

**FRANCHISE TAX BOARD
Personal Income Tax Law**

Exhibit A-1
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**Accrual Estimates
(\$ in Millions)**

Payments	2011-2012	2012-2013	2013-2014
Estimate Payments	\$635.8	\$617.2	\$694.1
Return Remittances Payments	938.7	968.5	925.0
Net Final Payments Adjustment*	3,074.0	219.0	258.0
Other	1,792.8	2,037.5	2,114.9
Withholding (EDD)	1,406.9	1,452.4	1,503.0
Withholding (FTB)	57.6	70.0	93.8
Total	\$7,905.8	\$5,364.6	\$5,588.8
Refunds	-2,323.1	-2,285.7	-2,461.7
Budget Net	\$5,582.6	\$3,078.9	\$3,127.1
GAAP Adjustments**	\$591.1	\$28.3	\$653.8
GAAP Net	\$6,173.8	\$3,107.2	\$3,780.9

*Due to the passage of Prop 30

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

11/15/2012

(ss)\Accrual 1112.xlsx

Reported in April 2012

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

Payments	2010-2011	2011-2012	2012-2013
Estimate Payments	\$571.8	\$503.6	\$418.9
Return Remittances Payments	968.9	796.1	1,007.2
Other	1,963.0	1,805.0	2,458.1
Withholding (EDD)	1,065.7	1,089.5	1,164.9
Withholding (FTB)	39.3	40.7	40.0
Total	\$4,608.6	\$4,234.9	\$5,089.1
Refunds	-2,103.7	-2,606.1	-2,544.5
Budget Net	\$2,504.9	\$1,628.8	\$2,544.6
GAAP Adjustments*	-\$50.5	\$2,549.6	-\$170.5
GAAP Net	\$2,454.4	\$4,178.4	\$2,374.1

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

04/19/2012

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**FRANCHISE TAX BOARD
Personal Income Tax Law**

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**GAAP Adjustments Breakdown
(\$ in Millions)**

	2011-2012	2012-2013	2013-2014
Chapter 751 Statutes of 2008 change to Sept estimated payments	-\$435.8	-\$405.3	-\$468.5
Accelerated revenue estimate payments	\$313.1	-\$74.9	\$238.2
Net final payments	\$713.8	\$508.5	\$884.1

11/15/2012

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Reported in April 2012

**GAAP Adjustments Breakdown
(\$ in Millions)**

	2010-2011	2011-2012	2012-2013
Chapter 751 Statutes of 2008 change to Sept estimated payments	-\$399.4	-\$316.4	-\$231.1
Accelerated revenue estimate payments	\$680.5	\$894.0	\$53.9
Net final payments	-\$331.6	\$1,972.0	\$6.8

4/19/2012

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FRANCHISE TAX BOARD
Personal Income Tax by AGI Class
Comparison of Resident Returns 2010 Tax Year
(Volumes Thousands, Amounts Millions)

Exhibit A-2
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RETURN VOLUMES					
Adjusted Gross Income Class		2010 Returns Processed to December 3, 2011	2010 PIT Sample	Percent Change	
Neg Agi -	-	292	279	-4.6	
1	10,000	2,143	2,101	-2.0	
	10,001	20,000	2,436	2,520	3.5
	20,001	50,000	4,616	4,607	-0.2
	50,001	100,000	3,062	3,066	0.1
	100,001	200,000	1,633	1,634	0.0
	200,001	500,000	492	493	0.3
	500,001	1,000,000	75	74	-1.0
	1,000,001	& over	41	41	0.2
	TOTAL	14,791	14,815	0.2	
ADJUSTED GROSS INCOME					
Adjusted Gross Income Class		2010 Returns Processed to December 3, 2011	2010 PIT Sample	Percent Change	
Neg Agi -	-	-34,128	-34,383	0.7	
1	10,000	11,166	11,034	-1.2	
	10,001	20,000	36,348	37,692	3.7
	20,001	50,000	152,417	151,824	-0.4
	50,001	100,000	216,674	217,035	0.2
	100,001	200,000	222,204	222,059	-0.1
	200,001	500,000	139,568	140,050	0.3
	500,001	1,000,000	50,719	50,250	-0.9
	1,000,001	& over	143,637	143,757	0.1
	TOTAL	938,604	939,318	0.1	
TAX LIABILITY					
Adjusted Gross Income Class		2010 Returns Processed to December 3, 2011	2010 PIT Sample	Percent Change	
Neg Agi -	-	5	6	10.0	
1	10,000	14	11	-17.0	
	10,001	20,000	73	72	-1.0
	20,001	50,000	1,687	1,687	0.0
	50,001	100,000	6,130	6,154	0.4
	100,001	200,000	10,184	10,182	0.0
	200,001	500,000	9,189	9,235	0.5
	500,001	1,000,000	4,024	3,980	-1.1
	1,000,001	& over	13,141	13,148	0.0
	TOTAL	44,447	44,475	0.1	

Source: FRANCHISE TAX BOARD, Return History Report , PIT Sample 2010 AGIC Resident returns processed through December 3, 2011

FRANCHISE TAX BOARD
Personal Income Tax
California Resident Returns
2009, 2010 and 2011
Tax Years
(Returns Thousands, Amounts Millions)

Exhibit A -2
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Tax Year	Number of Returns	Adjusted Gross Income	Deductions	Taxable Income	Alternative Minimum Tax	Total Tax
2009	14,613	879,557	181,945	729,202	57	38,919
2010	14,791	938,604	178,974	793,753	65	44,447
2011	15,005	973,278	177,178	829,863	105	43,286
2009-10 % CHANGE	1.2	6.7	-1.6	8.9	13.7	14.2
2010-11 % CHANGE	1.4	3.7	-1.0	4.5	61.7	-2.6

Source: FRANCHISE TAX BOARD, Return History Report
Data as of December 04, 03 & 01 of 2010, 2011 and 2012 respectively.

FRANCHISE TAX BOARD
Personal Income Tax
California Resident Returns
2011 Tax Year
(2012 Process Year)
(Returns Thousands, Amounts Millions)

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Adjusted Gross Income Class	Number of Returns	Adjusted Gross Income	Deductions	Taxable Income	Alternative Minimum Tax	Total Tax	Refund Requests	Transfer Requests	
Negative AGI -	-	276	-33,766	0	0	2	5	153	47
1	10,000	2,097	10,946	7,562	3,384	1	12	101	7
10,001	20,000	2,461	36,782	14,786	21,995	1	50	260	9
20,001	50,000	4,681	154,512	39,285	115,226	2	1,326	1,737	51
50,001	100,000	3,118	220,776	44,004	176,772	4	5,311	3,057	117
100,001	200,000	1,703	232,312	39,872	192,439	11	9,931	2,352	212
200,001	500,000	541	153,935	19,762	134,173	18	9,764	1,153	372
500,001	1,000,000	84	56,373	4,041	52,331	15	4,365	290	310
1,000,001	& over	44	141,408	7,866	133,543	51	12,522	426	1,751
Total		15,005	973,278	177,178	829,863	105	43,286	9,529	2,875

Source: FRANCHISE TAX BOARD, Return History Report
Data as of December 1, 2012

FRANCHISE TAX BOARD
Personal Income Tax by AGI Class
California Resident Returns
2010 and 2011 Tax Years
(Returns Thousands, Amounts Millions)

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RETURN VOLUMES					
Adjusted Gross Income Class		2010 Returns	2011 Returns	Percent Change	
Neg Agi -	-	292	276	-5.7	
1	10,000	2,143	2,097	-2.1	
10,001	20,000	2,436	2,461	1.0	
20,001	50,000	4,616	4,681	1.4	
50,001	100,000	3,062	3,118	1.8	
100,001	200,000	1,633	1,703	4.3	
200,001	500,000	492	541	9.9	
500,001	1,000,000	75	84	11.1	
1,000,001	& over	41	44	7.2	
TOTAL		14,791	15,005	1.4	
ADJUSTED GROSS INCOME					
Adjusted Gross Income Class		2010 Adjusted Gross Income	2011 Adjusted Gross Income	Percent Change	
Neg Agi -	-	-34,128	-33,766	-1.1	
1	10,000	11,166	10,946	-2.0	
10,001	20,000	36,348	36,782	1.2	
20,001	50,000	152,417	154,512	1.4	
50,001	100,000	216,674	220,776	1.9	
100,001	200,000	222,204	232,312	4.5	
200,001	500,000	139,568	153,935	10.3	
500,001	1,000,000	50,719	56,373	11.1	
1,000,001	& over	143,637	141,408	-1.6	
TOTAL		938,604	973,278	3.7	
TAX LIABILITY					
Adjusted Gross Income Class		2010 Total Tax	2011 Total Tax	Percent Change	
Neg Agi -	-	5	5	-4.3	
1	10,000	14	12	-11.0	
10,001	20,000	73	50	-31.1	
20,001	50,000	1,687	1,326	-21.4	
50,001	100,000	6,130	5,311	-13.4	
100,001	200,000	10,184	9,931	-2.5	
200,001	500,000	9,189	9,764	6.3	
500,001	1,000,000	4,024	4,365	8.5	
1,000,001	& over	13,141	12,522	-4.7	
TOTAL		44,447	43,286	-2.6	

Source: FRANCHISE TAX BOARD, Return History Report
Data as of December 03, 2011 & December 01, 2012 to match # of process days

FRANCHISE TAX BOARD
Personal Income Tax Statistics
Special Tax Credits Allowed
Credit Amount > \$10 million
2010 - 2011 Tax Years**

Exhibit A-3
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Credit	Preliminary 2010*		Preliminary 2011*		Percent Change	
	Number	Amount (\$ Thousands)	Number	Amount (\$ Thousands)	Number	Amount
Child and Dependent Care	456,201	133,961	201,800	38,502	-55.8	-71.3
Enterprise Zone Hiring and Sales	25,677	248,178	27,331	257,819	6.4	3.9
First Time Buyer Credit	16,244	34,334	13,707	27,390	-15.6	-20.2
New Hire Jobs	6,888	16,940	8,329	21,055	20.9	24.3
New Home	6,701	13,929	5,939	12,344	-11.4	-11.4
New Home 2010 Credit	8,673	20,268	9,782	20,903	12.8	3.1
Other State Tax	123,264	595,445	125,886	574,389	2.1	-3.5
Prior Year Alternative Minimum Tax	5,053	15,320	5,112	17,143	1.2	11.9
Renter's Credit (non-refundable)	1,998,013	158,649	1,443,524	103,435	-27.8	-34.8
Research and Development	4,359	64,643	4,564	64,202	4.7	-0.7
Subtotal	2,651,073	1,301,668	1,845,974	1,137,181	-30.4	-12.6

* Preliminary data (processed returns through November 5, 2011 and November 4, 2012)

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

FRANCHISE TAX BOARD
Personal Income Tax Statistics
Special Tax Credits Allowed
Credit Amount < \$10 million
2010 - 2011 Tax Years**

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Credit	Preliminary 2010*		Preliminary 2011*		Percent Change	
	Number	Amount (\$ Thousands)	Number	Amount (\$ Thousands)	Number	Amount
Current Credits						
Child Adoption	1,575	1,807	952	1,184	-39.6	-34.5
Community Development Deposit	82	137	112	177	36.6	29.3
Dependent Parent	312	88	220	63	-29.5	-28.8
Disabled Access	433	34	429	34	-0.9	-1.2
Donation of Agricultural Products Carryover	15	62	15	15	0.0	-75.1
Employer Child Care Program	756	222	661	195	-12.6	-12.0
Employer Child Care Contribution	4,173	1,704	3,391	1,435	-18.7	-15.8
Enhanced Oil Recovery	11	127	12	119	9.1	-6.2
Enterprise Zone Wages	458	107	405	79	-11.6	-26.6
Environmental Tax	183	61	165	69	-9.8	14.5
Joint Custody Head of Household	5,276	1,375	5,086	1,397	-3.6	1.6
Local Agency Military Base Recovery Area	51	449	47	328	-7.8	-27.0
Low-Income Housing	357	1,217	293	626	-17.9	-48.5
Manufacturing Enhancement Area	4	6	5	6	25.0	-0.9
Motion Picture and TV Production	0	0	48	81	N/A	N/A
Natural Heritage Preservation	8	173	15	95	87.5	-45.0
Prison Inmate Labor	13	24	9	5	-30.8	-77.5
Qualified Senior Head of Household	2,951	1,133	2,494	1,005	-15.5	-11.3
Targeted Tax Area	146	3,712	114	2,851	-21.9	-23.2
Repealed Credits with Carryover Provisions						
Agricultural Transportation	30	55	23	52	-23.3	-5.2
Commercial Solar Electric Carryover	12	21	10	20	-16.7	-1.3
Commercial Solar Energy Carryover	26	77	22	27	-15.4	-65.3
Energy Conservation Carryover	2,125	1,617	1,617	1,224	-23.9	-24.3
Farm Workers' Housing	12	13	13	17	8.3	23.9
Joint Strike Fighter Property	0	0	0	0	N/A	N/A
Joint Strike Fighter Wage	5	9	4	7	-20.0	-12.9
Los Angeles Revitalization Zone	129	1,616	82	700	-36.4	-56.7
Low-Emission Vehicle	437	228	270	165	-38.2	-27.6
Manufacturer's Investment	86	759	38	125	-55.8	-83.6
Orphan Drug	5	1	4	1	-20.0	19.3
Political Contribution	4,852	2,363	4,981	2,527	2.7	7.0
Recycling Equipment	595	339	533	365	-10.4	7.7
Residential Rental and Farm Sales Carryover	323	218	234	274	-27.6	25.4
Rice Straw	19	143	16	127	-15.8	-10.9
Ridesharing:						
Large Employers	274	175	326	273	19.0	56.0
Small Employers	266	102	196	72	-26.3	-29.3
Transit Pass Carryover	470	230	382	195	-18.7	-15.3
Vanpool Carryover	1,819	946	1,835	1,118	0.9	18.1
Incentive Carryover	2,268	1,104	1,847	918	-18.6	-16.9
Salmon and Steelhead Trout Habitat	16	7	8	3	-50.0	-62.1
Solar or Wind Energy Systems Credit	203	190	115	132	-43.3	-30.7
Solar Energy Carryover	527	723	523	922	-0.8	27.6
Solar Pump Carryover	16	38	23	1,316	43.8	3371.1
Water Conservation Carryover	358	108	284	131	-20.7	21.3
Young Infant	182	115	82	45	-54.9	-61.1
Unidentified Special Credits	17	88	17	88	0.0	0.0
Subtotal	31,876	23,721	27,958	20,608	-12.3	-13.1
Grand Total	2,682,949	1,325,388	1,873,932	1,157,789	-30.2	-12.6

* Preliminary data (processed returns through November 5, 2011 and November 4, 2012)

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

FRANCHISE TAX BOARD

Personal Income Tax

Selected Income Items for California Residents

Preliminary 2011 Tax Year Estimates

(\$ in Millions)

Income Item	Timely		Extension		Total	
	Amount	Percent Growth	Amount /a	Percent Growth	Amount	Percent Growth
Adjusted Gross Income	782,152	4.2%	182,512	-3.4%	964,664	2.7%
Taxable Income	643,904	5.4%	175,060	-4.9%	818,964	3.0%
Wages	625,440	3.6%	87,407	-6.6%	712,847	2.2%
Net Business Income	30,422	9.7%	13,925	-0.5%	44,347	6.3%
Capital Gains	18,271	-5.1%	33,943	-14.4%	52,214	-11.4%
Capital Losses	-2,900	-8.1%	-621	-17.1%	-3,521	-9.8%
Net Capital Gains	15,371	-4.5%	33,323	-14.4%	48,694	-11.5%
Interest	7,260	-15.2%	6,458	-23.6%	13,718	-19.4%
Dividend	12,192	5.3%	10,648	-5.0%	22,840	0.2%
Net Rental Income	3,503	50.3%	1,457	35.5%	4,960	45.6%
Net Partnership and S-Corp Income	23,864	8.4%	31,689	1.9%	55,553	4.6%
Taxable IRA Distributions	18,378	13.0%	4,079	1.9%	22,457	10.8%
Taxable Pension Distributions	55,132	6.7%	5,648	-3.8%	60,780	5.6%
Medical Expenses Deduction	8,391	5.1%	1,800	-5.3%	10,191	3.1%
Personal Property and Other Taxes	2,109	1.9%	285	-8.1%	2,394	0.6%
Mortgage Interest Deduction	55,168	-7.2%	10,152	-16.4%	65,320	-8.8%
Investment Interest Deduction	459	-11.0%	1,449	-19.8%	1,908	-17.8%
Total Contribution Deductions	13,263	2.3%	6,769	-7.8%	20,032	-1.3%

a/ Extension wages for 2011 (EW) is calculated by $EW = \text{Ratio} * TW * ET / TT$, where TW is 2011 Timely Wages, ET is 2011 Extension Taxable Income, TT is 2011 Timely Taxable income, and $\text{Ratio} = [2010 \text{ Extension wages} / 2010 \text{ Extension Income}] / [2010 \text{ Timely Wages} / 2010 \text{ Timely Income}]$. The extension amount for each of the other listed income items is calculated in a similar fashion.

Sources: PIT Return Merge File, Return Validation File and PIT Sample

FRANCHISE TAX BOARD
Personal Income Tax
Extensions
1990-2011 Tax Years

Tax Year	Extension Returns	Annual Growth
1990	903,132	--
1991	955,877	5.8%
1992	982,559	2.8%
1993	862,132	-12.3%
1994	867,132	0.6%
1995	930,166	7.3%
1996	993,270	6.8%
1997	981,890	-1.1%
1998	958,291	-2.4%
1999	990,993	3.4%
2000	1,128,216	13.8%
2001	1,240,678	10.0%
2002	1,150,012	-7.3%
2003	1,313,972	14.3%
2004	1,243,712	-5.3%
2005	1,221,495	-1.8%
2006	1,344,094	10.0%
2007	1,616,605	20.3%
2008	1,348,739	-16.6%
2009	1,390,421	3.1%
2010	1,350,676	-2.9%
2011 /a	1,362,597	0.9%

Source: FTB, PIT Return Merge and Return Validation file.
 Figures for 2011 represent returns filed after April 17 and
 processed by November 17, 2012.

a) Preliminary Data

FRANCHISE TAX BOARD

Personal Income Tax

**Comparison of Estimates Made in December 2011
and PIT Sample Actuals for California Residents 2010 Tax Year
(\$ in Millions)**

2010 Data Item	Estimate	Actual	Difference	Percent Difference
Taxable Income	792,335	794,784	2,449	0.3%
Wages	704,419	697,438	-6,981	-1.0%
Business Income	50,747	48,098	-2,649	-5.2%
Business Losses	-6,499	-6,378	121	-1.9%
Capital Gains	51,447	58,905	7,458	14.5%
Capital Losses	-4,090	-3,905	185	-4.5%
Interest	15,948	17,012	1,064	6.7%
Partnership & S-Corp. Income	85,269	82,081	-3,188	-3.7%
Partnership & S-Corp. Losses	-30,840	-28,968	1,872	-6.1%
Taxable IRA Distributions	20,602	20,265	-337	-1.6%
Taxable Pension Distributions	58,256	57,534	-722	-1.2%
2009 Data Item	Estimate	Actual	Difference	Percent Difference
Taxable Income	733,037	729,717	-3,320	-0.5%
Wages	675,578	678,902	3,324	0.5%
Business Income	44,609	45,791	1,182	2.7%
Business Losses	-6,882	-6,765	117	-1.7%
Capital Gains	36,743	32,884	-3,859	-10.5%
Capital Losses	-4,166	-4,252	-86	2.1%
Interest	20,060	21,615	1,555	7.8%
Partnership & S-Corp. Income	81,660	76,712	-4,948	-6.1%
Partnership & S-Corp. Losses	-51,261	-31,112	20,149	-39.3%
Taxable IRA Distributions	13,403	13,573	170	1.3%
Taxable Pension Distributions	54,486	54,807	321	0.6%
2008 Data Item	Estimate	Actual	Difference	Percent Difference
Taxable Income	800,863	799,561	-1,302	-0.2%
Wages	700,786	716,250	15,464	2.2%
Business Income	46,033	48,837	2,804	6.1%
Business Losses	-6,673	-7,166	-493	7.4%
Capital Gains	50,305	60,282	9,977	19.8%
Capital Losses	-3,831	-3,999	-168	4.4%
Interest	27,364	29,324	1,960	7.2%
Partnership & S-Corp. Income	71,345	80,549	9,204	12.9%
Partnership & S-Corp. Losses	-30,811	-35,632	-4,821	15.6%
Taxable IRA Distributions	16,010	17,183	1,173	7.3%
Taxable Pension Distributions	51,210	52,589	1,379	2.7%

FRANCHISE TAX BOARD

Personal Income Tax

**Stability of Source Income Ratios /a
1994 - 2010**

Year	Wages	Business Income, Gains	Business Losses	Capital Gains	Capital Losses	Interest	Partnership Income	Partnership Losses	Taxable IRA Distributions	Taxable Pension Distributions
1994	0.7048	2.8461	3.2448	4.1493	1.3474	2.1989	6.0306	13.8692	1.1533	0.5939
1995	0.6775	2.4893	2.5660	4.1166	1.2733	1.8293	3.8703	6.0063	0.8534	0.4880
1996	0.6362	2.2718	2.9382	3.9955	1.3098	1.5777	3.7356	4.0479	0.8215	0.4156
1997	0.6121	2.1488	2.2500	3.6344	1.1026	1.5381	4.7900	10.3042	0.8370	0.3893
1998	0.5871	2.1482	2.5283	3.2344	0.9216	1.4975	5.0783	8.7766	0.7365	0.3937
1999	0.553	1.9980	2.0201	3.4535	0.9338	1.4379	4.2710	8.5807	0.5540	0.3788
2000	0.5312	1.7447	2.0521	3.2980	0.8526	1.4567	3.9963	8.5436	0.6003	0.3293
2001	0.6238	1.8824	1.9896	3.7412	0.8432	1.7362	4.9418	9.8379	0.6500	0.3817
2002	0.6000	2.3421	2.5562	3.9987	0.9602	2.3179	5.7429	10.7680	0.7167	0.4106
2003	0.5801	1.9400	2.2942	3.9764	0.9080	2.5226	5.4430	9.1087	0.5938	0.3654
2004	0.5081	1.6158	2.0760	3.9188	0.6535	2.2672	4.8951	8.1940	0.6727	0.3616
2005	0.4945	1.7289	1.8108	4.0098	0.6867	2.2147	4.9754	8.2492	0.5856	0.3652
2006	0.4617	0.9478	1.4871	4.0792	0.2190	1.8339	4.2274	7.6897	0.4301	0.3382
2007	0.4376	1.5257	1.8920	4.8927	0.6907	1.9578	5.6381	16.0868	0.5242	0.2921
2008	0.5266	1.8404	2.3018	6.5897	0.8775	2.3602	6.8566	19.2783	0.8193	0.3951
2009	0.5598	2.0331	2.2468	5.6230	0.9946	2.8981	6.3499	10.4437	0.8970	0.4289
2010	0.5140	1.7282	2.1143	6.8332	0.7871	3.2717	5.9071	9.4781	0.8164	0.3768
Mean	0.5652	1.9548	2.2570	4.3261	0.9036	2.0539	5.1029	9.9566	0.7213	0.3944
Std. Deviation	0.0730	0.4251	0.4220	1.0602	0.2733	0.5255	0.9085	3.6118	0.1742	0.0670
Std. Error	0.1292	0.2175	0.1870	0.2451	0.3024	0.2559	0.1780	0.3628	0.2415	0.1699

/a Ratio is equal to:

(Extension Item / Extension Taxable Income)

(Timely Item / Timely Taxable Income)

FRANCHISE TAX BOARD
Personal Income Tax
Projected Mental Health Fund Adjustment /a
(Amounts In Millions)

Exhibit A-5
1 of 1

		2004-05	2005-06	2006-07	2007-08	2008-09	2009-10	2010-11	2011-12	2012-13 /c
Cash Flow	Actual Amount Transferred (1.76% of monthly cash)	170	895	939	983	797	799	905	846	1,123
	(Statutory) Estimated Revenue (transfer) from the Additional Tax	254	683	690	733	784	839	898	961	1,028
	Revenue (cash) Adjustment Amount	-84	212	249	250	13	-41	7	-115	95

		2004	2005	2006	2007	2008	2009	2010	2011 /c	2012 /c
Tax Liability	Actual Additional Tax Liability	0	1,270	1,346	1,544	1,010	706	1,032	893	1,029
	(Statutory) Estimated Tax Liability Increase from Additional Tax	0	634	672	713	758	811	868	929	994
	Tax Liability Adjustment Amount	0	636	674	831	252	-105	165	-36	35

		2006	2007	2008	2009	2010	2011	2012	2013 /c	2014 /c
Annual Adjustment	Amount of General Fund Transfer for Mental Health Fund /b	84	424	425	581	239	-64	157	80	-59

/a Based on most current available return processing information, DOF Economic forecast as of the October 2012 planning estimate, and the most current estimate of PIT cash flows.

/b Calculated in March and paid in July

/c Projected amounts

FRANCHISE TAX BOARD
Personal Income Tax
Form 541
Fiduciary Tax Liability Revenue
1992 through 2011p

Exhibit A-6
Page 1 of 1

Tax Year	Tax Year Final		November Preliminary	
	Number	Amount (\$ millions)	Number	Amount (\$ millions)
1992	67,376	121.4		
1993	73,157	109.3		
1994	68,702	127.3		
1995	79,519	167.7	75,866	141.2
1996	93,826	191.6	68,754	93.8
1997	97,103	283.1	92,569	247.9
1998	106,723	409.8	82,208	231.8
1999	109,552	469.5	101,124	399.6
2000	142,936	605.1	137,693	533.4
2001	86,396	284.5	82,204	252.2
2002	71,794	230.1	68,013	205.2
2003	76,659	329.8	72,103	279.6
2004	95,636	546.1	86,106	416.0
2005	110,748	768.3	95,945	485.8
2006	124,206	1,012.9	107,558	563.4
2007	134,417	1,312.0	117,412	575.6
2008	82,502	581.7	71,728	367.8
2009	72,336	427.8	61,451	224.5
2010	79,025	512.5	71,192	362.7
2011p			67,193	373.0

Source: TI Master File through November 11, 2012

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

Exhibit A-7
Page 1 of 1

		Withholding Deposits	Revenue from all Withholding Programs	Real Estate Withholding	All Other Withholding
2012	NOV	55.6	56.8	44.7	12.1
	OCT	62.1	59.7	40.5	19.3
	SEP	131.8	133.4	38.2	95.3
	AUG	47.4	46.7	34.0	12.8
	JUL	57.6	57.9	40.0	17.9
	JUN	134.6	135.1	32.8	102.4
	MAY	58.0	57.3	35.0	22.3
	APR	125.8	125.8	28.7	97.0
	MAR	39.0	39.0	24.1	14.9
	FEB	30.1	30.1	19.2	10.9
	JAN	142.1	142.0	28.5	113.5
	TOT	884.0	883.9	365.5	518.3
2011	DEC	63.1	63.1	23.2	39.9
	NOV	33.4	33.5	22.2	11.4
	OCT	39.6	39.5	26.4	13.2
	SEP	105.9	115.0	22.0	93.0
	AUG	37.9	35.0	4.1	30.9
	JUL	39.3	40.6	29.0	11.6
	JUN	102.1	94.8	25.7	69.0
	MAY	65.6	35.6	21.2	14.5
	APR	87.8	47.4	14.8	32.5
	MAR	29.2	38.9	20.8	18.0
	FEB	30.2	27.1	16.9	10.2
JAN	144.2	111.6	28.9	82.7	
	TOT	778.2	683.6	255.2	428.5
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	
	TOT	697.9	625.5	307.5	318.0
2009	TOT	538.4	510.3	275.7	234.6
2008	TOT	844.4	818.6	532.1	286.4

Source: MIS Report & WSCS Revenue Report

FRANCHISE TAX BOARD
Personal Income Tax
Nonresident Total Tax Liability
Tax Years 1998 Through 2011

Exhibit A-8
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
2010	802,797	\$2,233,910
2011*	832,162	\$2,282,193

* data through November 25, 2012
Source: Return Merge

FRANCHISE TAX BOARD
Personal Income Tax
Changes in Income Composition
1988 through 2010

Exhibit A-9
1 of 2

YEAR	AGI Threshold	AGI		WAGES		INTEREST INCOME		BUSINESS INCOME		CAPITAL GAINS		SCHEDULE E INCOME		RETIREMENT INCOME	
	Top 5 percent	All Returns (billions)	Top 5 percent (billions)	All Returns (billions)	Top 5 percent (billions)	All Returns (billions)	Top 5 percent (billions)	All Returns (billions)	Top 5 percent (billions)	All Returns (billions)	Top 5 percent (billions)	All Returns (billions)	Top 5 percent (billions)	All Returns (billions)	Top 5 percent (billions)
1988	\$81,365	\$401.9	\$120.1	\$287.5	\$63.8	\$25.4	\$13.5	\$19.9	\$7.1	\$23.9	\$20.1	\$9.0	\$9.6	\$18.0	\$3.0
1989	\$87,630	\$438.9	\$126.4	\$316.3	\$66.5	\$33.5	\$19.3	\$26.0	\$9.8	\$24.8	\$19.4	\$10.7	\$11.9	\$20.1	\$3.1
1990	\$89,707	\$442.9	\$130.3	\$325.5	\$71.9	\$31.0	\$17.2	\$24.5	\$10.3	\$20.8	\$17.3	\$11.2	\$12.7	\$25.7	\$3.5
1991	\$91,982	\$439.8	\$122.2	\$329.9	\$72.2	\$28.7	\$15.9	\$25.2	\$9.5	\$16.3	\$12.3	\$10.1	\$12.0	\$26.7	\$3.5
1992	\$94,261	\$448.9	\$128.3	\$339.2	\$79.1	\$21.4	\$11.5	\$25.4	\$9.8	\$16.4	\$12.1	\$12.2	\$12.9	\$30.1	\$4.0
1993	\$98,048	\$448.0	\$123.8	\$339.2	\$74.9	\$17.0	\$8.8	\$25.5	\$9.7	\$18.5	\$13.8	\$13.8	\$13.4	\$31.0	\$3.8
1994	\$100,452	\$455.9	\$126.7	\$343.7	\$75.9	\$16.7	\$8.3	\$27.6	\$9.8	\$17.3	\$12.8	\$15.8	\$16.1	\$35.0	\$4.1
1995	\$105,570	\$475.2	\$142.6	\$353.7	\$83.7	\$18.5	\$10.1	\$26.8	\$10.2	\$20.3	\$16.9	\$18.4	\$17.1	\$36.2	\$4.8
1996	\$112,709	\$519.5	\$166.9	\$376.6	\$90.7	\$19.3	\$10.7	\$28.4	\$10.9	\$32.8	\$27.3	\$23.3	\$21.5	\$38.6	\$5.2
1997	\$121,650	\$576.4	\$194.2	\$407.6	\$100.2	\$19.9	\$11.5	\$31.1	\$11.7	\$46.3	\$38.4	\$27.7	\$24.9	\$42.7	\$6.4
1998	\$128,747	\$631.9	\$218.3	\$440.0	\$110.2	\$21.4	\$12.0	\$35.8	\$12.9	\$56.8	\$47.9	\$31.1	\$28.0	\$47.3	\$7.1
1999	\$140,765	\$725.7	\$279.6	\$489.4	\$133.1	\$21.0	\$12.4	\$36.1	\$13.5	\$92.8	\$80.8	\$36.8	\$32.2	\$51.5	\$8.0
2000	\$154,285	\$837.5	\$350.5	\$555.0	\$164.8	\$24.2	\$14.9	\$38.8	\$15.3	\$119.3	\$106.2	\$41.3	\$35.7	\$55.8	\$8.8
2001	\$147,460	\$759.8	\$263.1	\$551.1	\$143.7	\$23.5	\$14.5	\$37.9	\$13.8	\$48.6	\$44.0	\$44.4	\$38.2	\$56.8	\$7.7
2002	\$145,603	\$735.4	\$238.6	\$544.2	\$132.7	\$16.4	\$7.2	\$39.0	\$14.4	\$33.2	\$30.4	\$48.5	\$42.5	\$57.4	\$7.5
2003	\$151,297	\$766.8	\$259.5	\$555.4	\$137.3	\$15.4	\$7.3	\$41.3	\$14.4	\$45.3	\$41.4	\$54.2	\$46.7	\$58.2	\$7.3
2004	\$160,782	\$850.5	\$312.7	\$590.5	\$149.9	\$14.9	\$7.8	\$42.8	\$15.5	\$74.6	\$68.1	\$62.0	\$55.1	\$62.1	\$8.1
2005	\$171,530	\$941.6	\$372.1	\$623.9	\$161.4	\$20.3	\$10.8	\$47.7	\$16.8	\$111.3	\$100.5	\$69.4	\$62.3	\$66.7	\$9.3
2006	\$178,201	\$1,002.6	\$398.6	\$663.1	\$173.3	\$28.9	\$15.5	\$46.7	\$15.7	\$116.5	\$105.4	\$68.5	\$63.0	\$72.3	\$10.2
2007	\$186,568	\$1,076.3	\$432.5	\$710.4	\$189.3	\$33.5	\$17.1	\$45.2	\$16.1	\$128.8	\$116.0	\$70.1	\$64.6	\$79.9	\$11.4
2008	\$183,323	\$997.7	\$358.3	\$713.1	\$186.8	\$26.5	\$12.6	\$43.9	\$15.3	\$54.7	\$52.3	\$70.3	\$63.9	\$85.7	\$12.1
2009	\$176,423	\$912.8	\$306.9	\$675.4	\$177.2	\$19.6	\$9.2	\$40.8	\$13.5	\$27.6	\$26.0	\$68.5	\$60.7	\$84.7	\$10.6
2010	\$182,400	\$973.7	\$356.5	\$694.3	\$190.5	\$16.3	\$9.4	\$43.1	\$13.9	\$54.1	\$51.5	\$73.1	\$64.0	\$95.1	\$14.3

FRANCHISE TAX BOARD
Personal Income Tax
Changes in Income Composition
1988 through 2010

Exhibit A-9
2 of 2

YEAR	AGI Threshold	WAGES		INTEREST INCOME		BUSINESS INCOME		CAPITAL GAINS		SCHEDULE E INCOME		RETIREMENT INCOME	
	Top 5 percent	All Returns	Top 5 percent	All Returns	Top 5 percent	All Returns	Top 5 percent	All Returns	Top 5 percent	All Returns	Top 5 percent	All Returns	Top 5 percent
1988	\$81,365	71.5%	53.1%	6.3%	11.2%	5.0%	5.9%	6.0%	16.7%	2.2%	8.0%	4.5%	2.5%
1989	\$87,630	72.1%	52.6%	7.6%	15.3%	5.9%	7.8%	5.7%	15.3%	2.4%	9.4%	4.6%	2.4%
1990	\$89,707	73.5%	55.2%	7.0%	13.2%	5.5%	7.9%	4.7%	13.3%	2.5%	9.7%	5.8%	2.7%
1991	\$91,982	75.0%	59.1%	6.5%	13.0%	5.7%	7.7%	3.7%	10.1%	2.3%	9.8%	6.1%	2.9%
1992	\$94,261	75.6%	61.7%	4.8%	8.9%	5.7%	7.6%	3.6%	9.4%	2.7%	10.1%	6.7%	3.1%
1993	\$98,048	75.7%	60.5%	3.8%	7.1%	5.7%	7.8%	4.1%	11.2%	3.1%	10.8%	6.9%	3.0%
1994	\$100,452	75.4%	59.9%	3.7%	6.6%	6.1%	7.7%	3.8%	10.1%	3.5%	12.7%	7.7%	3.3%
1995	\$105,570	74.4%	58.7%	3.9%	7.1%	5.6%	7.1%	4.3%	11.8%	3.9%	12.0%	7.6%	3.4%
1996	\$112,709	72.5%	54.3%	3.7%	6.4%	5.5%	6.5%	6.3%	16.4%	4.5%	12.9%	7.4%	3.1%
1997	\$121,650	70.7%	51.6%	3.5%	5.9%	5.4%	6.0%	8.0%	19.8%	4.8%	12.8%	7.4%	3.3%
1998	\$128,747	69.6%	50.5%	3.4%	5.5%	5.7%	5.9%	9.0%	21.9%	4.9%	12.8%	7.5%	3.2%
1999	\$140,765	67.4%	47.6%	2.9%	4.4%	5.0%	4.8%	12.8%	28.9%	5.1%	11.5%	7.1%	2.9%
2000	\$154,285	66.3%	47.0%	2.9%	4.3%	4.6%	4.4%	14.2%	30.3%	4.9%	10.2%	6.7%	2.5%
2001	\$147,460	72.5%	54.6%	3.1%	5.5%	5.0%	5.2%	6.4%	16.7%	5.8%	14.5%	7.5%	2.9%
2002	\$145,603	74.0%	55.6%	2.2%	3.0%	5.3%	6.0%	4.5%	12.7%	6.6%	17.8%	7.8%	3.1%
2003	\$151,297	72.4%	52.9%	2.0%	2.8%	5.4%	5.5%	5.9%	16.0%	7.1%	18.0%	7.6%	2.8%
2004	\$160,782	69.4%	47.9%	1.8%	2.5%	5.0%	5.0%	8.8%	21.8%	7.3%	17.6%	7.3%	2.6%
2005	\$171,530	66.3%	43.4%	2.2%	2.9%	5.1%	4.5%	11.8%	27.0%	7.4%	16.7%	7.1%	2.5%
2006	\$178,201	66.1%	43.5%	2.9%	3.9%	4.7%	3.9%	11.6%	26.4%	6.8%	15.8%	7.2%	2.6%
2007	\$186,568	66.0%	43.8%	3.1%	4.0%	4.2%	3.7%	12.0%	26.8%	6.5%	14.9%	7.4%	2.6%
2008	\$183,323	71.5%	52.1%	2.7%	3.5%	4.4%	4.3%	5.5%	14.6%	7.0%	17.8%	8.6%	3.4%
2009	\$176,423	74.0%	57.7%	2.1%	3.0%	4.5%	4.4%	3.0%	8.5%	7.5%	19.8%	9.3%	3.5%
2010	\$182,400	71.3%	53.4%	1.7%	2.6%	4.4%	3.9%	5.6%	14.4%	7.5%	18.0%	9.8%	4.0%

FRANCHISE TAX BOARD
Personal Income Tax
Gross Capital Gains and Their Components
1986 Through 2010
(In \$Million)

Exhibit A-10
Page 1 of 5

Tax Year	Stocks /a	Other Securities	Residential Real Estate /b	Non-Residential Real Estate	Other	Total
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	61,729
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	96,674
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	21,844	56,362
2010	\$36,312	\$11,214	\$2,644	\$2,873	\$36,276	\$89,320

/a Includes capital gain distributions

/b For years prior to 1998, capital gains for sale of primary residences were excluded because they were largely rolled forward.

/c Excludes capital loss carryovers.

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 Losses and Their Components/a

1986 Through 2010

(In \$Million)

Tax Year	Stocks /a	Other Securities	Residential Real Estate /b	Non-Residential Real Estate	Other	Total
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
2010	\$12,285	\$8,031	\$4,483	\$1,726	\$8,119	\$34,644

/a Excludes capital loss carryovers

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

Detail may not add to totals due to rounding

FRANCHISE TAX BOARD

Exhibit A-10

Personal Income Tax

3 of 5

Capital Gains**Business Sale Gains vs. Trading Gains /a /b****1989 through 2010****(In \$ Billion)**

Year	Business Sale Gains	Trading Gains	Total	Percent Business Sale Gains
1989	2.44	6.42	8.86	28%
1991	2.72	6.24	8.96	30%
1992	1.47	5.83	7.30	20%
1993	3.47	9.50	12.97	27%
1994	3.05	8.71	11.75	26%
1995	5.64	14.89	20.53	27%
1996	8.00	17.10	25.10	32%
1997	9.85	18.07	27.93	35%
1998	14.08	23.65	37.72	37%
1999	28.99	37.25	66.24	44%
2000	51.50	49.10	100.60	51%
2001	18.11	22.66	40.77	44%
2002	9.66	21.53	31.19	31%
2003	11.36	17.47	28.84	39%
2004	17.45	20.62	38.07	46%
2005	26.71	23.13	49.84	54%
2006	23.15	25.69	48.83	47%
2007	22.69	28.33	51.02	44%
2008	17.49	21.65	39.14	45%
2009	8.51	12.13	20.64	41%
2010	16.58	18.79	35.37	47%

/a Business Sale Gains are gains that are either greater than five million dollars or gains for which the ratio of gains over selling price is more than 98%. Trading Gains are the remaining gains.

/b Excludes capital gains distributions

Source: California Franchise Tax Board: Capital Asset Study

Detail may not add to totals due to rounding

FRANCHISE TAX BOARD

Exhibit A-10

Personal Income Tax

4 of 5

Capital Gains

Holding Periods for Stock Business Sale Gains /a /b

1989 through 2010

Year	1 Year or Less	1 to 2 years	2 to 3 years	3 to 4 years	4 to 5 years	5 to 6 years	6 to 7 years	7 to 8 years	8 to 9 years	More Than 9 Years	Total Gain (\$Million)
1989	7.0%	14.6%	7.7%	24.5%	5.6%	3.2%	5.6%	6.1%	2.7%	22.9%	2,440
1991	4.8%	16.3%	6.7%	12.0%	6.3%	3.6%	9.1%	8.4%	3.0%	29.8%	2,719
1992	13.2%	17.8%	6.8%	8.6%	6.4%	4.8%	6.4%	6.9%	3.1%	26.0%	1,470
1993	7.3%	7.7%	4.7%	24.0%	7.2%	6.5%	7.1%	2.9%	5.8%	26.9%	3,471
1994	6.5%	11.4%	7.3%	9.9%	7.6%	8.0%	6.4%	3.8%	5.6%	33.5%	3,045
1995	5.4%	8.7%	10.8%	8.1%	8.1%	6.0%	4.6%	4.8%	8.5%	34.9%	5,636
1996	5.1%	12.3%	10.9%	7.0%	6.3%	8.3%	4.2%	4.5%	5.0%	36.5%	7,998
1997	7.2%	7.9%	11.1%	7.9%	5.8%	7.8%	4.6%	2.7%	5.0%	40.1%	9,851
1998	8.6%	10.7%	10.0%	8.4%	8.2%	10.4%	5.4%	4.3%	3.6%	30.4%	14,078
1999	3.8%	16.3%	16.3%	15.6%	8.6%	6.3%	4.0%	2.2%	2.5%	24.4%	28,995
2000	4.7%	19.9%	19.3%	14.5%	9.4%	6.3%	3.9%	3.0%	2.3%	16.5%	51,464
2001	3.3%	14.2%	14.7%	14.4%	9.0%	6.5%	4.5%	3.5%	3.4%	26.5%	17,903
2002	3.6%	7.8%	5.5%	10.9%	6.8%	6.8%	10.9%	5.4%	3.9%	38.5%	9,656
2003	6.5%	7.8%	7.6%	11.6%	9.5%	5.7%	6.2%	5.7%	5.7%	33.8%	11,364
2004	1.5%	10.4%	15.6%	9.9%	7.5%	14.6%	9.0%	3.0%	3.8%	24.7%	17,453
2005	1.3%	15.1%	22.0%	8.4%	5.9%	13.1%	6.9%	2.1%	4.0%	21.2%	26,709
2006	1.8%	7.7%	8.7%	10.3%	6.9%	8.7%	6.8%	9.9%	3.5%	35.8%	23,146
2007	2.9%	7.2%	10.2%	16.0%	9.2%	4.6%	4.7%	6.3%	6.1%	32.8%	22,691
2008	2.9%	4.8%	11.5%	15.1%	8.4%	5.4%	5.1%	4.0%	6.6%	36.2%	17,494
2009	4.8%	10.7%	8.1%	11.1%	8.7%	3.8%	5.7%	5.8%	4.2%	37.1%	8,510
2010	3.8%	7.8%	9.5%	6.0%	4.1%	9.5%	14.7%	3.9%	2.1%	38.6%	16,582
Average	5.0%	11.3%	10.7%	12.1%	7.4%	7.1%	6.5%	4.7%	4.3%	30.8%	

/a Business Sale Gains are gains that are either greater than five million dollars or gains for which the ratio of gains over selling price is more than 98%. Trading Gains are the remaining gains.

/b Excludes capital gains distributions

Source: California Franchise Tax Board: Capital Asset Study

Detail may not add to totals due to rounding

FRANCHISE TAX BOARD

Exhibit A-10

Personal Income Tax

5 of 5

Capital Gains

Holding Periods for Stock Trading Gains /a /b

1989 through 2010

Year	1 Year or Less	1 to 2 years	2 to 3 years	3 to 4 years	4 to 5 years	5 to 6 years	6 to 7 years	7 to 8 years	8 to 9 years	More Than 9 Years	Total Gain (\$Million)
1989	21.9%	14.9%	9.6%	7.5%	6.6%	4.9%	3.7%	3.1%	2.6%	25.3%	6,417
1991	30.6%	12.9%	9.2%	8.7%	6.0%	4.3%	4.1%	2.6%	2.6%	18.9%	6,240
1992	34.3%	15.6%	7.3%	7.3%	4.6%	5.2%	3.9%	2.3%	3.7%	15.7%	5,829
1993	34.2%	15.8%	9.5%	7.5%	6.3%	3.3%	7.8%	2.9%	2.2%	10.5%	9,504
1994	29.1%	19.2%	12.6%	7.4%	5.2%	5.1%	2.9%	3.5%	2.1%	12.9%	8,706
1995	38.3%	17.9%	9.5%	4.3%	3.4%	6.0%	2.6%	1.4%	7.6%	9.1%	14,892
1996	41.3%	17.4%	10.8%	8.3%	3.9%	2.6%	2.5%	1.6%	1.5%	10.0%	17,104
1997	33.2%	20.4%	9.1%	6.1%	5.0%	5.2%	2.7%	3.2%	1.6%	13.6%	18,074
1998	31.8%	20.3%	10.8%	7.3%	6.2%	2.8%	2.3%	1.4%	2.3%	14.8%	23,645
1999	35.8%	21.6%	10.7%	6.9%	5.0%	4.0%	2.1%	2.8%	1.6%	9.7%	37,246
2000	35.0%	24.5%	11.8%	6.5%	4.5%	2.3%	4.2%	1.4%	1.2%	8.8%	49,111
2001	18.0%	24.7%	13.5%	8.3%	9.1%	5.7%	3.8%	2.5%	1.5%	12.8%	22,862
2002	13.2%	10.1%	13.1%	7.9%	7.7%	8.6%	2.8%	7.1%	3.9%	25.6%	21,532
2003	24.0%	17.1%	9.7%	9.2%	4.3%	3.8%	4.4%	10.6%	1.9%	15.0%	17,474
2004	26.5%	22.8%	8.8%	6.6%	7.2%	4.1%	2.7%	1.5%	3.3%	16.4%	20,615
2005	22.6%	19.9%	14.0%	6.4%	6.9%	5.2%	5.5%	3.2%	1.4%	14.9%	23,126
2006	19.9%	19.3%	13.6%	9.0%	5.0%	3.7%	4.2%	2.5%	3.4%	19.4%	25,686
2007	21.1%	19.0%	12.8%	11.3%	7.3%	4.5%	4.0%	2.6%	1.9%	15.5%	28,333
2008	24.3%	13.1%	10.1%	8.0%	7.3%	5.5%	2.0%	2.9%	3.4%	23.4%	21,646
2009	41.9%	7.4%	7.0%	5.0%	4.5%	3.6%	3.0%	2.9%	1.3%	23.2%	12,130
2010	29.7%	25.9%	8.4%	6.4%	4.0%	2.7%	3.0%	3.3%	1.9%	14.7%	18,791
Average	28.9%	18.1%	10.6%	7.4%	5.7%	4.4%	3.5%	3.1%	2.5%	15.7%	

/a Business Sale Gains are gains that are either greater than five million dollars or gains for which the ratio of gains over selling price is more than 98%. Trading Gains are the remaining gains.

/b Excludes capital gains distributions

Source: California Franchise Tax Board: Capital Asset Study

Detail may not add to totals due to rounding

FRANCHISE TAX BOARD

Personal Income Tax

Tax-Weighted Distribution of Income by Source

California Residents

Tax Years 2007-2010

Income Item	Percent Distribution							
	Unweighted				Tax-Weighted**			
	2007	2008	2009	2010	2007	2008	2009	2010
Wages	66.4%	73.0%	76.2%	73.4%	53.0%	61.3%	67.3%	63.4%
Taxable Interest	3.5%	3.0%	2.4%	1.8%	3.6%	2.9%	2.3%	1.9%
Ordinary Dividend	2.8%	2.8%	2.2%	2.4%	3.8%	3.6%	2.8%	3.2%
Business Income	4.1%	4.2%	4.4%	4.4%	3.0%	3.3%	3.3%	3.1%
Capital Gain	12.3%	5.7%	3.2%	5.8%	21.4%	11.4%	6.0%	10.7%
IRA Distribution	1.4%	1.8%	1.5%	2.1%	1.0%	1.3%	1.1%	1.6%
Pension Income	4.6%	5.4%	6.1%	6.1%	2.9%	3.5%	4.1%	4.0%
Rental/Royalty Income	0.2%	0.3%	0.3%	0.4%	0.9%	1.2%	1.0%	0.9%
Partnership Income	4.8%	4.6%	5.1%	5.6%	9.2%	10.3%	10.9%	10.1%
Other Income	0.0%	-0.7%	-1.5%	-1.9%	1.2%	1.2%	1.2%	1.0%
Adjusted Total Income*	100.0%	100.0%	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 : 2007-2010 PIT Samples

FRANCHISE TAX BOARD
Personal Income Tax
Comparison of E-Filed Returns
2011 and 2012 Process Years
Processed between January 1 and November 20

Exhibit A-12
Page 1 of 3

Adjusted Gross Income Class	PY11 # of Returns	PY12 # of Returns	% Change	PY11 Net Totals	PY12 Net Totals	% Change
Negative Agi - \$0						
L7 WAGES	82,157	82,400	0.3%	\$ 3,215,859,889	\$ 3,368,570,172	4.7%
L8A TAXABLE INTEREST	127,869	120,827	-5.5%	\$ 1,068,672,319	\$ 935,820,123	-12.4%
L9A ORDINARY DIVIDENDS	82,592	79,058	-4.3%	\$ 557,091,553	\$ 606,751,433	8.9%
L12 BUSINESS INCOME	88,957	90,475	1.7%	\$ (798,237,336)	\$ (608,630,404)	-23.8%
L13 CAPITAL GAIN	112,462	110,263	-2.3%	\$ 1,825,291,753	\$ 2,005,421,384	9.9%
L15B IRA DISTRIBUTIONS	20,346	21,309	4.7%	\$ 453,194,657	\$ 436,733,150	-3.6%
L16B PENSIONS/ANNUITIES	30,301	40,598	34.0%	\$ 454,964,428	\$ 500,156,060	9.9%
L17 SCHEDULE E INCOME	116,174	116,064	-0.1%	\$ (8,897,702,037)	\$ (8,248,361,168)	-7.3%
L19 UNEMPLOY COMP	59,990	54,585	-9.0%	\$ 962,340,212	\$ 760,977,928	-20.9%
L20B SOCIAL SECURITY	12,266	19,972	62.8%	\$ 56,351,322	\$ 61,840,556	9.7%
L21 OTHER INCOME	98,497	101,432	3.0%	\$ (15,415,524,221)	\$ (18,657,807,161)	21.0%
L22 TOTAL INCOME	248,503	245,820	-1.1%	\$ (20,913,948,663)	\$ (23,004,625,639)	10.0%
L10 SCHEDULE A MORTGAGE INTEREST DEDUCTION	76,756	71,030	-7.5%	\$ 1,454,667,265	\$ 1,273,770,075	-12.4%
L17 CA AGI	80,974	78,362	-3.2%	\$ -	\$ -	N/A
L18 DEDUCTION	281,155	279,132	-0.7%	\$ 4,280,477,273	\$ 4,220,154,228	-1.4%
L19 TAXABLE INCOME	-	-	N/A	\$ -	\$ -	N/A
L31 COMPUTED TAX	128	112	-12.5%	\$ 12,887	\$ 3,071	-76.2%
L47 SPECIAL CREDITS	21,956	23,577	7.4%	\$ 1,780,810	\$ 1,931,126	8.4%
L62 MENTAL HEALTH SERVICES TAX	-	-	N/A	\$ -	\$ -	N/A
L64 TOTAL TAX	6,439	5,722	-11.1%	\$ 4,053,044	\$ 4,023,322	-0.7%
L92 CREDIT CARRYFORWARD	6,239	6,360	1.9%	\$ 26,682,206	\$ 32,801,815	22.9%
L95 USE TAX	561	985	75.6%	\$ 88,632	\$ 116,094	31.0%
\$1 - \$50,000						
L7 WAGES	3,754,907	4,302,794	14.6%	\$ 87,611,260,686	\$ 99,370,759,284	13.4%
L8A TAXABLE INTEREST	1,563,164	1,538,924	-1.6%	\$ 1,984,494,680	\$ 1,685,521,549	-15.1%
L9A ORDINARY DIVIDENDS	716,244	722,676	0.9%	\$ 2,111,624,920	\$ 2,197,544,838	4.1%
L12 BUSINESS INCOME	1,247,595	1,332,356	6.8%	\$ 10,998,964,317	\$ 11,836,724,703	7.6%
L13 CAPITAL GAIN	658,633	688,110	4.5%	\$ (43,012,098)	\$ 139,292,501	-423.8%
L15B IRA DISTRIBUTIONS	372,874	394,923	5.9%	\$ 3,517,994,920	\$ 3,780,150,535	7.5%
L16B PENSIONS/ANNUITIES	746,684	834,266	11.7%	\$ 10,785,285,862	\$ 11,355,004,035	5.3%
L17 SCHEDULE E INCOME	590,854	621,331	5.2%	\$ 278,932,015	\$ 871,871,610	212.6%
L19 UNEMPLOY COMP	756,936	749,776	-0.9%	\$ 6,651,115,748	\$ 5,390,794,581	-18.9%
L20B SOCIAL SECURITY	552,032	600,696	8.8%	\$ 4,375,122,905	\$ 4,654,200,414	6.4%
L21 OTHER INCOME	376,610	391,003	3.8%	\$ (16,712,603)	\$ (253,902,026)	1419.2%
L22 TOTAL INCOME	4,842,516	5,266,570	8.8%	\$ 125,266,018,430	\$ 135,348,958,643	8.0%
L10 SCHEDULE A MORTGAGE INTEREST DEDUCTION	809,345	774,300	-4.3%	\$ 9,316,526,540	\$ 8,452,256,072	-9.3%
L17 CA AGI	7,359,968	7,694,534	4.5%	\$ 164,269,563,687	\$ 172,557,690,935	5.0%
L18 DEDUCTION	6,102,117	6,416,768	5.2%	\$ 58,904,615,035	\$ 54,288,473,330	-7.8%
L19 TAXABLE INCOME	6,643,798	6,961,029	4.8%	\$ 119,895,464,110	\$ 126,618,029,408	5.6%
L31 COMPUTED TAX	5,378,238	5,675,796	5.5%	\$ 2,037,796,875	\$ 1,892,855,131	-7.1%
L47 SPECIAL CREDITS	1,254,415	1,179,613	-6.0%	\$ 113,795,881	\$ 132,651,183	16.6%
L62 MENTAL HEALTH SERVICES TAX	-	-	N/A	\$ -	\$ -	N/A
L64 TOTAL TAX	3,441,153	2,797,331	-18.7%	\$ 1,418,380,645	\$ 1,153,185,858	-18.7%
L92 CREDIT CARRYFORWARD	89,995	86,411	-4.0%	\$ 56,652,592	\$ 54,123,330	-4.5%
L95 USE TAX	13,601	26,350	93.7%	\$ 1,004,811	\$ 1,084,715	8.0%
\$50,000 - \$100,000						
L7 WAGES	1,806,978	1,954,888	8.2%	\$ 119,616,623,361	\$ 129,203,227,400	8.0%
L8A TAXABLE INTEREST	1,263,057	1,281,804	1.5%	\$ 1,724,988,875	\$ 1,510,325,277	-12.4%
L9A ORDINARY DIVIDENDS	546,143	557,539	2.1%	\$ 2,045,288,955	\$ 2,244,151,152	9.7%
L12 BUSINESS INCOME	442,277	467,959	5.8%	\$ 5,933,040,182	\$ 6,470,714,516	9.1%
L13 CAPITAL GAIN	485,958	514,256	5.8%	\$ 668,157,163	\$ 884,344,313	32.4%
L15B IRA DISTRIBUTIONS	231,874	253,192	9.2%	\$ 4,122,071,799	\$ 4,543,813,221	10.2%
L16B PENSIONS/ANNUITIES	461,093	522,249	13.3%	\$ 13,615,606,941	\$ 14,744,178,494	8.3%
L17 SCHEDULE E INCOME	461,980	492,691	6.6%	\$ 1,663,420,807	\$ 2,263,428,436	36.1%
L19 UNEMPLOY COMP	259,288	255,921	-1.3%	\$ 2,090,705,792	\$ 1,733,408,169	-17.1%
L20B SOCIAL SECURITY	326,197	357,340	9.5%	\$ 5,414,267,936	\$ 5,979,125,975	10.4%
L21 OTHER INCOME	214,504	225,201	5.0%	\$ 532,419,201	\$ 352,422,498	-33.8%
L22 TOTAL INCOME	2,059,629	2,217,382	7.7%	\$ 157,743,445,476	\$ 169,335,290,166	7.3%
L10 SCHEDULE A MORTGAGE INTEREST DEDUCTION	1,123,317	1,120,055	-0.3%	\$ 15,156,795,498	\$ 14,028,732,861	-7.4%
L17 CA AGI	2,541,820	2,705,326	6.4%	\$ 180,068,930,441	\$ 191,844,251,349	6.5%
L18 DEDUCTION	2,389,562	2,538,714	6.2%	\$ 38,007,236,389	\$ 39,000,409,991	2.6%
L19 TAXABLE INCOME	2,529,227	2,693,470	6.5%	\$ 143,065,692,505	\$ 154,634,769,976	8.1%
L31 COMPUTED TAX	2,377,096	2,527,018	6.3%	\$ 5,351,894,681	\$ 5,386,437,003	0.6%
L47 SPECIAL CREDITS	226,999	346,946	52.8%	\$ 61,845,807	\$ 89,388,119	44.5%
L62 MENTAL HEALTH SERVICES TAX	-	-	N/A	\$ -	\$ -	N/A
L64 TOTAL TAX	2,459,456	2,415,533	-1.8%	\$ 4,944,928,201	\$ 4,465,609,767	-9.7%
L92 CREDIT CARRYFORWARD	87,997	92,175	4.7%	\$ 95,379,577	\$ 97,069,069	1.8%
L95 USE TAX	16,227	29,670	82.8%	\$ 1,303,242	\$ 1,713,155	31.5%

FRANCHISE TAX BOARD
Personal Income Tax
Comparison of E-Filed Returns
2011 and 2012 Process Years
Processed between January 1 and November 20

Adjusted Gross Income Class	PY11 # of Returns	PY12 # of Returns	% Change	PY11 Net Totals	PY12 Net Totals	% Change
\$100,000 - \$200,0000						
L7 WAGES	1,182,061	1,272,821	7.7%	\$ 143,405,484,450	\$ 154,397,478,406	7.7%
L8A TAXABLE INTEREST	1,005,407	1,053,569	4.8%	\$ 1,797,986,545	\$ 1,637,790,533	-8.9%
L9A ORDINARY DIVIDENDS	527,024	558,450	6.0%	\$ 2,400,517,622	\$ 2,768,852,651	15.3%
L12 BUSINESS INCOME	294,881	321,734	9.1%	\$ 6,919,086,496	\$ 7,587,403,609	9.7%
L13 CAPITAL GAIN	476,699	521,562	9.4%	\$ 1,969,025,535	\$ 2,277,461,102	15.7%
L15B IRA DISTRIBUTIONS	144,859	168,205	16.1%	\$ 4,028,106,631	\$ 4,680,481,141	16.2%
L16B PENSIONS/ANNUITIES	288,187	343,553	19.2%	\$ 11,451,086,802	\$ 13,014,920,509	13.7%
L17 SCHEDULE E INCOME	357,558	401,588	12.3%	\$ 6,023,321,556	\$ 6,941,117,089	15.2%
L19 UNEMPLOY COMP	123,738	123,200	-0.4%	\$ 977,189,042	\$ 825,761,188	-15.5%
L20B SOCIAL SECURITY	153,211	175,734	14.7%	\$ 2,749,912,135	\$ 3,196,797,166	16.3%
L21 OTHER INCOME	163,799	177,370	8.3%	\$ 663,624,966	\$ 517,973,758	-21.9%
L22 TOTAL INCOME	1,290,089	1,397,991	8.4%	\$ 183,322,314,848	\$ 199,188,047,557	8.7%
L10 SCHEDULE A MORTGAGE INTEREST DEDUCTION	981,620	1,022,575	4.2%	\$ 17,864,779,669	\$ 17,090,102,441	-4.3%
L17 CA AGI	1,385,785	1,512,223	9.1%	\$ 188,928,736,124	\$ 206,720,022,487	9.4%
L18 DEDUCTION	1,377,232	1,502,292	9.1%	\$ 34,815,889,460	\$ 36,933,391,779	6.1%
L19 TAXABLE INCOME	1,383,543	1,510,080	9.1%	\$ 154,280,938,137	\$ 171,448,728,433	11.1%
L31 COMPUTED TAX	1,375,020	1,500,236	9.1%	\$ 9,043,620,136	\$ 9,601,968,775	6.2%
L47 SPECIAL CREDITS	39,158	45,823	17.0%	\$ 69,405,567	\$ 77,925,236	12.3%
L62 MENTAL HEALTH SERVICES TAX	-	-	N/A	\$ -	\$ -	N/A
L64 TOTAL TAX	1,365,272	1,486,333	8.9%	\$ 8,317,976,585	\$ 8,470,972,501	1.8%
L92 CREDIT CARRYFORWARD	78,287	83,646	6.8%	\$ 165,021,549	\$ 178,516,525	8.2%
L95 USE TAX	15,872	29,450	85.5%	\$ 1,552,137	\$ 2,649,694	70.7%
\$200,000 - \$500,0000						
L7 WAGES	394,627	451,768	14.5%	\$ 90,131,629,287	\$ 103,560,674,362	14.9%
L8A TAXABLE INTEREST	393,305	444,076	12.9%	\$ 1,890,419,012	\$ 1,848,986,115	-2.2%
L9A ORDINARY DIVIDENDS	281,017	321,338	14.3%	\$ 2,870,307,300	\$ 3,382,564,273	17.8%
L12 BUSINESS INCOME	109,999	127,415	15.8%	\$ 6,540,661,194	\$ 7,464,269,552	14.1%
L13 CAPITAL GAIN	275,035	320,406	16.5%	\$ 4,704,345,866	\$ 5,464,954,512	16.2%
L15B IRA DISTRIBUTIONS	51,262	68,114	32.9%	\$ 2,488,581,490	\$ 3,152,745,282	26.7%
L16B PENSIONS/ANNUITIES	82,716	114,625	38.6%	\$ 4,196,610,562	\$ 4,998,967,275	19.1%
L17 SCHEDULE E INCOME	176,602	216,014	22.3%	\$ 13,989,646,200	\$ 16,123,891,377	15.3%
L19 UNEMPLOY COMP	27,099	28,782	6.2%	\$ 222,272,549	\$ 203,783,570	-8.3%
L20B SOCIAL SECURITY	51,134	60,588	18.5%	\$ 1,088,306,009	\$ 1,298,581,955	19.3%
L21 OTHER INCOME	76,014	87,217	14.7%	\$ 184,226,545	\$ (147,852,503)	-180.3%
L22 TOTAL INCOME	439,562	504,259	14.7%	\$ 128,747,935,130	\$ 147,972,276,022	14.9%
L10 SCHEDULE A MORTGAGE INTEREST DEDUCTION	356,924	400,961	12.3%	\$ 9,237,468,333	\$ 9,438,439,200	2.2%
L17 CA AGI	441,840	510,689	15.6%	\$ 126,269,363,883	\$ 146,538,505,473	16.1%
L18 DEDUCTION	441,833	510,681	15.6%	\$ 17,289,609,955	\$ 19,565,583,738	13.2%
L19 TAXABLE INCOME	441,166	510,042	15.6%	\$ 109,082,661,356	\$ 128,025,005,225	17.4%
L31 COMPUTED TAX	441,165	510,034	15.6%	\$ 8,538,033,414	\$ 9,679,335,494	13.4%
L47 SPECIAL CREDITS	29,840	35,724	19.7%	\$ 110,174,551	\$ 134,247,674	21.8%
L62 MENTAL HEALTH SERVICES TAX	-	-	N/A	\$ -	\$ -	N/A
L64 TOTAL TAX	429,951	496,530	15.5%	\$ 7,587,926,565	\$ 8,440,571,594	11.2%
L92 CREDIT CARRYFORWARD	59,352	67,258	13.3%	\$ 291,712,056	\$ 322,016,687	10.4%
L95 USE TAX	6,451	13,136	103.6%	\$ 831,984	\$ 1,970,006	136.8%
\$500,000 - \$1,000,0000						
L7 WAGES	63,009	74,340	18.0%	\$ 27,940,232,450	\$ 33,014,249,139	18.2%
L8A TAXABLE INTEREST	73,857	86,436	17.0%	\$ 1,240,671,284	\$ 1,354,657,625	9.2%
L9A ORDINARY DIVIDENDS	61,626	72,143	17.1%	\$ 1,894,582,525	\$ 2,279,014,694	20.3%
L12 BUSINESS INCOME	19,502	23,392	19.9%	\$ 2,338,616,589	\$ 2,776,636,979	18.7%
L13 CAPITAL GAIN	63,123	74,941	18.7%	\$ 4,530,984,340	\$ 5,265,152,317	16.2%
L15B IRA DISTRIBUTIONS	9,170	13,723	49.7%	\$ 716,922,185	\$ 1,077,301,633	50.3%
L16B PENSIONS/ANNUITIES	11,731	18,304	56.0%	\$ 627,498,034	\$ 756,710,817	20.6%
L17 SCHEDULE E INCOME	51,371	63,165	23.0%	\$ 13,174,775,877	\$ 15,003,658,350	13.9%
L19 UNEMPLOY COMP	2,280	2,431	6.6%	\$ 21,573,617	\$ 19,729,877	-8.5%
L20B SOCIAL SECURITY	10,901	13,035	19.6%	\$ 257,679,619	\$ 308,989,548	19.9%
L21 OTHER INCOME	20,565	23,982	16.6%	\$ (101,741,228)	\$ (457,355,168)	349.5%
L22 TOTAL INCOME	76,634	90,144	17.6%	\$ 52,826,315,175	\$ 61,570,161,179	16.6%
L10 SCHEDULE A MORTGAGE INTEREST DEDUCTION	59,430	68,962	16.0%	\$ 1,913,035,384	\$ 2,027,703,076	6.0%
L17 CA AGI	76,729	90,628	18.1%	\$ 52,078,990,001	\$ 61,614,117,403	18.3%
L18 DEDUCTION	76,729	90,627	18.1%	\$ 4,000,426,951	\$ 4,440,319,822	11.0%
L19 TAXABLE INCOME	76,587	90,465	18.1%	\$ 48,125,408,172	\$ 57,223,789,570	18.9%
L31 COMPUTED TAX	76,586	90,462	18.1%	\$ 4,271,149,564	\$ 4,927,850,217	15.4%
L47 SPECIAL CREDITS	12,644	14,889	17.8%	\$ 101,218,209	\$ 124,232,096	22.7%
L62 MENTAL HEALTH SERVICES TAX	-	-	N/A	\$ -	\$ -	N/A
L64 TOTAL TAX	72,590	85,646	18.0%	\$ 3,290,638,399	\$ 3,772,675,399	14.6%
L92 CREDIT CARRYFORWARD	20,694	24,929	20.5%	\$ 216,254,296	\$ 264,948,338	22.5%
L95 USE TAX	986	2,193	122.4%	\$ 310,036	\$ 836,960	170.0%

FRANCHISE TAX BOARD
Personal Income Tax
Comparison of E-Filed Returns
2011 and 2012 Process Years
Processed between January 1 and November 20

Exhibit A-12
Page 3 of 3

Adjusted Gross Income Class	PY11 # of Returns	PY12 # of Returns	% Change	PY11 Net Totals	PY12 Net Totals	% Change
\$1,000,000 & over						
L7 WAGES	37,402	44,296	18.4%	\$ 50,638,106,291	\$ 61,407,721,848	21.3%
L8A TAXABLE INTEREST	46,388	55,135	18.9%	\$ 6,003,282,166	\$ 7,022,128,925	17.0%
L9A ORDINARY DIVIDENDS	41,758	49,748	19.1%	\$ 8,850,465,528	\$ 10,953,078,686	23.8%
L12 BUSINESS INCOME	12,064	14,711	21.9%	\$ 3,116,165,993	\$ 3,838,238,223	23.2%
L13 CAPITAL GAIN	42,848	51,275	19.7%	\$ 38,530,869,440	\$ 49,343,045,867	28.1%
L15B IRA DISTRIBUTIONS	5,571	9,409	68.9%	\$ 1,117,861,242	\$ 1,885,782,424	68.7%
L16B PENSIONS/ANNUITIES	7,025	10,985	56.4%	\$ 513,797,145	\$ 626,023,003	21.8%
L17 SCHEDULE E INCOME	38,475	47,413	23.2%	\$ 44,660,692,534	\$ 50,008,530,769	12.0%
L19 UNEMPLOY COMP	729	696	-4.5%	\$ 7,655,742	\$ 5,778,774	-24.5%
L20B SOCIAL SECURITY	7,283	9,013	23.8%	\$ 185,359,470	\$ 231,647,240	25.0%
L21 OTHER INCOME	18,143	22,737	25.3%	\$ (203,980,972)	\$ (1,733,989,630)	750.1%
L22 TOTAL INCOME	47,005	55,948	19.0%	\$ 155,098,489,367	\$ 185,553,061,513	19.6%
L10 SCHEDULE A MORTGAGE INTEREST DEDUCTION	32,505	37,689	15.9%	\$ 1,126,421,513	\$ 1,189,644,494	5.6%
L17 CA AGI	47,076	56,164	19.3%	\$ 156,270,365,953	\$ 189,920,828,196	21.5%
L18 DEDUCTION	47,076	56,161	19.3%	\$ 7,116,117,623	\$ 9,465,752,023	33.0%
L19 TAXABLE INCOME	46,984	56,058	19.3%	\$ 149,217,832,548	\$ 180,548,639,086	21.0%
L31 COMPUTED TAX	46,984	56,057	19.3%	\$ 14,053,255,999	\$ 16,549,876,566	17.8%
L47 SPECIAL CREDITS	11,265	13,198	17.2%	\$ 371,042,185	\$ 439,155,720	18.4%
L62 MENTAL HEALTH SERVICES TAX	28,061	32,801	16.9%	\$ 507,440,361	\$ 597,514,432	17.8%
L64 TOTAL TAX	42,954	51,178	19.1%	\$ 7,907,380,887	\$ 9,059,854,511	14.6%
L92 CREDIT CARRYFORWARD	18,203	22,137	21.6%	\$ 748,337,794	\$ 985,810,011	31.7%
L95 USE TAX	584	1,343	130.0%	\$ 1,114,916	\$ 3,745,412	235.9%
Total						
L7 WAGES	7,321,141	8,183,307	11.8%	\$ 522,559,196,414	\$ 584,322,680,611	11.8%
L8A TAXABLE INTEREST	4,473,047	4,580,771	2.4%	\$ 15,710,514,881	\$ 15,995,230,147	1.8%
L9A ORDINARY DIVIDENDS	2,256,404	2,360,952	4.6%	\$ 20,729,878,403	\$ 24,431,957,727	17.9%
L12 BUSINESS INCOME	2,215,275	2,378,042	7.3%	\$ 35,048,297,435	\$ 39,365,357,178	12.3%
L13 CAPITAL GAIN	2,114,758	2,280,813	7.9%	\$ 52,185,661,999	\$ 65,379,671,996	25.3%
L15B IRA DISTRIBUTIONS	835,956	928,875	11.1%	\$ 16,444,732,924	\$ 19,557,007,386	18.9%
L16B PENSIONS/ANNUITIES	1,627,737	1,884,580	15.8%	\$ 41,644,849,774	\$ 45,995,960,193	10.4%
L17 SCHEDULE E INCOME	1,793,014	1,958,266	9.2%	\$ 70,893,086,952	\$ 82,964,136,463	17.0%
L19 UNEMPLOY COMP	1,230,060	1,215,391	-1.2%	\$ 10,932,852,702	\$ 8,940,234,087	-18.2%
L20B SOCIAL SECURITY	1,113,024	1,236,378	11.1%	\$ 14,126,999,396	\$ 15,731,182,854	11.4%
L21 OTHER INCOME	968,132	1,028,942	6.3%	\$ (14,357,688,312)	\$ (20,380,510,232)	41.9%
L22 TOTAL INCOME	9,003,938	9,778,114	8.6%	\$ 782,090,569,763	\$ 875,963,169,441	12.0%
L10 SCHEDULE A MORTGAGE INTEREST DEDUCTION	3,439,897	3,495,572	1.6%	\$ 56,069,694,202	\$ 53,500,648,219	-4.6%
L17 CA AGI	11,934,192	12,647,926	6.0%	\$ 867,885,950,089	\$ 969,195,415,843	11.7%
L18 DEDUCTION	10,715,704	11,394,375	6.3%	\$ 164,414,372,686	\$ 167,914,084,911	2.1%
L19 TAXABLE INCOME	11,121,305	11,821,144	6.3%	\$ 723,667,996,828	\$ 818,498,961,698	13.1%
L31 COMPUTED TAX	9,695,217	10,359,715	6.9%	\$ 43,295,763,556	\$ 48,038,326,257	11.0%
L47 SPECIAL CREDITS	1,596,277	1,659,770	4.0%	\$ 829,263,010	\$ 999,531,154	20.5%
L62 MENTAL HEALTH SERVICES TAX	28,061	32,801	16.9%	\$ 507,440,361	\$ 597,514,432	17.8%
L64 TOTAL TAX	7,817,815	7,338,273	-6.1%	\$ 33,471,284,326	\$ 35,366,892,952	5.7%
L92 CREDIT CARRYFORWARD	360,767	382,916	6.1%	\$ 1,600,040,070	\$ 1,935,285,775	21.0%
L95 USE TAX	54,282	103,127	90.0%	\$ 6,205,758	\$ 12,116,036	95.2%

* Data are not shown for table entries with small numbers of taxpayers but are included in the appropriate totals.
1040 comparison for Lines 7 thru 22 and Schedule A Line 10.
540 comparison for Lines 17 thru 95.

**FRANCHISE TAX BOARD
Corporation Tax Law**

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

Payments	2011-2012	2012-2013	2013-2014
Estimate Payments	\$456.3	\$413.6	\$431.7
Return Remittances Payments	388.4	392.8	403.3
Net Final Payments Adjustment*	0.0	140.0	250.0
Other	418.0	463.0	480.4
Total	1,262.7	1,409.4	1,565.4
Refunds	-1,482.0	-1,477.3	-1,475.9
Budget Net	-\$219.3	-\$67.9	\$89.5
GAAP Adjustments**	-\$520.2	-\$318.2	-\$203.1
GAAP Net	-\$739.5	-\$386.0	-\$113.6

*Due to the passage of Prop 39

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

11/15/2012

(ss)\Accrual 1112.xlsx

Reported in April 2012

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

Payments	2010-2011	2011-2012	2012-2013
Estimate Payments	\$524.4	\$566.3	\$577.1
Return Remittances Payments	393.5	405.8	429.2
Other	548.6	447.2	476.6
Total	1,466.6	1,419.4	1,482.8
Refunds	-1,180.9	-1,223.8	-1,222.4
Budget Net	\$285.7	\$195.6	\$260.4
GAAP Adjustments*	-\$1,626.0	-\$1,233.3	-\$656.0
GAAP Net	-\$1,340.3	-\$1,037.7	-\$395.6

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

04/19/2012

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FRANCHISE TAX BOARD
Corporation Tax Law

Exhibit B-1
Page 2 of 2

GAAP Adjustments Breakdown
(\$ in Millions)

	2011-2012	2012-2013	2013-2014
Chapter 751 Statutes of 2008 change to Sept estimated payments	-\$205.8	-\$208.2	-\$217.5
LCUP corporate penalty refunds	-\$440.4	-\$312.4	-\$187.4
Accelerated revenue estimate payments	-\$527.0	-\$528.5	-\$574.9
Net final payments	\$653.0	\$730.8	\$776.6

11/15/2012

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Reported in April 2012

GAAP Adjustments Breakdown
(\$ in Millions)

	2010-2011	2011-2012	2012-2013
Chapter 751 Statutes of 2008 change to Sept estimated payments	-\$259.4	-\$266.5	-\$278.4
LCUP corporate penalty refunds	-\$756.4	-\$601.4	-\$420.4
Accelerated revenue estimate payments	-\$1,024.1	-\$845.7	-\$463.0
Net final payments	\$413.9	\$480.3	\$505.7

4/19/2012

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**FRANCHISE TAX BOARD
Corporation Tax**

Refund Requests in Inventory as of end of November 15, 2012

Refund Amount	2011	
	Number of Returns	Aggregate Amount
\$0 - 4,999	1,817	\$1,847,698
5,000 - 9,999	154	954,352
10,000 - 49,999	301	6,476,626
50,000 - 499,999	297	56,040,138
\$500,000 - and over	206	601,638,462
Corp/Exempt ICBS	66	594,412
Subtotal	2,841	667,551,688
Amended Returns	487	142,281,741
Partnership Returns	3,880	216,520
LLC Returns	1,893	7,849,545
Total Inventory	9,101	\$817,899,494

Source: Business Entities Section, ICBS & Receiving

FRANCHISE TAX BOARD

Corporation Tax

**Preliminary 2010 Tax Year Data Compared to
Preliminary 2011 Tax Year by Accounting Period
(Return Volume in Thousands, Amount in \$Millions)**

APE	2010 Tax Year \1			2011 Tax Year \1			Growth	
	All Corporations			All Corporations			All Corporations	
	#	SNI	TAX	#	SNI	TAX	SNI	TAX
Jan	8	3,798	388	7	4,695	410	897	21
Feb	6	221	80	6	39	63	-183	-17
Mar	16	-289	222	16	2,210	249	2,498	27
Apr	6	559	85	6	743	68	183	-18
May	7	2,307	166	7	2,758	80	451	-86
Jun	25	3,293	388	24	2,934	255	-359	-133
Jul	7	3,906	251	6	4,513	179	607	-72
Aug	7	1,190	119	6	1,402	126	212	6
Sep	20	11,035	847	19	11,565	708	530	-139
Oct	9	2,288	188	9	2,778	212	490	24
Nov	5	165	44	5	430	55	265	12
Dec Prelim	557	60,973	5,139	588	56,238	5,436	-4,734	297
Dec Final	614	68,718	5,802	N/A	N/A	N/A	N/A	N/A
Preliminary Total	672	89,447	7,918	699	90,304	7,840	858	-78
Tax Year Total \2,\3	738	96,965	8,604	766	90,009	8,902	-6,956	298

APE	2010 Tax Year \1			2011 Tax Year \1			Growth	
	Positive Income Corps			Positive Income Corps			Positive Inc Corps	
	#	SNI	TAX	#	SNI	TAX	SNI	TAX
Jan	4	5,124	384	4	5,815	407	691	22
Feb	3	1,022	78	3	861	60	-162	-17
Mar	8	3,106	214	8	4,360	242	1,254	28
Apr	3	1,300	82	3	1,445	65	145	-17
May	3	2,846	163	3	3,158	77	313	-86
Jun	12	5,309	377	13	4,628	244	-680	-133
Jul	3	4,591	248	3	5,000	177	410	-72
Aug	3	1,751	116	3	1,882	122	131	6
Sep	10	12,538	835	10	13,226	682	689	-152
Oct	5	3,293	184	5	3,723	205	430	21
Nov	3	774	41	3	902	50	128	9
Dec Prelim	324	103,695	4,903	354	101,808	5,192	-1,887	289
Dec Final	349	117,790	5,601	N/A	N/A	N/A	N/A	N/A
Preliminary Total	381	145,347	7,626	413	146,809	7,524	1,461	-102
Tax Year Total \2,\3	409	159,506	8,348	440	152,562	8,463	-6,944	115

\1 2010 data through November 13, 2011. 2011 data through November 11, 2012.

\2 Note that for 2010, Tax Year Total SNI for All Returns was greater than Preliminary Total SNI by 8.4%, while for Positive Income returns, Tax Year Total SNI exceeded Preliminary by 9.7%. Similarly Tax Year Total TAX was greater than Preliminary TAX by 8.7% All Corporations, and greater than Preliminary TAX by 9.5%. For 2011, changes from Preliminary to Tax Year Total SNI are estimated at -0.3% and +3.9% for All and Positive Income Corps, respectively. Increases from Preliminary to Tax Year Total TAX are estimated at 13.5% and 12.5% for All and Positive Income Corps, respectively.

\3 For All Corporations TAX and Positive Income Corps SNI and TAX, Tax Year Total estimates were obtained by calculating the ratio of the current year to the previous year amount for large corporations, and applying it to the previous year amount for large corporations for which returns had still not posted. This was added to the Preliminary Total and the resulting total was then adjusted by the ratio of the previous year's actual total to estimated total.

Source: Business Entities Tax System

FRANCHISE TAX BOARD
Corporation Tax
Special Tax Credits Allowed
Selected Credits
2010 - 2011 Tax Years

Credit	Preliminary 2010*		Preliminary 2011**		Final 2010	Final 2011 \2
	Number	Amount (\$Thousands)	Number	Amount (\$Thousands)	Amount (\$Thousands)	Amount (\$Thousands)
Enterprise Zone and Program Area Hiring and Sales	5,216	313,410	5,896	395,955	459,043	476,205
Local Area Military Base Revitalization Area	21	1,333	21	7,387	3,230	8,885
Los Angeles Revitalization Zone	148	2,294	147	3,886	3,465	4,674
Low-Income Housing	21	38,845	23	34,796	71,656	41,848
Manufacturer's Investment	402	20,622	322	12,194	25,618	14,666
Prior Year Alternative Minimum Tax	746	23,013	705	10,384	27,492	12,489
Research	2,730	1,407,361	3,016	1,535,069	1,800,187	1,846,186
Targeted Tax Area	55	3,152	63	4,923	6,293	5,920
Other	2,141	112,576	3,079	118,416	8,741	142,415
Preliminary Total	11,480	1,922,607	13,272	2,123,010	Not Applicable	Not Applicable
Tax Year Total \1	12,585	2,135,172	14,549	2,553,287	2,405,726	2,553,287

Note: The 2011 Tax Year Total and the Final 2011 column are estimates which account for returns that are still being processed.

\1 Tax Year Total for 2010 was determined to be 25.1% greater than Preliminary Total. For 2011, Tax Year Total is estimated to be 20.3% greater than Preliminary Total.

\2 Estimated using ratios of Preliminary individual credit amounts to Preliminary total, and applied to estimated total

* Preliminary data (returns processed through November 13, 2011)

**Preliminary data (returns processed through November 11, 2012)

Source: Business Entities Tax System

FRANCHISE TAX BOARD
Corporation Tax
Special Tax Credits Allowed
Selected Credits
2010 Tax Year
(\$ million)

Enterprise Zone Credit	
Available	\$1,366
Carryover from previous years	\$875
Generated in current year	\$491
Used	\$459
Carryforward	\$906
Research Credit	
Available	\$13,578
Carryover from previous years	\$10,801
Generated in current year	\$2,777
Used	\$1,800
Carryforward	\$11,778

Limited to corporations that claimed the credit for the given tax year
Sources: Corporation Sample, Zone database, Business Entities Tax System

FRANCHISE TAX BOARD

Corporation Tax

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

Exhibit B-5

Page 1 of 2

	Large Payments	All Payments	Percentage of All Payments
2004			
January through April	1,984	3,669	54%
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%
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%
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%
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%
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%
May through June	1,468	2,380	62%
July through September	1,059	1,786	59%
October through December	1,705	2,644	64%
2011			
January through April	1,861	3,882	48%
May through June	1,716	2,739	63%
July through September	771	1,613	48%
October through December	1,167	2,195	53%
2012			
January through April	1,378	3,453	40%
May through June	1,508	2,470	61%
July through September	605	1,329	46%

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
Large Corporation Payments by Industry
for Selected Months /1
(\$ Millions)

Exhibit B-5
Page 2 of 2

	Agriculture, Mining, and Construction	Manufacturing, Durables	Manufacturing, Non-Durables	Banks and Savings and Loans	Information	Other Financial	Trade	Services	Transportation, Communications, and Utilities	Total
January through April Payments										
2011	63	403	341	301	194	160	236	132	30	1,861
2012*	40	147	283	313	77	135	206	93	78	1,372
Difference	-23	-256	-58	11	-117	-25	-30	-39	48	-489
% Difference	-37%	-64%	-17%	4%	-60%	-16%	-13%	-29%	159%	-26%
May through June Payments										
2011	75	216	375	373	142	154	270	73	37	1,716
2012**	46	116	354	401	119	76	246	46	91	1,495
Difference	-29	-100	-22	28	-22	-78	-24	-27	54	-221
% Difference	-39%	-46%	-6%	7%	-16%	-51%	-9%	-37%	146%	-13%
July through September Payments										
2011***	50	52	107	170	74	51	203	43	12	761
2012	37	43	104	64	66	33	217	30	11	605
Difference	-13	-9	-2	-106	-8	-17	14	-13	-1	-156
% Difference	-25%	-18%	-2%	-62%	-11%	-34%	7%	-31%	-10%	-20%
Total Payments from above										
January-September 2011	189	671	823	845	410	364	709	248	79	4,338
January-September 2012	123	305	742	778	262	244	669	169	179	3,472
Difference	-65	-366	-82	-67	-148	-120	-40	-79	100	-866
% Difference	-35%	-54%	-10%	-8%	-36%	-33%	-6%	-32%	128%	-20%

Source: California Franchise Tax Board Business Entity Tax System. Detail may not add to totals due to rounding.

/1 Large payments are defined as payments of more than \$1 million.

* Does not include \$5 million from unidentified industry

** Does not include \$13 million from unidentified industry

*** Does not include \$10 million from unidentified industry

FRANCHISE TAX BOARD
Limited Liability Companies (LLC's)
1994 to 2010 and Projections
(\$ in Million)

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	270,888	\$217.1	\$625.5	\$842.6
2009/10	71,380	284,525	\$227.6	\$317.6	\$545.2
2010/11 /a	75,051	304,285	\$243.4	\$350.4	\$593.8
2011/12 /c	80,275	333,446	\$266.8	\$367.9	\$634.7
2012/13 /c	75,018		\$280.1	\$386.3	\$666.4
2013/14 /c			\$294.1	\$405.6	\$699.7

/a 2010/11 taxes and fees are projected from 2010 actual data and 2011 preliminary 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 (LLC's)
2011 Data
(Amount Paid 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	232,950	73.7%	\$0.00	0.0%
\$250,000 to \$499,999	\$900	29,185	9.2%	\$26.27	7.8%
\$500,000 to \$999,999	\$2,500	20,281	6.4%	\$50.70	15.0%
\$1 million to \$4,999,999	\$6,000	23,158	7.3%	\$138.95	41.1%
\$5 million to \$9,999,999	\$11,790	4,442	1.4%	\$52.37	15.5%
\$10 million to \$19,999,999	\$11,790	2,652	0.8%	\$31.27	9.3%
\$20 million to \$49,999,999	\$11,790	1,797	0.6%	\$21.19	6.3%
\$50 million or more	\$11,790	1,440	0.5%	\$16.98	5.0%
Total		315,905	100.0%	\$337.72	100.0%

Source: California Franchise Tax Board, 2011 Business Entities Master File (as of Nov 18, 2012).

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

Tax Year	Overpayments From Prior Year	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	\$2,561,086	\$3,016,708
2010	\$3,131,367	\$3,179,330

Source: Corporation Statistical Sample

**FRANCHISE TAX BOARD
Bank and Corporation Tax**

Exhibit B-8
Page 1 of 1

**California S Corporation: Aggregate Income and Tax Liability
2004-2011
(\$ in Millions)**

Income Category of S Corporations	2004	2005	% Change	2006	% Change	2007	% Change	2008	% Change	2009	% Change	2010	% Change	2011/a	% Change
Positive State Net Income Tax Liability > Minimum Tax															
-- Number	181,938	206,461	13.5	224,572	8.8	235,329	4.8	104,289	1.6	96,694	-7.3	101,305	4.8	113,753	12.3
-- SNI	43,587	51,255	17.6	57,593	12.4	58,245	1.1	47,326	-12.1	38,201	-19.3	41,406	8.4	46,089	11.3
-- Tax Liability	670	784	17.0	872	11.3	882	1.1	694	-9.0	551	-20.5	612	10.9	688	12.5
Positive State Net Income Tax Liability = Minimum Tax															
-- Number				Included Above				134,816		147,273	9.2	160,060	8.7	174,463	9.0
-- SNI								3,876		3,986	2.8	6,117	53.5	6,893	12.7
-- Tax Liability								108		119	9.3	129	8.7	139	8.2
Negative State Net Income S Corporations: /b															
-- Number	115,319	129,549	12.3	143,290	10.6	155,937	8.8	168,188	7.9	175,201	4.2	177,237	1.2	160,958	-9.2
-- SNI	-7,458	-8,457	13.4	-9,091	7.5	-12,056	32.6	-14,541	20.6	-14,019	-3.6	-11,977	-14.6	-9,737	-18.7
-- Tax Liability	75	84	12.2	98	16.1	108	10.2	120	11.0	127	5.9	127	-0.4	115	-9.1
All S Corporations:															
-- Number	297,257	336,010	13.0	367,862	9.5	391,266	6.4	407,293	4.1	419,168	2.9	438,602	4.6	449,174	2.4
-- SNI	36,129	31,725	-12.2	48,502	52.9	46,189	-4.8	36,661	-20.6	28,168	-23.2	35,546	26.2	43,246	21.7
-- Tax Liability	745	868	16.5	970	11.8	990	2.1	922	-6.8	797	-13.6	867	8.8	943	8.7

/a Data for 2011 are incomplete. They include returns processed through Nov 19, 2012.

/b Data include corporations reporting zero SNI.

Source: California Franchise Tax Board, Business Entity Tax System.

FRANCHISE TAX BOARD

Exhibit B-9

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	108,529	9,698	13,773	832	17,710	8,855	-	17,721
1988	185,556	17,721	63,366	1,939	19,906	9,953	-	25,735
1989	216,435	25,735	66,604	2,119	22,941	11,470	1,904	33,182
1990	247,224	33,182	72,242	2,451	26,671	13,336	5,118	38,949
1991	242,094	38,949	37,133	947	29,044	14,522	-	52,525
1992	297,324	52,525	0	0	32,594	16,297	-	68,822
1993	362,482	68,822	58,539	3,052	30,411	15,205	-	80,975
1994	384,347	80,975	110,414	5,142	26,772	13,386	6,143	83,076
1995	379,568	83,076	93,247	5,172	28,879	14,440	6,849	85,496
1996	375,074	85,496	89,392	5,192	31,513	15,757	7,694	88,366
1997	373,176	88,366	87,302	5,864	30,992	15,496	16,078	81,920
1998	365,622	81,920	85,582	5,800	39,573	19,787	24,046	71,861
1999	306,276	71,861	83,628	5,600	50,916	25,458	9,083	82,636
2000	309,962	82,636	82,492	6,642	82,617	44,426	9,796	110,623
2001	323,903	110,623	81,515	6,773	87,771	48,274	10,854	141,271
2002	346,889	141,271	29,458	1,783	77,653	46,592	1,063	185,017
2003	428,702	185,017	0	0	62,255	37,353	-	222,370
2004	517,960	222,370	107,914	12,244	58,352	51,510	9,290	252,347
2005	517,460	252,347	141,252	16,472	67,329	67,329	13,423	289,780
2006	525,243	289,780	130,705	16,453	55,031	55,031	17,780	310,578
2007	553,155	310,578	127,857	13,630	69,408	69,408	-	366,356
2008	615,064	366,356	121,577	6,333	108,325	108,325	-	468,348
2009	680,184	468,348	122,289	3,280	111,378	111,378	-	576,445
2010	744,009	576,445	135,479	3,129	69,516	69,516	-	642,832
2011	788,041	642,832	134,578	3,130	60,276	60,276	-	699,979

/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 November 15, 2012. Detail may not add to totals due to rounding.

FRANCHISE TAX BOARD
Corporation Tax
Net Operating Loss

Exhibit B-9
2 of 2

Distribution of NOL Stocks at the End of 2011 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	7.2	2.1	5.1	0.0	0.0
1987	8.9	2.7	6.1	0.0	0.0
1988	10.0	3.1	6.8	0.0	0.0
1989	11.5	3.8	7.7	0.0	0.0
1990	13.3	4.6	8.7	0.0	0.0
1991	14.5	7.8	6.7	0.0	0.0
1992	16.3	2.2	14.1	0.0	0.0
1993	15.2	4.6	10.7	0.0	0.0
1994	13.4	4.3	9.1	0.0	0.0
1995	14.4	4.6	9.8	0.0	0.0
1996	15.8	4.9	10.9	0.0	0.0
1997	15.5	5.1	10.4	0.0	0.0
1998	19.8	6.4	13.4	0.0	0.0
1999	25.5	7.7	17.8	0.0	0.0
2000	44.4	11.1	0.0	33.3	4.8
2001	48.3	9.6	0.0	38.7	5.5
2002	46.6	10.2	0.0	36.4	5.2
2003	37.4	8.4	0.0	29.0	4.1
2004	51.5	8.5	0.0	43.0	6.1
2005	67.3	7.3	0.0	60.1	8.6
2006	55.0	5.6	0.0	49.4	7.1
2007	69.4	3.5	0.0	65.9	9.4
2008	108.3	2.6	0.0	105.8	15.1
2009	111.4	1.9	0.0	109.5	15.6
2010	69.5	0.8	0.0	68.7	9.8
2011	60.3	0.0	0.0	60.3	8.6
Totals	973.1	134.0	139.1	700.0	100.0

Source: California Franchise Tax Board, Business Entity Tax System as of November 15, 2012

Detail may not add to totals due to rounding.

FRANCHISE TAX BOARD
SNI by Corporation Type
1991 - 2010

SNI By Year for Financial versus Non-Financial C Corporations Corporations with SNI>0						
Years	Financial		Non-Financial		Total	
	Number	Amount	Number	Amount	Number	Amount
2010	8,091	\$20,411,786,325	133,953	89,977,732,846	142,044	\$110,389,519,171
2009	6,674	\$14,845,932,292	133,710	77,195,060,174	140,384	\$92,040,992,466
2008	8,971	\$16,794,167,551	151,786	94,237,908,400	160,757	\$111,032,075,951
2007	8,553	\$21,385,306,306	160,144	100,626,670,609	168,697	\$122,011,976,915
2006	8,525	\$24,781,672,716	162,164	104,758,612,523	170,689	\$129,540,285,239
2005	8,780	\$21,714,051,403	161,545	89,277,140,178	170,325	\$110,991,191,581
2004	7,730	\$20,493,927,738	160,766	67,197,925,958	168,496	\$87,691,853,696
2003	6,700	\$19,416,308,487	151,104	51,573,366,429	157,804	\$70,989,674,916
2002	8,063	\$17,326,953,786	156,533	47,675,708,778	164,596	\$65,002,662,564
2001	8,035	\$13,323,006,060	161,356	51,107,317,110	169,391	\$64,430,323,170
2000	8,850	\$11,884,177,187	162,160	64,256,447,541	171,010	\$76,140,624,728
1999	9,490	\$10,118,478,109	176,953	54,635,072,833	186,443	\$64,753,550,942
1998	12,112	\$11,294,250,101	164,424	51,691,321,219	176,536	\$62,985,571,320
1997	12,472	\$11,990,126,628	162,294	51,948,761,555	174,766	\$63,938,888,183
1996	17,772	\$9,271,095,871	156,106	49,929,010,027	173,878	\$59,200,105,898
1995	17,466	\$9,417,836,120	156,865	47,305,479,572	174,331	\$56,723,315,692
1994	19,239	\$9,857,624,499	155,430	38,167,841,396	174,669	\$48,025,465,895
1993	12,762	\$7,934,443,873	156,257	33,242,899,644	169,019	\$41,177,343,517
1992	16,986	\$7,885,560,922	150,990	29,814,305,823	167,976	\$37,699,866,745
1991	18,986	\$6,180,596,126	157,466	32,293,671,173	176,452	\$38,474,267,299

**SNI By Year for Financial versus Non-Financial C Corporations
Corporations with SNI<=0**

Years	Financial		Non-Financial		Total	
	Number	Amount	Number	Amount	Number	Amount
2010	11,090	-\$11,928,340,743	153,430	-39,257,161,740	164,520	-\$51,185,502,483
2009	9,488	-\$16,121,538,203	158,923	-49,849,383,522	168,411	-\$65,970,921,725
2008	12,966	-\$34,357,294,630	159,632	-46,526,882,495	172,598	-\$80,884,177,125
2007	11,198	-\$8,775,688,885	157,288	-38,655,703,402	168,486	-\$47,431,392,287
2006	10,894	-\$3,812,646,521	155,171	-34,194,375,562	166,065	-\$38,007,022,083
2005	9,571	-\$3,066,742,576	154,141	-37,191,352,336	163,712	-\$40,258,094,912
2004	10,365	-\$3,891,828,992	155,241	-37,776,477,605	165,606	-\$41,668,306,597
2003	8,758	-\$4,771,174,926	154,271	-42,810,331,940	163,029	-\$47,581,506,866
2002	7,915	-\$4,685,237,030	152,019	-54,495,548,484	159,934	-\$59,180,785,514
2001	7,998	-\$4,739,214,755	140,591	-65,247,617,121	148,589	-\$69,986,831,876
2000	8,835	-\$4,963,465,587	131,579	-63,643,018,533	140,414	-\$68,606,484,120
1999	8,915	-\$2,974,051,047	129,050	-39,016,501,028	137,965	-\$41,990,552,075
1998	9,978	-\$3,053,439,300	119,987	-28,476,237,998	129,965	-\$31,529,677,298
1997	10,888	-\$3,733,910,961	115,470	-21,977,494,935	126,358	-\$25,711,405,896
1996	13,868	-\$5,365,146,349	117,372	-19,477,901,477	131,240	-\$24,843,047,826
1995	13,985	-\$5,066,316,902	116,656	-17,184,215,124	130,641	-\$22,250,532,026
1994	15,658	-\$5,899,385,277	126,433	-14,868,655,768	142,091	-\$20,768,041,045
1993	15,627	-\$7,355,734,133	137,165	-16,849,161,437	152,792	-\$24,204,895,570
1992	16,534	-\$6,638,710,607	139,192	-17,892,520,378	155,726	-\$24,531,230,985
1991	16,615	-\$4,372,554,143	150,879	-16,966,113,437	167,494	-\$21,338,667,580

Source: Corp Samples 1991-2010

FRANCHISE TAX BOARD
SNI by Corporation Type
1991 - 2010

SNI By Year for Financial versus Non-financial S Corporations
Corporations with SNI>0

Years	Financial		Non-Financial		Total	
	Number	Amount	Number	Amount	Number	Amount
2010	11,064	\$3,873,808,723	255,693	\$45,242,501,207	266,757	\$49,116,309,930
2009	10,859	\$3,239,034,786	235,362	\$40,141,947,723	246,221	\$43,380,982,509
2008	8,827	\$4,279,511,407	222,309	\$47,552,986,776	231,136	\$51,832,498,183
2007	10,282	\$5,250,122,170	216,865	\$53,561,294,151	227,147	\$58,811,416,321
2006	10,263	\$4,364,879,785	205,238	\$53,114,878,884	215,501	\$57,479,758,669
2005	9,773	\$3,884,485,428	188,881	\$47,936,955,574	198,654	\$51,821,441,002
2004	7,867	\$3,856,634,993	168,111	\$39,420,543,520	175,978	\$43,277,178,513
2003	9,602	\$3,438,464,471	154,188	\$30,648,880,014	163,790	\$34,087,344,485
2002	6,824	\$2,553,893,731	133,141	\$28,040,344,924	139,965	\$30,594,238,655
2001	5,799	\$2,819,049,547	119,684	\$26,334,187,413	125,483	\$29,153,236,960
2000	4,516	\$2,728,941,758	115,870	\$29,011,588,843	120,386	\$31,740,530,601
1999	4,292	\$2,185,962,802	93,708	\$24,765,202,480	98,000	\$26,951,165,282
1998	4,210	\$1,811,569,430	92,215	\$21,640,429,907	96,425	\$23,451,999,337
1997	7,277	\$1,922,657,279	80,150	\$17,844,020,347	87,427	\$19,766,677,626
1996	4,875	\$1,170,496,744	72,983	\$15,618,646,466	77,858	\$16,789,143,210
1995	6,938	\$956,876,856	57,481	\$11,227,645,057	64,419	\$12,184,521,913
1994	5,109	\$724,412,553	49,574	\$8,674,272,735	54,683	\$9,398,685,288
1993	6,351	\$580,286,256	42,487	\$6,574,518,521	48,838	\$7,154,804,777
1992	5,154	\$434,143,043	40,135	\$6,835,825,065	45,289	\$7,269,968,108
1991	4,258	\$247,351,625	38,695	\$5,455,853,000	42,953	\$5,703,204,625

SNI By Year for Financial versus Non-financial S Corporations
Corporations with SNI<=0

Years	Financial		Non-Financial		Total	
	Number	Amount	Number	Amount	Number	Amount
2010	6,684	-\$1,060,232,579	158,220	-\$10,294,959,028	164,904	-\$11,355,191,607
2009	8,871	-\$1,267,551,886	163,787	-\$12,816,329,398	172,658	-\$14,083,881,284
2008	6,332	-\$971,678,489	151,536	-\$13,087,703,029	157,868	-\$14,059,381,518
2007	6,516	-\$1,095,511,913	139,091	-\$10,453,109,686	145,607	-\$11,548,621,599
2006	5,488	-\$740,254,772	126,620	-\$7,948,260,566	132,108	-\$8,688,515,338
2005	4,673	-\$302,132,501	113,696	-\$6,778,285,576	118,369	-\$7,080,418,077
2004	3,739	-\$423,699,676	103,004	-\$6,487,928,058	106,743	-\$6,911,627,734
2003	4,542	-\$479,709,873	100,144	-\$6,196,589,063	104,686	-\$6,676,298,936
2002	4,727	-\$444,813,350	81,632	-\$6,285,377,549	86,359	-\$6,730,190,899
2001	4,042	-\$451,999,831	72,552	-\$5,585,030,105	76,594	-\$6,037,029,936
2000	2,819	-\$523,478,353	63,215	-\$4,891,567,885	66,034	-\$5,415,046,238
1999	2,506	-\$294,345,538	56,124	-\$4,100,677,120	58,630	-\$4,395,022,658
1998	2,074	-\$288,539,220	55,569	-\$4,099,288,088	57,643	-\$4,387,827,308
1997	5,145	-\$359,304,719	50,061	-\$3,467,697,997	55,206	-\$3,827,002,716
1996	5,689	-\$383,434,073	42,130	-\$3,498,578,855	47,819	-\$3,882,012,928
1995	4,349	-\$292,939,259	44,034	-\$3,322,625,578	48,383	-\$3,615,564,837
1994	4,697	-\$461,961,147	38,061	-\$3,088,724,915	42,758	-\$3,550,686,062
1993	4,669	-\$444,483,271	42,790	-\$3,564,782,601	47,459	-\$4,009,265,872
1992	4,902	-\$324,738,656	44,243	-\$4,000,174,085	49,145	-\$4,324,912,741
1991	3,081	-\$423,328,668	42,262	-\$3,370,203,030	45,343	-\$3,793,531,698

Source: Corp Samples 1991-2010

FRANCHISE TAX BOARD

Business Entities Tax

**Minimum Tax Paid by Business Entities
and Alternative Minimum Tax Paid by Corporations
2005 - 2010
(\$ in Millions)**

Minimum Tax										
Tax year	C Corporations		S corporations		Limited Liability Companies		Limited Partnerships		Limited Liability Partnerships	
	Returns	Amount (\$)	Returns	Amount (\$)	Returns	Amount (\$)	Returns	Amount (\$)	Returns	Amount (\$)
2005	263,717	\$228	232,676	\$186	202,644	\$162	54,653	\$44	4,345	\$3
2006	265,255	\$230	254,573	\$204	221,277	\$177	54,558	\$44	4,530	\$4
2007	266,188	\$227	280,026	\$224	246,327	\$197	54,761	\$44	4,720	\$4
2008	267,663	\$226	296,301	\$237	266,730	\$213	56,492	\$45	5,334	\$4
2009	258,656	\$219	330,243	\$264	281,634	\$225	57,081	\$46	5,490	\$4
2010	252,693	\$218	339,118	\$271	302,932	\$242	59,150	\$47	5,092	\$4

Source: Various BETS and Estimates from Corporation Model.

Note: The annual tax of \$800 does not apply to general partnerships.

Alternative Minimum Tax						
Tax year	C Corps		S corps		All Corps	
	Returns	Amount	Returns	Amount	RETURNS	AMOUNT
2005	2,702	\$55	530	\$11	3,232	\$66
2006	2,803	\$74	469	\$16	3,272	\$89
2007	2,409	\$77	752	\$22	3,161	\$99
2008	1,219	\$34	211	\$13	1,430	\$47
2009	1,084	\$42	203	\$6	1,287	\$48
2010	534	\$18	316	\$14	850	\$32

Source: Corporation Model, Using 2010 sample.