

**TABLE C-2A**  
**C CORPORATIONS: SYNOPSIS OF TAX LIABILITY COMPUTATIONS**

Item	2006		2007		Percent Change	
	Number Of Returns	Amount (Thousands)	Number Of Returns	Amount (Thousands)	Returns	Amount
Gross Receipts	266,069	\$ 82,014,635,536	266,764	\$ 177,178,534,625	0.3	116.0
Less: Cost of Goods Sold	145,591	76,698,005,185	152,740	172,522,275,950	4.9	124.9
Gross Profit	266,615	5,316,630,353	267,074	4,656,258,676	0.2	-12.4
Total Income	299,706	9,001,814,401	298,281	8,284,168,510	-0.5	-8.0
Total Deductions	315,545	7,498,863,479	316,503	7,177,244,700	0.3	-4.3
Net Income Before State Adjustments	304,157	1,479,357,555	301,846	1,106,923,811	-0.8	-25.2
Net Income After State Adjustments	309,723	1,238,229,060	309,737	994,973,335	0.0	-19.6
Loss	133,376	213,933,423	137,356	252,944,398	3.0	18.2
Profit	176,347	1,452,162,483	172,381	1,247,917,732	-2.2	-14.1
<b>Apportioning Corporations</b>						
Total Nonbusiness Income	2,581	10,109,282	3,023	17,351,019	17.1	71.6
Total Business Income	46,118	1,191,251,752	45,358	952,721,438	-1.6	-20.0
Nonbusiness Income Allocated to California	768	498,568	1,430	547,429	86.2	9.8
Business Income Apportioned to California	37,859	85,816,131	39,460	68,854,454	4.2	-19.8
State Net Income: Apportioning Corporations	38,342	91,139,115	45,631	76,619,091	19.0	-15.9
State Net Income: Nonapportioning Corporations	298,412	394,148	291,552	-2,038,506	-2.3	-617.2
<b>Total State Net Income After Apportionment</b>	336,754	91,533,263	337,183	74,580,585	0.1	-18.5
Taxable Loss	166,065	38,007,022	168,486	47,431,392	1.5	24.8
Taxable Profit	170,689	129,540,285	168,697	122,011,977	-1.2	-5.8
NOL/Disaster Loss	69,527	13,391,614	68,753	10,867,721	-1.1	-18.8
State Net Income After NOL/Disaster Loss	336,754	78,141,649	337,164	63,712,863	0.1	-18.5
Tax Before Credits and Alternative Minimum Tax	336,754	10,788,437	337,183	10,242,640	0.1	-5.1
Tax Credits	4,025	1,831,471	4,315	1,898,819	7.2	3.7
Alternative Minimum Tax	2,803	73,720	2,409	77,129	-14.1	4.6
<b>Total State Tax</b>	<b>336,754</b>	<b>\$ 9,030,686</b>	<b>337,183</b>	<b>\$ 8,420,951</b>	<b>0.1</b>	<b>-6.8</b>

**TABLE C-2B**  
**S CORPORATIONS: SYNOPSIS OF TAX LIABILITY COMPUTATIONS**

Item	2006		2007		Percent Change	
	Number Of Returns	Amount (Thousands)	Number Of Returns	Amount (Thousands)	Returns	Amount
Gross Receipts	287,728	\$ 1,692,533,008	309,391	\$ 1,218,517,309	7.5	-28.0
Less: Cost of Goods Sold	149,454	1,138,092,953	165,224	805,914,684	10.6	-29.2
Gross Profit	288,197	554,440,055	309,356	412,602,625	7.3	-25.6
Total Income	305,491	630,051,993	329,265	442,883,207	7.8	-29.7
Total Deductions	304,480	527,593,902	353,188	385,315,216	6.9	-27.0
Net Income Before State Adjustments	333,231	64,500,441	355,694	57,564,052	6.7	-10.8
Net Income After State Adjustments	334,368	100,626,373	359,046	111,837,908	7.4	11.1
Loss	115,843	14,417,695	128,092	17,124,175	10.6	18.8
Profit	218,525	115,044,068	230,955	128,962,084	5.7	12.1
<b>Apportioning Corporations</b>						
Total Nonbusiness Income	1,753	2,044,323	2,539	3,474,544	44.8	70.0
Total Business Income	27,109	63,891,989	23,627	75,719,568	-12.8	18.5
Nonbusiness Income Allocated to California	1,022	451,593	1,237	625,729	21.0	38.6
Business Income Apportioned to California	22,233	13,745,927	18,426	14,406,718	-17.1	4.8
State Net Income: Apportioning Corporations	22,787	14,369,371	23,661	14,926,055	3.8	3.9
State Net Income: Nonapportioning Corporations	324,822	34,421,872	349,093	32,336,740	7.5	-6.1
<b>Total State Net Income After Apportionment</b>	347,609	48,791,243	372,754	47,262,795	7.2	-3.1
Taxable Loss	132,108	8,688,516	145,607	11,548,622	10.2	32.9
Taxable Profit	215,501	57,479,759	227,147	58,811,416	5.4	2.3
NOL/Disaster loss	36,697	2,261,655	42,073	2,380,437	14.6	5.3
State Net Income after NOL/Disaster Loss	347,609	46,529,588	372,754	44,882,358	7.2	-3.5
Tax Before Credits and Alternative Minimum Tax	347,609	991,798	372,754	1,025,361	7.2	3.4
Tax Credits	3,336	45,848	3,031	54,717	-9.1	19.3
Alternative Minimum Tax	469	15,550	752	22,035	60.3	41.7
<b>Total State Tax</b>	<b>347,609</b>	<b>\$ 961,500</b>	<b>372,754</b>	<b>\$ 992,678</b>	<b>7.2</b>	<b>3.2</b>