Overview and History of the Modified Business Tax (MBT)

The Modified Business Tax (MBT) was established in Senate Bill 8 of the 20th Special Session in 2003 beginning in FY 2004 with an October 1, 2003, effective date. The MBT is actually two separate taxes: one on financial businesses, known as the MBT-FI, and one on non-financial businesses, known as the MBT-NFI. The MBT-FI is codified in NRS Chapter 363A and the MBT-NFI is codified in NRS Chapter 363B.

The tax base for the MBT is taxable wages, which is the sum of all wages paid by an employer during a calendar quarter to employees less allowable health care expenses. Wages are as defined in NRS 612.190, which relates to wages for the purpose of calculating unemployment insurance contributions under NRS Chapter 612. Allowable health care expenses are the same for both MBT taxes and are defined in NRS 363A.135 for the MBT-FI and in NRS 363B.115 for the MBT-NFI. Employer means any employer who is required to pay an unemployment insurance contribution pursuant to NRS 612.535 for any calendar quarter with respect to any business activity of the employer, except an Indian tribe, a nonprofit organization, a political subdivision or any person who does not supply a product or a service, but who only consumes a service.

The tax rate for financial businesses under the MBT-FI was initially established in S.B. 8 (20th S.S.) at 2.0% of quarterly taxable wages and has not been changed since its October 1, 2003, effective date. Financial institutions subject to the MBT-FI are defined in NRS 363A.050.

The tax rate for non-financial businesses under the MBT-NFI was initially established in S.B. 8 (20th S.S.) at 0.70% of quarterly taxable wages from October 1, 2003, to June 30, 2004, for FY 2004 and then was lowered to 0.65% for FY 2005. Senate Bill 523 from the 2005 Session lowered the 0.65% tax rate to 0.63% for FY 2006 and FY 2007, with a June 20, 2007, sunset on the 0.63% rate. Assembly Bill 628, removed the sunset approved in S.B. 523 and the 0.63% tax rate was in place through FY 2009.

Senate Bill 429 from the 2009 Session changed the structure and tax rate for the MBT-NFI by creating a two-tiered tax rate in lieu of the single rate of 0.63%, effective July 1, 2009. Under S.B. 429, a non-financial employer paid a tax rate of 0.50% on taxable wages up to and including $62,500 per quarter, and a rate of 1.17% on taxable wages exceeding $62,500 per quarter. This two-tiered tax rate structure was scheduled to be effective for FY 2010 and FY 2011 only due to the June 30, 2011, sunset in S.B. 429. Under the sunset in S.B. 429, the tax rate was scheduled to return to 0.63% on all quarterly tax wages and the two-tiered structure was eliminated.

Assembly Bill 561 from the 2011 Session did not allow the sunset in S.B 429 from the 2009 Session to occur and maintained the two-tiered structure, but changed the 0.50% tax rate to zero. Under A.B. 561, a non-financial employer's taxable wages up to and including $62,500 per quarter were exempt from the tax, and the 1.17% tax rate was imposed on taxable wages exceeding $62,500 per quarter. This two-tiered tax rate structure was scheduled to be effective for FY 2012 and FY 2013 only due to the June 30, 2013, sunset in A.B. 561. Under the sunset in A.B. 561, the tax rate was scheduled to return to 0.63% on all quarterly tax wages and the two-tiered structure is eliminated.

The Governor recommends in The Executive Budget that the sunset in A.B. 561 from the 2011 Session not occur. The Governor recommends that the two-tiered structure be maintained in terms of the tax rates, but that the $62,500 quarterly exemption amount be increased to $85,000. Under the Governor's recommendation, a non-financial employer's taxable wages up to and including $85,000 per quarter will be exempt from the tax, and the 1.17% tax rate will be imposed on taxable wages exceeding $85,000 per quarter.

The following table displays the actual tax collections for the MBT-FI and MBT-NFI from FY 2004 (first year of the tax) to FY 2012 and the Economic Forum's November 30, 2012, forecast for FY 2013, FY 2014, and FY 2015. The forecast for FY 2014 and FY 2015 reflects the return to the 0.63% rate on all quarterly taxable wages under the sunsets provisions in A.B. 561 from the 2011 Session as the Economic Forum is required to prepare forecasts under current statute.

Tax Collections for the Modified Business Tax on Financial Businesses (MBT-FI) and Non-financial Businesses (MBT-NFI)

Actual: FY 2004 to FY 2012 Economic Forum Forecast: FY 2013 to FY 2015

	MBT-FI	Tax Rate	MBT-NFI	Tax Rate /Structure
FY 2004 (3 Quarters)	$15,487,677	2.0%	$146,161,812	0.70%
FY 2005	$21,575,335	2.0%	$205,348,170	0.65%
FY 2006	$22,491,110	2.0%	$232,760,812	0.63%
FY 2007	$21,520,319	2.0%	$257,432,283	0.63%
FY 2008	$20,698,297	2.0%	$263,902,120	0.63%
FY 2009	$24,397,566	2.0%	$253,118,727	0.63%
FY 2010	$21,698,267	2.0%	$363,411,521	0.50% - taxable wages up to $62,500;
FY 2011	$20,545,331	2.0%	$361,355,326	1.17% - taxable wages over $62,500
FY 2012	$20,717,296	2.0%	$348,943,337	0.00% - taxable wages up to $62,500;
FY 2013 - EF Forecast	$21,915,000	2.0%	$358,126,000	1.17% - taxable wages over $62,500
FY 2014 - EF Forecast	$22,370,000	2.0%	$243,206,000	0.63%
FY 2015 - EF Forecast	$22,956,000	2.0%	$251,675,000	0.63%

The following table provides a comparison of the revenue estimates for the MBT-NFI for FY 2014 and FY 2015 based on the Economic Forum's November 30, 2012, forecast prepared under the 0.63% rate on all quarterly taxable wages under the sunset in A.B. 561; the Governor's recommendation to increase the exempt amount to $85,000 per quarter; and maintaining the current $62,500 exemption amount.

Summary of MBT-NFI Revenue Estimates for FY 2014 and FY 2015: Economic Forum, Governor's Recommendation, and Current Structure

	FY 2014	FY 2015
Economic Forum November 30, 2012, Forecast - Based on 0.63% Rate on All Quarterly Taxable Wages	$243,206,000	$251,675,000
Estimate Based on the Governor's Recommendation in The Executive Budget - Exempt up to $85,000; 1.17% over $85,000	$357,730,775	$371,825,851
Difference: Governor Recommends less Forum Forecast	**$114,524,775**	**$120,150,851**
Estimate Based on Extending the Sunset on Current Structure in Effect for FY 2012 and FY 2013	$369,550,000	$384,351,000
Difference: Governor Recommends less Current Structure	**-$11,819,225**	**-$12,525,149**

TABLE 1

COMPARISON OF THE QUARTELRY AND ANNUAL TAX DUE UNDER THE MODIFIED BUSINESS TAX ON NON-FINANCIAL BUSINESSES FROM EXEMPION OF $62,500 AND $85,000 IN QUARTERLY TAXABLE WAGES AT THE 1.17% TAX RATE FOR SELECTED QUARTERLY TAXABLE WAGE AMOUNTS

Quarterly Taxable Wages	Taxable Wages Subject to Tax Rate of 1.17% under $62,500 Exemption	Taxable Wages Subject to Tax Rate of 1.17% under $85,000 Exemption	Quartelry MBT Tax Due under $62,500 Exemption	Quartelry MBT Tax Due under $85,000 Exemption	Difference in Quarterly Tax Due: $85,000 Exemption less $62,500 Exemption	Annual MBT Tax Due under $62,500 Exemption	Annual MBT Tax Due under $85,000 Exemption	Difference in Annual Tax Due: $85,000 Exemption less $62,500 Exemption	Effective Tax Rate under $62,500 Exemption: Quarterly Tax Due/Quarterly Taxable Wages	Effective Tax Rate under $85,000 Exemption: Quarterly Tax Due/Quarterly Taxable Wages
$0 to $62,500	$0	$0	$0	$0	$0	$0	$0	$0	0.00%	0.00%
$63,000	$500	$0	$6	$0	-$6	$23	$0	-$23	0.01%	0.00%
$64,000	$1,500	$0	$18	$0	-$18	$70	$0	-$70	0.03%	0.00%
$65,000	$2,500	$0	$29	$0	-$29	$117	$0	-$117	0.05%	0.00%
$66,000	$3,500	$0	$41	$0	-$41	$164	$0	-$164	0.06%	0.00%
$67,000	$4,500	$0	$53	$0	-$53	$211	$0	-$211	0.08%	0.00%
$68,000	$5,500	$0	$64	$0	-$64	$257	$0	-$257	0.09%	0.00%
$69,000	$6,500	$0	$76	$0	-$76	$304	$0	-$304	0.11%	0.00%
$70,000	$7,500	$0	$88	$0	-$88	$351	$0	-$351	0.13%	0.00%
$71,000	$8,500	$0	$99	$0	-$99	$398	$0	-$398	0.14%	0.00%
$72,000	$9,500	$0	$111	$0	-$111	$445	$0	-$445	0.15%	0.00%
$73,000	$10,500	$0	$123	$0	-$123	$491	$0	-$491	0.17%	0.00%
$74,000	$11,500	$0	$135	$0	-$135	$538	$0	-$538	0.18%	0.00%
$75,000	$12,500	$0	$146	$0	-$146	$585	$0	-$585	0.20%	0.00%
$76,000	$13,500	$0	$158	$0	-$158	$632	$0	-$632	0.21%	0.00%
$77,000	$14,500	$0	$170	$0	-$170	$679	$0	-$679	0.22%	0.00%
$78,000	$15,500	$0	$181	$0	-$181	$725	$0	-$725	0.23%	0.00%
$79,000	$16,500	$0	$193	$0	-$193	$772	$0	-$772	0.24%	0.00%
$80,000	$17,500	$0	$205	$0	-$205	$819	$0	-$819	0.26%	0.00%
$81,000	$18,500	$0	$216	$0	-$216	$866	$0	-$866	0.27%	0.00%
$82,000	$19,500	$0	$228	$0	-$228	$913	$0	-$913	0.28%	0.00%
$83,000	$20,500	$0	$240	$0	-$240	$959	$0	-$959	0.29%	0.00%
$84,000	$21,500	$0	$252	$0	-$252	$1,006	$0	-$1,006	0.30%	0.00%
$85,000	$22,500	$0	$263	$0	-$263	$1,053	$0	-$1,053	0.31%	0.00%
$86,000	$23,500	$1,000	$275	$12	-$263	$1,100	$47	-$1,053	0.32%	0.01%
$100,000	$37,500	$15,000	$439	$176	-$263	$1,755	$702	-$1,053	0.44%	0.18%
$250,000	$187,500	$165,000	$2,194	$1,931	-$263	$8,775	$7,722	-$1,053	0.88%	0.77%
$500,000	$437,500	$415,000	$5,119	$4,856	-$263	$20,475	$19,422	-$1,053	1.02%	0.97%
$1,000,000	$937,500	$915,000	$10,969	$10,706	-$263	$43,875	$42,822	-$1,053	1.10%	1.07%
$2,500,000	$2,437,500	$2,415,000	$28,519	$28,256	-$263	$114,075	$113,022	-$1,053	1.14%	1.13%
$5,000,000	$4,937,500	$4,915,000	$57,769	$57,506	-$263	$231,075	$230,022	-$1,053	1.16%	1.15%

TABLE 2

Analysis of the Governor's Recommendation Included in The Executive Budget to Increase the Amount of Taxable Wages that are Exempt from the Modified Business Tax on Nonfinancial Institutions (MBT-NFI) from $62,500 per Quarter to $85,000 per Quarter (Based on Actual FY 2012 MBT-NFI Taxpayer Data)

MBT-NFI Revenue Estimates Under $62,500 and $85,000 per Quarter Taxable Wage Exemption Thresholds

Line	MBT-NFI Revenue Estimates Based on Actual FY 2012 Taxpayer Data	FY 2012	
1	Revenue Estimate Based on $62,500 Taxable Wage Exemption Threshold	$343,408,000	
2	Revenue Estimate Based on $85,000 Taxable Wage Exemption Threshold	$329,910,000	
3	Difference (Line 1 - Line 2) and (Line 11 + Line 12)	-$13,498,000	
4	% Difference	-3.9%	

	Summary of MBT-NFI Taxpayers Based on FY 2012 Data	Number of Taxpayers	% of Total Taxpayers
5	Total Number of Taxpayers with Taxable Wages Greater than $0	45,818	100.0%
6	Number of Taxpayers with Taxable Wages Less than or Equal to $62,500 per Quarter	31,456	68.7%
7	Number of Taxpayers with Taxable Wages Less than or Equal to $85,000 per Quarter	34,339	74.9%
8	Additional Taxpayers that Would Have Paid No Taxes from Increasing the Exemption Threshold to $85,000	2,883	6.3%
9	Number of Taxpayers with Taxable Wages Greater than $85,000 per Quarter	11,479	25.1%

	MBT-NFI Tax Reduction for Taxpayers with Taxable Wages Greater than $85,000 per Quarter	FY 2012	
10	Annual MBT Tax Reduction for Each of the 11,479 Taxpayers with Taxable Wages Greater than $85,000 per Quarter ((-$22,500 in Taxable Wages per Quarter * .0117 Tax Rate = $263.25 per Quarter) * (4 Quarters))	-$1,053	
11	Total Annual MBT Tax Reduction for the 11,479 Taxpayers with Taxable Wages Greater than $85,000 per Quarter (-$1,053 per Taxpayer * 11,479 Taxpayers) (Line 10 * Line 9)	-$12,087,387	

	MBT-NFI Tax Reduction for Taxpayers with Taxable Wages Between $62,500 and $85,000 per Quarter	FY 2012	
12	Total Annual MBT Tax Reduction for the 2,883 Taxpayers with Taxable Wages Between $62,500 and $85,000 per Quarter ($13,498,000 - $12,087,387) (Line 3 - Line 11)	-$1,410,613	
13	Average Annual MBT Tax Reduction for Each of the 2,883 Taxpayers with Taxable Wages Between $62,500 and $85,000 per Quarter ($1,410,613 / 2,883) (Line 12 / Line 8)	-$489	

Summary of Revenue Estimates for FY 2014 and FY 2015: Economic Forum, Governor's Recommendation, and Current Structure

		FY 2014	FY 2015
14	Economic Forum November 30, 2012, MBT-NFI Forecast (Based on .63% Rate on All Taxable Wages)	$243,206,000	$251,675,000
15	MBT-NFI Forecast Based on the Governor's Recommendation Included in The Executive Budget	$357,730,775	$371,825,851
16	**Difference: Governor's Recommendation less the Economic Forum MBT-NFI Forecast (Line 15 - Line 14)**	**$114,524,775**	**$120,150,851**
17	MBT-NFI Forecast Based on Extending the Sunset on the Current MBT-NFI Structure in Effect for FY 2012 and FY 2013	$369,550,000	$384,351,000
18	**Difference: Governor's Recommendation less Extending the Sunset on Current MBT-NFI Structure (Line 15 - Line 17)**	**-$11,819,225**	**-$12,525,149**

TABLE 3 - MODIFIED BUSINESS TAX ON NONFINANCIAL BUSINESSES BY NAICS BUSINESS CATEGORY FOR FY 2012

Comparison Based on 0.0%/1.17% Tax Rates and $85,000 vs. $62,500 Taxable Wage Exemption Threshold

(Dollar amounts are in millions. Number of Taxpayers based on 4 quarter averages and calculations may reflect differences due to rounding.)

		A	B	C	D	E	F	G	H	I
			(A/Total A)		(C/Total C)		(E/Total E)	(E/C)	(C-E)	(H/Total H)
NAICS Code	NAICS Business Description	Number of Taxpayers Based on Taxable Wages	% of Total Taxpayers	Gross Wages	% of Total Gross Wages	Health Care Expenses	% of Total Health Care Expenses	Health Care Expenses as a % of Industry Gross Wages	Taxable Wages	% of Total Taxable Wages
0	NULL	154	0.3%	$10.8	0.0%	$0.2	0.0%	1.9%	$10.6	0.0%
11	Agriculture, Forestry, Fishing & Hunting	227	0.5%	$70.4	0.2%	$5.1	0.2%	7.3%	$65.2	0.2%
21	Mining, Quarrying, & Oil & Gas Extraction	237	0.5%	$1,289.3	3.3%	$183.1	6.1%	14.2%	$1,106.2	3.1%
22	Utilities	67	0.1%	$415.7	1.1%	$37.6	1.3%	9.0%	$378.1	1.1%
23	Construction	4,217	9.2%	$2,601.7	6.7%	$197.8	6.6%	7.6%	$2,403.9	6.8%
31	Manufacturing - Nondurable Goods - Food, Beverage, Textiles, & Apparel	247	0.5%	$181.9	0.5%	$17.2	0.6%	9.5%	$164.6	0.5%
32	Manufacturing - Nondurable & Durable Goods - Wood, Paper, Petroleum, Chemical, Plastics, Rubber, & Nonmetallic Products	531	1.2%	$524.2	1.4%	$40.4	1.3%	7.7%	$483.7	1.4%
33	Manufacturing - Durable Goods - Metals, Machinery, Equipment, Vehicles, & Appliances	1,067	2.3%	$1,204.2	3.1%	$105.8	3.5%	8.8%	$1,098.4	3.1%
42	Wholesale Trade	3,529	7.7%	$1,864.4	4.8%	$125.6	4.2%	6.7%	$1,738.8	4.9%
44	Retail Trade - Vehicles, Furniture, Electronics, Appliances, Building Materials, Garden Equipment, Food & Beverage, Health & Personal Care, Gasoline Stations, & Clothing	3,732	8.1%	$3,029.3	7.8%	$184.5	6.2%	6.1%	$2,844.7	8.0%
45	Retail Trade - Sporting Goods, Hobby, Book, & Music Stores; General Merchandise Stores, & Nonstore Retailers	1,412	3.1%	$1,311.9	3.4%	$86.1	2.9%	6.6%	$1,225.8	3.4%
48	Transportation	913	2.0%	$1,317.0	3.4%	$104.2	3.5%	7.9%	$1,212.8	3.4%
49	Warehousing & Storage	344	0.8%	$341.6	0.9%	$18.0	0.6%	5.3%	$323.6	0.9%
51	Information	1,203	2.6%	$1,275.3	3.3%	$77.2	2.6%	6.1%	$1,198.1	3.4%
52	Finance & Insurance	1,843	4.0%	$799.7	2.1%	$57.3	1.9%	7.2%	$742.5	2.1%
53	Real Estate & Rental & Leasing	2,198	4.8%	$905.1	2.3%	$48.9	1.6%	5.4%	$856.3	2.4%
54	Professional, Scientific, & Technical Services	7,119	15.5%	$3,253.1	8.4%	$179.1	6.0%	5.5%	$3,073.9	8.6%
55	Management of Companies & Enterprises	760	1.7%	$949.2	2.5%	$43.0	1.4%	4.5%	$906.2	2.5%
56	Administrative & Support & Waste Management & Remediation Services	3,687	8.0%	$2,561.8	6.6%	$122.5	4.1%	4.8%	$2,439.2	6.9%
61	Educational Services	497	1.1%	$197.7	0.5%	$8.8	0.3%	4.4%	$188.9	0.5%
62	Health Care & Social Assistance	4,498	9.8%	$3,849.7	10.0%	$271.4	9.1%	7.1%	$3,578.3	10.1%
71	Arts, Entertainment, & Recreation	823	1.8%	$1,164.1	3.0%	$80.9	2.7%	7.0%	$1,083.1	3.0%
72	Accommodation & Food Services	3,688	8.0%	$8,791.5	22.8%	$970.0	32.3%	11.0%	$7,821.5	22.0%
81	Other Services (except Public Administration)	2,569	5.6%	$629.0	1.6%	$28.3	0.9%	4.5%	$600.7	1.7%
92	Public Administration	64	0.1%	$41.9	0.1%	$5.2	0.2%	12.4%	$36.7	0.1%
99	All Other - NPC	195	0.4%	$12.2	0.0%	$0.2	0.0%	1.8%	$12.0	0.0%
	TOTALS	**45,818**	**100.0%**	**$38,592.6**	**100.0%**	**$2,998.8**	**100.0%**	**7.8%**	**$35,593.9**	**100.0%**

TABLE 3 - MODIFIED BUSINESS TAX ON NONFINANCIAL BUSINESSES BY NAICS BUSINESS CATEGORY FOR FY 2012

Comparison Based on 0.0%/1.17% Tax Rates and $85,000 vs. $62,500 Taxable Wage Exemption Threshold

(Dollar amounts are in millions. Number of Taxpayers based on 4 quarter averages and calculations may reflect differences due to rounding.)

NAICS Code	NAICS Business Description	J Taxable Wages Less than or Equal to $62,500	K (J/Total J) % of Total Taxable Wages Less than or Equal to $62,500	L (J/H) % of Total Taxable Wages for the Industry Less Than or Equal to $62,500	M Taxable Wages Less than or Equal to $85,000	N (M/Total M) % of Total Taxable Wages Less than or Equal to $85,000	O (M/H) % of Total Taxable Wages for the Industry Less Than or Equal to $85,000	P (M-J) Difference: Taxable Wages Less than $85,000 vs $62,500	Q (P/Total P) % of Total Difference $85,000 vs $62,500	R (O-L) Difference for the Industry $85,000 vs $62,500
0	NULL	$8.8	0.1%	83.1%	$9.2	0.1%	86.4%	$0.4	0.0%	3.3%
11	Agriculture, Forestry, Fishing & Hunting	$29.9	0.5%	45.9%	$34.4	0.5%	52.8%	$4.5	0.4%	6.9%
21	Mining, Quarrying, & Oil & Gas Extraction	$43.5	0.7%	3.9%	$54.9	0.7%	5.0%	$11.4	1.0%	1.0%
22	Utilities	$10.3	0.2%	2.7%	$12.7	0.2%	3.4%	$2.5	0.2%	0.7%
23	Construction	$613.6	9.8%	25.5%	$741.6	10.0%	30.9%	$128.0	11.1%	5.3%
31	Manufacturing - Nondurable Goods - Food, Beverage, Textiles, & Apparel	$34.3	0.5%	20.8%	$41.4	0.6%	25.2%	$7.1	0.6%	4.3%
32	Manufacturing - Nondurable & Durable Goods - Wood, Paper, Petroleum, Chemical, Plastics, Rubber, & Nonmetallic Products	$86.6	1.4%	17.9%	$106.6	1.4%	22.0%	$20.0	1.7%	4.1%
33	Manufacturing - Durable Goods - Metals, Machinery, Equipment, Vehicles, & Appliances	$168.9	2.7%	15.4%	$206.0	2.8%	18.8%	$37.1	3.2%	3.4%
42	Wholesale Trade	$507.6	8.1%	29.2%	$595.9	8.1%	34.3%	$88.4	7.7%	5.1%
44	Retail Trade - Vehicles, Furniture, Electronics, Appliances, Building Materials, Garden Equipment, Food & Beverage, Health & Personal Care, Gasoline Stations, & Clothing	$550.9	8.8%	19.4%	$656.0	8.9%	23.1%	$105.0	9.1%	3.7%
45	Retail Trade - Sporting Goods, Hobby, Book, & Music Stores; General Merchandise Stores, & Nonstore Retailers	$162.4	2.6%	13.2%	$188.4	2.5%	15.4%	$26.0	2.3%	2.1%
48	Transportation	$137.8	2.2%	11.4%	$167.3	2.3%	13.8%	$29.4	2.5%	2.4%
49	Warehousing & Storage	$46.4	0.7%	14.3%	$54.7	0.7%	16.9%	$8.3	0.7%	2.6%
51	Information	$162.6	2.6%	13.6%	$194.9	2.6%	16.3%	$32.2	2.8%	2.7%
52	Finance & Insurance	$205.0	3.3%	27.6%	$234.6	3.2%	31.6%	$29.6	2.6%	4.0%
53	Real Estate & Rental & Leasing	$237.0	3.8%	27.7%	$273.9	3.7%	32.0%	$36.8	3.2%	4.3%
54	Professional, Scientific, & Technical Services	$895.5	14.3%	29.1%	$1,045.0	14.1%	34.0%	$149.5	13.0%	4.9%
55	Management of Companies & Enterprises	$126.3	2.0%	13.9%	$151.8	2.1%	16.8%	$25.5	2.2%	2.8%
56	Administrative & Support & Waste Management & Remediation Services	$454.3	7.3%	18.6%	$537.5	7.3%	22.0%	$83.1	7.2%	3.4%
61	Educational Services	$54.2	0.9%	28.7%	$63.6	0.9%	33.7%	$9.4	0.8%	5.0%
62	Health Care & Social Assistance	$749.8	12.0%	21.0%	$897.5	12.1%	25.1%	$147.7	12.8%	4.1%
71	Arts, Entertainment, & Recreation	$108.3	1.7%	10.0%	$130.7	1.8%	12.1%	$22.4	1.9%	2.1%
72	Accommodation & Food Services	$553.7	8.9%	7.1%	$664.6	9.0%	8.5%	$110.9	9.6%	1.4%
81	Other Services (except Public Administration)	$273.4	4.4%	45.5%	$309.7	4.2%	51.6%	$36.3	3.1%	6.0%
92	Public Administration	$9.4	0.2%	25.7%	$11.6	0.2%	31.5%	$2.1	0.2%	5.8%
99	All Other - NPC	$11.9	0.2%	99.8%	$12.0	0.2%	100.0%	$0.0	0.0%	0.2%
	TOTALS	**$6,242.7**	**100.0%**	**17.5%**	**$7,396.4**	**100.0%**	**20.8%**	**$1,153.7**	**100.0%**	**3.2%**

TABLE 3 - MODIFIED BUSINESS TAX ON NONFINANCIAL BUSINESSES BY NAICS BUSINESS CATEGORY FOR FY 2012

Comparison Based on 0.0%/1.17% Tax Rates and $85,000 vs. $62,500 Taxable Wage Exemption Threshold

(Dollar amounts are in millions. Number of Taxpayers based on 4 quarter averages and calculations may reflect differences due to rounding.)

		J1	K1	L1	M1	N1	O1	P1	Q1	R1
			(J1/Total J1)	(J1/A)		(M1/Total M1)	(M1/A)	(M1-J1)	(P1/Total P1)	(O1-L1)
NAICS Code	NAICS Business Description	Number of Taxpayers with Effective Tax Rate Equal to 0.0% ($62,500)	% of Number of Taxpayers with Effective Tax Rate Equal to 0.0% ($62,500)	% of Total Taxpayers for the Industry with Effective Tax Rate Equal to 0.0% ($62,500)	Number of Taxpayers with Effective Tax Rate Equal to 0.0% ($85,000)	% of Number of Taxpayers with Effective Tax Rate Equal to 0.0% ($85,000)	% of Total Taxpayers for the Industry with Effective Tax Rate Equal to 0.0% ($85,000)	Difference: Taxpayers with Effective Tax Rate Equal to 0.0% $85,000 vs $62,500	% of Total Difference $85,000 vs $62,500	Difference for the Industry $85,000 vs $62,500
0	NULL	150	0.5%	97.1%	151	0.4%	98.2%	2	0.1%	1.1%
11	Agriculture, Forestry, Fishing & Hunting	168	0.5%	74.1%	182	0.5%	80.3%	14	0.5%	6.2%
21	Mining, Quarrying, & Oil & Gas Extraction	102	0.3%	42.9%	118	0.3%	49.8%	17	0.6%	7.0%
22	Utilities	38	0.1%	56.8%	40	0.1%	59.4%	2	0.1%	2.6%
23	Construction	2,639	8.4%	62.6%	2,934	8.5%	69.6%	295	10.2%	7.0%
31	Manufacturing - Nondurable Goods - Food, Beverage, Textiles, & Apparel	162	0.5%	65.7%	174	0.5%	70.3%	12	0.4%	4.7%
32	Manufacturing - Nondurable & Durable Goods - Wood, Paper, Petroleum, Chemical, Plastics, Rubber, & Nonmetallic Products	291	0.9%	54.8%	327	1.0%	61.6%	36	1.2%	6.8%
33	Manufacturing - Durable Goods - Metals, Machinery, Equipment, Vehicles, & Appliances	618	2.0%	57.9%	691	2.0%	64.8%	73	2.5%	6.8%
42	Wholesale Trade	2,421	7.7%	68.6%	2,657	7.7%	75.3%	236	8.2%	6.7%
44	Retail Trade - Vehicles, Furniture, Electronics, Appliances, Building Materials, Garden Equipment, Food & Beverage, Health & Personal Care, Gasoline Stations, & Clothing	2,424	7.7%	64.9%	2,686	7.8%	72.0%	262	9.1%	7.0%
45	Retail Trade - Sporting Goods, Hobby, Book, & Music Stores; General Merchandise Stores, & Nonstore Retailers	1,080	3.4%	76.5%	1,161	3.4%	82.2%	81	2.8%	5.7%
48	Transportation	549	1.7%	60.1%	618	1.8%	67.6%	69	2.4%	7.5%
49	Warehousing & Storage	239	0.8%	69.3%	262	0.8%	76.0%	23	0.8%	6.7%
51	Information	807	2.6%	67.0%	879	2.6%	73.0%	72	2.5%	6.0%
52	Finance & Insurance	1,466	4.7%	79.5%	1,555	4.5%	84.4%	89	3.1%	4.8%
53	Real Estate & Rental & Leasing	1,736	5.5%	79.0%	1,834	5.3%	83.4%	98	3.4%	4.4%
54	Professional, Scientific, & Technical Services	5,234	16.6%	73.5%	5,655	16.5%	79.4%	421	14.6%	5.9%
55	Management of Companies & Enterprises	445	1.4%	58.5%	502	1.5%	66.0%	57	2.0%	7.5%
56	Administrative & Support & Waste Management & Remediation Services	2,661	8.5%	72.2%	2,848	8.3%	77.3%	188	6.5%	5.1%
61	Educational Services	384	1.2%	77.2%	404	1.2%	81.4%	21	0.7%	4.2%
62	Health Care & Social Assistance	2,639	8.4%	58.7%	3,048	8.9%	67.8%	410	14.2%	9.1%
71	Arts, Entertainment, & Recreation	555	1.8%	67.4%	591	1.7%	71.8%	36	1.3%	4.4%
72	Accommodation & Food Services	2,324	7.4%	63.0%	2,562	7.5%	69.5%	238	8.2%	6.4%
81	Other Services (except Public Administration)	2,097	6.7%	81.6%	2,227	6.5%	86.7%	130	4.5%	5.1%
92	Public Administration	37	0.1%	58.7%	42	0.1%	65.7%	5	0.2%	7.1%
99	All Other - NPC	195	0.6%	99.7%	195	0.6%	100.0%	1	0.0%	0.3%
	TOTALS	**31,456**	**100.0%**	**68.7%**	**34,339**	**100.0%**	**74.9%**	**2,883**	**100.0%**	**6.3%**

TABLE 3 - MODIFIED BUSINESS TAX ON NONFINANCIAL BUSINESSES BY NAICS BUSINESS CATEGORY FOR FY 2012

Comparison Based on 0.0%/1.17% Tax Rates and $85,000 vs. $62,500 Taxable Wage Exemption Threshold

(Dollar amounts are in millions. Number of Taxpayers based on 4 quarter averages and calculations may reflect differences due to rounding.)

		S	T	U	V	W	X	Y	Z	AA
			(S/Total S)	(S/H)		(V/Total V)	(V/H)	(V-S)	(Y/Total Y)	(X-U)
NAICS Code	NAICS Business Description	Taxable Wages Greater Than $62,500	% of Total Taxable Wages Greater Than $62,500	% of Total Taxable Wages for the Industry Greater Than $62,500	Taxable Wages Greater Than $85,000	% of Total Taxable Wages Greater Than $85,000	% of Total Taxable Wages for the Industry Greater Than $85,000	Difference: Taxable Wages Greater Than $85,000 vs $62,500	% of Total Difference $85,000 vs $62,500	Difference for the Industry $85,000 vs $62,500
0	NULL	$1.8	0.0%	16.9%	$1.4	0.0%	13.6%	($0.4)	0.0%	-3.3%
11	Agriculture, Forestry, Fishing & Hunting	$35.3	0.1%	54.1%	$30.8	0.1%	47.2%	($4.5)	0.4%	-6.9%
21	Mining, Quarrying, & Oil & Gas Extraction	$1,062.6	3.6%	96.1%	$1,051.2	3.7%	95.0%	($11.4)	1.0%	-1.0%
22	Utilities	$367.9	1.3%	97.3%	$365.4	1.3%	96.6%	($2.5)	0.2%	-0.7%
23	Construction	$1,790.3	6.1%	74.5%	$1,662.3	5.9%	69.1%	($128.0)	11.1%	-5.3%
31	Manufacturing - Nondurable Goods - Food, Beverage, Textiles, & Apparel	$130.3	0.4%	79.2%	$123.2	0.4%	74.8%	($7.1)	0.6%	-4.3%
32	Manufacturing - Nondurable & Durable Goods - Wood, Paper, Petroleum, Chemical, Plastics, Rubber, & Nonmetallic Products	$397.1	1.4%	82.1%	$377.1	1.3%	78.0%	($20.0)	1.7%	-4.1%
33	Manufacturing - Durable Goods - Metals, Machinery, Equipment, Vehicles, & Appliances	$929.5	3.2%	84.6%	$892.4	3.2%	81.2%	($37.1)	3.2%	-3.4%
42	Wholesale Trade	$1,231.3	4.2%	70.8%	$1,142.9	4.1%	65.7%	($88.4)	7.7%	-5.1%
44	Retail Trade - Vehicles, Furniture, Electronics, Appliances, Building Materials, Garden Equipment, Food & Beverage, Health & Personal Care, Gasoline Stations, & Clothing	$2,293.8	7.8%	80.6%	$2,188.8	7.8%	76.9%	($105.0)	9.1%	-3.7%
45	Retail Trade - Sporting Goods, Hobby, Book, & Music Stores; General Merchandise Stores, & Nonstore Retailers	$1,063.4	3.6%	86.8%	$1,037.3	3.7%	84.6%	($26.0)	2.3%	-2.1%
48	Transportation	$1,074.9	3.7%	88.6%	$1,045.5	3.7%	86.2%	($29.4)	2.5%	-2.4%
49	Warehousing & Storage	$277.2	0.9%	85.7%	$268.9	1.0%	83.1%	($8.3)	0.7%	-2.6%
51	Information	$1,035.5	3.5%	86.4%	$1,003.3	3.6%	83.7%	($32.2)	2.8%	-2.7%
52	Finance & Insurance	$537.5	1.8%	72.4%	$507.9	1.8%	68.4%	($29.6)	2.6%	-4.0%
53	Real Estate & Rental & Leasing	$619.2	2.1%	72.3%	$582.4	2.1%	68.0%	($36.8)	3.2%	-4.3%
54	Professional, Scientific, & Technical Services	$2,178.4	7.4%	70.9%	$2,028.9	7.2%	66.0%	($149.5)	13.0%	-4.9%
55	Management of Companies & Enterprises	$779.9	2.7%	86.1%	$754.4	2.7%	83.2%	($25.5)	2.2%	-2.8%
56	Administrative & Support & Waste Management & Remediation Services	$1,984.9	6.8%	81.4%	$1,901.8	6.7%	78.0%	($83.1)	7.2%	-3.4%
61	Educational Services	$134.7	0.5%	71.3%	$125.3	0.4%	66.3%	($9.4)	0.8%	-5.0%
62	Health Care & Social Assistance	$2,828.4	9.6%	79.0%	$2,680.7	9.5%	74.9%	($147.7)	12.8%	-4.1%
71	Arts, Entertainment, & Recreation	$974.9	3.3%	90.0%	$952.4	3.4%	87.9%	($22.4)	1.9%	-2.1%
72	Accommodation & Food Services	$7,267.8	24.8%	92.9%	$7,156.9	25.4%	91.5%	($110.9)	9.6%	-1.4%
81	Other Services (except Public Administration)	$327.3	1.1%	54.5%	$290.9	1.0%	48.4%	($36.3)	3.1%	-6.0%
92	Public Administration	$27.3	0.1%	74.3%	$25.1	0.1%	68.5%	($2.1)	0.2%	-5.8%
99	All Other - NPC	$0.0	0.0%	0.2%	$0.0	0.0%	0.0%	($0.0)	0.0%	-0.2%
	TOTALS	**$29,351.1**	**100.0%**	**82.5%**	**$28,197.5**	**100.0%**	**79.2%**	**($1,153.7)**	**100.0%**	**-3.2%**

TABLE 3 - MODIFIED BUSINESS TAX ON NONFINANCIAL BUSINESSES BY NAICS BUSINESS CATEGORY FOR FY 2012

Comparison Based on 0.0%/1.17% Tax Rates and $85,000 vs. $62,500 Taxable Wage Exemption Threshold

(Dollar amounts are in millions. Number of Taxpayers based on 4 quarter averages and calculations may reflect differences due to rounding.)

		S1	T1	U1	V1	W1	X1	Y1	Z1	AA1
			(S1/Total S1)	(S1/A)		(V1/Total V1)	(V1/A)	(V1-S1)	(Y/Total Y)	(X1-U1)
NAICS Code	NAICS Business Description	Number of Taxpayers with Effective Tax Rate Greater Than 0.0% ($62,500)	% of Total Number of Taxpayers with Effective Tax Rate Greater Than 0.0% ($62,500)	% of Total Taxpayers for the Industry with Effective Tax Rate Greater Than 0.0% ($62,500)	Number of Taxpayers with Effective Tax Rate Greater Than 0.0% ($85,000)	% of Total Number of Taxpayers with Effective Tax Rate Greater Than 0.0% ($85,000)	% of Total Taxpayers for the Industry with Effective Tax Rate Greater Than 0.0% ($85,000)	Difference: Taxpayers with Effective Tax Rate Greater Than 0.0% $85,000 vs $62,500	% of Total Difference $85,000 vs $62,500	Difference for the Industry $85,000 vs $62,500
0	NULL	5	0.0%	2.9%	3	0.0%	1.8%	(2)	0.1%	-1.1%
11	Agriculture, Forestry, Fishing & Hunting	59	0.4%	25.9%	45	0.4%	19.7%	(14)	0.5%	-6.2%
21	Mining, Quarrying, & Oil & Gas Extraction	135	0.9%	57.1%	119	1.0%	50.2%	(17)	0.6%	-7.0%
22	Utilities	29	0.2%	43.2%	27	0.2%	40.6%	(2)	0.1%	-2.6%
23	Construction	1,578	11.0%	37.4%	1,283	11.2%	30.4%	(295)	10.2%	-7.0%
31	Manufacturing - Nondurable Goods - Food, Beverage, Textiles, & Apparel	85	0.6%	34.3%	73	0.6%	29.7%	(12)	0.4%	-4.7%
32	Manufacturing - Nondurable & Durable Goods - Wood, Paper, Petroleum, Chemical, Plastics, Rubber, & Nonmetallic Products	240	1.7%	45.2%	204	1.8%	38.4%	(36)	1.2%	-6.8%
33	Manufacturing - Durable Goods - Metals, Machinery, Equipment, Vehicles, & Appliances	449	3.1%	42.1%	376	3.3%	35.2%	(73)	2.5%	-6.8%
42	Wholesale Trade	1,108	7.7%	31.4%	872	7.6%	24.7%	(236)	8.2%	-6.7%
44	Retail Trade - Vehicles, Furniture, Electronics, Appliances, Building Materials, Garden Equipment, Food & Beverage, Health & Personal Care, Gasoline Stations, & Clothing	1,309	9.1%	35.1%	1,047	9.1%	28.0%	(262)	9.1%	-7.0%
45	Retail Trade - Sporting Goods, Hobby, Book, & Music Stores; General Merchandise Stores, & Nonstore Retailers	332	2.3%	23.5%	251	2.2%	17.8%	(81)	2.8%	-5.7%
48	Transportation	364	2.5%	39.9%	296	2.6%	32.4%	(69)	2.4%	-7.5%
49	Warehousing & Storage	106	0.7%	30.7%	83	0.7%	24.0%	(23)	0.8%	-6.7%
51	Information	397	2.8%	33.0%	325	2.8%	27.0%	(72)	2.5%	-6.0%
52	Finance & Insurance	378	2.6%	20.5%	288	2.5%	15.6%	(89)	3.1%	-4.8%
53	Real Estate & Rental & Leasing	462	3.2%	21.0%	364	3.2%	16.6%	(98)	3.4%	-4.4%
54	Professional, Scientific, & Technical Services	1,885	13.1%	26.5%	1,464	12.8%	20.6%	(421)	14.6%	-5.9%
55	Management of Companies & Enterprises	315	2.2%	41.5%	258	2.2%	34.0%	(57)	2.0%	-7.5%
56	Administrative & Support & Waste Management & Remediation Services	1,026	7.1%	27.8%	838	7.3%	22.7%	(188)	6.5%	-5.1%
61	Educational Services	113	0.8%	22.8%	92	0.8%	18.6%	(21)	0.7%	-4.2%
62	Health Care & Social Assistance	1,860	12.9%	41.3%	1,450	12.6%	32.2%	(410)	14.2%	-9.1%
71	Arts, Entertainment, & Recreation	268	1.9%	32.6%	232	2.0%	28.2%	(36)	1.3%	-4.4%
72	Accommodation & Food Services	1,363	9.5%	37.0%	1,126	9.8%	30.5%	(238)	8.2%	-6.4%
81	Other Services (except Public Administration)	472	3.3%	18.4%	342	3.0%	13.3%	(130)	4.5%	-5.1%
92	Public Administration	26	0.2%	41.3%	22	0.2%	34.3%	(5)	0.2%	-7.1%
99	All Other - NPC	1	0.0%	0.3%	-	0.0%	0.0%	(1)	0.0%	-0.3%
	TOTALS	**14,362**	**100.0%**	**31.3%**	**11,479**	**100.0%**	**25.1%**	**(2,883)**	**100.0%**	**-6.3%**

TABLE 3 - MODIFIED BUSINESS TAX ON NONFINANCIAL BUSINESSES BY NAICS BUSINESS CATEGORY FOR FY 2012

Comparison Based on 0.0%/1.17% Tax Rates and $85,000 vs. $62,500 Taxable Wage Exemption Threshold

(Dollar amounts are in millions. Number of Taxpayers based on 4 quarter averages and calculations may reflect differences due to rounding.)

		AB	AC	AD	AE	AF	AG	AH	AI
			(AB/Total AB)	(AB/H)		(AE/Total AE)	(AE/H)	(AE-AB)	(AH/Total AH)
NAICS Code	NAICS Business Description	MBT Tax Due Under 0.0% and 1.17% Tax Rates Based on $62,500 Taxable Wages Quarterly Threshold	% of Total MBT Tax Due	Average Effective Tax Rate	MBT Tax Due Under 0.0% and 1.17% Tax Rates Based on $85,000 Taxable Wages Quarterly Threshold	% of Total MBT Tax Due	Average Effective Tax Rate	Difference: MBT Tax Due $85,000 vs $62,500	% of Total Difference $85,000 vs $62,500
0	NULL	$0.0	0.0%	0.1979%	$0.0	0.0%	0.1590%	($0.004)	0.0%
11	Agriculture, Forestry, Fishing & Hunting	$0.4	0.1%	0.6332%	$0.4	0.1%	0.5527%	($0.053)	0.4%
21	Mining, Quarrying, & Oil & Gas Extraction	$12.4	3.6%	1.1239%	$12.3	3.7%	1.1119%	($0.133)	1.0%
22	Utilities	$4.3	1.3%	1.1383%	$4.3	1.3%	1.1306%	($0.029)	0.2%
23	Construction	$20.9	6.1%	0.8714%	$19.4	5.9%	0.8091%	($1.498)	11.1%
31	Manufacturing - Nondurable Goods - Food, Beverage, Textiles, & Apparel	$1.5	0.4%	0.9261%	$1.4	0.4%	0.8756%	($0.083)	0.6%
32	Manufacturing - Nondurable & Durable Goods - Wood, Paper, Petroleum, Chemical, Plastics, Rubber, & Nonmetallic Products	$4.6	1.4%	0.9605%	$4.4	1.3%	0.9121%	($0.234)	1.7%
33	Manufacturing - Durable Goods - Metals, Machinery, Equipment, Vehicles, & Appliances	$10.9	3.2%	0.9901%	$10.4	3.2%	0.9506%	($0.434)	3.2%
42	Wholesale Trade	$14.4	4.2%	0.8285%	$13.4	4.1%	0.7690%	($1.034)	7.7%
44	Retail Trade - Vehicles, Furniture, Electronics, Appliances, Building Materials, Garden Equipment, Food & Beverage, Health & Personal Care, Gasoline Stations, & Clothing	$26.8	7.8%	0.9434%	$25.6	7.8%	0.9002%	($1.229)	9.1%
45	Retail Trade - Sporting Goods, Hobby, Book, & Music Stores; General Merchandise Stores, & Nonstore Retailers	$12.4	3.6%	1.0150%	$12.1	3.7%	0.9902%	($0.305)	2.3%
48	Transportation	$12.6	3.7%	1.0370%	$12.2	3.7%	1.0086%	($0.344)	2.5%
49	Warehousing & Storage	$3.2	0.9%	1.0023%	$3.1	1.0%	0.9722%	($0.098)	0.7%
51	Information	$12.1	3.5%	1.0112%	$11.7	3.6%	0.9797%	($0.377)	2.8%
52	Finance & Insurance	$6.3	1.8%	0.8469%	$5.9	1.8%	0.8004%	($0.346)	2.6%
53	Real Estate & Rental & Leasing	$7.2	2.1%	0.8461%	$6.8	2.1%	0.7958%	($0.431)	3.2%
54	Professional, Scientific, & Technical Services	$25.5	7.4%	0.8292%	$23.7	7.2%	0.7723%	($1.749)	13.0%
55	Management of Companies & Enterprises	$9.1	2.7%	1.0069%	$8.8	2.7%	0.9740%	($0.298)	2.2%
56	Administrative & Support & Waste Management & Remediation Services	$23.2	6.8%	0.9521%	$22.3	6.7%	0.9122%	($0.973)	7.2%
61	Educational Services	$1.6	0.5%	0.8341%	$1.5	0.4%	0.7761%	($0.110)	0.8%
62	Health Care & Social Assistance	$33.1	9.6%	0.9248%	$31.4	9.5%	0.8765%	($1.728)	12.8%
71	Arts, Entertainment, & Recreation	$11.4	3.3%	1.0531%	$11.1	3.4%	1.0288%	($0.262)	1.9%
72	Accommodation & Food Services	$85.0	24.8%	1.0872%	$83.7	25.4%	1.0706%	($1.298)	9.6%
81	Other Services (except Public Administration)	$3.8	1.1%	0.6375%	$3.4	1.0%	0.5667%	($0.425)	3.1%
92	Public Administration	$0.3	0.1%	0.8689%	$0.3	0.1%	0.8015%	($0.025)	0.2%
99	All Other - NPC	$0.0	0.0%	0.0029%	$0.0	0.0%	0.0000%	($0.000)	0.0%
	TOTALS	**$343.4**	**100.0%**	**0.9648%**	**$329.9**	**100.0%**	**0.9269%**	**($13.498)**	**100.0%**

TABLE 3 - MODIFIED BUSINESS TAX ON NONFINANCIAL BUSINESSES BY NAICS BUSINESS CATEGORY FOR FY 2012

Comparison Based on 0.0%/1.17% Tax Rates and $85,000 vs. $62,500 Taxable Wage Exemption Threshold

(Dollar amounts are in millions. Number of Taxpayers based on 4 quarter averages and calculations may reflect differences due to rounding.)

		AJ	AK	AL	AM	AN	AO
		(-$22,500*4*.0117)	(AJ*V1)	(AK/Total AK)	(AH-AK)	(AM/Total AM)	(AM/P1)
NAICS Code	NAICS Business Description	Annual MBT Tax Reduction (Dollars) for Each Taxpayer with Taxable Wages Greater than $85,000	Total Annual MBT Tax Reduction (Dollars) for All Taxpayers with Taxable Wages Greater than $85,000	% of Total MBT Tax Reduction for All Taxpayers with Taxable Wages Greater than $85,000	Total Annual MBT Tax Reduction (Dollars) for All Taxpayers with Taxable Wages Between $62,500 and $85,000	% of Total MBT Tax Reduction for All Taxpayers with Taxable Wages Between $62,500 and $85,000)	Average Annual MBT Tax Reduction (Dollars) for Each Taxpayer with Taxable Wages Between $62,500 and $85,000
0	NULL	($1,053)	(2,896)	0.0%	($1,235)	0.1%	($706)
11	Agriculture, Forestry, Fishing & Hunting	($1,053)	($47,122)	0.4%	($5,432)	0.4%	($388)
21	Mining, Quarrying, & Oil & Gas Extraction	($1,053)	($125,044)	1.0%	($7,863)	0.6%	($477)
22	Utilities	($1,053)	($28,431)	0.2%	($706)	0.1%	($403)
23	Construction	($1,053)	($1,350,999)	11.2%	($146,752)	10.4%	($498)
31	Manufacturing - Nondurable Goods - Food, Beverage, Textiles, & Apparel	($1,053)	($77,132)	0.6%	($6,019)	0.4%	($523)
32	Manufacturing - Nondurable & Durable Goods - Wood, Paper, Petroleum, Chemical, Plastics, Rubber, & Nonmetallic Products	($1,053)	($214,812)	1.8%	($19,259)	1.4%	($535)
33	Manufacturing - Durable Goods - Metals, Machinery, Equipment, Vehicles, & Appliances	($1,053)	($395,928)	3.3%	($37,687)	2.7%	($518)
42	Wholesale Trade	($1,053)	($918,216)	7.6%	($115,551)	8.2%	($491)
44	Retail Trade - Vehicles, Furniture, Electronics, Appliances, Building Materials, Garden Equipment, Food & Beverage, Health & Personal Care, Gasoline Stations, & Clothing	($1,053)	($1,101,965)	9.1%	($126,885)	9.0%	($484)
45	Retail Trade - Sporting Goods, Hobby, Book, & Music Stores; General Merchandise Stores, & Nonstore Retailers	($1,053)	($264,566)	2.2%	($40,041)	2.8%	($496)
48	Transportation	($1,053)	($311,162)	2.6%	($32,954)	2.3%	($479)
49	Warehousing & Storage	($1,053)	($87,136)	0.7%	($10,535)	0.7%	($458)
51	Information	($1,053)	($341,699)	2.8%	($35,236)	2.5%	($489)
52	Finance & Insurance	($1,053)	($303,527)	2.5%	($42,357)	3.0%	($475)
53	Real Estate & Rental & Leasing	($1,053)	($383,292)	3.2%	($47,772)	3.4%	($489)
54	Professional, Scientific, & Technical Services	($1,053)	($1,541,855)	12.8%	($207,306)	14.7%	($492)
55	Management of Companies & Enterprises	($1,053)	($271,674)	2.2%	($26,283)	1.9%	($461)
56	Administrative & Support & Waste Management & Remediation Services	($1,053)	($882,677)	7.3%	($90,172)	6.4%	($480)
61	Educational Services	($1,053)	($97,139)	0.8%	($12,461)	0.9%	($601)
62	Health Care & Social Assistance	($1,053)	($1,527,113)	12.6%	($201,128)	14.3%	($491)
71	Arts, Entertainment, & Recreation	($1,053)	($244,296)	2.0%	($18,034)	1.3%	($497)
72	Accommodation & Food Services	($1,053)	($1,185,415)	9.8%	($112,320)	8.0%	($473)
81	Other Services (except Public Administration)	($1,053)	($360,126)	3.0%	($64,784)	4.6%	($497)
92	Public Administration	($1,053)	($22,903)	0.2%	($1,826)	0.1%	($406)
99	All Other - NPC	($1,053)	$0	0.0%	($345)	0.0%	($690)
	TOTALS		**($12,087,124)**	**100.0%**	**($1,410,943)**	**100.0%**	**($489)**

TABLE 4 - MODIFIED BUSINESS TAX ON NONFINANCIAL BUSINESSES BY GROSS WAGE TIERS FOR FY 2012

Based on 0.0%/1.17% Tax Rates and $85,000 Wage Exemption Threshold

(Dollar amounts are in millions)

		A	B	C	D	E	F	G	H	I	J	K	L
			(A/Total A)		(C/Total C)		(E/Total E)	(E/C)	(C-E)	(H/Total H)		(J/Total J)	(J/H)
NAICS Code	GROSS WAGE TIERS	Number of Taxpayers Based on Gross Wages	% of Total Taxpayers	Gross Wages	% of Total Gross Wages	Health Care Expenses	% of Total Health Care Expenses	Health Care Expenses as a % of Industry Gross Wages	Taxable Wages	% of Total Taxable Wages	FY 2012 MBT Tax Due Under 0.0% and 1.17% Tax Rates Based on $85,000 Taxable Wages Quarterly Threshold	% of Total MBT Tax Due	Average Effective Tax Rate
All	$0	5,222	10.3%	$0.0	0.0%	$1.2	0.0%	N/A	($1.2)	0.0%	$0.0	0.0%	0.000%
All	$1 to $62,500	30,933	60.7%	$2,643.1	6.8%	$83.6	2.8%	3.2%	$2,559.5	7.2%	$0.0	0.0%	0.000%
All	$62,501 to $85,000	2,921	5.7%	$851.4	2.2%	$32.9	1.1%	3.9%	$818.5	2.3%	$0.0	0.0%	0.000%
All	$85,001 to $100,000	1,422	2.8%	$524.7	1.4%	$22.1	0.7%	4.2%	$502.6	1.4%	$0.3	0.1%	0.064%
All	$100,001 to $250,000	5,519	10.8%	$3,434.7	8.9%	$157.5	5.3%	4.6%	$3,277.2	9.2%	$16.4	5.0%	0.501%
All	$250,001 to $500,000	2,180	4.3%	$3,046.6	7.9%	$164.3	5.5%	5.4%	$2,882.3	8.1%	$25.1	7.6%	0.869%
All	$500,001 to $1,000,000	1,318	2.6%	$3,687.8	9.6%	$222.9	7.4%	6.0%	$3,464.9	9.7%	$35.3	10.7%	1.019%
All	$1,000,001 to $2,500,000	898	1.8%	$5,511.0	14.3%	$363.9	12.1%	6.6%	$5,147.2	14.5%	$56.7	17.2%	1.101%
All	$2,500,001 to $5,000,000	283	0.6%	$3,940.0	10.2%	$284.0	9.5%	7.2%	$3,656.0	10.3%	$41.6	12.6%	1.139%
All	$5,000,001 to $10,000,000	132	0.3%	$3,645.4	9.4%	$327.4	10.9%	9.0%	$3,318.0	9.3%	$38.3	11.6%	1.154%
All	$10,000,001 to $30,000,000	80	0.2%	$5,442.7	14.1%	$592.3	19.8%	10.9%	$4,850.5	13.6%	$56.4	17.1%	1.163%
All	Greater than $30,000,000	25	0.0%	$5,865.2	15.2%	$746.7	24.9%	12.7%	$5,118.5	14.4%	$59.8	18.1%	1.168%
	TOTALS	50,932	100.0%	$38,592.6	100.0%	$2,998.8	100.0%	7.8%	$35,593.9	100.0%	$329.9	100.0%	0.927%