Table 3: Reliance on Business Taxes, Fourth Quarter 2009 - Third Quarter 2010
(Income in millions, except per person figures; tax revenue in thousands, except per person figures)

	Total State Tax Collections	Personal Income	Total Taxes Share of Income	Rank	2010 Population	Income Per Person	Total Taxes Per Person	Rank	All Major Business Taxes: Amount	Share of Total Taxes	Rank	Share of Income	Rank	Bus. Taxes Per Person	Rank	Business Income Taxes: Amount	Share of Total Taxes	Rank	Share of Income	Rank	Bus. Taxes Per Person	Rank
US Total, exlcl. DC	$700,288,088	$12,415,341	5.6%		308,143,815	$40,291	$2,273		$72,875,690	10.4%		0.6%		$236		$37,942,965	5.4%		0.3%		$123	
Alabama	8,867,773	160,315	5.5%	33	4,779,736	33,541	1,855	39	811,193	9.1%	27	0.5%	29	170	34	485,448	5.5%	18	0.3%	25	102	28
Alaska	4,123,899	31,044	13.3%	1	710,231	43,710	5,806	1	3,642,030	88.3%	1	11.7%	1	5,128	1	662,917	16.1%	2	2.1%	1	933	1
Arizona	10,570,197	222,579	4.7%	40	6,392,017	34,821	1,654	44	572,971	5.4%	40	0.3%	43	90	45	412,817	3.9%	35	0.2%	38	65	39
Arkansas	7,425,280	95,943	7.7%	8	2,915,918	32,903	2,546	17	620,348	8.4%	29	0.6%	19	213	25	412,846	5.6%	15	0.4%	8	142	18
California	108,399,183	1,601,914	6.8%	13	37,253,956	43,000	2,910	12	13,522,997	12.5%	14	0.8%	10	363	8	8,998,377	8.3%	8	0.6%	5	242	5
Colorado	8,131,039	213,551	3.8%	50	5,029,196	42,462	1,617	46	472,449	5.8%	39	0.2%	45	94	43	334,860	4.1%	34	0.2%	40	67	37
Connecticut	12,483,771	196,904	6.3%	17	3,574,097	55,092	3,493	5	656,633	5.3%	42	0.3%	38	184	32	533,628	4.3%	31	0.3%	30	149	15
Delaware	2,796,064	35,813	7.8%	7	897,934	39,884	3,114	8	1,192,720	42.7%	3	3.3%	3	1,328	4	154,073	5.5%	17	0.4%	9	172	10
Florida	31,546,373	731,913	4.3%	46	18,801,310	38,929	1,678	42	2,305,500	7.3%	33	0.3%	39	123	39	1,782,810	5.7%	14	0.2%	31	95	32
Georgia	14,913,884	340,155	4.4%	45	9,687,653	35,112	1,539	48	734,887	4.9%	43	0.2%	47	76	46	631,795	4.2%	32	0.2%	37	65	38
Hawaii	4,612,658	55,153	8.4%	4	1,360,301	40,544	3,391	6	101,589	2.2%	49	0.2%	49	75	48	70,880	1.5%	44	0.1%	41	52	41
Idaho	2,979,729	49,812	6.0%	25	1,567,582	31,776	1,901	38	179,993	6.0%	38	0.4%	37	115	40	107,323	3.6%	37	0.2%	34	68	36
Illinois	25,679,569	550,390	4.7%	41	12,830,632	42,897	2,001	34	3,067,929	11.9%	15	0.6%	27	239	20	2,230,078	8.7%	6	0.4%	12	174	9
Indiana	13,798,801	222,521	6.2%	21	6,483,802	34,319	2,128	28	672,062	4.9%	45	0.3%	40	104	42	627,659	4.5%	28	0.3%	28	97	30
Iowa	6,437,020	116,134	5.5%	32	3,046,355	38,122	2,113	29	341,690	5.3%	41	0.3%	41	112	41	218,570	3.4%	39	0.2%	36	72	35
Kansas	6,801,330	112,919	6.0%	23	2,853,118	39,577	2,384	21	532,511	7.8%	31	0.5%	31	187	31	348,081	5.1%	22	0.3%	24	122	23
Kentucky	9,554,224	143,072	6.7%	14	4,339,367	32,971	2,202	26	937,019	9.8%	23	0.7%	18	216	24	418,399	4.4%	30	0.3%	27	96	31
Louisiana	8,301,731	171,295	4.8%	38	4,533,372	37,785	1,831	40	1,317,484	15.9%	12	0.8%	12	291	13	378,813	4.6%	27	0.2%	33	84	33
Maine	3,518,953	49,113	7.2%	10	1,328,361	36,973	2,649	13	294,964	8.4%	28	0.6%	23	222	21	179,630	5.1%	23	0.4%	17	135	20
Maryland	14,907,665	280,877	5.3%	35	5,773,552	48,649	2,582	14	1,118,829	7.5%	32	0.4%	35	194	30	912,543	6.1%	11	0.3%	21	158	11
Massachusetts	20,127,548	333,622	6.0%	22	6,547,629	50,953	3,074	9	2,114,658	10.5%	19	0.6%	21	323	12	1,833,635	9.1%	4	0.5%	6	280	3
Michigan*	22,626,149	348,359	6.5%	16	9,883,640	35,246	2,289	23	2,500,129	11.0%	17	0.7%	14	253	17	2,259,624	10.0%	3	0.6%	3	229	6
Minnesota	17,723,165	225,508	7.9%	6	5,303,925	42,517	3,342	7	1,163,259	6.6%	36	0.5%	28	219	23	795,007	4.5%	29	0.4%	19	150	14
Mississippi	6,340,098	91,650	6.9%	11	2,967,297	30,887	2,137	27	620,713	9.8%	24	0.7%	16	209	28	323,260	5.1%	24	0.4%	18	109	24
Missouri	9,794,080	218,258	4.5%	43	5,988,927	36,444	1,635	45	450,796	4.6%	47	0.2%	48	75	47	218,327	2.2%	41	0.1%	42	36	42
Montana	2,184,683	34,768	6.3%	18	989,415	35,140	2,208	24	472,411	21.6%	6	1.4%	6	477	6	103,498	4.7%	26	0.3%	26	105	26
Nebraska	3,760,350	71,748	5.2%	36	1,826,341	39,285	2,053	31	167,097	4.5%	48	0.2%	44	91	44	139,868	3.7%	36	0.2%	35	77	34
Nevada	5,961,727	99,251	6.0%	24	2,700,551	36,752	2,208	25	955,543	16.0%	10	1.0%	9	354	10	0	0.0%	47	0.0%	47	0	47
New Hampshire	2,284,162	57,506	4.0%	48	1,316,470	43,682	1,735	41	672,983	29.5%	5	1.2%	7	511	5	534,924	23.4%	1	0.9%	2	406	2
New Jersey	26,062,051	443,692	5.9%	29	8,791,894	50,466	2,964	11	2,940,615	11.3%	16	0.7%	17	334	11	2,210,110	8.5%	7	0.5%	7	251	4
New Mexico	4,313,513	68,907	6.3%	20	2,059,179	33,463	2,095	30	742,479	17.2%	8	1.1%	8	361	9	54,181	1.3%	45	0.1%	45	26	45
New York	58,597,049	935,596	6.3%	19	19,378,102	48,281	3,024	10	4,023,241	6.9%	34	0.4%	33	208	29	3,629,899	6.2%	10	0.4%	15	187	8
North Carolina	21,836,794	335,339	6.5%	15	9,535,483	35,167	2,290	22	2,094,750	9.6%	26	0.6%	22	220	22	1,308,035	6.0%	13	0.4%	14	137	19
North Dakota	2,808,502	26,531	10.6%	2	672,591	39,446	4,176	2	1,404,017	50.0%	2	5.3%	2	2,087	2	99,641	3.5%	38	0.4%	16	148	17
Ohio	23,413,018	418,311	5.6%	30	11,536,504	36,260	2,029	32	2,449,362	10.5%	20	0.6%	25	212	26	130,567	0.6%	46	0.0%	46	11	46
Oklahoma	7,168,035	134,933	5.3%	34	3,751,351	35,969	1,911	35	1,063,582	14.8%	13	0.8%	11	284	14	235,703	3.3%	40	0.2%	39	63	40
Oregon	7,317,908	140,788	5.2%	37	3,831,074	36,749	1,910	36	805,588	11.0%	18	0.6%	26	210	27	396,616	5.4%	19	0.3%	29	104	27
Pennsylvania	30,877,327	516,463	6.0%	26	12,702,379	40,659	2,431	19	3,081,037	10.0%	22	0.6%	24	243	19	1,668,044	5.4%	20	0.3%	22	131	22
Rhode Island	2,616,518	44,281	5.9%	27	1,052,567	42,070	2,486	18	170,284	6.5%	36	0.4%	36	162	35	139,753	5.3%	21	0.3%	23	133	21
South Carolina	6,783,306	151,294	4.5%	44	4,625,364	32,710	1,467	50	331,472	4.9%	44	0.2%	46	72	49	127,462	1.9%	43	0.1%	43	28	44
South Dakota	1,308,230	31,474	4.2%	47	814,180	38,657	1,607	47	125,559	9.6%	25	0.4%	34	154	37	24,855	1.9%	42	0.1%	44	31	43
Tennessee	10,591,675	221,706	4.8%	39	6,346,105	34,936	1,669	43	1,696,924	16.0%	11	0.8%	13	267	15	946,637	8.9%	5	0.4%	10	149	16
Texas	38,531,759	979,506	3.9%	49	25,145,561	38,953	1,532	49	6,307,122	16.4%	9	0.6%	20	251	18	0	0.0%	47	0.0%	47	0	47
Utah	5,262,127	89,445	5.9%	28	2,763,885	32,362	1,904	37	439,051	8.3%	30	0.5%	30	159	36	291,934	5.5%	16	0.3%	20	106	25
Vermont	2,378,696	24,896	9.6%	3	625,741	39,786	3,801	3	113,918	4.8%	46	0.5%	32	182	33	98,717	4.2%	33	0.4%	13	158	12
Virginia	16,138,904	355,128	4.5%	42	8,001,024	44,385	2,017	33	1,013,085	6.3%	37	0.3%	42	127	38	789,906	4.9%	25	0.2%	32	99	29
Washington	16,239,584	290,682	5.6%	31	6,724,540	43,212	2,415	20	295,987	1.8%	50	0.1%	50	44	50	0	0.0%	47	0.0%	47	0	47
West Virginia	4,739,408	59,612	8.0%	5	1,852,994	32,171	2,558	16	834,915	18.0%	7	1.4%	5	461	7	361,621	7.6%	9	0.6%	4	195	7
Wisconsin	14,672,755	216,394	6.8%	12	5,686,986	38,051	2,580	15	1,517,692	10.3%	21	0.7%	15	267	16	887,228	6.0%	12	0.4%	11	156	13
Wyoming	1,969,824	26,514	7.4%	9	563,626	47,041	3,495	4	759,056	38.5%	1	2.9%	4	1,347	3	0	0.0%	47	0.0%	47	0	47

Source: US Bureau of the Census

Notes:
1) Business income taxes for Michigan reflect all of the Michigan Business Tax, while only the income portion is reported to Census as corporate income taxes. The gross receipts portion is reported under sales taxes.
2) Adjustments similar to Michigan are not made to Ohio's or Washington's gross receipts taxes
3) Major business taxes include general taxes on corporations, such as franchise taxes or net worth taxes, severance taxes, business/corporate income taxes, and occupation and business license fees and taxes.

Michigan Businesses currently pay 11% of State Taxes (17th highest). Under HB4361 with a $1.7 Billion Tax cut Michigan Businesses pay a net of $356 million or 1.6% of State taxes. This would be lower than the 1.8% in the State of Washington which is currently the lowest (50th highest) % in the US.

COMPARISON OF MICHIGAN TAX COLLECTIONS
FROM BUSINESS AS PERCENT OF TOTAL MICHIGAN TAXES COLLECTED

1. CURRENT MICHIGAN TAX COLLECTIONS BURDEN ON BUSINESS IS 11% ($2.5 BILLION) OUT OF TOTAL $22.6 BILLION COLLECTED = 17TH HIGHEST IN U.S.
2. BURDEN UNDER GOVERNOR'S PROPOSAL IS 1.6%[1] = 50TH OUT OF 50.[2]
3. BURDEN IF $1.7 BILLION TAX CUT IS LOWERED TO $1.2 BILLION TAX CUT IS 3.8% = 48TH OUT OF 50.[2]

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[1] Gary Olson Analysis, Public Sector Consultants

[2] Compilation of U.S. Census Data By Senate Fiscal Agency