



chair **John Chiang**
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State of California
Franchise Tax Board

10/12/2012

To: John Nunn
Department of Housing and Community Development
1800 Third St.
Sacramento, CA 95814

From: Larry Gilbert
Statistics Relating to Various Tax Incentive Zones, 2010 Tax Year

Memorandum

Pursuant to Government Code Sections 7085 and 7085.5 please note the following information and attachments:

- Zone tax incentive usage for tax years 1986 through 2010. Please note that the chart summarizing the various tax incentives by year represents the amounts allowed (self-assessed, pre-audit) as income and tax reductions on returns filed pursuant to the Corporation Tax law. Returns filed pursuant to the Personal Income Tax (PIT) law contain insufficient information to allow reporting of the income reducing incentives. The tax reducing hiring, sales, and use tax special credits for the various PIT programs amounted to:

Enterprise Zones - \$283,744,844 reported on 29,174 returns;

LARZ – \$2,015,728 reported on 150 returns;

LAMBRA - \$511,264 reported on 68 returns;

Targeted Tax Area - \$4,861,344 on 188 returns; and

Manufacturing Enhancement Area - \$62,173 on 6 returns.

- The number of jobs for which enterprise zone hiring credits were claimed was reported to be 140,833.
- The number of new employees for which enterprise zone hiring credits were claimed was reported to be 53,541
- The geographic distribution of tax incentives used for the 2010 tax year. Taxpayers that applied incentives earned for activities conducted in more than one zone were placed in the “Multiple Location” category. Please note that records furnished to FTB for Enterprise Zone tax incentives were not sufficient to make a determination of location associated with tax credits in 4 percent of the cases. It is not known if the missing data are proportionally distributable across identified zones. In combination, multiple and unknown zones accounted

for 18 percent of credits used and 28 percent of net interest deductions, which results in understatement of incentives attributed to specific zones.

- Zone incentive usage distributed by major industrial sector
- Zone incentive usage distributed by size of taxpayer as defined by end of year assets
- Zone incentive usage distributed by size of taxpayer as defined by amount of gross receipts
- Tax credit usage by year and tax program

In deriving the tax effect of the deduction provisions, it is assumed that business expense deduction is removed first from income, net interest deduction is then removed from remaining income, and net operating loss is removed last. Tax effect is computed as the difference in tax that would occur after adding back, sequentially, in reverse order, deductions reported. If you have any questions, please call me.

Manager, Statistical Research Section

cc: S. Reid, G. Hall, A.Prohofsky, M. Aday

FRANCHISE TAX BOARD
Enterprise Zone/Program Area, LARZ , LAMBRA, TTA and MEA Tax Incentives Used by Location
Corporations - Tax Year 2010

| LOCATION | Hiring, Sales and Use Tax | | NOL Used | | Net Interest Deduction | | Business Expense | |
|---------------------------------------|---------------------------|----------------------|----------------|--------------------|------------------------|----------------------|------------------|--------------------|
| | Number of Credits | Amount | Number of NOLs | Amount | Number of NIDs | Amount | Number of BEDs | Amount |
| Altadena/Pasadena | 54 | \$1,472,271 | 0 | 0 | ** | \$3,334,904 | 0 | 0 |
| Antelope Valley | 156 | \$7,801,959 | 0 | 0 | ** | \$3,551,006 | ** | \$56,740 |
| Arvin-City | ** | \$72,589 | 0 | 0 | 0 | 0 | ** | \$26,551 |
| Bakersfield/Kern | ** | \$1,505,923 | 0 | 0 | 0 | 0 | 0 | 0 |
| Barstow | 14 | \$417,997 | 0 | 0 | ** | \$332 | 0 | 0 |
| Calexico | 35 | \$768,514 | ** | \$31,309 | ** | \$281,072 | 0 | 0 |
| Coachella Valley | 134 | \$1,468,080 | ** | \$48,658 | ** | \$625,932 | ** | \$88,830 |
| Compton-City | 63 | \$1,108,380 | 0 | 0 | ** | \$1,252,978 | ** | \$151,722 |
| Delano | 28 | \$450,041 | 0 | 0 | ** | \$970,899 | ** | \$20,000 |
| Eureka | 105 | \$1,345,320 | ** | \$49,023 | ** | \$2,695,699 | ** | \$49,435 |
| Fresno-City | 297 | \$7,140,360 | ** | \$47,273 | ** | \$1,982,176 | ** | \$117,891 |
| Fresno-County | 421 | \$14,604,792 | ** | \$284,477 | 15 | \$3,394,481 | ** | \$88,565 |
| Hesperia | 12 | \$20,291 | 0 | 0 | ** | \$284 | ** | \$20,000 |
| Imperial Valley | 40 | \$1,200,793 | 0 | 0 | ** | \$278,595 | ** | \$16,480 |
| Kings County | 112 | \$5,844,831 | ** | \$93,588 | ** | \$52,309 | ** | \$22,010 |
| LA-Central City | 626 | \$15,847,054 | ** | \$324,995 | 30 | \$68,802,332 | ** | \$77,483 |
| LA-East | 370 | \$12,954,370 | ** | \$212,519 | 32 | \$20,758,207 | 19 | \$268,167 |
| LA-East Valley | 35 | \$1,057,413 | 0 | 0 | ** | \$2,287,580 | ** | \$18,506 |
| LA-Harbor Area | 118 | \$5,565,840 | ** | \$800 | ** | \$233,146 | 0 | 0 |
| LA-Hollywood | 472 | \$18,332,240 | ** | \$208,845 | ** | \$18,284,980 | 38 | \$449,322 |
| LA-Mid-Alameda Corridor | 201 | \$6,564,074 | ** | \$30,247 | ** | \$713,295 | ** | \$67,983 |
| LA-Northeast Valley | 77 | \$2,736,311 | ** | \$3,537 | ** | \$176,953 | ** | \$48,000 |
| Lindsay | ** | \$563,825 | 0 | 0 | ** | \$15,554 | 0 | 0 |
| Live Oak-City | ** | \$6,365 | 0 | 0 | 0 | 0 | 0 | 0 |
| Long Beach | 357 | \$20,888,654 | ** | \$160,674 | 22 | \$13,271,135 | 12 | \$137,782 |
| Lynwood-City | ** | \$40,216 | 0 | 0 | 0 | 0 | 0 | 0 |
| Madera | 39 | \$2,531,721 | ** | \$68,562 | 0 | 0 | 0 | 0 |
| Merced | 148 | \$6,828,922 | ** | \$79,474 | ** | \$64,918 | ** | \$53,177 |
| Oakland | 403 | \$23,120,460 | ** | \$57,657 | 24 | \$11,019,313 | ** | \$92,582 |
| Oroville | 51 | \$911,959 | ** | \$412,694 | ** | \$319,549 | ** | \$5,833 |
| Pasadena | 142 | \$3,210,660 | ** | \$11,967 | ** | \$1,697,774 | ** | \$20,000 |
| Pittsburg-Bay Point | 24 | \$746,293 | 0 | 0 | ** | \$378,985 | 0 | 0 |
| Porterville | ** | \$235,150 | 0 | 0 | 0 | 0 | 0 | 0 |
| Richmond | 95 | \$4,844,587 | 0 | 0 | ** | \$1,500,238 | ** | \$73,424 |
| Sacramento | 150 | \$4,100,798 | ** | \$9,960 | ** | \$5,662,759 | ** | \$95,937 |
| Sacramento-Army Depot | 28 | \$665,283 | 0 | 0 | ** | \$584,550 | ** | \$3,147 |
| Sacramento-Florin/Perkins | 103 | \$3,300,357 | ** | \$76,014 | 0 | 0 | ** | \$26,628 |
| Salinas Valley | 121 | \$3,049,221 | 0 | 0 | ** | \$1,366,736 | 13 | \$165,847 |
| San Bernardino | 188 | \$7,775,585 | 0 | 0 | 11 | \$1,675,684 | ** | \$80,000 |
| San Diego | 443 | \$32,798,301 | ** | \$452,742 | 19 | \$5,569,299 | ** | \$17,323 |
| San Francisco | 811 | \$37,846,618 | ** | \$666,451 | 44 | \$32,178,697 | 30 | \$383,569 |
| San Joaquin | 474 | \$14,613,094 | ** | \$421,625 | 11 | \$6,577,505 | 28 | \$400,915 |
| San Jose | 239 | \$7,893,418 | ** | \$644,472 | 12 | \$5,582,475 | 11 | \$168,089 |
| Santa Ana | 393 | \$10,252,518 | 12 | \$1,252,215 | 20 | \$5,725,125 | 26 | \$376,929 |
| Santa Clarita-City | 160 | \$4,117,268 | ** | \$5,209 | ** | \$636,796 | 20 | \$212,346 |
| Sequoia Valley | ** | \$219,136 | 0 | 0 | ** | \$100,441 | ** | 0 |
| Shafter | 12 | \$635,099 | 0 | 0 | 0 | 0 | ** | \$20,000 |
| Shasta Metro | 246 | \$4,441,285 | 11 | \$195,202 | ** | \$6,130,777 | 28 | \$201,549 |
| Siskiyou County | 46 | \$963,949 | 0 | 0 | ** | \$661,382 | ** | \$1,705 |
| Southgate-Lynwood | 62 | \$3,390,308 | 0 | 0 | ** | \$859,135 | ** | \$43,610 |
| Stanislaus | 317 | \$20,346,800 | ** | \$306,459 | ** | \$4,026,659 | 14 | \$141,872 |
| Tulare | ** | \$553,783 | 0 | 0 | 0 | 0 | 0 | 0 |
| Watsonville | 60 | \$3,083,536 | ** | \$323,408 | ** | \$1,328,877 | ** | \$103,822 |
| West Sacramento | 121 | \$2,333,658 | ** | \$19,208 | ** | \$2,262,046 | ** | \$26,752 |
| Yuba/Sutter | 147 | \$3,545,615 | ** | \$21,961 | ** | \$3,913,301 | 0 | 0 |
| Multiple Zones | 99 | \$40,854,663 | 0 | 0 | 19 | \$92,901,378 | ** | \$20,000 |
| Unknown Zone | 231 | \$35,179,008 | 0 | 0 | ** | \$293,491 | ** | \$20,000 |
| TOTAL | 9,127 | \$414,167,556 | 115 | \$6,521,225 | 436 | \$335,981,739 | 354 | \$4,480,523 |
| Local Area Military Base Recovery Act | 30 | \$2,493,059 | ** | \$2,379,936 | 0 | 0 | ** | \$67,951 |
| Targeted Tax Area | 66 | \$6,693,186 | 0 | 0 | 0 | 0 | ** | \$36,794 |
| Manufacturing Enhancement Area | ** | \$11,227 | 0 | 0 | 0 | 0 | 0 | 0 |
| Los Angeles Revitalization Zone | 125 | \$3,146,510 | ** | \$190,638 | 0 | 0 | 0 | 0 |

FRANCHISE TAX BOARD
Enterprise Zone/Program Area Tax Incentives Summary
Corporations-Tax Years 1986 through 2010

| Income Year | Hiring, Sales and Use Tax Credit | | | NOL Used | | | | Net Interest Deduction | | | | Business Expense Deduction | | | |
|-------------|----------------------------------|-------------------|---------------|-------------------|----------------|---------------|--------------|------------------------|----------------|---------------|--------------|----------------------------|----------------|-------------|------------|
| | Number of Returns | Number of Credits | Amount | Number of Returns | Number of NOLs | Amount | Tax Effect | Number of Returns | Number of NIDs | Amount | Tax Effect | Number of Returns | Number of BEDs | Amount | Tax Effect |
| 1986 | ** | 0 | \$674,504 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| 1987 | ** | 0 | \$915,173 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| 1988 | 130 | N/A | \$1,528,396 | 0 | 0 | 0 | 0 | ** | N/A | \$156,872 | N/A | 23 | N/A | \$180,944 | N/A |
| 1989 | 166 | N/A | \$3,901,881 | 0 | 0 | 0 | 0 | ** | N/A | \$1,950,367 | N/A | 41 | N/A | \$568,962 | N/A |
| 1990 | 170 | N/A | \$2,856,895 | ** | N/A | \$787,139 | N/A | ** | N/A | \$2,480,732 | N/A | 52 | N/A | \$1,484,628 | N/A |
| 1991 | 209 | N/A | \$3,299,285 | 12 | N/A | \$308,491 | N/A | 15 | N/A | \$12,428,001 | N/A | 65 | N/A | \$1,586,937 | N/A |
| 1992 | 312 | N/A | \$9,247,529 | 19 | N/A | \$1,041,977 | N/A | 51 | N/A | \$24,360,886 | N/A | 93 | N/A | \$1,278,663 | N/A |
| 1993 | 415 | N/A | \$12,611,459 | 55 | N/A | \$6,424,726 | N/A | 68 | N/A | \$41,086,406 | N/A | 147 | N/A | \$2,021,042 | N/A |
| 1994 | 628 | N/A | \$18,709,149 | 92 | N/A | \$17,270,917 | N/A | 90 | N/A | \$71,105,682 | N/A | 255 | N/A | \$2,820,083 | N/A |
| 1995 | 686 | 722 | \$25,242,191 | 62 | 63 | \$12,839,871 | \$1,146,046 | 84 | 285 | \$71,366,965 | \$4,607,970 | 206 | 223 | \$1,749,746 | \$140,155 |
| 1996 | 720 | 747 | \$23,979,705 | 121 | 126 | \$39,117,717 | \$3,276,650 | 99 | 305 | \$78,361,871 | \$5,150,139 | 273 | 288 | \$2,406,743 | \$150,734 |
| 1997 | 805 | 854 | \$35,863,364 | 96 | 100 | \$13,618,570 | \$937,424 | 108 | 494 | \$114,197,789 | \$7,397,420 | 203 | 211 | \$2,603,402 | \$150,350 |
| 1998 | 1,016 | 1,117 | \$48,483,112 | 93 | 99 | \$18,665,103 | \$1,478,434 | 98 | 415 | \$237,099,155 | \$13,787,586 | 225 | 246 | \$3,323,008 | \$198,679 |
| 1999 | 1,182 | 1,353 | \$74,902,349 | 90 | 93 | \$10,346,564 | \$661,663 | 99 | 374 | \$209,058,972 | \$11,001,442 | 214 | 223 | \$3,184,795 | \$195,007 |
| 2000 | 1,447 | 1,757 | \$102,657,333 | 103 | 108 | \$33,351,903 | \$2,699,406 | 100 | 411 | \$266,227,376 | \$18,208,313 | 223 | 240 | \$2,757,379 | \$195,987 |
| 2001 | 1,607 | 2,013 | \$120,034,044 | 106 | 110 | \$19,687,656 | \$1,609,130 | 122 | 602 | \$441,542,619 | \$31,837,276 | 247 | 266 | \$3,870,874 | \$220,577 |
| 2002 | 2,012 | 2,538 | \$155,991,185 | 44 | 47 | \$15,746,003 | \$1,368,827 | 117 | 634 | \$408,424,852 | \$21,808,591 | 249 | 267 | \$3,856,957 | \$212,203 |
| 2003 | 2,455 | 3,199 | \$178,017,179 | 0 | 0 | 0 | 0 | 132 | 630 | \$311,123,071 | \$23,202,000 | 290 | 310 | \$4,176,492 | \$248,152 |
| 2004 | 2,718 | 3,559 | \$204,396,207 | 99 | 110 | \$72,326,105 | \$5,170,880 | 150 | 613 | \$432,866,738 | \$29,103,683 | 312 | 327 | \$4,387,038 | \$222,128 |
| 2005 | 2,988 | 3,909 | \$201,283,507 | 170 | 196 | \$74,024,258 | \$5,965,660 | 152 | 512 | \$490,128,942 | \$32,395,088 | 304 | 325 | \$4,769,981 | \$199,756 |
| 2006 | 3,263 | 4,440 | \$217,119,965 | 153 | 164 | \$126,106,532 | \$11,350,571 | 159 | 480 | \$517,309,766 | \$34,155,538 | 285 | 298 | \$4,462,832 | \$187,780 |
| 2007 | 3,824 | 5,281 | \$236,680,308 | 124 | 125 | \$207,992,553 | \$15,806,999 | 162 | 465 | \$520,372,105 | \$34,438,041 | 333 | 366 | \$5,135,984 | \$196,554 |
| 2008 | 4,257 | 6,415 | \$273,505,108 | 108 | 116 | \$50,417,698 | \$3,432,584 | 161 | 380 | \$264,547,011 | \$17,281,516 | 350 | 389 | \$5,636,547 | \$199,276 |
| 2009 | 4,531 | 7,538 | \$262,555,015 | 111 | 118 | \$5,587,509 | \$358,550 | 150 | 345 | \$265,682,775 | \$13,268,067 | 313 | 350 | \$4,364,515 | \$163,248 |
| 2010 | 5,415 | 9,127 | \$414,167,556 | 110 | 115 | \$6,521,225 | \$523,301 | 166 | 436 | \$335,981,739 | \$22,986,343 | 321 | 354 | \$4,480,523 | \$158,668 |

**Omitted to preserve taxpayer confidentiality

FRANCHISE TAX BOARD
Enterprise Zone/Program Area Tax Incentives Summary
Corporations-Tax Year 2010

| Industry | Hiring, Sales and Use Tax Credit | | | NOL Used | | | Net Interest Deduction | | | Business Expense Deduction | | |
|---------------------------|----------------------------------|-------------------|---------------|-------------------|----------------|-------------|------------------------|----------------|---------------|----------------------------|----------------|-------------|
| | Number of Returns | Number of Credits | Amount | Number of Returns | Number of NOLs | Amount | Number of Returns | Number of NIDs | Amount | Number of Returns | Number of BEDs | Amount |
| Agric/Mining | 113 | 131 | \$3,771,893 | ** | ** | \$22,949 | 0 | 0 | 0 | ** | ** | \$151,698 |
| Construction | 295 | 324 | \$3,154,132 | 8 | 8 | \$487,753 | 0 | 0 | 0 | 23 | 23 | \$167,760 |
| Durable Goods | 510 | 592 | \$57,275,608 | 24 | 25 | \$1,320,186 | ** | ** | \$20,000 | 56 | 56 | \$768,640 |
| NonDurable Goods | 503 | 771 | \$61,347,818 | 11 | 11 | \$1,295,511 | ** | 4 | \$722,255 | 52 | 54 | \$830,174 |
| Non-Financial Svcs | 1,830 | 2,745 | \$51,719,874 | 30 | 32 | \$1,469,512 | ** | 4 | \$529,359 | 84 | 87 | \$1,045,251 |
| Trade | 1,413 | 2,761 | \$125,755,128 | 28 | 28 | \$1,324,500 | 7 | 9 | \$220,049 | 57 | 78 | \$944,032 |
| Financial Svcs | 443 | 1,136 | \$55,446,802 | ** | ** | \$13,778 | 149 | 374 | \$332,463,130 | 18 | 22 | \$225,036 |
| Trans/Util | 173 | 390 | \$20,554,989 | 4 | 6 | \$520,048 | 0 | 0 | 0 | ** | ** | \$175,116 |
| Information | 99 | 239 | \$34,743,137 | ** | ** | \$56,634 | ** | ** | \$498,082 | ** | ** | \$158,879 |
| Unknown | 36 | 38 | \$398,175 | ** | ** | \$10,354 | ** | 42 | \$1,528,864 | ** | ** | \$13,937 |
| Total | 5,415 | 9,127 | \$414,167,556 | 110 | 115 | \$6,521,225 | 166 | 436 | \$335,981,739 | 321 | 354 | \$4,480,523 |

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FRANCHISE TAX BOARD
Enterprise Zone/Program Area Tax Incentives Summary
Corporations-Tax Year 2010

| End of Year Assets | Hiring, Sales and Use Tax Credit | | | NOL Used | | | Net Interest Deduction | | | Business Expense Deduction | | |
|--------------------------------------|----------------------------------|-------------------|---------------|-------------------|----------------|-------------|------------------------|----------------|---------------|----------------------------|----------------|-------------|
| | Number of Returns | Number of Credits | Amount | Number of Returns | Number of NOLs | Amount | Number of Returns | Number of NIDs | Amount | Number of Returns | Number of BEDs | Amount |
| Under \$1,000,000 | 1,851 | 1,945 | \$5,887,392 | 71 | 72 | \$2,213,447 | 6 | 6 | \$496,111 | 96 | 102 | \$930,236 |
| \$1,000,000 - \$4,999,999 | 1,469 | 1,613 | \$12,473,407 | 26 | 28 | \$2,059,928 | 6 | 8 | \$200,634 | 95 | 101 | \$1,258,997 |
| \$5,000,000 - \$9,999,999 | 508 | 630 | \$9,345,006 | 8 | 8 | \$1,453,255 | 8 | 15 | \$1,560,671 | 44 | 51 | \$651,056 |
| \$10,000,000 - \$49,999,999 | 653 | 913 | \$24,801,216 | ** | ** | \$425,434 | 4 | 6 | \$648,021 | 67 | 76 | \$1,287,923 |
| \$50,000,000 - \$99,999,999 | 149 | 248 | \$12,435,452 | 0 | 0 | 0 | 9 | 12 | \$7,829,566 | 5 | 5 | \$93,343 |
| \$100,000,000 - \$999,999,999 | 334 | 1,080 | \$62,561,350 | 0 | 0 | 0 | 96 | 225 | \$100,461,273 | 11 | 16 | \$30,467 |
| \$1,000,000,000 and Over | 370 | 2,522 | \$269,572,873 | ** | ** | \$17,418 | 31 | 158 | \$221,010,734 | ** | ** | \$18,000 |
| Missing or Negative | 81 | 176 | \$17,090,860 | ** | ** | \$351,743 | 6 | 6 | \$3,774,729 | ** | ** | \$210,501 |
| Total | 5,415 | 9,127 | \$414,167,556 | 110 | 115 | \$6,521,225 | 166 | 436 | \$335,981,739 | 321 | 354 | \$4,480,523 |

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FRANCHISE TAX BOARD
Enterprise Zone/Program Area Tax Incentives Summary
Corporations-Tax Year 2010

| Gross Receipts | Hiring, Sales and Use Tax Credit | | | NOL Used | | | Net Interest Deduction | | | Business Expense Deduction | | |
|--------------------------------------|----------------------------------|-------------------|---------------|-------------------|----------------|-------------|------------------------|----------------|---------------|----------------------------|----------------|-------------|
| | Number of Returns | Number of Credits | Amount | Number of Returns | Number of NOLs | Amount | Number of Returns | Number of NIDs | Amount | Number of Returns | Number of BEDs | Amount |
| Under \$1,000,000 | 505 | 532 | \$2,346,507 | 30 | 30 | \$550,403 | ** | ** | \$324,000 | 30 | 31 | \$232,021 |
| \$1,000,000 - \$4,999,999 | 1,531 | 1,599 | \$6,497,897 | 54 | 56 | \$2,450,302 | 7 | 12 | \$1,143,787 | 91 | 94 | \$1,075,961 |
| \$5,000,000 - \$9,999,999 | 749 | 808 | \$6,212,884 | 10 | 13 | \$1,238,568 | 6 | 8 | \$6,811,487 | 51 | 51 | \$660,486 |
| \$10,000,000 - \$49,999,999 | 1,206 | 1,467 | \$26,495,924 | 10 | 10 | \$1,904,552 | 6 | 47 | \$6,648,867 | 90 | 102 | \$1,449,141 |
| \$50,000,000 - \$99,999,999 | 256 | 408 | \$15,628,691 | 0 | 0 | 0 | ** | ** | \$20,000 | 25 | 29 | \$424,046 |
| \$100,000,000 - \$999,999,999 | 445 | 1,155 | \$61,324,669 | ** | ** | \$17,418 | ** | 11 | \$15,649,243 | 18 | 26 | \$466,492 |
| \$1,000,000,000 and Over | 355 | 2,453 | \$255,173,183 | 0 | 0 | 0 | ** | 5 | \$1,308,123 | ** | ** | \$18,000 |
| Missing or Negative | 368 | 705 | \$40,487,801 | ** | ** | \$359,982 | 138 | 347 | \$304,076,232 | ** | ** | \$154,376 |
| Total | 5,415 | 9,127 | \$414,167,556 | 110 | 115 | \$6,521,225 | 166 | 436 | \$335,981,739 | 321 | 354 | \$4,480,523 |

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FRANCHISE TAX BOARD
Local Area Military Base Recovery Act Tax Incentives Summary
Corporations-Tax Years 1996 through 2010

| Income Year | Hiring, Sales and Use Tax Credit | | | NOL Used | | | Net Interest Deduction | | | Business Expense Deduction | | |
|-------------|----------------------------------|-------------------|-------------|-------------------|----------------|-------------|------------------------|----------------|--------|----------------------------|----------------|-------------|
| | Number of Returns | Number of Credits | Amount | Number of Returns | Number of NOLs | Amount | Number of Returns | Number of NIDs | Amount | Number of Returns | Number of BEDs | Amount |
| 1996 | ** | ** | \$10,031 | ** | ** | \$3,676 | 0 | 0 | 0 | ** | ** | \$5,000 |
| 1997 | ** | ** | \$764,354 | 0 | 0 | 0 | 0 | 0 | 0 | ** | ** | \$45,000 |
| 1998 | ** | ** | \$6,853 | ** | ** | \$38,219 | 0 | 0 | 0 | ** | ** | \$7,485 |
| 1999 | ** | ** | \$657,367 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| 2000 | 12 | 12 | \$96,584 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| 2001 | 11 | 14 | \$1,045,124 | 0 | 0 | 0 | 0 | 0 | 0 | ** | ** | \$49,459 |
| 2002 | 16 | 16 | \$1,044,677 | 0 | 0 | 0 | 0 | 0 | 0 | ** | ** | \$64,498 |
| 2003 | 23 | 23 | \$496,967 | 0 | 0 | 0 | 0 | 0 | 0 | ** | ** | \$63,496 |
| 2004 | 23 | 23 | \$832,090 | 0 | 0 | 0 | 0 | 0 | 0 | ** | ** | \$183,574 |
| 2005 | 20 | 20 | \$1,095,559 | 0 | 0 | 0 | 0 | 0 | 0 | ** | 20 | \$1,095,559 |
| 2006 | 23 | 23 | \$774,752 | 0 | 0 | 0 | 0 | 0 | 0 | ** | ** | \$40,000 |
| 2007 | 28 | 28 | \$1,734,993 | 0 | 0 | 0 | 0 | 0 | 0 | 4 | 4 | \$100,000 |
| 2008 | 28 | 29 | \$2,631,337 | ** | ** | \$38,688 | 0 | 0 | 0 | 6 | 7 | \$147,797 |
| 2009 | 26 | 28 | \$1,956,792 | ** | ** | \$33,876 | 0 | 0 | 0 | ** | ** | \$99,905 |
| 2010 | 22 | 30 | \$2,493,059 | ** | ** | \$2,379,936 | 0 | 0 | 0 | ** | ** | \$67,951 |

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FRANCHISE TAX BOARD
Local Area Military Base Recovery Act Tax Incentives Summary
Corporations-Tax Year 2010

| Industry | Hiring, Sales and Use Tax Credit | | | NOL Used | | | Net Interest Deduction | | | Business Expense Deduction | | |
|--------------------|----------------------------------|-------------------|-------------|-------------------|----------------|-------------|------------------------|----------------|--------|----------------------------|----------------|----------|
| | Number of Returns | Number of Credits | Amount | Number of Returns | Number of NOLs | Amount | Number of Returns | Number of NIDs | Amount | Number of Returns | Number of BEDs | Amount |
| Construction | 4 | 4 | \$35,487 | ** | ** | \$2,301,042 | 0 | 0 | 0 | 0 | 0 | 0 |
| Durable Goods | ** | ** | \$26,978 | 0 | 0 | 0 | 0 | 0 | 0 | ** | ** | \$20,000 |
| Nondurable Goods | ** | ** | \$11,895 | 0 | 0 | 0 | 0 | 0 | 0 | ** | ** | \$20,000 |
| Non-Financial Svcs | 4 | 4 | \$14,286 | ** | ** | \$78,894 | 0 | 0 | 0 | ** | ** | \$27,951 |
| Trade | 7 | 8 | \$1,925,435 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| Financial Svcs | ** | ** | \$76,278 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| Trans/Util | ** | ** | \$51,199 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| Information | ** | 7 | \$351,501 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| Total | 22 | 30 | \$2,493,059 | ** | ** | \$2,379,936 | 0 | 0 | 0 | ** | ** | \$67,951 |

** Omitted to preserve taxpayer confidentiality

FRANCHISE TAX BOARD
Local Area Military Base Recovery Act Tax Incentives Summary
Corporations-Tax Year 2010

| End of Year Assets | Hiring, Sales and Use Tax Credit | | | NOL Used | | | Net Interest Deduction | | | Business Expense Deduction | | |
|--------------------------------------|----------------------------------|-------------------|-------------|-------------------|----------------|-------------|------------------------|----------------|--------|----------------------------|----------------|----------|
| | Number of Returns | Number of Credits | Amount | Number of Returns | Number of NOLs | Amount | Number of Returns | Number of NIDs | Amount | Number of Returns | Number of BEDs | Amount |
| Under \$1,000,000 | ** | ** | \$2,008 | ** | ** | \$78,894 | 0 | 0 | 0 | ** | ** | \$27,951 |
| \$1,000,000 - \$4,999,999 | ** | ** | \$22,822 | 0 | 0 | 0 | 0 | 0 | 0 | ** | ** | \$20,000 |
| \$5,000,000 - \$9,999,999 | ** | ** | \$14,758 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| \$10,000,000 - \$49,999,999 | 4 | 4 | \$58,318 | ** | ** | \$2,301,042 | 0 | 0 | 0 | ** | ** | \$20,000 |
| \$50,000,000 - \$99,999,999 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| \$100,000,000 - \$999,999,999 | ** | ** | \$67,757 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| \$1,000,000,000 and Over | 8 | 11 | \$1,982,109 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| MISSING OR NEGATIVE | ** | 6 | \$345,287 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| Total | 22 | 30 | \$2,493,059 | ** | ** | \$2,379,936 | 0 | 0 | 0 | ** | ** | \$67,951 |

** Omitted to preserve taxpayer confidentiality

FRANCHISE TAX BOARD
Local Area Military Base Recovery Act Tax Incentives Summary
Corporations-Tax Year 2010

| Gross Receipts | Hiring, Sales and Use Tax Credit | | | NOL Used | | | Net Interest Deduction | | | Business Expense Deduction | | |
|-------------------------------|----------------------------------|-------------------|--------------------|-------------------|----------------|--------------------|------------------------|----------------|----------|----------------------------|----------------|-----------------|
| | Number of Returns | Number of Credits | Amount | Number of Returns | Number of NOLs | Amount | Number of Returns | Number of NIDs | Amount | Number of Returns | Number of BEDs | Amount |
| Under\$1,000,000 | ** | ** | \$160 | ** | ** | \$78,894 | 0 | 0 | 0 | ** | ** | \$20,000 |
| \$1,000,000 - \$4,999,999 | ** | ** | \$10,927 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| \$5,000,000 - \$9,999,999 | ** | ** | \$11,895 | 0 | 0 | 0 | 0 | 0 | 0 | ** | ** | \$20,000 |
| \$10,000,000 - \$49,999,999 | 6 | 6 | \$48,989 | ** | ** | \$2,301,042 | 0 | 0 | 0 | ** | ** | \$27,951 |
| \$50,000,000 - \$99,999,999 | ** | ** | \$19,721 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| \$100,000,000 - \$999,999,999 | ** | ** | \$6,214 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| \$1,000,000,000 and Over | 9 | 15 | \$2,343,954 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| MISSING OR NEGATIVE | ** | ** | \$51,199 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| Total | 22 | 30 | \$2,493,059 | ** | ** | \$2,379,936 | 0 | 0 | 0 | ** | ** | \$67,951 |

** Omitted to preserve taxpayer confidentiality

FRANCHISE TAX BOARD
Los Angeles Revitalization Zone Tax Incentives Summary
Corporations-Tax Years 1992 through 2010

| Income Year | Hiring, Sales and Use Tax Credit | | | NOL Used | | | | Net Interest Deduction | | | | Business Expense Deduction | | | |
|-------------|----------------------------------|-------------------|--------------|-------------------|----------------|--------------|-------------|------------------------|----------------|---------------|--------------|----------------------------|----------------|---------------|--------------|
| | Number of Returns | Number of Credits | Amount | Number of Returns | Number of NOLs | Amount | Tax Effect | Number of Returns | Number of NIDs | Amount | Tax Effect | Number of Returns | Number of BEDs | Amount | Tax Effect |
| 1992 | 70 | N/A | \$2,584,942 | ** | N/A | \$414,809 | N/A | 22 | N/A | \$6,207,737 | N/A | 74 | N/A | \$38,852,860 | N/A |
| 1993 | 677 | N/A | \$24,891,928 | 49 | N/A | \$6,579,258 | N/A | 52 | N/A | \$57,203,255 | N/A | 504 | N/A | \$245,920,128 | N/A |
| 1994 | 1,155 | N/A | \$59,256,764 | 158 | N/A | \$27,268,048 | N/A | 68 | N/A | \$109,168,457 | N/A | 611 | N/A | \$373,322,272 | N/A |
| 1995 | 1,376 | 1,452 | \$61,387,584 | 160 | 165 | \$29,570,260 | \$1,366,325 | 82 | 107 | \$129,555,626 | \$9,109,531 | 542 | 567 | \$312,702,757 | \$16,408,960 |
| 1996 | 1,516 | 1,558 | \$67,029,357 | 186 | 187 | \$41,449,943 | \$3,647,481 | 74 | 77 | \$188,776,830 | \$8,627,847 | 591 | 605 | \$327,766,270 | \$19,023,902 |
| 1997 | 1,643 | 1,691 | \$62,938,131 | 116 | 118 | \$30,112,985 | \$2,298,467 | 78 | 79 | \$170,838,908 | \$11,605,419 | 440 | 448 | \$528,925,528 | \$16,792,539 |
| 1998 | 1,338 | 1,373 | \$48,172,024 | 96 | 97 | \$70,203,357 | \$3,893,020 | 56 | 103 | \$92,440,331 | \$6,936,795 | 158 | 172 | \$164,712,829 | \$13,044,090 |
| 1999 | 1,022 | 1,033 | \$39,198,112 | 80 | 81 | \$29,364,307 | \$2,264,411 | ** | 11 | \$7,272,104 | \$167,775 | 17 | 19 | -\$1,156,523 | \$97,913 |
| 2000 | 882 | 893 | \$24,017,211 | 59 | 59 | \$40,624,441 | \$3,326,470 | 0 | 0 | 0 | 0 | ** | ** | -\$1,709,420 | \$2,915 |
| 2001 | 714 | 721 | \$16,118,294 | 43 | 44 | \$35,764,538 | \$3,022,830 | 0 | 0 | 0 | 0 | ** | ** | \$20,000 | \$2,015 |
| 2002 | 637 | 645 | \$14,433,818 | 13 | 13 | \$371,281 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| 2003 | 573 | 583 | \$14,769,168 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| 2004 | 470 | 483 | \$10,547,110 | ** | ** | \$3,409,381 | \$313,353 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| 2005 | 330 | 335 | \$10,201,021 | ** | ** | \$828,192 | \$55,401 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| 2006 | 315 | 320 | \$8,152,720 | ** | ** | \$706,577 | \$64,931 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| 2007 | 251 | 256 | \$7,247,418 | ** | ** | \$3,228,793 | \$292,502 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| 2008 | 198 | 205 | \$4,078,369 | ** | ** | \$437,497 | \$36,535 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| 2009 | 150 | 151 | \$2,353,163 | ** | ** | \$494,617 | \$41,335 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| 2010 | 122 | 125 | \$3,146,510 | ** | ** | \$190,638 | \$16,852 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |

**Omitted to preserve taxpayer confidentiality

FRANCHISE TAX BOARD
Los Angeles Revitalization Zone Tax Incentives Summary
Corporations-Tax Year 2010

| Industry | Hiring, Sales and Use Tax Credit | | | NOL Used | | | Net Interest Deduction | | | Business Expense Deduction | | |
|---------------------------|----------------------------------|-------------------|-------------|-------------------|----------------|-----------|------------------------|----------------|--------|----------------------------|----------------|--------|
| | Number of Returns | Number of Credits | Amount | Number of Returns | Number of NOLs | Amount | Number of Returns | Number of NIDs | Amount | Number of Returns | Number of BEDs | Amount |
| Agric/Mining | 0 | 0 | \$0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| Construction | ** | ** | \$1,972 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| Durable Goods | 11 | 11 | \$111,452 | ** | ** | \$129,620 | 0 | 0 | 0 | 0 | 0 | 0 |
| NonDurable Goods | 11 | 11 | \$397,605 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| Non-Financial Svcs | 41 | 41 | \$525,821 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| Trade | 35 | 36 | \$899,835 | ** | ** | \$61,018 | 0 | 0 | 0 | 0 | 0 | 0 |
| Financial Svcs | 14 | 14 | \$206,526 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| Trans/Util | ** | ** | \$993,230 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| Unknown | ** | ** | \$10,069 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| Total | 122 | 125 | \$3,146,510 | ** | ** | \$190,638 | 0 | 0 | 0 | 0 | 0 | 0 |

**Omitted to preserve taxpayer confidentiality

FRANCHISE TAX BOARD
Los Angeles Revitalization Zone Tax Incentives Summary
Corporations-Tax Year 2010

| End of Year Assets | Hiring, Sales and Use Tax Credit | | | NOL Used | | | Net Interest Deduction | | | Business Expense Deduction | | |
|-------------------------------|----------------------------------|-------------------|-------------|-------------------|----------------|-----------|------------------------|----------------|--------|----------------------------|----------------|--------|
| | Number of Returns | Number of Credits | Amount | Number of Returns | Number of NOLs | Amount | Number of Returns | Number of NIDs | Amount | Number of Returns | Number of BEDs | Amount |
| Under \$1,000,000 | 43 | 43 | \$168,293 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| \$1,000,000 - \$4,999,999 | 32 | 32 | \$250,599 | ** | ** | \$190,638 | 0 | 0 | 0 | 0 | 0 | 0 |
| \$5,000,000 - \$9,999,999 | 12 | 13 | \$294,615 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| \$10,000,000 - \$49,999,999 | 17 | 17 | \$297,135 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| \$50,000,000 - \$99,999,999 | ** | ** | \$8,101 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| \$100,000,000 - \$999,999,999 | ** | ** | \$348,503 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| \$1,000,000,000 and Over | ** | ** | \$1,664,676 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| Missing or Negative | ** | ** | \$114,588 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| Total | 122 | 125 | \$3,146,510 | ** | ** | \$190,638 | 0 | 0 | 0 | 0 | 0 | 0 |

**Omitted to preserve taxpayer confidentiality

FRANCHISE TAX BOARD
Los Angeles Revitalization Zone Tax Incentives Summary
Corporations-Tax Year 2010

| Gross Receipts | Hiring, Sales and Use Tax Credit | | | NOL Used | | | Net Interest Deduction | | | Business Expense Deduction | | |
|-------------------------------|----------------------------------|-------------------|-------------|-------------------|-----------------|-----------|------------------------|-----------------|--------|----------------------------|-----------------|--------|
| | Number of Returns | Number of Credits | Amount | Number of Returns | Number of NOL'S | Amount | Number of Returns | Number of NID'S | Amount | Number of Returns | Number of BED'S | Amount |
| Under \$1,000,000 | ** | ** | \$4,856 | ** | ** | \$61,018 | 0 | 0 | 0 | 0 | 0 | 0 |
| \$1,000,000 - \$4,999,999 | 39 | 39 | \$185,084 | ** | ** | \$129,620 | 0 | 0 | 0 | 0 | 0 | 0 |
| \$5,000,000 - \$9,999,999 | 12 | 12 | \$92,620 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| \$10,000,000 - \$49,999,999 | 32 | 33 | \$566,710 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| \$50,000,000 - \$99,999,999 | ** | ** | \$144,471 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| \$100,000,000 - \$999,999,999 | 11 | 11 | \$199,755 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| \$1,000,000,000 and Over | ** | ** | \$1,760,733 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| Missing or Negative | ** | ** | \$192,281 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| Total | 122 | 125 | \$3,146,510 | ** | ** | \$190,638 | 0 | 0 | 0 | 0 | 0 | 0 |

**Omitted to preserve taxpayer confidentiality

FRANCHISE TAX BOARD
Manufacturing Enhancement Area Tax Incentives Summary
Corporations-Tax Years 1999 through 2010

| Income Year | Credit Used | | | NOL Used | | | | Net Interest Deduction | | | | Business Expense Deduction | | | |
|-------------|-------------------|-------------------|-------------|-------------------|----------------|--------|------------|------------------------|----------------|--------|------------|----------------------------|----------------|--------|------------|
| | Number of Returns | Number of Credits | Amount | Number of Returns | Number of NOLs | Amount | Tax Effect | Number of Returns | Number of NIDs | Amount | Tax Effect | Number of Returns | Number of BEDs | Amount | Tax Effect |
| 1999 | ** | ** | \$3,934 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| 2000 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| 2001 | ** | ** | \$19,500 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| 2002 | ** | ** | \$5,211,383 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| 2003 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| 2004 | ** | ** | \$361 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| 2005 | ** | ** | \$10,488 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| 2006 | ** | ** | \$6,370 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| 2007 | ** | ** | \$36,919 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| 2008 | ** | ** | \$79,415 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| 2009 | ** | ** | \$48 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| 2010 | ** | ** | \$11,227 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |

**Omitted to preserve taxpayer confidentiality

FRANCHISE TAX BOARD
Manufacturing Enhancement Area Tax Incentives Summary
Corporations-Tax Year 2010

| Industry | Credit Used | | | NOL Used | | | Net Interest Deduction | | | Business Expense Deduction | | |
|---------------------------|-------------------|-------------------|----------|-------------------|----------------|--------|------------------------|----------------|--------|----------------------------|----------------|--------|
| | Number of Returns | Number of Credits | Amount | Number of Returns | Number of NOLs | Amount | Number of Returns | Number of NIDs | Amount | Number of Returns | Number of BEDs | Amount |
| Agric/Mining | ** | ** | \$8,236 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| Construction | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| Durable Goods | ** | ** | \$2,991 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| Nondurable Goods | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| Non-Financial Svcs | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| Trade | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| Financial Svcs | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| TransUtil | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| Unknown | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| Total | ** | ** | \$11,227 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |

** Omitted to preserve taxpayer confidentiality

FRANCHISE TAX BOARD
Manufacturing Enhancement Area Tax Incentives Summary
Corporations-Tax Year 2010

| End of Year Assets | Credit Used | | | NOL Used | | | Net Interest Deduction | | | Business Expense Deduction | | |
|-------------------------------|-------------------|-------------------|----------|-------------------|----------------|--------|------------------------|----------------|--------|----------------------------|----------------|--------|
| | Number of Returns | Number of Credits | Amount | Number of Returns | Number of NOLs | Amount | Number of Returns | Number of NIDs | Amount | Number of Returns | Number of BEDs | Amount |
| Under \$1,000,000 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| \$1,000,000 - \$4,999,999 | ** | ** | \$2,991 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| \$5,000,000 - \$9,999,999 | ** | ** | \$8,236 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| \$10,000,000 - \$49,999,999 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| \$50,000,000 - \$99,999,999 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| \$100,000,000 - \$999,999,999 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| \$1,000,000,000 and Over | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| Missing | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| Total | ** | ** | \$11,227 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |

** Omitted to preserve taxpayer confidentiality

FRANCHISE TAX BOARD
Manufacturing Enhancement Area Tax Incentives Summary
Corporations-Tax Year 2010

| Gross Receipts | Credit Used | | | NOL Used | | | Net Interest Deduction | | | Business Expense Deduction | | |
|-------------------------------|-------------------|-------------------|----------|-------------------|----------------|--------|------------------------|----------------|--------|----------------------------|----------------|--------|
| | Number of Returns | Number of Credits | Amount | Number of Returns | Number of NOLs | Amount | Number of Returns | Number of NIDs | Amount | Number of Returns | Number of BEDs | Amount |
| Under \$1,000,000 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| \$1,000,000 - \$4,999,999 | ** | ** | 2,991 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| \$5,000,000 - \$9,999,999 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| \$10,000,000 - \$49,999,999 | ** | ** | \$8,236 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| \$50,000,000 - \$99,999,999 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| \$100,000,000 - \$999,999,999 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| \$1,000,000,000 and Over | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| Missing | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| Total | ** | ** | \$11,227 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |

** Omitted to preserve taxpayer confidentiality

FRANCHISE TAX BOARD
Targeted Tax Area Tax Incentives Summary
Corporations-Tax Years 1999 through 2010

| Income Year | Hiring, Sales and Use Tax Credit | | | NOL Used | | | | Net Interest Deduction | | | | Business Expense Deduction | | | |
|-------------|----------------------------------|-------------------|-------------|-------------------|----------------|-----------|------------|------------------------|----------------|--------|------------|----------------------------|----------------|-----------|------------|
| | Number of Returns | Number of Credits | Amount | Number of Returns | Number of NOLs | Amount | Tax Effect | Number of Returns | Number of NIDs | Amount | Tax Effect | Number of Returns | Number of BEDs | Amount | Tax Effect |
| 1999 | 27 | 27 | \$306,841 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | ** | ** | \$150,626 | \$10,878 |
| 2000 | 40 | 40 | \$1,463,018 | ** | ** | \$29,417 | \$2,853 | 0 | 0 | 0 | 0 | ** | ** | \$95,195 | \$12,021 |
| 2001 | 46 | 48 | \$1,431,163 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | ** | ** | \$142,463 | \$8,406 |
| 2002 | 55 | 61 | \$2,986,844 | ** | ** | \$39,746 | 0 | 0 | 0 | 0 | 0 | ** | ** | \$89,601 | 0 |
| 2003 | 60 | 64 | \$3,056,232 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | ** | ** | \$66,822 | \$4,375 |
| 2004 | 67 | 76 | \$3,782,122 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | ** | ** | \$71,610 | \$3,467 |
| 2005 | 57 | 60 | \$3,824,566 | ** | ** | \$50,850 | \$4,495 | 0 | 0 | 0 | 0 | ** | ** | \$62,002 | \$2,593 |
| 2006 | 63 | 67 | \$4,697,108 | ** | ** | \$34,783 | \$2,204 | 0 | 0 | 0 | 0 | ** | ** | \$40,000 | \$2,068 |
| 2007 | 59 | 64 | \$5,891,418 | ** | ** | \$169,365 | \$150,059 | 0 | 0 | 0 | 0 | 5 | ** | \$101,988 | \$6,625 |
| 2008 | 65 | 69 | \$5,084,652 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | ** | ** | \$101,368 | \$1,393 |
| 2009 | 64 | 67 | \$5,116,331 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | ** | ** | \$87,229 | \$4,233 |
| 2010 | 59 | 66 | \$6,693,186 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | ** | ** | \$36,794 | \$552 |

**Omitted to preserve taxpayer confidentiality

FRANCHISE TAX BOARD
Targeted Tax Area Tax Incentive Summary
Corporations-Tax Year 2010

| Industry | Hiring, Sales and Use Tax Credit | | | NOL Used | | | Net Interest Deduction | | | Business Expense Deduction | | |
|---------------------------|----------------------------------|-------------------|-------------|-------------------|----------------|--------|------------------------|----------------|--------|----------------------------|----------------|----------|
| | Number of Returns | Number of Credits | Amount | Number of Returns | Number of NOLs | Amount | Number of Returns | Number of NIDs | Amount | Number of Returns | Number of BEDs | Amount |
| Agric/Mining | ** | ** | \$63,861 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| Construction | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| Durable Goods | 8 | 8 | \$1,576,254 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| Non-Durable Goods | 16 | 17 | \$2,215,305 | 0 | 0 | 0 | 0 | 0 | 0 | ** | ** | \$17,380 |
| Non-Financial Svcs | ** | ** | \$17,517 | 0 | 0 | 0 | 0 | 0 | 0 | ** | ** | \$19,414 |
| Trade | 18 | 20 | \$666,474 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| Financial Svcs | 4 | 4 | \$1,445,446 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| Trans/Util | 5 | 6 | \$299,555 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| Information | ** | 5 | \$400,183 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| Unknown | ** | ** | \$8,591 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| Total | 59 | 66 | \$6,693,186 | 0 | 0 | 0 | 0 | 0 | 0 | ** | ** | \$36,794 |

**Omitted to preserve taxpayer confidentiality

FRANCHISE TAX BOARD
Targeted Tax Area Tax Incentive Summary
Corporations-Tax Year 2010

| End of Year Assets | Hiring, Sales and Use Tax Credit | | | NOL Used | | | Net Interest Deduction | | | Business Expense Deduction | | |
|-------------------------------|----------------------------------|-------------------|--------------------|-------------------|----------------|----------|------------------------|----------------|----------|----------------------------|----------------|-----------------|
| | Number of Returns | Number of Credits | Amount | Number of Returns | Number of NOLs | Amount | Number of Returns | Number of NIDs | Amount | Number of Returns | Number of BEDs | Amount |
| Under \$1,000,000 | 6 | 6 | \$55,235 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| \$1,000,000 - \$4,999,999 | 14 | 14 | \$129,769 | 0 | 0 | 0 | 0 | 0 | 0 | ** | ** | \$19,414 |
| \$5,000,000 - \$9,999,999 | ** | ** | \$45,727 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| \$10,000,000 - \$49,999,999 | 11 | 13 | \$224,761 | 0 | 0 | 0 | 0 | 0 | 0 | ** | ** | \$17,380 |
| \$50,000,000 - \$99,999,999 | ** | ** | \$360,280 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| \$100,000,000 - \$999,999,999 | 8 | 10 | \$630,539 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| \$1,000,000,000 and Over | 13 | 13 | \$4,937,307 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| Missing or Negative | ** | ** | \$309,568 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| Total | 59 | 66 | \$6,693,186 | 0 | 0 | 0 | 0 | 0 | 0 | ** | ** | \$36,794 |

**Omitted to preserve taxpayer confidentiality

FRANCHISE TAX BOARD
Targeted Tax Area Tax Incentive Summary
Corporations-Tax Year 2010

| Gross Receipts | Hiring, Sales and Use Tax Credit | | | NOL Used | | | Net Interest Deduction | | | Business Expense Deduction | | |
|-------------------------------|----------------------------------|-------------------|-------------|-------------------|----------------|--------|------------------------|----------------|--------|----------------------------|----------------|----------|
| | Number of Returns | Number of Credits | Amount | Number of Returns | Number of NOLs | Amount | Number of Returns | Number of NIDs | Amount | Number of Returns | Number of BEDs | Amount |
| Under \$1,000,000 | ** | ** | \$10,666 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| \$1,000,000 - \$4,999,999 | 9 | 9 | \$65,155 | 0 | 0 | 0 | 0 | 0 | 0 | ** | ** | \$19,414 |
| \$5,000,000 - \$9,999,999 | ** | ** | \$25,015 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| \$10,000,000 - \$49,999,999 | 13 | 14 | \$189,662 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| \$50,000,000 - \$99,999,999 | ** | ** | \$178,267 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| \$100,000,000 - \$999,999,999 | 9 | 12 | \$547,746 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| \$1,000,000,000 and Over | 14 | 16 | \$4,975,363 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| Missing or Negative | 6 | 6 | \$701,312 | 0 | 0 | 0 | 0 | 0 | 0 | ** | ** | \$17,380 |
| Total | 59 | 66 | \$6,693,186 | 0 | 0 | 0 | 0 | 0 | 0 | ** | ** | \$36,794 |

**Omitted to preserve taxpayer confidentiality