770.8
Other	1,527.0	1,517.2	1,538.3
Withholding (EDD)	946.4	1,014.5	1,087.6
Withholding (FTB)	42.5	54.8	69.8
Total	\$3,848.2	\$3,766.0	\$3,801.1
Refunds	-2,360.9	-2,703.4	-2,609.8
Budget Net	\$1,487.4	\$1,062.6	\$1,191.4
GAAP Adjustments*	-\$662.1	-\$1,146.2	\$621.5
GAAP Net	\$825.2	-\$83.6	\$1,812.9

*Included: Chapter 751 Statutes of 2008 change to Sept estimated payments,
Accelerated revenue estimate payments, & Net final payments

4/26/2011

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FRANCHISE TAX BOARD
Personal Income Tax

Exhibit A-2
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STATUS OF REFUND CLAIMS REMAINING TO BE PROCESSED
INVENTORY AS OF MAY 2, 2011
RETURNS NOT ON TAXPAYER INFORMATION SYSTEM

	Number	Amount (Thousands)	
Refund returns in Receiving	265,068	\$287,206	\1
Non-remittance returns in Transcriptions/Imaging	147,715	\$160,052	\1
Claim for Refund returns on Return Validation File	105,180	\$149,401	\2
Total:	<u>517,963</u>	<u>\$596,659</u>	

\1 Average refund of \$1,084 applied to inventory.

\2 Average refund of \$1,420

FRANCHISE TAX BOARD

Personal Income Tax

Comparison of Early Returns Processed in 2010 to Total Processed

2009 Tax Year Resident Returns Through April 30, 2010*				
Adjusted Gross Income Class	Returns (000)	Adjusted Gross Income (\$ mil)	Taxable Income (\$ mil)	Tax Liability (\$ mil)
Less Than \$0	149.3	(7,511.5)	0.0	1.7
1 to 10,000	1,585.1	8,564.9	2,683.1	6.8
10,001 to 20,000	1,958.4	29,282.5	17,493.0	52.9
20,001 to 50,000	3,805.5	125,297.9	92,327.7	1,339.7
50,001 to 100,000	2,373.2	167,466.3	130,501.7	4,611.7
100,001 to 200,000	1,176.1	158,829.8	127,849.0	7,102.5
200,001 to 500,000	283.1	78,165.6	67,047.6	5,100.8
500,001 to 1,000,000	29.8	19,774.6	18,454.1	1,608.1
1,000,001 and over	10.4	22,384.3	21,591.6	2,085.5
TOTAL	11,370.8	\$602,254.6	\$477,947.8	\$21,909.7
2009 Tax Year Resident Returns Through December 2010				
Adjusted Gross Income Class	Returns (000)	Adjusted Gross Income (\$ mil)	Taxable Income (\$ mil)	Tax Liability (\$ mil)
Less Than \$0	279.7	(31,838.3)	0.0	6.4
1 to 10,000	2,124.6	11,013.1	3,446.9	11.3
10,001 to 20,000	2,367.7	35,348.7	21,077.2	70.1
20,001 to 50,000	4,622.2	152,875.1	112,157.3	1,711.8
50,001 to 100,000	3,067.1	217,056.9	169,119.5	6,080.6
100,001 to 200,000	1,620.7	220,109.8	177,135.6	9,908.6
200,001 to 500,000	457.0	128,660.9	109,610.1	8,353.3
500,001 to 1,000,000	65.2	44,014.0	40,335.9	3,471.3
1,000,001 and over	33.9	103,920.0	97,739.6	9,397.3
TOTAL	14,638.2	\$881,160.2	\$730,622.2	\$39,010.8
Percent of Total				
Adjusted Gross Income Class	Returns	Adjusted Gross Income	Taxable Income	Tax Liability
Less Than \$0	53.4%	23.6%	N/A	25.7%
1 to 10,000	74.6%	77.8%	77.8%	60.2%
10,001 to 20,000	82.7%	82.8%	83.0%	75.5%
20,001 to 50,000	82.3%	82.0%	82.3%	78.3%
50,001 to 100,000	77.4%	77.2%	77.2%	75.8%
100,001 to 200,000	72.6%	72.2%	72.2%	71.7%
200,001 to 500,000	61.9%	60.8%	61.2%	61.1%
500,001 to 1,000,000	45.7%	44.9%	45.8%	46.3%
1,000,001 and over	30.7%	21.5%	22.1%	22.2%
TOTAL	77.7%	68.3%	65.4%	56.2%

* Includes May 1, 2010

Source: Franchise Tax Board Return Merge File

Detail may not add to total due to rounding

FRANCHISE TAX BOARD

Personal Income Tax

Comparison of Early Returns in 2010 and 2011

2009 Tax Year Returns for Residents Processed Through April 30*, 2010					
Adjusted Gross Income Class	Returns (000)	Adjusted Gross Income (\$ mil)	Taxable Income (\$ mil)	Tax Liability (\$ mil)	
Less Than \$0	149	(7,511.5)	0.0	1.7	
1 to 10,000	1,585	8,564.9	2,683.1	6.8	
10,001 to 20,000	1,958	29,282.5	17,493.0	52.9	
20,001 to 50,000	3,806	125,297.9	92,327.7	1,339.7	
50,001 to 100,000	2,373	167,466.3	130,501.7	4,611.7	
100,001 to 200,000	1,176	158,829.8	127,849.0	7,102.5	
200,001 to 500,000	283	78,165.6	67,047.6	5,100.8	
500,001 to 1,000,000	30	19,774.6	18,454.1	1,608.1	
1,000,001 and over	10	22,384.3	21,591.6	2,085.5	
TOTAL	11,370.8	\$602,254.6	\$477,947.8	\$21,909.7	
2010 Tax Year Returns for Residents Processed Through April 30, 2011					
Adjusted Gross Income Class	Returns (000)	Adjusted Gross Income (\$ mil)	Taxable Income (\$ mil)	Tax Liability (\$ mil)	
Less Than \$0	166.7	(8,475.4)	\$0	1.6	
1 to 10,000	1,664.2	8,958.8	2,800.6	8.2	
10,001 to 20,000	2,067.9	30,895.3	18,508.6	56.6	
20,001 to 50,000	3,906.1	128,580.7	95,652.5	1,379.6	
50,001 to 100,000	2,465.6	173,965.0	137,798.0	4,894.5	
100,001 to 200,000	1,233.4	166,907.9	136,532.4	7,630.2	
200,001 to 500,000	318.9	88,790.8	77,069.7	5,879.3	
500,001 to 1,000,000	36.7	24,450.6	22,942.7	2,007.3	
1,000,001 and over	13.2	29,149.5	28,193.1	2,723.7	
TOTAL	11,872.6	\$643,223.4	\$519,497.5	\$24,581.0	
Percentage Change					
Adjusted Gross Income Class	Returns	Adjusted Gross Income	Taxable Income	Tax Liability	
Less Than \$0	11.7%	-12.8%	N/A	-0.7%	
1 to 10,000	5.0%	4.6%	4.4%	21.1%	
10,001 to 20,000	5.6%	5.5%	5.8%	6.9%	
20,001 to 50,000	2.6%	2.6%	3.6%	3.0%	
50,001 to 100,000	3.9%	3.9%	5.6%	6.1%	
100,001 to 200,000	4.9%	5.1%	6.8%	7.4%	
200,001 to 500,000	12.6%	13.6%	14.9%	15.3%	
500,001 to 1,000,000	23.4%	23.6%	24.3%	24.8%	
1,000,001 and over	27.0%	30.2%	30.6%	30.6%	
TOTAL	4.4%	6.8%	8.7%	12.2%	

* Includes May 1, 2010 matching number of process to 2011 for comparisons

Source: Franchise Tax Board Return Merge File Through 04-30-2011

Detail may not add to total due to rounding

FRANCHISE TAX BOARD
Personal Income Tax Statistics

Exhibit A-4
PAGE 1 of 5

Comparison of 2008-2009 Tax Years Preliminary Full Sample Statistical Sample Data

Resident Returns

(Returns in Thousands, Amounts in Millions **** Values Smaller than .5 Thousands or .5 Millions respectively)

Data Item	2008*		2009*		% Change	
	Returns	Amount	Returns	Amount	Number	Amount
NUMBER OF RETURNS	14,806	14,806	14,638	14,638	-1.1	
FORM 1040 SOURCES OF INCOME						
Wages, Salaries, Tip	12,398	716,250	12,080	678,902	-2.6	-5.2
Taxable Interest	7,029	29,324	6,551	21,615	-6.8	-26.3
Dividend	3,273	27,282	3,025	19,615	-7.6	-28.1
State Tax Refund	3,055	5,469	3,213	5,975	5.2	9.3
Alimony	61	1,121	70	1,286	14.8	14.7
Net Business Income	2,611	41,671	2,618	39,025	0.3	-6.3
Business Income	1,960	48,837	1,982	45,791	1.1	-6.2
Business Loss	651	7,166	637	6,765	-2.2	-5.6
Net Capital Gain or (Loss)	2,704	56,283	2,422	28,633	-10.4	-49.1
Capital Gain	1,081	60,282	702	32,884	-35.1	-45.4
Capital Loss	1,623	3,999	1,721	4,252	6.0	6.3
Net Other Gain or (Loss)	183	-3,427	198	-5,282	8.2	-54.1
Other Gain	56	1,083	55	1,095	-1.8	1.1
Other Loss	127	4,510	143	6,376	12.6	41.4
IRA Distributions (Taxable)	1,015	17,183	846	13,573	-16.7	-21.0
Pension Income (Taxable)	2,244	52,589	2,298	54,807	2.4	4.2
Net Supplemental Income	1,910	51,022	1,949	51,804	2.0	1.5
Supplemental Income (Schedule E)	1,032	82,423	1,057	79,751	2.4	-3.2
Supplemental Loss (Schedule E)	878	31,401	892	27,947	1.6	-11.0
Schedule E						
Rental/Royalties Income	616	14,028	625	13,489	1.5	-3.8
Rental/Royalties Loss	715	10,712	714	10,563	-0.1	-1.4
Partnership and S Corp. Income	622	80,549	624	76,712	0.3	-4.8
Partnership and S Corp. Loss	563	35,632	575	31,112	2.1	-12.7
Estate and Trust Income	95	3,331	97	3,361	2.1	0.9
Estate and Trust Loss	29	788	25	393	-13.8	-50.1
Other Income	22	329	20	403	-9.1	22.5
Other Loss	11	84	11	93	0.0	10.7
Net Farm Income/Loss	57	-1,021	62	-1,089	8.8	-6.7
Farm Income	13	655	17	616	30.8	-6.0
Farm Loss	44	1,676	46	1,705	4.5	1.7
Unemployment Income	1,208	5,944	1,343	10,930	11.2	83.9
Taxable Social Security Income	1,442	16,857	1,434	17,412	-0.6	3.3
Net Other Income	1,448	-6,624	1,433	-11,615	-1.0	-75.3
Other Income	956	11,413	961	11,460	0.5	0.4
Other Loss	194	18,064	218	23,122	12.4	28.0
TOTAL INCOME	14,802	1,009,923	14,619	925,592	-1.2	-8.4

Source: 2008 and 2009 Personal Income Tax Statistical Samples

*Preliminary Data

(tl) Ex-A4 Prelim 2011-04-14.xlsx

4/22/2011

FRANCHISE TAX BOARD
Personal Income Tax Statistics

Exhibit A-4
PAGE 2 of 5

Comparison of 2008-2009 Tax Years Preliminary Full Sample Statistical Sample Data

Resident Returns

(Returns in Thousands, Amounts in Millions **** Values Smaller than .5 Thousands or .5 Millions respectively)

Data Item	2008*		2009*		% Change	
	Returns	Amount	Returns	Amount	Number	Amount
FORM 1040 ADJUSTMENTS TO INCOME						
Educator Expense	271	70	304	77	12.2	10.0
Certain Business Expenses	12	53	16	87	33.3	64.2
Taxpayer IRA Adjustments	314	1,462	300	1,366	-4.5	-6.6
Student Loan Interest Deduction	758	644	757	649	-0.1	0.8
Tuition and Fees Deduction	479	897	268	468	-44.1	-47.8
Health Savings Account	80	257	89	283	11.3	10.1
Moving Expenses	77	221	58	141	-24.7	-36.2
Half of Self Employment Tax	2,146	3,495	2,158	3,465	0.6	-0.9
Health Insurance	495	2,871	490	3,045	-1.0	6.1
Keogh/SEP	151	3,959	148	3,220	-2.0	-18.7
Interest Penalty	167	67	145	40	-13.2	-40.3
Alimony Paid	95	1,670	83	1,625	-12.6	-2.7
Domestic Production	236	814	208	675	-11.9	-17.1
Other	226	63	189	74	-16.4	17.5
TOTAL ADJUSTMENTS	3,798	16,543	3,696	15,217	-2.7	-8.0
FORM 1040 ADJUSTED GROSS INCOME	14,805	993,380	14,618	910,376	-1.3	-8.4
FORM 1040 ITEMIZED DEDUCTIONS						
Medical Expenses Allowed	1,338	10,911	1,166	10,214	-12.9	-6.4
State Tax Payment	5,916	53,847	5,612	46,551	-5.1	-13.5
Real Estate Tax	4,937	24,130	4,738	23,343	-4.0	-3.3
Personal Property Tax	4,343	1,603				
Motor Vehicle Tax Changed!			681	755		
Other Taxes	1,329	418	4,548	2,030	242.2	385.6
Mortgage Interest Reported on Form 1098	4,630	86,943	4,408	75,581	-4.8	-13.1
Mortgage Interest not on Form 1098	166	1,452	157	1,228	-5.4	-15.4
Points not reported on Form 1098	608	449	653	471	7.4	4.9
Qualified Mortgage Insurance Premiums	120	255	221	411	84.2	61.2
Investment Interest	252	3,435	235	2,419	-6.7	-29.6
Total Contributions	4,862	21,351	4,605	18,315	-5.3	-14.2
Casualty Loss	13	463	11	376	-15.4	-18.8
Unrelated Employee Expenses	2,461	12,596	2,285	11,572	-7.2	-8.1
Tax Preparation Fees	3,313	1,153	3,181	1,132	-4.0	-1.8
Other Expenses	1,506	5,782	1,331	5,158	-11.6	-10.8
Total Expense	4,024	19,516	3,864	17,851	-4.0	-8.5
Expenses Allowed	2,087	14,402	1,819	12,888	-12.8	-10.5
Miscellaneous Deduction	230	4,514	200	4,067	-13.0	-9.9
TOTAL ITEMIZED DEDUCTIONS	6,006	219,535	5,696	196,802	-5.2	-10.4
ITEMIZED DEDUCTION ADJUSTMENT						
Federal Itemized Deduction	6,541	226,280	6,471	203,866	-1.1	-9.9
State Tax Paid	6,422	53,942	6,282	47,289	-2.2	-12.3
Other Adjustments	442	169	559	34	26.5	-79.9
Total Itemized Deductions	6,514	172,412	6,440	156,842	-1.1	-9.0
Itemized Deductions After Limitation**	6,515	166,401	6,440	151,649	-1.2	-8.9
TOTAL CA DEDUCTIONS	6,547	168,346	6,486	153,932	-0.9	-8.6

Source: 2008 and 2009 Personal Income Tax Statistical Samples

*Preliminary Data

(tl) Ex-A4 Prelim 2011-04-14.xlsx

4/22/2011

FRANCHISE TAX BOARD
Personal Income Tax Statistics

Exhibit A-4
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Comparison of 2008-2009 Tax Years Preliminary Full Sample Statistical Sample Data

Resident Returns

(Returns in Thousands, Amounts in Millions **** Values Smaller than .5 Thousands or .5 Millions respectively)

Data Item	2008*		2009*		% Change	
	Returns	Amount	Returns	Amount	Number	Amount
SUBTRACTION ADJUSTMENT						
Wages	38	779	45	900	18.4	15.5
California Non-taxable Interest	321	2,454	297	1,500	-7.5	-38.9
Non-taxable Dividend Income	102	603	80	366	-21.6	-39.3
State Tax Refund	3,059	5,466	3,212	5,957	5.0	9.0
Business Income	141	287	175	364	24.1	26.8
Capital Gains	54	467	47	346	-13.0	-25.9
Other Gains	29	213	32	245	10.3	15.0
IRA Distributions	13	53	9	58	-30.8	9.4
Pension and Annuities	20	195	17	184	-15.0	-5.6
Rents, Royalties, and Partnerships	201	1,653	247	2,263	22.9	36.9
Farm Income	13	42	14	97	7.7	131.0
Unemployment Compensation	1,203	5,918	1,333	10,813	10.8	82.7
Social Security Income	1,454	17,080	1,427	17,636	-1.9	3.3
Lottery Income	14	339	10	719	-28.6	112.1
Disaster Loss Carryover	1	108	2	108	100.0	0.0
NOL Carryover	124	14,341	149	21,851	20.2	52.4
Other NOL Adjustments	****	31	****	29		-6.5
Other Income Adjustments	50	908	47	1,320	-6.0	45.4
Educator Expense	314	-80	321	-82	2.2	-2.5
Certain Business Expenses	2	-12	3	-12	50.0	0.0
Tuition and Fees Deduction	512	-953	289	-509	-43.6	46.6
Health Savings Account	79	-256	87	-281	10.1	-9.8
Domestic Production	238	-815	208	-678	-12.6	16.8
Other	11	-33	13	-91	18.2	-175.8
Total Adjustments to Income Adjustment	915	1,416	741	-1,705	-19.0	-220.4
TOTAL SUBTRACTION	5,951	48,733	6,029	63,262	1.3	29.8
ADDITION ADJUSTMENT						
Wage	42	221	99	404	135.7	82.8
Other State Bond Interest	230	1,319	215	1,242	-6.5	-5.8
Dividend Income	58	340	44	165	-24.1	-51.5
Alimony	1	1	0	1	-100.0	0.0
Business Income	157	850	149	584	-5.1	-31.3
Capital Gains	78	532	87	506	11.5	-4.9
Other Gains	11	205	15	257	36.4	25.4
Taxable IRA	2	10	1	10	-50.0	0.0
Taxable Pensions & Annuities	2	46	3	95	50.0	106.5
Rents, Royalties, and Partnerships	468	8,069	449	6,381	-4.1	-20.9
Farm Income	11	211	8	157	-27.3	-25.6
Federal Net Operating Loss	139	16,902	163	22,177	17.3	31.2
Other Income Adjustments	40	625	41	1,485	2.5	137.6
Certain Business Expenses	****	****	1	-2		

**includes itemized smaller than the standard before taxpayer choice

Source: 2008 and 2009 Personal Income Tax Statistical Samples

*Preliminary Data

4/22/2011

(tl) Ex-A4 Prelim 2011-04-14.xlsx

FRANCHISE TAX BOARD
Personal Income Tax Statistics

Exhibit A-4
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Comparison of 2008-2009 Tax Years Preliminary Full Sample Statistical Sample Data

Resident Returns

(Returns in Thousands, Amounts in Millions **** Values Smaller than .5 Thousands or .5 Millions respectively)

Data Item	2008*		2009*		% Change	
	Returns	Amount	Returns	Amount	Number	Amount
Alimony Paid	****	-2	****	-4		
Student Loan Interest Deduction	3	-12	4	-5	33.3	58.3
Other	1	-10	2	-9	100.0	10.0
Total Adjustments to Income Adjustment	6	-25	7	-20	16.7	20.0
TOTAL ADDITION	1,077	29,367	1,121	33,467	4.1	14.0
CA ADJUSTED GROSS INCOME	14,806	973,630	14,638	880,908	-1.1	-9.5
CA DEDUCTIONS FROM FORM 540						
Itemized	5,930	164,791	5,766	149,837	-2.8	-9.1
Standard	8,874	46,683	8,872	46,529	0.0	-0.3
Total 540 Deductions (calculated)	14,805	211,473	14,638	196,366	-1.1	-7.1
Taxable Income	14,806	799,561	14,638	729,717	-1.1	-8.7
Computed Tax	13,519	44,964	13,211	41,478	-2.3	-7.8
Exemption Credit	13,933	5,751	13,839	3,285	-0.7	-42.9
Personal Exemptions	14,151	1,965	14,063	1,937	-0.6	-1.4
Dependents	6,111	3,644	6,158	1,162	0.8	-68.1
Renter's Credit	1,355	98	1,885	152	39.1	55.1
Special Credits	120	756	149	790	24.2	4.5
CA Alternative Minimum Tax	11	50	8	54	-27.3	8.0
Mental Health Services Tax	39	943	31	648	-20.5	-31.3
Other Taxes	466	129	522	137	12.0	6.2
CA Total Tax Liability	8,684	41,676	9,452	38,879	8.8	-6.7
Prepayments						
Withheld	11,758	32,413	11,405	30,873	-3.0	-4.8
Real Estate/Other Withholding	18	311	13	164	-27.8	-47.3
Estimates Paid	1,171	16,856	1,059	13,020	-9.6	-22.8
Excess SDI	223	45	166	46	-25.6	2.2
CA Child Care Expense Credit	455	134	427	123	-6.2	-8.2
Overpayment	10,233	12,030	8,863	9,376	-13.4	-22.1
Balance Due	2,450	3,947	3,485	4,029	42.2	2.1
Credit Transfers	527	2,800	461	2,616	-12.5	-6.6
Use Tax	53	8	61	10	15.1	25.0
Voluntary Contributions	114	4	101	4	-11.4	0.0
Refunds	9,885	9,220	8,544	6,749	-13.6	-26.8
Payment Due	2,460	3,949	3,493	4,033	42.0	2.1

Source: 2008 and 2009 Personal Income Tax Statistical Samples

*Preliminary Data

4/22/2011

(tl) Ex-A4 Prelim 2011-04-14.xlsx

FRANCHISE TAX BOARD
Personal Income Tax Statistics

Comparison of 2008-2009 Tax Years Preliminary Full Sample Statistical Sample Data
Resident Returns

Adjusted Gross Income Class	2008*		2009*		% Change	
	Amount ^a	Average	Amount ^a	Average	Amount	Average
Number of Returns						
Negative to Zero	225		274		22.1%	
1 to 10,000	1,938		2,128		9.8%	
10,000 to 20,000	2,355		2,376		0.9%	
20,000 to 50,000	4,773		4,618		-3.2%	
50,000 to 100,000	3,212		3,066		-4.5%	
100,000 to 200,000	1,693		1,619		-4.4%	
200,000 to 500,000	493		457		-7.2%	
500,000 to 1,000,000	76		65		-14.7%	
1,000,000 and over	43		34		-20.2%	
TOTAL	14,806		14,638		-1.1%	
Adjusted Gross Income						
Negative to Zero	-24,242	-107,852	-31,967	-116,498	31.9%	8.0%
1 to 10,000	10,495	5,416	11,214	5,269	6.9%	-2.7%
10,000 to 20,000	35,499	15,077	35,585	14,974	0.2%	-0.7%
20,000 to 50,000	158,734	33,254	153,463	33,229	-3.3%	-0.1%
50,000 to 100,000	227,701	70,897	217,129	70,818	-4.6%	-0.1%
100,000 to 200,000	229,685	135,687	218,905	135,228	-4.7%	-0.3%
200,000 to 500,000	140,158	284,319	128,785	281,662	-8.1%	-0.9%
500,000 to 1,000,000	51,239	675,693	43,569	673,706	-15.0%	-0.3%
1,000,000 and over	144,361	3,395,391	104,280	3,073,287	-27.8%	-9.5%
TOTAL	973,630	65,758	880,965	60,183	-9.5%	-8.5%
Taxable Income						
Negative to Zero	0	0	0	0		
1 to 10,000	3,418	1,764	3,595	1,689	5.2%	-4.3%
10,000 to 20,000	21,368	9,075	21,328	8,975	-0.2%	-1.1%
20,000 to 50,000	115,021	24,096	112,601	24,381	-2.1%	1.2%
50,000 to 100,000	174,965	54,477	168,750	55,039	-3.6%	1.0%
100,000 to 200,000	182,938	108,072	175,866	108,641	-3.9%	0.5%
200,000 to 500,000	118,967	241,333	109,724	239,974	-7.8%	-0.6%
500,000 to 1,000,000	46,884	618,253	39,843	616,101	-15.0%	-0.3%
1,000,000 and over	136,000	3,198,743	98,085	2,890,696	-27.9%	-9.6%
TOTAL	799,561	54,001	729,792	49,855	-8.7%	-7.7%
Total Tax Liability						
Negative to Zero	6	26	6	23	8.9%	-11.5%
1 to 10,000	9	5	11	5	14.9%	0.0%
10,000 to 20,000	53	23	70	30	32.4%	30.4%
20,000 to 50,000	1,429	299	1,744	378	22.0%	26.4%
50,000 to 100,000	5,320	1,657	6,049	1,973	13.7%	19.1%
100,000 to 200,000	9,295	5,491	9,789	6,047	5.3%	10.1%
200,000 to 500,000	8,680	17,607	8,363	18,291	-3.6%	3.9%
500,000 to 1,000,000	3,936	51,904	3,420	52,880	-13.1%	1.9%
1,000,000 and over	12,948	304,531	9,434	278,029	-27.1%	-8.7%
TOTAL	41,676	2,815	38,886	2,656	-6.7%	-5.6%

a: The Number of Returns are in Thousands. The Adjusted Gross Income, Taxable Income, and Total Tax Liability Amounts are in Millions.

Source: 2008 and 2009 Personal Income Tax Statistical Samples

*Preliminary Data

(tl) Ex-A4 Prelim 2011-04-14.xlsx

FRANCHISE TAX BOARD
Personal Income Tax Statistics
Special Tax Credits Allowed
Credit Amount > \$10 million
2008 - 2009 Tax Years*

Exhibit A-5
Page 1 of 2

Credit	2008		2009		Percent Change	
	Number	Amount (\$ Thousands)	Number	Amount (\$ Thousands)	Number	Amount
Child and Dependent Care	469,954	137,711	463,371	134,965	-1.4	-2.0
Enterprise Zone Hiring and Sales	21,907	170,966	24,221	196,203	10.6	14.8
New Hire Jobs	0	0	5,503	14,450	N/A	N/A
New Home	0	0	7,826	16,554	N/A	N/A
Other State Tax	126,820	638,301	118,348	591,200	-6.7	-7.4
Prior Year Alternative Minimum Tax	5,045	19,321	4,882	15,067	-3.2	-22.0
Renter's Credit (non-refundable)	1,435,999	102,835	1,945,249	154,797	35.5	50.5
Research	3,618	58,316	3,817	57,590	5.5	-1.2
Subtotal	2,063,343	1,127,450	2,573,217	1,180,826	24.7	4.7

* Largely the listed tax years; also includes amended and prior-year returns that were filed during the same time period

FRANCHISE TAX BOARD

Exhibit A-5

Personal Income Tax Statistics 2008 - 2009 Tax Years**
Special Tax Credits Allowed Credit Amount < \$10 million
(\$ Thousands)***

Page 2 of 2

Credit	2008		2009		Percent Change	
	Number	Amount ***	Number	Amount***	Number	Amount
Agricultural Transportation	43	143	36	92	-16.3	-35.7
Child Adoption	1,647	2,008	1,825	2,037	10.8	1.5
Commercial Solar Energy Carryover	37	66	33	71	-10.8	7.7
Commercial Solar Electric Carryover	5	5	36	31	620.0	554.5
Community Development Deposit	43	18	89	154	107.0	766.6
Dependent Parent	366	103	408	119	11.5	15.4
Disabled Access	428	35	397	32	-7.2	-7.9
Donation of Agricultural Products Carryover	9	82	24	85	166.7	4.0
Employer Child Care Contribution	4,031	1,690	4,584	1,908	13.7	12.9
Employer Child Care Program	633	155	765	182	20.9	17.3
Enhanced Oil Recovery	17	202	12	136	-29.4	-32.6
Energy Conservation Carryover	1,192	875	2,184	1,904	83.2	117.7
Enterprise Zone Wages	744	160	649	154	-12.8	-3.6
Environmental Tax	15	781	73	119	386.7	-84.8
Farm Workers' Housing	a	3	13	14	N/A	386.1
Joint Custody Head of Household	7,290	1,943	8,556	2,057	17.4	5.9
Joint Strike Fighter Property	0	0	a	4	N/A	N/A
Joint Strike Fighter Wage	a	12	a	5	N/A	-58.5
Local Agency Military Base Recovery Area	61	269	66	322	8.2	19.8
Los Angeles Revitalization Zone	159	2,113	120	1,102	-24.5	-47.9
Low-Emission Vehicle	324	204	517	508	59.6	149.0
Low-Income Housing	373	1,663	381	846	2.1	-49.1
Manufacturing Enhancement Area	11	19	11	16	0.0	-18.0
Manufacturer's Investment	159	1,730	109	884	-31.4	-48.9
Natural Heritage Preservation	23	314	16	68	-30.4	-78.4
New Infant	89	47	258	148	189.9	212.8
Orphan Drug	6	3	5	2	-16.7	-44.8
Political Contribution	2,793	1,077	3,903	1,697	39.7	57.6
Prison Inmate Labor	15	6	16	16	6.7	157.0
Qualified Senior Head of Household	2,874	1,075	3,018	1,150	5.0	7.0
Recycling Equipment	369	135	707	299	91.6	121.5
Residential Rental and Farm Sales Carryover	394	368	335	263	-15.0	-28.6
Rice Straw	31	68	14	26	-54.8	-62.4
Ridesharing:						
Incentive Carryover	2,208	1,016	3,426	1,762	55.2	73.4
Large Employers	158	91	299	177	89.2	95.7
Small Employers	67	20	168	72	150.7	260.6
Transit Pass Carryover	376	162	556	273	47.9	68.4
Vanpool Carryover	812	347	1,466	683	80.5	96.9
Salmon and Steelhead Trout Habitat	10	3	16	7	60.0	163.5
Solar Energy Carryover	212	274	227	386	7.1	40.9
Solar Pump Carryover	13	22	13	9	0.0	-57.4
Solar Systems Credit	309	412	256	304	-17.2	-26.2
Targeted Tax Area	233	3,776	210	3,058	-9.9	-19.0
Water Conservation Carryover	148	40	362	112	144.6	177.9
Unidentified Special Credits	a	15	20	130	N/A	758.4
Subtotal	28,740	23,550	36,185	23,424	25.9	-0.5
Grand Total	2,092,083	1,151,000	2,609,402	1,204,249	24.7	4.6

* Less than \$500

a Omitted for confidentiality reasons

** Largely the listed tax years; also includes amended and prior-year returns that were filed during the same time period

Source: PIT Population Credit Report

4/22/2011

(lq) Ex-A5.xlsx

FRANCHISE TAX BOARD

Personal Income Tax

Gross Capital Gains and Losses by Major Asset Category

1986 Through 2009

(In \$ Millions)

Tax Year	Stocks /a	Other securities	Residential Real Estate /b	Non-Residential Real Estate	Other	Total
Gross Gain						
1986	\$19,395	\$1,276	\$6,555	\$5,722	\$11,923	\$44,871
1987	11,158	891	2,127	2,906	9,855	26,937
1988	10,928	897	6,253	2,720	10,313	31,111
1989	9,478	838	6,675	3,332	10,633	30,956
1990	7,895	901	5,103	2,672	7,373	23,944
1991	9,413	1,249	3,514	2,446	6,710	23,331
1992	8,412	1,516	2,775	1,620	8,627	22,949
1993	14,792	1,924	3,394	1,791	7,344	29,245
1994	12,897	1,553	3,680	1,906	8,771	28,807
1995	22,495	2,627	1,360	4,618	6,910	38,010
1996	25,742	2,065	2,517	1,289	14,359	45,973
1997	32,715	3,823	3,493	2,916	18,781	61,728
1998	37,724	4,883	6,837	2,334	28,826	80,604
1999	66,254	5,075	5,969	4,258	36,481	118,037
2000	113,426	6,235	12,499	2,625	30,562	165,347
2001	42,221	3,967	11,574	5,065	23,151	85,978
2002	31,998	3,583	10,580	4,562	17,229	67,952
2003	29,345	3,300	9,577	6,161	22,640	71,023
2004	39,706	3,156	15,492	6,860	31,460	96,575
2005	53,960	5,385	18,943	10,099	51,844	140,231
2006	55,770	7,440	16,421	7,958	55,416	143,004
2007	60,194	9,797	10,413	6,510	66,643	153,556
2008	41,537	9,194	7,064	4,068	45,754	107,616
2009	20,917	7,220	3,632	2,749	20,758	55,277
Gross Loss /c						
1986	\$2,453	\$436	\$83	\$179	\$1,046	\$4,197
1987	5,225	1,180	58	137	1,235	7,835
1988	3,522	1,111	362	178	2,633	7,806
1989	4,136	1,117	510	145	4,428	10,336
1990	4,837	1,225	363	470	1,944	8,839
1991	2,991	2,716	314	218	3,305	9,544
1992	3,214	1,063	738	283	3,486	8,784
1993	5,700	1,385	1,136	946	3,293	12,459
1994	4,820	2,696	1,527	561	4,392	13,996
1995	9,000	2,562	1,859	176	7,117	20,714
1996	6,786	1,379	444	830	5,603	15,041
1997	8,732	1,897	1,001	603	2,710	14,943
1998	13,271	4,319	674	1,061	4,788	24,112
1999	13,557	4,488	430	279	5,865	24,619
2000	39,003	4,209	438	771	6,466	50,887
2001	40,124	7,115	596	345	8,108	56,288
2002	31,260	8,321	450	275	7,340	47,646
2003	14,538	3,211	218	979	4,557	23,503
2004	15,103	2,256	81	276	3,451	21,167
2005	19,336	3,223	364	137	7,616	30,676
2006	14,546	3,527	344	203	4,583	23,202
2007	11,169	4,108	511	377	6,675	22,839
2008	43,263	27,159	2,580	983	37,378	111,362
2009	17,771	10,968	2,507	1,305	20,700	53,251

/a Includes capital gain distributions

/c Excludes capital loss carryovers.

/b For years prior to 1998, capital gains for sale of primary residences

were excluded because they were largely rolled forward.

Source: California Franchise Tax Board - Capital Assets Samples (various years)

Detail may not add to totals due to rounding

FRANCHISE TAX BOARD
Personal Income Tax
Gross Capital Gains and Losses by Holding Period
1986 Through 2009
(In \$ Millions)

Holding Periods and Selected Asset Categories	Tax Year				2008 to 2009 Change			
	2008		2009		Gain		Loss	
	Gain	Loss	Gain	Loss	Amount	Percent	Amount	Percent
1 Year or Less								
Stocks /a	\$5,432	\$27,216	\$5,426	\$4,872	-\$5	-0.1	-\$22,344	-82.1
Residential Real Estate	9	78	262	81	253	2,941.6	3	3.7
NonResidential R/E	70	19	1	23	-69	-98.4	4	18.7
Other /b	7,718	32,269	9,013	7,363	1,295	16.8	-24,905	-77.2
Subtotal	\$13,229	\$59,582	\$14,702	\$12,339	\$1,473	11.1	-\$47,243	-79.3
More Than 1 Year /c								
Stocks /a	36,105	\$16,047	\$15,491	\$12,900	-\$20,614	-57.1	-\$3,147	-19.6
Residential Real Estate	7,056	2,502	\$3,371	\$2,425	-3,685	-52.2	-77	-3.1
NonResidential R/E	3,997	963	\$2,748	\$1,282	-1,249	-31.3	319	33.1
Other /b	47,229	32,268	\$18,966	\$24,305	-28,263	-59.8	-7,963	-24.7
Subtotal	\$94,387	\$51,780	\$40,575	\$40,912	-\$53,812	-57.0	\$-10,868	-21.0
Total								
Stocks /a	41,537	\$43,263	\$20,917	\$17,771	-\$20,620	-49.6	-\$25,491	-58.9
Residential Real Estate	7,065	2,580	3,632	2,507	-3,432	-48.6	-74	-2.9
NonResidential R/E	4,067	982	2,749	1,305	-1,318	-32.4	323	32.8
Other /b	54,947	64,537	27,979	31,668	-26,968	-49.1	-32,869	-50.9
TOTAL	\$107,616	\$111,362	\$55,277	\$53,251	-\$52,339	-48.6	\$-58,111	-52.2

/a Includes capital gains distributions.

/b Includes assets sold within partnerships and S corporations, bonds, other nonstock securities, and all remaining asset categories, except

/c Includes transactions with unknown holding periods.

Source: California Franchise Tax Board - Capital Assets Samples (various years)

Detail may not add to totals due to rounding

FRANCHISE TAX BOARD
Personal Income Tax
Gross Capital Gains and Losses by Sources
1986 Through 2009
(In \$ Millions)

Tax Year	Flow-Through			Installment sales /a /b	Total
	Individuals	Businesses	Entities		
Gross Gain					
1986	\$23,621	\$6,530	\$7,942	\$6,878	\$44,871
1987	18,170	583	3,884	4,300	26,937
1988	9,198	5,929	8,869	4,115	31,111
1989	11,197	8,594	8,236	2,928	30,956
1990	9,213	6,244	5,745	2,722	23,944
1991	10,974	3,914	5,100	3,343	23,331
1992	11,007	3,081	5,642	3,220	22,949
1993	17,174	3,364	5,851	2,856	29,245
1994	15,471	4,071	6,471	2,794	28,807
1995	26,451	2,691	7,010	1,859	38,010
1996	27,936	3,664	12,055	2,317	45,973
1997	36,134	4,895	16,411	4,289	61,728
1998	48,747	7,530	19,965	4,363	80,604
1999	79,318	7,348	25,119	6,252	118,037
2000	122,977	10,609	26,783	4,977	165,347
2001	48,037	14,164	19,104	4,673	81,305
2002	36,471	12,597	14,723	4,161	67,952
2003	37,749	10,232	17,916	5,126	71,023
2004	54,913	13,778	22,801	5,083	96,575
2005	73,022	21,441	38,992	6,776	140,231
2006	72,241	17,765	46,809	6,190	143,004
2007	78,608	11,236	56,564	7,149	153,556
2008	60,132	9,216	32,733	5,535	\$107,616
2009	30,552	5,775	15,934	3,016	55,277
Gross Loss					
1986	\$3,401	\$410	\$378	\$7	\$4,197
1987	7,265	66	504	1	7,835
1988	5,914	786	1,105	1	7,806
1989	6,919	1,345	2,072	/c	10,336
1990	6,735	1,022	1,081	/c	8,839
1991	7,507	810	1,225	2	9,544
1992	5,288	2,033	1,453	11	8,784
1993	7,982	2,401	1,792	284	12,459
1994	9,476	2,427	2,042	51	13,996
1995	13,111	4,064	3,501	38	20,714
1996	10,075	1,384	3,582	/c	15,041
1997	11,392	2,063	1,488	0	14,943
1998	20,804	1,899	2,252	0	24,956
1999	20,326	1,151	3,141	2	24,619
2000	44,891	1,285	4,689	22	50,887
2001	49,443	1,204	5,641	0	56,288
2002	41,041	1,047	5,557	1	47,646
2003	18,869	1,659	2,975	0	23,503
2004	18,514	799	1,778	76	21,167
2005	27,094	1,577	2,005	0	30,676
2006	19,405	998	2,795	4	23,202
2007	18,355	1,358	3,126	0	22,839
2008	92,887	4,460	14,013	3	111,362
2009	39,161	4,383	9,707	0	53,251

/a The source of 1992 capital gains from installment sales was 50 percent individuals, 46 percent businesses, and 4 percent other.

/b The source of 1992 capital losses from installment sales was distributed 31 percent for individuals and 69 percent for businesses.

/c Less than \$0.5 million.

Source: California Franchise Tax Board: Capital Assets Study
Detail may not add to totals due to rounding

FRANCHISE TAX BOARD**Personal Income Tax****Capital Gains****Capital Gains by Year - Resident Taxpayers Only****1986 Through 2009**

(In \$ Millions)

Year	Net Capital Gains	Capital Loss Carryovers	Capital Gains Taxes
1985	\$25,139		
1986	44,344		
1987	20,361		
1988	24,854		
1989	25,867		
1990	22,211		
1991	17,264		
1992	17,265		
1993	19,518		
1994	18,497		
1995	21,187		
1996	33,380		
1997	47,456	\$17,499	\$3,766
1998	61,370	20,101	4,926
1999	94,096	23,690	7,682
2000	119,975	40,192	10,192
2001	49,108	60,630	3,965
2002	33,404	61,569	2,670
2003	45,763	75,578	3,650
2004	75,454	68,906	6,096
2005	112,743	66,713	9,220
2006	117,958	57,524	9,622
2007	131,779	64,074	10,877
2008	56,283	118,530	4,553
2009	28,635	141,027	2,254

Source: California Franchise Tax Board PIT Samples - various years

FRANCHISE TAX BOARD

Personal Income Tax

Capital Gains

Capital Gains for 2009 - Resident Taxpayers Only

(In \$ Millions)

Adjusted Gross Income Class	Capital Gains (\$ in Millions)	Capital Gains Percentage Distribution	Capital Gains Tax (\$ in Millions)	Adjusted Gross Income (\$ in Millions)	Capital Gains as a Percentage of AGI
Negative to \$0	1,324.57	4.63%	0	(31,984)	
\$1 to \$10,000	(146.76)	-0.51%	0	11,241	-1.31%
\$10,001 to \$30,000	(28.11)	-0.10%	0	82,909	-0.03%
\$30,001 to \$50,000	17.57	0.06%	(18)	106,113	0.02%
\$50,001 to \$75,000	183.42	0.64%	2	117,911	0.16%
\$75,001 to \$100,000	388.53	1.36%	(5)	99,229	0.39%
\$100,001 to \$200,000	1,299.79	4.54%	56	218,934	0.59%
\$200,001 to \$500,000	3,683.80	12.86%	301	128,780	2.86%
\$500,001 and over	21,911.91	76.52%	1,918	147,775	14.83%
TOTAL	\$28,635	100.00%	\$2,254	\$880,908	3.25%

Source: California Franchise Tax Board 2009 PIT Sample.

FRANCHISE TAX BOARD
Personal Income Tax
Form 541
Fiduciary Tax Liability Revenue
1990 through 2009

Exhibit A-7
Page 1 of 1

Tax Year	Number	Amount (\$ millions)
1990	69,753	132.6
1991	71,313	122.3
1992	67,373	121.4
1993	73,154	109.3
1994	68,698	127.3
1995	79,514	167.7
1996	93,819	191.6
1997	97,094	283.1
1998	106,714	409.8
1999	109,538	469.5
2000	142,903	598.9
2001	86,357	284.2
2002	71,745	229.3
2003	76,602	328.8
2004	95,553	545.5
2005	110,603	761.8
2006	123,919	996.4
2007	133,556	1,239.4
2008	81,510	498.2
2009	69,970	372.1

Source: TI Master File through April 17, 2011

FRANCHISE TAX BOARD
Personal Income Tax
Revenues from FTB Withholding Programs
(\$ Millions)

Exhibit A-8
Page 1 of 1

		Withholding Deposits **	Revenue from all Withholding Programs *	Real Estate Withholding *	All Other Withholding *
2011	Apr	87.8	47.0	14.8	32.1
	Mar	29.2	25.0	15.3	9.7
	Feb	30.2	27.1	16.9	10.2
	Jan	144.2	111.6	28.9	82.7
	Total	291.4	210.7	75.9	134.8
2010	Dec	70.2	82.1	33.3	48.8
	Nov	33.0	35.7	29.8	5.8
	Oct	35.5	34.2	25.8	8.4
	Sep	92.7	91.1	27.1	64.0
	Aug	32.8	35.4	24.1	11.3
	Jul	42.5	38.9	28.9	9.9
	Jun	90.6	82.2	28.7	53.5
	May	49.2	34.0	21.8	12.2
	Apr	85.1	68.5	25.8	42.7
	Mar	32.1	33.4	21.1	12.3
	Feb	31.4	23.5	18.1	5.4
	Jan	105.3	66.6	23.0	43.6
	Total	697.9	625.5	307.5	318.0
2009	Dec	48.8	40.5	21.8	18.6
	Nov	28.2	26.0	23.5	2.5
	Oct	37.0	34.7	23.7	11.1
	Sep	63.5	63.0	21.9	41.1
	Aug	32.9	33.0	26.8	6.3
	Jul	33.7	31.8	24.2	7.6
	Jun	51.5	38.7	20.3	18.4
	May	32.3	60.8	24.5	36.3
	Apr	72.0	36.1	17.9	18.2
	Mar	24.7	22.3	16.3	6.0
	Feb	30.7	39.7	19.1	20.6
	Jan	83.1	83.7	35.6	48.0
	Total	538.4	510.3	275.7	234.6
2008	Total	844.4	818.6	532.1	286.4
2007	Total	1,383.5	1399.7	1069.2	330.5

Source: *WSCS Revenue Report & **MIS Report

FRANCHISE TAX BOARD
Personal Income Tax
Nonresident Total Tax Liability
Tax Years 1998 Through 2009

Exhibit A-9
1 of 1

Tax Year	Number of Returns	Total Tax Liability (Thousands)
1998	589,326	\$1,115,774
1999	590,407	\$1,187,977
2000	636,000	\$1,509,854
2001	623,887	\$1,254,106
2002	608,143	\$1,845,020
2003	626,181	\$1,371,429
2004	680,451	\$1,685,546
2005	738,171	\$2,179,969
2006	752,481	\$2,288,095
2007	827,997	\$2,695,219
2008	803,822	\$2,272,404
2009	755,884	\$2,016,555

Source: Return Merge

FRANCHISE TAX BOARD
Personal Income Tax
Changes in Income Distribution
1993 through 2009

Exhibit A-10
1 of 4

Lower Bound on AGI for each Quintile and Centile									
Quintiles	Number of Returns (thousands)	Top 1%	Top 5%	Top 10%	Top Quintile	4th Quintile	3rd Quintile	2nd Quintile	Bottom Quintile
1993	11,930	\$212,069	\$97,996	\$74,974	\$53,577	\$31,717	\$18,646	\$9,246	\$0
1994	12,158	\$220,718	\$100,440	\$76,469	\$54,224	\$32,027	\$18,772	\$9,466	\$0
1995	12,085	\$236,427	\$105,557	\$78,359	\$54,221	\$31,190	\$18,179	\$9,382	\$0
1996	12,172	\$258,002	\$112,709	\$82,676	\$56,981	\$32,978	\$19,162	\$9,535	\$0
1997	12,473	\$288,120	\$121,650	\$87,705	\$60,253	\$34,631	\$20,163	\$10,109	\$0
1998	12,797	\$310,904	\$128,747	\$92,827	\$63,117	\$36,372	\$21,335	\$10,941	\$0
1999	13,126	\$358,593	\$140,762	\$98,369	\$66,624	\$37,916	\$22,260	\$11,276	\$0
2000	13,441	\$414,010	\$154,260	\$105,456	\$70,511	\$40,022	\$23,594	\$12,078	\$0
2001	13,602	\$354,046	\$147,450	\$105,490	\$71,607	\$40,884	\$24,489	\$12,232	\$0
2002	13,567	\$336,526	\$145,706	\$105,401	\$71,683	\$41,112	\$24,346	\$12,411	\$0
2003	13,624	\$358,916	\$151,297	\$107,903	\$73,051	\$41,447	\$24,727	\$12,879	\$0
2004	13,833	\$404,838	\$160,780	\$113,863	\$75,767	\$43,358	\$25,616	\$13,067	\$0
2005	14,088	\$451,373	\$171,397	\$119,139	\$79,695	\$44,288	\$26,133	\$13,522	\$0
2006	14,383	\$480,940	\$178,185	\$124,081	\$82,684	\$45,942	\$27,254	\$14,064	\$0
2007	14,832	\$494,826	\$186,592	\$129,594	\$84,824	\$46,556	\$27,327	\$13,779	\$0
2008	14,581	\$440,399	\$183,323	\$129,478	\$85,984	\$47,212	\$27,550	\$14,252	\$0
2009	14,364	\$400,635	\$176,423	\$126,077	\$83,562	\$45,377	\$26,103	\$13,081	\$0

Source: Franchise Tax Board. 1993 through 2009 Personal Income Tax Samples.

FRANCHISE TAX BOARD
Personal Income Tax
Changes in Income Distribution
1993 through 2009

Exhibit A-10
2 of 4

AGI Per Return (Real 2009 Dollars)											
	Income Distribution Segment	Top 1%	Next 4%	Next 5%	Top 10%	Top Quintile	4th Quintile	3rd Quintile	2nd Quintile	Bottom Quintile	Overall Per Return AGI
AGI Per Return (Real 2009 dollars)	1993	\$792,476	\$198,949	\$128,474	\$223,064	\$158,827	\$62,918	\$37,336	\$20,737	\$7,419	\$57,447
	1994	\$798,644	\$201,960	\$129,604	\$225,451	\$160,640	\$62,784	\$37,233	\$20,825	\$7,513	\$57,800
	1995	\$899,472	\$210,064	\$131,291	\$239,618	\$166,917	\$60,460	\$35,330	\$19,868	\$7,287	\$57,972
	1996	\$1,095,240	\$223,514	\$136,978	\$267,420	\$182,397	\$62,504	\$36,579	\$20,328	\$7,414	\$61,845
	1997	\$1,252,292	\$238,887	\$143,310	\$292,438	\$196,525	\$64,378	\$37,882	\$21,092	\$7,747	\$65,524
	1998	\$1,407,903	\$249,656	\$148,331	\$314,824	\$208,815	\$66,195	\$38,903	\$21,873	\$8,002	\$68,757
	1999	\$1,786,499	\$272,117	\$155,127	\$365,060	\$236,278	\$67,394	\$39,591	\$22,130	\$8,060	\$74,691
	2000	\$2,227,752	\$291,446	\$161,571	\$420,140	\$265,350	\$68,648	\$40,504	\$22,653	\$8,356	\$81,079
	2001	\$1,382,864	\$254,065	\$151,369	\$315,597	\$210,753	\$66,618	\$39,350	\$22,108	\$7,882	\$69,342
	2002	\$1,178,775	\$243,156	\$148,288	\$289,284	\$196,740	\$65,899	\$38,891	\$21,995	\$7,890	\$66,284
	2003	\$1,285,310	\$249,000	\$148,935	\$302,598	\$203,563	\$65,269	\$38,513	\$21,969	\$8,002	\$67,464
	2004	\$1,575,494	\$263,510	\$153,108	\$339,508	\$222,328	\$66,025	\$38,783	\$21,917	\$8,074	\$71,425
	2005	\$1,868,364	\$279,238	\$157,446	\$377,254	\$242,572	\$66,540	\$38,630	\$21,896	\$8,082	\$75,544
	2006	\$1,874,522	\$279,559	\$155,925	\$377,238	\$241,817	\$65,899	\$38,329	\$21,750	\$8,075	\$75,174
	2007	\$1,896,230	\$280,863	\$158,897	\$381,409	\$244,509	\$65,311	\$37,380	\$20,951	\$7,617	\$75,155
	2008	\$1,408,956	\$253,144	\$150,305	\$317,319	\$210,280	\$62,967	\$36,089	\$20,320	\$7,534	\$67,439
	2009	\$1,168,663	\$242,222	\$147,469	\$287,483	\$194,693	\$61,756	\$35,098	\$19,344	\$6,891	\$63,558
% Change	1993-09	47.5%	21.8%	14.8%	28.9%	22.6%	-1.8%	-6.0%	-6.7%	-7.1%	10.6%
	2007-08	-25.7%	-9.9%	-5.4%	-16.8%	-14.0%	-3.6%	-3.5%	-3.0%	-1.1%	-10.3%
	2008-09	-17.1%	-4.3%	-1.9%	-9.4%	-7.4%	-1.9%	-2.7%	-4.8%	-8.5%	-5.8%

Source: Franchise Tax Board. 1993 through 2009 Personal Income Tax Samples.

FRANCHISE TAX BOARD
Personal Income Tax
Changes in Income Distribution
1993 through 2009

Exhibit A-10
3 of 4

AGI Concentration											
	Income Distribution Segment	Top 1%	Next 4 %	Next 5 %	Top 10%	Top Quintile	4th Quintile	3rd Quintile	2nd Quintile	Bottom Quintile	Total
AGI Concentration	1993	13.8%	13.9%	11.2%	38.8%	55.3%	21.9%	13.0%	7.2%	2.6%	100.0%
	1994	13.8%	14.0%	11.2%	39.0%	55.6%	21.7%	12.9%	7.2%	2.6%	100.0%
	1995	15.5%	14.5%	11.3%	41.3%	57.6%	20.9%	12.2%	6.9%	2.5%	100.0%
	1996	17.7%	14.5%	11.1%	43.2%	59.0%	20.2%	11.8%	6.6%	2.4%	100.0%
	1997	19.1%	14.6%	10.9%	44.6%	60.0%	19.7%	11.6%	6.4%	2.4%	100.0%
	1998	20.5%	14.5%	10.8%	45.8%	60.7%	19.3%	11.3%	6.4%	2.3%	100.0%
	1999	23.9%	14.5%	10.4%	48.9%	63.3%	18.0%	10.6%	5.9%	2.2%	100.0%
	2000	27.5%	14.4%	10.0%	51.8%	65.5%	16.9%	10.0%	5.6%	2.1%	100.0%
	2001	19.9%	14.7%	10.9%	45.5%	60.8%	19.2%	11.3%	6.4%	2.3%	100.0%
	2002	17.8%	14.7%	11.2%	43.6%	59.4%	19.9%	11.7%	6.6%	2.4%	100.0%
	2003	19.1%	14.8%	11.0%	44.9%	60.3%	19.3%	11.4%	6.5%	2.4%	100.0%
	2004	22.1%	14.8%	10.7%	47.5%	62.3%	18.5%	10.9%	6.1%	2.3%	100.0%
	2005	24.7%	14.8%	10.4%	49.9%	64.2%	17.6%	10.2%	5.8%	2.1%	100.0%
	2006	24.9%	14.9%	10.4%	50.2%	64.3%	17.5%	10.2%	5.8%	2.1%	100.0%
	2007	25.2%	14.9%	10.6%	50.8%	65.1%	17.4%	10.0%	5.6%	2.0%	100.0%
	2008	20.9%	15.0%	11.1%	47.1%	62.4%	18.7%	10.7%	6.0%	2.2%	100.0%
2009	18.4%	15.2%	11.6%	45.2%	61.3%	19.4%	11.0%	6.1%	2.2%	100.0%	
% Change	1993-09	4.6%	1.3%	0.4%	6.4%	6.0%	-2.5%	-2.0%	-1.1%	-0.4%	0.0%
	2007-08	-4.3%	0.1%	0.5%	-3.7%	-2.7%	1.3%	0.7%	0.4%	0.2%	0.0%
	2008-09	-2.5%	0.2%	0.5%	-1.9%	-1.1%	0.7%	0.3%	0.1%	0.0%	0.0%

Source: Franchise Tax Board. 1993 through 2009 Personal Income Tax Samples.

FRANCHISE TAX BOARD
Personal Income Tax
Changes in Income Distribution
1993 through 2009

Exhibit A-10
4 of 4

Tax Concentration											
	Income Distribution Segment	Top 1%	Next 4 %	Next 5 %	Top 10%	Top Quintile	4th Quintile	3rd Quintile	2nd Quintile	Bottom Quintile	Total
Tax Concentration	1993	33.3%	20.9%	12.5%	66.7%	80.5%	13.9%	4.6%	0.9%	0.1%	100.0%
	1994	32.6%	21.2%	12.4%	66.1%	80.7%	13.8%	4.5%	0.9%	0.1%	100.0%
	1995	35.6%	21.6%	12.3%	69.6%	83.1%	12.4%	3.7%	0.7%	0.1%	100.0%
	1996	36.4%	21.4%	12.2%	70.0%	83.1%	12.3%	3.8%	0.7%	0.1%	100.0%
	1997	37.7%	21.2%	11.9%	70.8%	83.6%	11.8%	3.7%	0.7%	0.1%	100.0%
	1998	40.6%	21.2%	11.7%	73.5%	85.2%	10.7%	3.4%	0.7%	0.1%	100.0%
	1999	44.5%	20.3%	10.8%	75.6%	86.9%	9.5%	3.0%	0.6%	0.1%	100.0%
	2000	48.7%	19.4%	10.0%	78.1%	88.2%	8.4%	2.7%	0.6%	0.1%	100.0%
	2001	39.5%	21.5%	11.8%	72.8%	85.3%	10.6%	3.4%	0.7%	0.1%	100.0%
	2002	36.7%	22.1%	12.5%	71.4%	84.6%	11.1%	3.4%	0.7%	0.1%	100.0%
	2003	38.7%	22.2%	12.2%	73.1%	85.7%	10.5%	3.1%	0.7%	0.1%	100.0%
	2004	42.7%	21.6%	11.4%	75.7%	87.1%	9.5%	2.8%	0.6%	0.1%	100.0%
	2005	47.5%	20.3%	10.4%	78.3%	88.6%	8.3%	2.5%	0.5%	0.1%	100.0%
	2006	47.9%	20.4%	10.2%	78.5%	88.5%	8.4%	2.5%	0.5%	0.1%	100.0%
	2007	48.1%	20.2%	10.4%	78.7%	89.0%	8.2%	2.3%	0.5%	0.1%	100.0%
	2008	42.8%	21.3%	11.7%	75.8%	87.6%	9.3%	2.6%	0.5%	0.04%	100.0%
	2009	36.9%	21.9%	12.8%	71.6%	85.2%	11.2%	3.0%	0.5%	0.1%	100.0%
% Change	1993-09	3.6%	1.0%	0.3%	4.9%	4.7%	-2.7%	-1.6%	-0.4%	0.0%	0.0%
	2007-08	-5.3%	1.1%	1.3%	-2.9%	-1.4%	1.1%	0.3%	0.0%	-0.1%	0.0%
	2008-09	-5.9%	0.6%	1.1%	-4.2%	-2.4%	1.9%	0.4%	0.0%	0.1%	0.0%

Source: Franchise Tax Board. 1993 through 2009 Personal Income Tax Samples.

FRANCHISE TAX BOARD

Personal Income Tax

Tax-Weighted Distribution of Income by Source

California Residents

Tax Years 2007-2009

Income Item	Percent Distribution					
	Unweighted			Tax-Weighted**		
	2007	2008	2009	2007	2008	2009
Wages	66.4%	73.0%	76.2%	53.0%	61.3%	67.2%
Taxable Interest	3.5%	3.0%	2.4%	3.6%	2.9%	2.3%
Ordinary Dividend	2.8%	2.8%	2.2%	3.8%	3.6%	2.8%
Business Income	4.1%	4.2%	4.4%	3.0%	3.3%	3.3%
Capital Gain	12.3%	5.7%	3.2%	21.4%	11.4%	6.1%
IRA Distribution	1.4%	1.8%	1.5%	1.0%	1.3%	1.1%
Pension Income	4.6%	5.4%	6.1%	2.9%	3.5%	4.1%
Rental/Royalty Income	0.2%	0.3%	0.3%	0.9%	1.2%	1.0%
Partnership Income	4.8%	4.6%	5.1%	9.2%	10.3%	10.9%
Other Income	0.0%	-0.7%	-1.5%	1.2%	1.2%	1.2%
Adjusted Total Income*	100.0%	100.0%	100.0%	100.0%	100.0%	100.0%

* Income is Federal Total Income adjusted for income sources exempt from tax in California. Excluded income sources are:

- State tax refund
- Taxable social security income
- Unemployment insurance income

** Per tax return adjustment =
 (Total tax minus child and dependent care credit) divided by
 adjusted total income

Source : 2007-2009 PIT Samples

FRANCHISE TAX BOARD
Personal Income Tax
Total Tax Liability
from Previous and Prior Tax Years*

Exhibit A-12
1 of 1

Process Year	Tax Year	Number of Original Returns	Total Tax Liability (Thousands)
2007	<= 2005	317,769	\$1,075,662
2008	<= 2006	347,745	\$1,201,779
2009	<= 2007	295,614	\$1,173,026
2010	<= 2008	322,546	\$1,187,491

* Original returns only; amended returns are not included.
Source: Return Merge

**FRANCHISE TAX BOARD
Corporate Income Tax Law**

Exhibit B-1
Page 1 of 1

**Accrual Estimates
(\$ in Millions)**

Payments	2009-2010	2010-2011	2011-2012
Estimate Payments	\$619.5	\$694.8	\$620.9
Return Remittances Payments	344.9	432.4	436.4
Other	342.0	434.5	485.0
Total	1,306.3	1,561.7	1,542.3
Refunds	-1,151.8	-995.9	-1,039.1
Budget Net	\$154.6	\$565.8	\$503.2
GAAP Adjustments*	-\$844.2	-\$750.3	-\$786.0
GAAP Net	-\$689.6	-\$184.5	-\$282.8

*Included: Chapter 751 Statutes of 2008 change to Sept estimated payments,
Accelerated revenue estimate payments, Net final payments, &
LCUP corporate penalty refunds
4/25/2011

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**Reported in November 10
Accrual Estimates
(\$ in Millions)**

Payments	2009-2010	2010-2011	2011-2012
Estimate Payments	\$627.8	\$564.4	\$551.3
Return Remittances Payments	352.8	465.2	478.0
Other	445.0	465.0	521.3
Total	1,425.6	1,494.6	1,550.6
Refunds	-1,371.5	-1,066.8	-1,285.1
Budget Net	\$54.1	\$427.7	\$265.5
GAAP Adjustments*	-\$51.8	-\$182.9	\$52.2
GAAP Net	\$2.3	\$244.9	\$317.7

*Included: Chapter 751 Statutes of 2008 change to Sept estimated payments,
Accelerated revenue estimate payments, Net final payments, &
LCUP corporate penalty refunds

4/28/2011

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FRANCHISE TAX BOARD

Corporation Tax

All Reporting Corporations

Comparison of 2008 to Preliminary 2009 Tax Years Statistical Sample Data

(Amounts in Thousands of Dollars)

Exhibit B-2

Page 1 of 9

Data Item	2008		2009		Percent Change	
	Returns	Amount	Returns	Amount	Returns	Amount
Total State Net Income After Apportionment	722,358	67,921,015	719,900	55,208,901	-0.3%	-18.7%
Taxable Loss	330,465	94,943,559	336,542	79,455,776	1.8%	-16.3%
Taxable Profit	391,893	162,864,574	383,358	134,664,677	-2.2%	-17.3%
NOL/Disaster loss	105,344	5,722,471	114,183	3,681,736	8.4%	-35.7%
State Net Income after NOL/Disaster Loss	722,358	62,198,545	719,900	51,527,165	-0.3%	-17.2%
Tax Before Credits and Alternative Minimum Tax	722,358	10,733,305	719,900	9,487,947	-0.3%	-11.6%
Tax Credits	9,889	1,674,284	8,821	1,371,237	-10.8%	-18.1%
Alternative Minimum Tax	1,219	34,031	1,113	44,178	-8.7%	29.8%
Total State Tax	722,358	9,105,964	719,900	7,863,972	-0.3%	-13.6%

Source: Corporation Statistical Sample

FRANCHISE TAX BOARD
Corporation Tax
Comparison by Tax Years
1967 Through Preliminary 2009

Exhibit B-2
Page 2 of 9

Tax Year	Dollars in Thousands							
	Number of Returns				Income Reported for State Taxation		Tax Assessed	
	All Reporting Corporations	Corporations Reporting Net Income	Corporations Reporting Net Loss	Reporting No Income or Loss	All Reporting Corporations	Corporations Reporting Net Income	All Reporting Corporations	Corporations Reporting Net Income
2009	719,900	383,358	288,686	47,855	\$55,208,901	\$134,664,677	\$7,863,972	\$7,574,555
2008	722,358	391,893	280,583	49,883	67,921,015	162,864,574	9,105,964	8,845,199
2007	709,937	395,844	262,779	51,313	121,843,379	180,823,393	9,413,628	9,172,240
2006	684,363	386,189	245,664	52,509	140,324,506	187,020,044	9,992,185	9,760,825
2005	651,059	368,978	232,578	49,503	115,372,458	162,710,971	8,671,190	8,457,437
2004	616,805	344,456	224,542	47,807	82,328,028	130,907,962	7,122,773	6,916,713
2003	589,310	321,594	220,929	46,787	50,819,214	105,077,019	6,226,829	6,021,449
2002	550,853	304,561	206,578	39,714	29,685,925	95,596,901	5,601,171	5,400,429
2001	520,056	294,873	190,570	34,613	17,559,698	93,583,560	5,122,490	4,940,261
2000	497,844	291,396	174,614	31,834	33,859,625	107,881,155	5,912,634	5,740,187
1999	481,036	284,442	166,447	30,147	45,319,141	91,704,716	5,305,286	5,111,496
1998	460,567	272,961	160,269	27,337	50,520,066	86,437,571	5,023,555	4,852,880
1997	443,757	262,193	156,443	25,121	54,167,157	83,705,566	5,203,526	5,040,830
1996	430,796	251,737	155,933	23,126	47,264,188	75,989,249	4,881,666	4,725,216
1995	418,262	239,375	155,296	23,591	42,984,525	68,927,509	4,757,092	4,587,671
1994	414,201	229,352	157,739	27,110	33,105,424	57,424,151	4,284,781	4,123,726
1993	418,108	217,858	170,818	29,432	20,117,987	48,332,148	3,928,594	3,745,763
1992	418,135	213,264	174,740	30,131	16,113,691	44,969,835	3,866,080	3,670,634
1991	432,242	219,405	174,468	38,369	19,045,273	44,177,472	3,861,375	3,674,460
1990	446,890	230,426	167,929	48,535	28,973,557	53,268,162	4,416,308	4,240,292
1989	447,714	229,559	166,445	51,711	32,910,946	52,883,979	4,384,191	4,271,180
1988	448,486	229,226	165,917	53,343	32,372,372	50,752,909	4,264,044	4,190,184
1987	464,186	245,505	164,936	53,745	29,718,893	45,619,163	4,057,893	4,000,107
1986	414,602	216,677	149,684	48,241	25,457,211	40,042,508	3,656,450	3,604,958
1985	388,244	207,388	139,408	41,448	21,119,799	34,308,413	3,359,621	3,294,835
1984	397,854	208,566	149,831	39,456	19,348,558	31,741,861	3,080,442	3,041,383
1983	337,165	184,408	125,149	27,614	16,485,259	26,628,298	2,587,936	2,556,331
1982	326,264	175,054	120,964	30,246	10,744,906	22,827,789	2,223,341	2,191,707
1981	299,215	172,122	101,398	25,695	16,367,137	24,213,913	2,377,610	2,351,249
1980	275,493	165,183	86,482	23,828	20,654,235	25,825,405	2,497,647	2,475,051
1979	248,188	154,468	72,343	21,377	20,734,811	24,825,988	2,301,054	2,282,059
1978	221,527	138,495	63,725	19,307	18,727,933	21,974,367	2,066,579	2,049,715
1977	200,393	124,175	57,949	18,269	14,940,577	17,830,411	1,683,229	1,667,681
1976	184,326	113,614	52,249	16,463	11,915,878	14,807,760	1,390,238	1,375,779
1975	177,665	106,213	53,965	17,487	8,362,261	11,671,553	1,097,939	1,083,238
1974	172,185	102,680	49,962	19,543	8,977,795	11,734,409	1,094,177	1,079,976
1973	165,676	97,377	46,937	21,362	7,911,161	10,207,612	873,720	859,850
1972	158,932	91,055	47,214	20,663	6,465,182	8,561,184	687,618	678,175
1971	151,216	83,664	47,621	19,931	4,804,362	7,249,163	545,901	539,169
1970	145,352	81,340	44,318	19,694	4,385,654	6,711,523	507,475	501,097
1969	136,695	80,348	38,627	17,720	5,642,555	7,476,775	559,643	553,360
1968	128,505	77,238	36,754	14,513	6,003,297	7,254,536	537,280	532,102
1967	125,677	73,433	38,188	14,056	5,252,164	6,455,635	461,812	456,606

Source: Corporation Statistical Sample

FRANCHISE TAX BOARD
Corporation Tax
Comparison by State Net Income Class
Preliminary 2009 Tax Year

Net Income Taxable in California	Dollars in Thousands									
	Returns			Net Income Less Net Loss			Tax Assessed			
	Number	% of Total	% Cumulative	Amount	% of Total	% Cumulative	Amount	% of Total	% Cumulative	% Cumulative Reverse
Net Loss	288,686	40.1%	40.1%	(\$79,455,776)	--	--	\$253,802	3.2%	3.2%	100.0%
No Income or Loss	47,855	6.6%	46.7%	0	0.0%	0.0%	35,615	0.5%	3.7%	96.8%
\$1 Under 5,000	82,400	11.4%	58.2%	178,306	0.1%	0.1%	63,027	0.8%	4.5%	96.3%
5,000 Under 10,000	42,967	6.0%	64.2%	317,139	0.2%	0.4%	33,300	0.4%	4.9%	95.5%
10,000 Under 15,000	25,119	3.5%	67.7%	310,230	0.2%	0.6%	21,001	0.3%	5.2%	95.1%
15,000 Under 20,000	20,003	2.8%	70.4%	351,870	0.3%	0.9%	18,436	0.2%	5.4%	94.8%
20,000 Under 25,000	17,966	2.5%	72.9%	403,109	0.3%	1.2%	17,070	0.2%	5.6%	94.6%
25,000 Under 30,000	14,739	2.0%	75.0%	402,796	0.3%	1.5%	16,274	0.2%	5.8%	94.4%
30,000 Under 40,000	21,342	3.0%	77.9%	741,607	0.6%	2.0%	27,872	0.4%	6.2%	94.2%
40,000 Under 50,000	22,079	3.1%	81.0%	996,176	0.7%	2.7%	35,692	0.5%	6.6%	93.8%
50,000 Under 60,000	19,814	2.8%	83.8%	1,086,430	0.8%	3.6%	28,129	0.4%	7.0%	93.4%
60,000 Under 70,000	14,168	2.0%	85.7%	919,365	0.7%	4.2%	26,350	0.3%	7.3%	93.0%
70,000 Under 80,000	10,207	1.4%	87.1%	761,825	0.6%	4.8%	17,224	0.2%	7.6%	92.7%
80,000 Under 90,000	9,216	1.3%	88.4%	785,644	0.6%	5.4%	19,549	0.2%	7.8%	92.4%
90,000 Under 100,000	5,192	0.7%	89.1%	493,903	0.4%	5.8%	11,864	0.2%	8.0%	92.2%
100,000 Under 150,000	22,814	3.2%	92.3%	2,760,141	2.0%	7.8%	76,950	1.0%	8.9%	92.0%
150,000 Under 200,000	12,830	1.8%	94.1%	2,190,252	1.6%	9.4%	52,903	0.7%	9.6%	91.1%
200,000 Under 250,000	7,224	1.0%	95.1%	1,616,592	1.2%	10.6%	36,855	0.5%	10.1%	90.4%
250,000 Under 300,000	5,247	0.7%	95.8%	1,439,756	1.1%	11.7%	41,770	0.5%	10.6%	89.9%
300,000 Under 400,000	7,001	1.0%	96.8%	2,427,732	1.8%	13.5%	67,226	0.9%	11.5%	89.4%
400,000 Under 500,000	4,315	0.6%	97.4%	1,931,079	1.4%	14.9%	51,111	0.6%	12.1%	88.5%
500,000 Under 750,000	5,422	0.8%	98.2%	3,265,954	2.4%	17.4%	104,344	1.3%	13.4%	87.9%
750,000 Under 1,000,000	3,141	0.4%	98.6%	2,714,791	2.0%	19.4%	89,451	1.1%	14.6%	86.6%
1,000,000 Under 1,500,000	3,125	0.4%	99.0%	3,789,508	2.8%	22.2%	142,053	1.8%	16.4%	85.4%
1,500,000 Under 2,000,000	1,523	0.2%	99.2%	2,627,329	2.0%	24.1%	101,161	1.3%	17.7%	83.6%
2,000,000 Under 3,000,000	1,770	0.2%	99.5%	4,341,781	3.2%	27.4%	171,692	2.2%	19.8%	82.3%
3,000,000 Under 4,000,000	818	0.1%	99.6%	2,832,973	2.1%	29.5%	120,122	1.5%	21.4%	80.2%
4,000,000 Under 5,000,000	573	0.1%	99.7%	2,546,446	1.9%	31.4%	114,378	1.5%	22.8%	78.6%
5,000,000 Under 10,000,000	1,108	0.2%	99.8%	7,693,239	5.7%	37.1%	366,463	4.7%	27.5%	77.2%
\$10,000,000 And Over	1,238	0.2%	100.0%	84,738,704	62.9%	100.0%	5,702,289	72.5%	100.0%	72.5%
Total	719,900	100.0%	100.0%	\$55,208,901	100.0%	100.0%	\$7,863,972	100.0%	100.0%	100.0%

Source: Corporation Statistical Sample

FRANCHISE TAX BOARD
Corporation Tax
Comparison by Industry
All Reporting Corporations
2008 and Preliminary 2009 Tax Years

Exhibit B-2
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Industry	Income in Thousands				Percent Change	
	2008		2009		Number	Income
	Number	Net Income Less Net Loss	Number	Net Income Less Net Loss		
Agriculture, Forestry, Fishing, and Mining	11,698	\$1,766,546	11,462	\$378,028	-2.0%	-78.6%
Construction	66,542	2,537,222	65,971	492,464	-0.9%	-80.6%
Manufacturing	49,051	34,199,726	45,271	20,696,886	-7.7%	-39.5%
Durable Goods Manufacturing	29,931	15,755,342	29,600	8,638,619	-1.1%	-45.2%
Nondurable Goods Manufacturing	19,120	18,444,383	15,671	12,058,267	-18.0%	-34.6%
Services	293,031	8,846,002	306,761	7,321,941	4.7%	-17.2%
Professional, Scientific, and Technical Services	115,292	127,083	131,181	-484,451	13.8%	-481.2%
Administrative Services	23,867	1,924,099	18,037	976,635	-24.4%	-49.2%
Accommodation and Food Services	25,148	693,814	32,210	418,259	28.1%	-39.7%
Arts, Entertainment, and Recreation	31,153	1,440,636	30,432	1,316,442	-2.3%	-8.6%
Health Services	58,135	3,403,016	56,013	3,718,661	-3.7%	9.3%
Other Services	39,436	1,257,353	38,888	1,376,396	-1.4%	9.5%
Trade	123,809	19,396,158	117,741	12,761,416	-4.9%	-34.2%
Wholesale Trade	62,130	9,373,652	54,373	7,087,161	-12.5%	-24.4%
Retail Trade	61,679	10,022,505	63,368	5,674,255	2.7%	-43.4%
Finance, Insurance, and Real Estate	132,517	-11,687,564	123,936	733,321	-6.5%	106.3%
Finance, Investment and Insurance	31,123	-15,801,915	30,318	-493,937	-2.6%	96.9%
Holding Companies	5,527	1,549,429	4,584	1,009,672	-17.1%	-34.8%
Real Estate	95,867	2,564,922	89,034	217,586	-7.1%	-91.5%
Transportation, Warehousing, and Utilities	19,867	2,551,015	20,565	2,585,419	3.5%	1.3%
Information and Communications	25,842	10,311,912	28,194	10,239,425	9.1%	-0.7%
Total	722,357	\$67,921,015	719,901	\$55,208,901	-0.3%	-18.7%

Source: Corporation Statistical Sample

FRANCHISE TAX BOARD
Corporation Tax
Comparison by Industry
Positive Net Income Corporations
2008 and Preliminary 2009 Tax Years

Exhibit B-2
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Industry	Income in Thousands				Percent Change	
	2008		2009		Number	Net Income
	Number	Net Income	Number	Net Income		
Agriculture, Forestry, Fishing, and Mining	6,267	\$2,903,194	6,782	\$1,769,437	8.2%	-39.1%
Construction	37,852	8,256,303	34,416	5,917,261	-9.1%	-28.3%
Manufacturing	26,026	48,328,293	22,015	38,078,887	-15.4%	-21.2%
Durable Goods Manufacturing	16,344	26,285,583	14,181	22,132,913	-13.2%	-15.8%
Nondurable Goods Manufacturing	9,682	22,042,710	7,834	15,945,974	-19.1%	-27.7%
Services	168,718	26,662,935	177,508	24,188,736	5.2%	-9.3%
Professional, Scientific, and Technical Services	69,119	12,668,932	74,397	10,849,339	7.6%	-14.4%
Administrative Services	12,831	2,667,989	10,379	1,977,810	-19.1%	-25.9%
Accommodation and Food Services	10,041	1,994,780	14,697	1,519,823	46.4%	-23.8%
Arts, Entertainment, and Recreation	18,059	2,365,879	16,183	2,224,605	-10.4%	-6.0%
Health Services	36,419	4,968,069	38,902	5,625,900	6.8%	13.2%
Other Services	22,249	1,997,285	22,950	1,991,257	3.2%	-0.3%
Trade	65,790	27,095,501	58,427	21,693,348	-11.2%	-19.9%
Wholesale Trade	33,904	13,048,274	24,835	10,848,320	-26.7%	-16.9%
Retail Trade	31,886	14,047,226	33,592	10,845,028	5.4%	-22.8%
Finance, Insurance, and Real Estate	65,182	27,880,834	62,397	23,196,659	-4.3%	-16.8%
Finance, Investment and Insurance	14,582	15,222,069	14,847	12,635,131	1.8%	-17.0%
Holding Companies	3,216	5,851,610	2,421	5,629,372	-24.7%	-3.8%
Real Estate	47,384	6,807,155	45,129	4,932,157	-4.8%	-27.5%
Transportation, Warehousing, and Utilities	12,003	4,923,214	11,697	4,345,086	-2.5%	-11.7%
Information and Communications	10,056	16,814,300	10,116	15,475,264	0.6%	-8.0%
Total	391,894	\$162,864,574	383,358	\$134,664,677	-2.2%	-17.3%

Source: Corporation Statistical Sample

FRANCHISE TAX BOARD
Corporation Tax
Comparison by Industry
Net Loss or No Income Corporations
2008 and Preliminary 2009 Tax Years

Exhibit B-2
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Industry	Loss in Thousands				Percent Change	
	2008		2009		Number	Net Loss or No Income
	Number	Net Loss or No Income	Number	Net Loss or No Income		
Agriculture, Forestry, Fishing, and Mining	5,432	\$1,136,648	4,679	\$1,391,409	-13.9%	22.4%
Construction	28,690	5,719,081	31,555	5,424,797	10.0%	-5.1%
Manufacturing	23,025	14,128,567	23,256	17,382,001	1.0%	23.0%
Durable Goods Manufacturing	13,587	10,530,240	15,419	13,494,294	13.5%	28.1%
Nondurable Goods Manufacturing	9,438	3,598,327	7,837	3,887,707	-17.0%	8.0%
Services	124,314	17,816,933	129,254	16,866,795	4.0%	-5.3%
Professional, Scientific, and Technical Services	46,173	12,541,849	56,784	11,333,791	23.0%	-9.6%
Administrative Services	11,036	743,890	7,658	1,001,176	-30.6%	34.6%
Accommodation and Food Services	15,107	1,300,966	17,514	1,101,564	15.9%	-15.3%
Arts, Entertainment, and Recreation	13,094	925,243	14,249	908,164	8.8%	-1.8%
Health Services	21,716	1,565,053	17,111	1,907,240	-21.2%	21.9%
Other Services	17,188	739,932	15,938	614,861	-7.3%	-16.9%
Trade	58,018	7,699,343	59,314	8,931,932	2.2%	16.0%
Wholesale Trade	28,225	3,674,622	29,538	3,761,159	4.7%	2.4%
Retail Trade	29,793	4,024,721	29,776	5,170,773	-0.1%	28.5%
Finance, Insurance, and Real Estate	67,336	39,568,398	61,538	22,463,338	-8.6%	-43.2%
Finance, Investment and Insurance	16,541	31,023,985	15,471	13,129,068	-6.5%	-57.7%
Holding Companies	2,311	4,302,181	2,163	4,619,699	-6.4%	7.4%
Real Estate	48,484	4,242,233	43,904	4,714,570	-9.4%	11.1%
Transportation, Warehousing, and Utilities	7,863	2,372,200	8,867	1,759,666	12.8%	-25.8%
Information and Communications	15,786	6,502,388	18,078	5,235,839	14.5%	-19.5%
Total	330,464	\$94,943,559	336,541	\$79,455,776	1.8%	-16.3%

Source: Corporation Statistical Sample

FRANCHISE TAX BOARD
Corporation Tax
Comparison by Accounting Period
Preliminary 2009 Tax Year
All Corporations

Exhibit B-2
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Accounting Period Ending	Dollars in thousands											
	Corporations Reporting Positive Net Income						All Reporting Corporations					
	Returns		Net Income		Tax Assessed		Returns		Net Income Less Net Loss		Tax Assessed	
	Number	% of Total	Amount	% of Total	Amount	% of Total	Number	% of Total	Amount	% Total	Amount	% Total
Jan 31, 2009	3,728	1.0%	\$4,070,526	3.0%	\$306,129	4.0%	6,567	0.9%	\$2,878,250	5.2%	\$309,575	3.9%
Feb 28, 2009	456	0.1%	1,539,882	1.1%	115,831	1.5%	1,991	0.3%	734,817	1.3%	117,622	1.5%
Mar 31, 2009	8,314	2.2%	3,257,690	2.4%	232,098	3.1%	15,270	2.1%	(1,745,099)	-3.2%	237,930	3.0%
Apr 30, 2009	2,208	0.6%	1,155,588	0.9%	72,732	1.0%	3,641	0.5%	588,555	1.1%	74,042	0.9%
May 31, 2009	3,928	1.0%	3,095,950	2.3%	187,240	2.5%	11,996	1.7%	2,108,413	3.8%	193,050	2.5%
Jun 30, 2009	15,503	4.0%	5,036,957	3.7%	375,568	5.0%	31,018	4.3%	1,033,806	1.9%	389,179	4.9%
Jul 31, 2009	5,196	1.4%	3,869,559	2.9%	207,920	2.7%	8,615	1.2%	1,693,095	3.1%	210,776	2.7%
Aug 31, 2009	2,835	0.7%	1,576,247	1.2%	110,832	1.5%	4,238	0.6%	973,048	1.8%	112,072	1.4%
Sep 30, 2009	12,329	3.2%	10,922,008	8.1%	689,318	9.1%	27,383	3.8%	8,555,014	15.5%	702,042	8.9%
Oct 31, 2009	4,372	1.1%	3,116,740	2.3%	195,777	2.6%	10,163	1.4%	1,963,953	3.6%	200,768	2.6%
Nov 30, 2009	2,892	0.8%	2,051,847	1.5%	118,112	1.6%	8,138	1.1%	957,302	1.7%	122,420	1.6%
Dec 31, 2009	321,597	83.9%	94,971,684	70.5%	4,962,998	65.5%	590,880	82.1%	35,467,747	64.2%	5,194,498	66.1%
	383,358	100.0%	\$134,664,677	100.0%	\$7,574,555	100.0%	719,900	100.0%	\$55,208,901	100.0%	\$7,863,972	100.0%

Source: Corporation Statistical Sample

FRANCHISE TAX BOARD
Corporation Tax
Comparison by Accounting Period
Preliminary 2009 Tax Year
C Corporations

Exhibit B-2
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Accounting Period Ending	Dollars in thousands											
	C Corporations Reporting Positive Net Income						All Reporting C Corporations					
	Returns		Net Income		Tax Assessed		Returns		Net Income Less Net Loss		Tax Assessed	
	Number	% of Total	Amount	% of Total	Amount	% of Total	Number	% of Total	Amount	%	Amount	%
Jan 31, 2009	3,092	2.1%	\$3,972,064	4.3%	\$304,329	4.4%	5,928	1.8%	\$2,804,729	10.6%	\$307,770	4.4%
Feb 28, 2009	387	0.3%	1,462,100	1.6%	114,664	1.7%	1,780	0.6%	682,570	2.6%	116,318	1.6%
Mar 31, 2009	8,303	5.6%	3,119,437	3.4%	230,172	3.3%	15,256	4.8%	(1,882,579)	-7.1%	236,002	3.3%
Apr 30, 2009	2,180	1.5%	1,026,951	1.1%	71,126	1.0%	2,783	0.9%	500,055	1.9%	71,772	1.0%
May 31, 2009	3,918	2.6%	2,941,045	3.2%	184,931	2.7%	11,951	3.7%	2,207,755	8.4%	190,712	2.7%
Jun 30, 2009	15,030	10.2%	4,899,778	5.3%	373,494	5.4%	30,013	9.4%	930,710	3.5%	386,672	5.5%
Jul 31, 2009	5,049	3.4%	3,705,742	4.0%	205,429	3.0%	7,409	2.3%	1,539,128	5.8%	207,437	2.9%
Aug 31, 2009	2,696	1.8%	1,511,036	1.6%	109,843	1.6%	4,091	1.3%	934,166	3.5%	111,072	1.6%
Sep 30, 2009	10,434	7.1%	9,554,402	10.3%	668,997	9.7%	23,941	7.5%	7,404,443	28.1%	680,480	9.6%
Oct 31, 2009	4,037	2.7%	2,665,410	2.9%	189,308	2.7%	9,735	3.0%	1,584,159	6.0%	194,220	2.7%
Nov 30, 2009	2,514	1.7%	1,542,707	1.7%	110,897	1.6%	6,908	2.2%	487,324	1.8%	114,522	1.6%
Dec 31, 2009	90,290	61.0%	56,027,907	60.6%	4,342,694	62.9%	200,639	62.6%	9,190,688	34.8%	4,454,623	63.0%
	147,930	100.0%	\$92,428,578	100.0%	\$6,905,886	100.0%	320,434	100.0%	\$26,383,147	100.0%	\$7,071,601	100.0%

Source: Corporation Statistical Sample

FRANCHISE TAX BOARD
Corporation Tax
Comparison by Accounting Period
Preliminary 2009 Tax Year
S Corporations

Exhibit B-2
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Accounting Period Ending	Dollars in thousands											
	S Corporations Reporting Positive Net Income						All Reporting S Corporations					
	Returns		Net Income		Tax Assessed		Returns		Net Income Less Net Loss		Tax Assessed	
	Number	% of Total	Amount	% of Total	Amount	% of Total	Number	% of Total	Amount	%	Amount	%
Jan 31, 2009	635	0.3%	\$98,463	0.2%	\$1,800	0.3%	639	0.2%	\$73,522	0.3%	\$1,805	0.2%
Feb 28, 2009	69	0.0%	77,783	0.2%	1,168	0.2%	211	0.1%	52,247	0.2%	1,303	0.2%
Mar 31, 2009	11	0.0%	138,253	0.3%	1,925	0.3%	14	0.0%	137,480	0.5%	1,927	0.2%
Apr 30, 2009	28	0.0%	128,637	0.3%	1,606	0.2%	857	0.2%	88,500	0.3%	2,270	0.3%
May 31, 2009	10	0.0%	154,905	0.4%	2,309	0.3%	45	0.0%	(99,343)	-0.3%	2,337	0.3%
Jun 30, 2009	473	0.2%	137,180	0.3%	2,074	0.3%	1,005	0.3%	103,096	0.4%	2,506	0.3%
Jul 31, 2009	147	0.1%	163,817	0.4%	2,491	0.4%	1,206	0.3%	153,967	0.5%	3,339	0.4%
Aug 31, 2009	139	0.1%	65,210	0.2%	989	0.1%	147	0.0%	38,882	0.1%	1,000	0.1%
Sep 30, 2009	1,895	0.8%	1,367,605	3.2%	20,320	3.0%	3,442	0.9%	1,150,571	4.0%	21,562	2.7%
Oct 31, 2009	335	0.1%	451,330	1.1%	6,469	1.0%	428	0.1%	379,795	1.3%	6,547	0.8%
Nov 30, 2009	379	0.2%	509,140	1.2%	7,215	1.1%	1,230	0.3%	469,979	1.6%	7,898	1.0%
Dec 31, 2009	231,307	98.2%	38,943,778	92.2%	620,304	92.8%	390,241	97.7%	26,277,059	91.2%	739,875	93.4%
	235,428	100.0%	\$42,236,099	100.0%	\$668,669	100.0%	399,465	100.0%	\$28,825,754	100.0%	\$792,371	100.0%

Source: Corporation Statistical Sample

FRANCHISE TAX BOARD
Corporation Tax Law 2008-2009 Tax Years
Special Tax Credits Allowed
Credit Amount > \$10 Million
(\$ Thousands) *

Exhibit B-3
Page 1 of 4

Credit	2008		2009		Percent Change
	Number	Amount *	Number	Amount *	
Enterprise Zone & Program Area	4,578	274,576	4,827	265,520	-3.3%
Low-Income Housing	32	49,154	28	52,826	7.5%
Manufacturer's Investment	646	32,953	417	14,388	-56.3%
Prior Year Alternative Minimum Tax	1,166	38,377	916	23,326	-39.2%
Research	2,445	1,233,385	2,412	988,953	-19.8%
Subtotal	8,867	\$ 1,628,445	8,600	\$ 1,345,013	-17.4%

FRANCHISE TAX BOARD
Corporation Tax Law 2008-2009 Tax Years
Special Tax Credits Allowed
Credit Amount < \$10 million
(\$ Thousands) *

Exhibit B-3
Page 2 of 4

Credit	2008		2009		Percent Change
	Number	Amount *	Number	Amount *	
Child Care Contribution	55	1,164	45	952	-18.2%
Child Care Program	25	334	22	225	-32.7%
Commercial Solar Energy	3	165	3	9	-94.4%
Disabled Access	135	18	130	14	-20.8%
Enhanced Oil Recovery	10	3,662	8	1,175	-67.9%
Local Agency Military Base Recovery Area	26	2,970	30	2,186	-26.4%
Los Angeles Revitalization Zone Carryover	246	4,612	189	2,507	-45.6%
New Jobs	0	0	1,328	2,707	N/A
Recycling Equipment	5	15	a	14	-6.1%
Rice Straw	5	23	a	5	-77.0%
Solar Energy	3	7	a	2	-71.6%
Solar Energy Systems	21	131	14	89	-31.8%
Solar Pump	3	13	a	7	-46.7%
Targeted Tax Area	61	4,335	60	5,843	34.8%
Other	31	11,321	30	8,268	-27.0%
Subtotal	629	28,769	1,867	24,003	-16.6%
Grand Total	9,496	\$ 1,657,215	10,467	\$ 1,369,016	-17.4%

a Omitted for confidentiality reasons

FRANCHISE TAX BOARD
Corporation Tax Law
2008-2009 Tax Years

Exhibit B-3
Page 3 of 4

Research and Development Credits Applied by Industrial Sector

Industrial Sector	2008		2009		Percent Change	
	Returns	Credit Applied	Returns	Credit Applied	Returns	Amount
		(\$ Thousands)		(\$ Thousands)		
Food and Kindred Products	43	1,084	51	1,259	18.6%	16.1%
Chemicals and Allied Products	59	7,821	62	9,685	5.1%	23.8%
Pharmaceuticals	37	144,108	44	81,788	18.9%	-43.2%
Electrical and Electronic Equipment	439	531,250	389	354,123	-11.4%	-33.3%
Other Manufacturing	574	96,613	496	76,584	-13.6%	-20.7%
Information	74	131,833	69	101,424	-6.8%	-23.1%
Other	1,219	320,675	1,301	364,091	6.7%	13.5%
Total	2,445	1,233,385	2,412	988,953	-1.3%	-19.8%

Research Credit Amounts Available, Used, and Carried Forward (\$ Millions): Preliminary 2009*

Research Credit	
Available	\$12,445
Carryover from previous years	\$9,868
Generated in current year	\$2,577
Used	\$989
Carryforward	\$11,456

* Limited to corporations that claimed the credit for the given tax year

FRANCHISE TAX BOARD
Corporation Tax Law
2008 - 2009 Tax Years

Exhibit B-3
Page 4 of 4

Enterprise Zone Credits Applied by Industrial Sector

Industrial Sector	2008		2009		Percent Change		2009	Percent Distribution	
	Returns	Credit Applied (\$ Thousands)	Returns	Credit Applied (\$ Thousands)			Total Tax Liability	Total Tax Liability	2008 Credit Applied
					(\$ Thousands)	(\$ Thousands)	(\$ Thousands)	(\$ Thousands)	(\$ Thousands)
Agriculture, Forestry, Fishing, and Mining	62	3,751	100	3,980	61.3%	6.1%	73,940	0.9%	1.5%
Construction	426	6,997	371	6,271	-12.9%	-10.4%	228,999	2.9%	2.4%
Nondurable Goods Manufacturing	423	27,291	447	38,759	5.7%	42.0%	1,105,267	14.1%	14.6%
Durable Goods Manufacturing	503	23,954	450	24,887	-10.5%	3.9%	1,197,729	15.2%	9.4%
Wholesale Trade	720	23,280	748	19,952	3.9%	-14.3%	693,383	8.8%	7.5%
Retail Trade	485	56,499	515	67,255	6.2%	19.0%	580,516	7.4%	25.3%
Accommodation and Food Services	246	4,897	318	5,312	29.3%	8.5%	75,530	1.0%	2.0%
Administrative Services	124	4,551	136	4,134	9.7%	-9.2%	89,304	1.1%	1.6%
Arts, Entertainment, and Recreation Services	33	587	27	356	-18.2%	-39.3%	65,000	0.8%	0.1%
Health Services	291	5,637	384	4,631	32.0%	-17.9%	208,263	2.6%	1.7%
Professional, Scientific, and Technical Services	445	10,127	512	11,012	15.1%	8.7%	513,480	6.5%	4.1%
Other Services	167	5,418	171	5,305	2.4%	-2.1%	98,660	1.3%	2.0%
Finance, Investment, and Insurance	149	22,146	147	11,823	-1.3%	-46.6%	952,435	12.1%	4.5%
Real Estate	99	1,965	88	3,370	-11.1%	71.5%	257,802	3.3%	1.3%
Information	69	29,279	81	18,414	17.4%	-37.1%	988,210	12.6%	6.9%
Transportation, Warehousing, and Utilities	162	18,190	156	11,945	-3.7%	-34.3%	315,355	4.0%	4.5%
Non-Bank Holding Companies	116	20,370	120	19,639	3.4%	-3.6%	420,098	5.3%	7.4%
Other/Unknown	58	9,638	55	8,475	-5.2%	-12.1%	0	0.0%	3.2%
Total	4,578	274,576	4,826	265,520	5.4%	-3.3%	7,863,972	100.0%	100.0%

FRANCHISE TAX BOARD

Corporation Tax

**Large Corporation Payments versus All Corporation Payments
for Selected Months /1
(\$ in Millions)**

	Large Payments	All Payments	Percentage of All Payments
2002			
January through April	1,103	2,471	45%
May through June	740	1,282	58%
July through September	999	1,657	60%
October through December	1,081	1,822	59%
2003			
January through April	1,484	2,971	50%
May through June	956	1,547	62%
July through September	1,070	1,849	58%
October through December	1,019	1,776	57%
2004			
January through April	1,984	3,669	54%
<i>January through March</i>	767	1,701	45%
May through June	1,172	1,804	65%
July through September	1,485	2,361	63%
October through December	1,319	2,229	59%
2005			
January through April	4,977	7,032	71%
May through June	1,371	2,094	65%
July through September	1,949	2,844	69%
October through December	1,630	2,540	64%
2006			
January through April	2,127	4,105	52%
<i>January through March</i>	1,195	2,313	52%
May through June	1,375	2,158	64%
July through September	1,981	3,006	66%
October through December	2,006	3,018	66%
2007			
January through April	2,120	4,268	50%
<i>January through March</i>	1,184	2,418	49%
May through June	1,366	2,160	63%
July through September	1,955	3,101	63%
October through December	1,376	2,507	55%
2008			
January through April	1,795	4,027	45%
<i>January through March</i>	980	2,247	44%
May through June	1,432	2,204	65%
July through September	1,503	2,994	50%
October through December	1,554	2,567	61%
2009			
January through April	1,862	4,150	45%
<i>January through March</i>	1,099	2,430	45%
May through June w/LCUP	4,020	4,969	81%
May through June w/o LCUP	1,427	2,376	60%
July through September	1,287	2,208	58%
October through December	1,406	2,347	60%
2010			
January through April	2,079	3,937	53%
<i>January through March</i>	1,407	2,469	57%
May through June	1,468	2,380	62%
July through September	1,059	1,786	59%
October through December	1,727	2,644	65%
2011			
January through March	1,206	2,304	52%

Source: California Franchise Tax Board Business Entity Tax System.
/1 Large payments are defined as payments of more than \$1 million.

FRANCHISE TAX BOARD
Corporation Tax
Overpayments To and From Current Tax Year
(Amounts in Thousands)

Exhibit B-5
Page 1 of 1

Tax Year	Overpayments From Prior Years	Overpayments to Following Year
2006	\$3,011,366	\$3,149,442
2007	\$2,806,421	\$2,537,324
2008	\$2,582,482	\$2,524,811
2009	\$2,594,088	\$3,031,970

Source: Corporation Statistical Sample

FRANCHISE TAX BOARD
Limited Liability Companies (LLCs)
1994 to 2009 and Projections
(in \$ Millions)

Exhibit B-6
page 1 of 2

Fiscal Year	New LLC Registrations /b	LLC Returns			
		Returns Received	LLC Tax Paid	LLC Fee Paid	Total Revenue
1994/95	920	676	\$0.8	\$0.3	\$1.1
1995/96	7,817	6,957	\$5.4	\$2.7	\$8.1
1996/97	12,549	16,529	\$13.0	\$10.6	\$23.6
1997/98	18,645	29,651	\$23.5	\$21.3	\$44.8
1998/99	24,898	44,702	\$36.6	\$35.4	\$72.0
1999/00	26,221	63,618	\$52.2	\$89.3	\$141.5
2000/01	26,186	81,259	\$68.5	\$140.6	\$209.2
2001/02	30,964	98,834	\$79.1	\$165.9	\$244.9
2002/03	35,958	116,294	\$93.3	\$185.6	\$278.9
2003/04	46,241	139,454	\$112.4	\$212.5	\$324.9
2004/05	58,097	165,743	\$134.7	\$247.8	\$382.5
2005/06	70,025	196,269	\$158.4	\$287.0	\$445.5
2006/07	73,337	222,545	\$182.8	\$320.3	\$503.0
2007/08	81,536	247,522	\$198.5	\$325.0	\$523.6
2008/09	76,482	271,017	\$217.2	\$627.8	\$845.0
2009/10 /a	71,380	287,565	\$229.4	\$340.1	\$569.5
2010/11 /c	75,040		\$252.4	\$374.1	\$626.4
2011/12 /c			\$277.6	\$411.5	\$689.1
2012/13 /c			\$305.3	\$452.6	\$758.0

/a 2009/10 taxes and fees are projected from 2009 data.

/b Registrations are reported for the year of registration.

/c Projections

Source: Registrations, Secretary of the State; Tax data are from FTB Business Entities Section.

FRANCHISE TAX BOARD
Limited Liability Companies (LLCs)
(\$ in Million)

Exhibit B-6
Page 2 of 2

The Number of LLCs at each Fee Level					
Gross Receipts	Annual Fee	Number of Firms	Percentage of total	Amount Paid	Percentage of total
Less than \$250,000	\$0	205,767	73.2%	\$0.00	0.0%
\$250,000 to \$499,999	\$900	26,388	9.4%	\$23.75	7.8%
\$500,000 to \$999,999	\$2,500	18,616	6.6%	\$46.54	15.2%
\$1 million to \$4,999,999	\$6,000	20,824	7.4%	\$124.96	40.9%
\$5 million to \$9,999,999	\$11,790	3,999	1.4%	\$47.15	15.4%
\$10 million to \$19,999,999	\$11,790	2,312	0.8%	\$27.22	8.9%
\$20 million to \$49,999,999	\$11,790	1,615	0.6%	\$19.03	6.2%
\$50 million or more	\$11,790	1,441	0.5%	\$16.97	5.6%
Total		280,962	100.0%	\$305.62	100.0%

Source: California Franchise Tax Board, 2009 Business Entities Master File (as of Apr 17, 2011).

FRANCHISE TAX BOARD

Exhibit B-7

Corporation Tax

1 of 2

Net Operating Loss

Aggregate Data Relating to Bank and Corporation NOLs

Income Year	NOLs Not Yet Deducted as of Beginning of Year		Taxpayers With NOL Deductions		New NOL Carryforwards		Expirations of NOL Deductions /a	NOLs Not Yet Deducted as of End of Year
	Number of Returns	Amount (\$Mil)	Number of Returns	Amount (\$Mil)	Losses	Amount of Carryforward (\$Mil)	Amount (\$Mil)	Amount (\$Mil)
1987	107,191	9,534	13,713	832	17,326	8,663	-	17,365
1988	182,661	17,365	61,736	1,939	19,475	9,737	-	25,163
1989	213,587	25,163	65,132	2,119	22,440	11,220	1,904	32,361
1990	243,940	32,361	70,541	2,451	26,127	13,064	5,118	37,856
1991	238,525	37,856	35,577	947	28,110	14,055	-	50,964
1992	293,093	50,964	0	0	31,405	15,702	-	66,666
1993	356,665	66,666	58,157	3,052	29,650	14,825	-	78,439
1994	377,489	78,439	106,486	5,142	26,119	13,060	6,143	80,214
1995	373,858	80,214	90,149	5,172	27,778	13,889	6,849	82,082
1996	369,554	82,082	86,426	5,192	30,409	15,205	7,498	84,597
1997	367,656	84,597	84,389	5,864	29,917	14,958	15,699	77,993
1998	359,833	77,993	82,544	5,800	37,512	18,756	23,491	67,458
1999	300,330	67,458	80,601	5,600	48,141	24,070	8,865	77,063
2000	303,627	77,063	79,466	6,258	76,883	41,402	9,591	102,617
2001	316,837	102,617	78,439	6,317	80,748	44,411	10,633	130,078
2002	338,607	130,078	26,645	1,593	69,582	41,749	1,038	169,196
2003	418,608	169,196	0	0	56,537	33,922	-	203,118
2004	504,374	203,118	106,428	10,869	52,748	46,901	9,076	230,074
2005	501,797	230,074	134,369	14,592	62,633	62,633	13,183	264,932
2006	509,951	264,932	125,049	14,935	49,704	49,704	17,510	282,190
2007	536,238	282,190	122,292	12,295	64,189	64,189	-	334,084
2008	595,690	334,084	115,472	5,515	97,832	97,832	-	426,400
2009	657,139	426,400	112,947	3,055	97,281	97,281	-	520,626

/a Includes unused but potentially usable NOL carryforwards due to S-Corp conversions as well as those associated with corporations that are active or have dissolved, merged, been suspended, become inactive, or been subsumed within combined reports.

Source: California Franchise Tax Board, Business Entity Tax System as of April 13, 2011. Detail may not add to totals due to rounding.

FRANCHISE TAX BOARD
Corporation Tax
Net Operating Loss

Exhibit B-7
2 of 2

Distribution of NOL Stocks at the End of 2009 Income Year, by Vintage

Year NOL was Generated	Total NOLs Generated (\$Bil)	Total NOLs Deducted (\$Bil)	Subtractions for Expirations (\$Bil)	NOLs Remaining	
				\$ Amount (\$Bil)	% Share
1985	2.5	0.5	1.9	0.0	0.0
1986	7.1	2.0	5.1	0.0	0.0
1987	8.7	2.5	6.1	0.0	0.0
1988	9.7	2.9	6.8	0.0	0.0
1989	11.2	3.7	7.5	0.0	0.0
1990	13.1	4.6	8.5	0.0	0.0
1991	14.1	7.8	6.3	0.0	0.0
1992	15.7	1.7	14.0	0.0	0.0
1993	14.8	4.4	10.4	0.0	0.0
1994	13.1	4.2	8.9	0.0	0.0
1995	13.9	4.3	9.6	0.0	0.0
1996	15.2	4.6	10.6	0.0	0.0
1997	15.0	4.8	10.1	0.0	0.0
1998	18.8	5.6	13.2	0.0	0.0
1999	24.1	6.6	17.5	0.0	0.0
2000	41.4	10.6	0.0	30.8	5.9
2001	44.4	8.8	0.0	35.6	6.8
2002	41.7	9.5	0.0	32.2	6.2
2003	33.9	8.0	0.0	25.9	5.0
2004	46.9	7.9	0.0	39.0	7.5
2005	62.6	6.4	0.0	56.2	10.8
2006	49.7	4.8	0.0	44.9	8.6
2007	64.2	2.3	0.0	61.9	11.9
2008	97.8	1.0	0.0	96.8	18.6
2009	97.3	0.0	0.0	97.3	18.7
Totals	777	120	137	521	100

Source: California Franchise Tax Board, Business Entity Tax System as of April 13, 2011

Detail may not add to totals due to rounding.

FRANCHISE TAX BOARD
Corporation Tax
California S Corporations: Aggregate Income and Tax Liability
2002-2009
(\$ in Millions)

Income Category of S Corporations	2002	2003	Pct Change	2004	Pct Change	2005	Pct Change	2006	Pct Change	2007	Pct Change	2008	Pct Change	2009 /a	Pct Change
Positive State Net Income S Corporations:															
-- Number	142,051	158,808	11.8	181,938	14.6	206,461	13.5	224,572	8.8	235,329	4.8	236,657	0.6	242,982	2.7
-- SNI	30,392	33,641	10.7	43,587	29.6	51,255	17.6	57,593	12.4	58,245	1.1	50,923	-12.6	42,099	-17.3
-- Tax Liability	486	541	11.4	670	23.7	784	17.0	872	11.3	882	1.1	799	-9.4	666	-16.7
Negative State Net Income S Corporations: /b															
-- Number	91,939	101,419	10.3	115,319	13.7	129,549	12.3	143,290	10.6	155,937	8.8	164,405	5.4	172,763	5.1
-- SNI	-6,487	-6,543	0.9	-7,458	14.0	-8,457	13.4	-9,091	7.5	-12,056	32.6	-14,352	19.0	-13,926	-3.0
-- Tax Liability	62	68	10.0	75	11.0	84	12.2	98	16.1	108	10.0	119	10.2	129	8.3
All S Corporations:															
-- Number	233,990	260,227	11.2	297,257	14.2	336,010	13.0	367,862	9.5	391,266	6.4	401,062	2.5	415,745	3.7
-- SNI	23,906	27,098	13.4	36,129	33.3	31,725	-12.2	48,502	52.9	46,189	-4.8	36,571	-20.8	28,174	-23.0
-- Tax Liability	547	609	11.2	745	22.3	868	16.5	970	11.8	989	2.0	918	-7.2	795	-13.4

/a 2009 amounts are projected from incomplete data.

/b Data include corporations reporting zero SNI.

Source: California Franchise Tax Board, Business Entity Tax System as of April 26, 2011.

FRANCHISE TAX BOARD
Corporation Tax
Alternative Minimum Tax
2005 through 2009 Income Years

Exhibit B-9
1 of 1

Industry	2005 AMT			2006 AMT			2007 AMT			2008 AMT			2009 AMT			% Change	
	Num	Amt (\$ mil)	Avg (\$ 000)	Num	Amt (\$ mil) /a	Avg (\$ 000)	2008 to 2009										
																Num	Amt
Agric, Forestry, Fishing, and Mining	111	2.2	19.4	112	2.8	25.0	76	2.4	31.6	70	1.8	25.7	34	1.1	32.4	-51.4	-38.9
Construction	324	2.8	8.5	327	3.7	11.3	288	3.4	11.7	176	1.7	9.4	103	0.9	8.7	-41.5	-45.8
Manufacturing																	
Durable Goods	426	9.0	21.1	430	13.4	31.2	363	11.3	31.1	215	9.3	43.3	95	7.3	76.8	-55.8	-21.5
Nondurable Goods	179	4.8	26.8	176	9.4	53.6	178	12.5	70.2	104	4.3	41.3	63	15.7	249.2	-39.4	265.1
Services																	
Professional, Scientific, and Technical	363	8.2	22.5	365	10.7	29.2	339	6.4	18.9	191	1.7	8.8	93	0.6	6.5	-51.3	-64.5
Other Services	322	2.6	8.0	304	3.7	12.2	281	4.4	15.7	177	1.0	5.4	144	0.5	3.5	-18.6	-47.9
Trade																	
Retail Trade	184	3.0	16.3	153	2.6	17.1	127	2.7	21.4	102	1.1	10.4	64	0.6	9.4	-37.3	-43.4
Wholesale Trade	297	4.6	15.4	285	6.7	23.5	253	3.5	13.9	189	6.3	33.3	107	0.8	7.5	-43.4	-87.3
Finance, Insurance, and Real Estate																	
Finance, Investment and Insurance	119	1.7	14.3	122	4.1	33.6	106	3.3	31.1	47	0.5	10.4	27	0.1	2.6	-42.6	-85.7
Holding Companies	140	6.1	43.5	160	13.2	82.5	156	20.3	130.1	78	4.2	53.6	40	9.2	230.0	-48.7	120.1
Real Estate	231	5.1	22.0	199	2.4	12.2	147	1.6	10.8	102	1.3	12.3	72	0.4	5.6	-29.4	-68.0
Transport, Warehousing, and Utilities	115	2.2	19.1	106	1.6	15.3	107	2.0	18.6	69	0.9	13.2	41	0.5	11.2	-40.6	-49.5
Information and Communications	148	5.9	39.9	133	3.9	29.3	109	3.4	31.2	71	1.4	19.3	36	0.5	13.9	-49.3	-63.5
Total /b	2,976	59.4	20.0	2,889	78.5	27.2	2,567	79.2	30.8	1,616	35.6	22.0	935	38.2	40.9	-42.1	7.3

/a 2009 AMT may be incomplete.

/b Total includes corporations in the above industries and in unknown industry.

Source: California Franchise Tax Board, Business Entity Tax System as of April 13, 2011.