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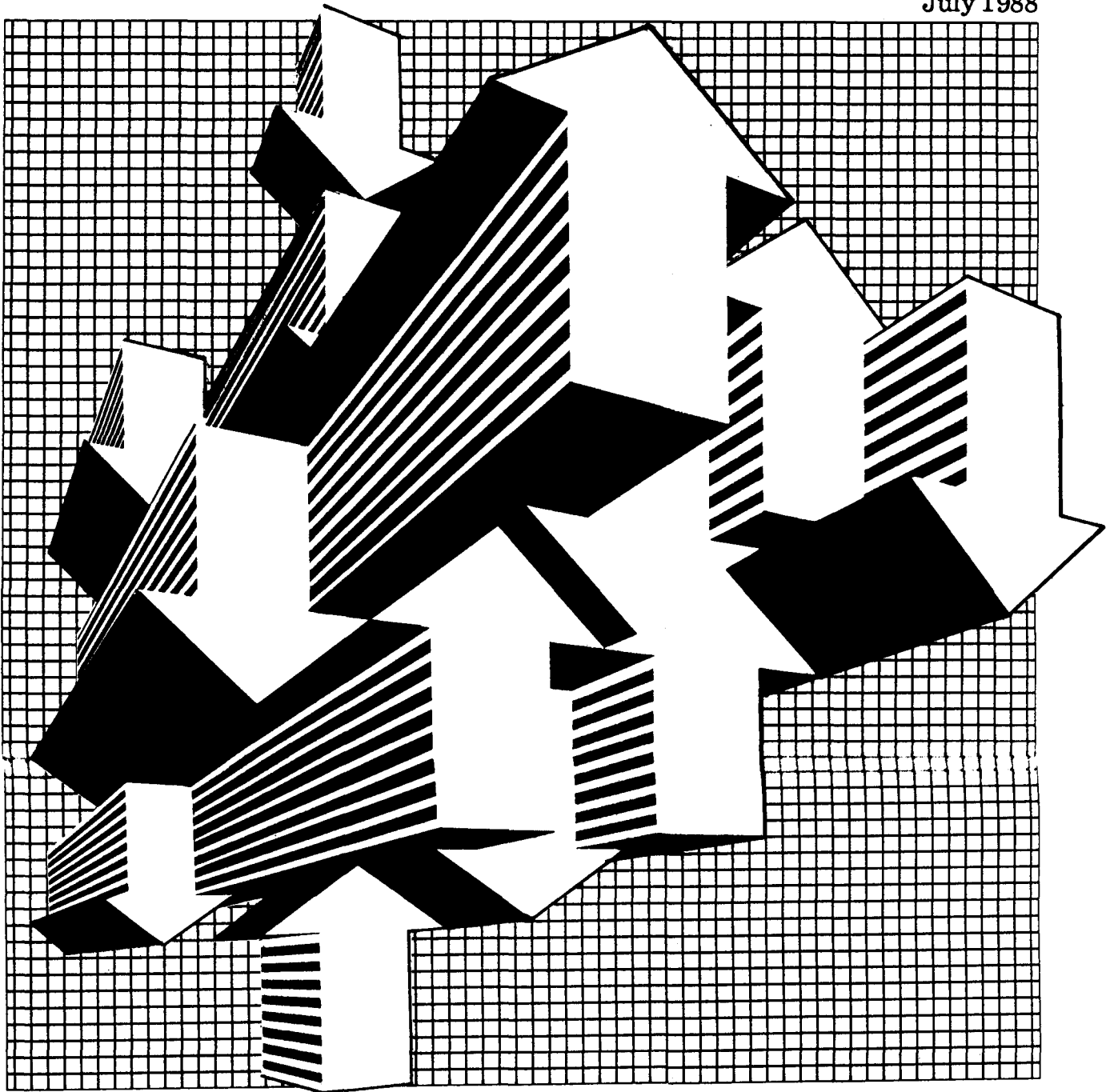
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# COLORADO

# STATISTICS OF INCOME

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Corporate Income Tax Returns Filed in Fiscal Year 1987/88  
Prepared by the Colorado Department of Revenue Office of Tax Analysis  
Colorado Legislative Council Research Publication No. 325  
July 1988



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# **Colorado Statistics of Income**

## **Corporate Income Tax Returns Filed in Fiscal Year 1986/87**

Prepared by  
Office of Tax Analysis  
Colorado Department of Revenue  
State Capitol Annex Building  
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## Introduction

This report presents a summary description of the Colorado corporate income tax based on income tax returns processed during the fiscal year July 1, 1986 through June 30, 1987 and a series of detailed statistical tables in which the returns

are classified by type, income stratum, tax liability, domicile, scope of market (intrastate and interstate), methods of apportionment, asset size and major industry category.

## Number and Type of Corporate Income Tax Returns

The sample survey for this study indicates that nearly 71,000 returns were processed during fiscal year 1987.

As shown in Table A, there are two basic types of corporate returns received by the Department. Corporations subject to tax are those with some form of economic activity within the state and are not tax exempt by statute. Corporations not subject to tax represent firms that were inactive or not operating during the tax year, non-profit or

charitable organizations and small business corporations (Subchapter S corporations) which elected to be taxed through their shareholders.

Corporations not subject to tax are excluded from the detailed statistical tables and analysis presented in the remainder of this report. In fiscal 1986/87 the 51,631<sup>1</sup>/ returns subject to tax represented nearly three-fourths of all the corporate returns processed. Of this total, 31,331 or three-fifths were taxable returns, i.e., reported

**Table A Number and Type of Colorado Income Tax Returns**

| Corporations Required to File | Number of Returns | Percent Distribution |
|-------------------------------|-------------------|----------------------|
| Subject to Tax                |                   |                      |
| Taxable                       | 20,000            | 28.6                 |
| Nontaxable                    | <u>31,331</u>     | <u>44.2</u>          |
| Total                         | 51,631            | 72.8                 |
| Not Subject to Tax            |                   |                      |
| Inactive/nonoperating         | 1,820             | 2.6                  |
| Nonprofit/charitable          | 40                | 0.1                  |
| Subchapter S Corporations     | <u>17,432</u>     | <u>24.6</u>          |
| Total                         | 19,292            | 27.2                 |
| Total Returns Processed       | 70,923            | 100.0                |

**Table B Ending Month of Accounting Periods, Colorado Corporate Income Tax Returns Filed in Fiscal Year 1987**

| Ending Month of Accounting Period | TAX RETURNS  |                         | TAX LIABILITY  |                         |
|-----------------------------------|--------------|-------------------------|----------------|-------------------------|
|                                   | Number       | Percentage Distribution | Amount (\$000) | Percentage Distribution |
| 1985                              |              |                         |                |                         |
| Prior to December                 | 7,070        | 13.7                    | \$ 9,659       | 8.5                     |
| December                          | 10,704       | 20.7                    | 62,296         | 55.0                    |
| 1986                              |              |                         |                |                         |
| January                           | 1,185        | 2.3                     | 4,128          | 3.6                     |
| February                          | 1,340        | 2.6                     | 1,211          | 1.1                     |
| March                             | 3,637        | 7.0                     | 3,609          | 3.2                     |
| April                             | 1,999        | 3.9                     | 2,560          | 2.3                     |
| May                               | 2,007        | 3.9                     | 1,751          | 1.5                     |
| June                              | 5,389        | 10.4                    | 5,598          | 4.9                     |
| July                              | 1,766        | 3.4                     | 1,900          | 1.7                     |
| August                            | 1,617        | 3.1                     | 2,094          | 1.8                     |
| September                         | 3,643        | 7.1                     | 4,797          | 4.2                     |
| October                           | 2,483        | 4.8                     | 2,096          | 1.8                     |
| November                          | 932          | 1.8                     | 832            | 0.7                     |
| December                          | 5,805        | 11.2                    | 8,344          | 7.4                     |
| 1987                              |              |                         |                |                         |
| January and After                 | <u>2,057</u> | <u>4.0</u>              | <u>2,474</u>   | <u>2.2</u>              |
| Totals                            | 51,631       | 100.0                   | \$ 113,349     | 100.0                   |

some amount of positive Colorado taxable income (profit) and therefore incurred an income tax liability. The remaining two-fifths were non-taxable returns with either zero or negative Colo-

rado taxable income (loss) or a Colorado operating loss carryover which equaled or exceeded their taxable income.

## Accounting Periods

The time periods represented by the corporate income tax returns are based on the accounting period, either calendar or fiscal years, used by the firm for federal tax purposes. Table B shows

the distribution of the returns and tax liability before tax credits by the month in which the corporations' accounting period ended.

## Corporate Income Tax Rate

The corporations covered by this report were taxed at the rate of 5 percent on net income derived from Colorado sources.

Table C presents a comparison of the maximum corporate income tax rates in use by the various states. Of those states imposing a corporate income tax as shown in this table, one had a lower rate than Colorado, five other states had rates the same as Colorado and 38 states had a maximum rate higher than Colorado. Five states imposed no corporate income tax. For tax years beginning on or after July 1, 1986, the corporate income tax rate is scheduled to change as indicated in the adjacent schedule.

| TAX YEAR              |            | TAX RATE (%) ON COLORADO NET INCOME |                             |         |
|-----------------------|------------|-------------------------------------|-----------------------------|---------|
| Beginning on or after | But before | First \$50,000                      | Next \$150,000              | Balance |
| 7/1/86                | 7/1/87     | 5.25                                | 5.5                         | 6.0     |
|                       |            | <b>First \$50,000</b>               | <b>Amount over \$50,000</b> |         |
| 7/1/87                | 7/1/88     | 5.5                                 | 6.0                         |         |
| 7/1/88                | 7/1/89     | 5.0                                 | 5.5                         |         |
| 7/1/89                | 7/1/90     | 5.0                                 | 5.4                         |         |
| 7/1/90                | 7/1/91     | 5.0                                 | 5.3                         |         |
| 7/1/91                | 7/1/92     | 5.0                                 | 5.2                         |         |
| 7/1/92                | 7/1/93     | 5.0                                 | 5.1                         |         |
| 7/1/93                | —          | 5.0                                 | 5.0                         |         |

## Corporate Income Tax Trends

Table D presents the trend of Colorado corporate income tax liability and cash collections from fiscal year 1979, when income tax credits

were first instituted, through fiscal year 1987. In the absence of such credits, the corporate income tax liability would have increased from \$91.9

**Table C State Corporation Income Tax Rates — Maximum Rates - %**

| No Tax—5 States | Lower than Colo.—1 State | Same as Colo.—5 States | Higher than Colo.—38 States |
|-----------------|--------------------------|------------------------|-----------------------------|
| Nevada          | Michigan 2.35            | <u>Colorado</u> 5      | Florida 5.5                 |
| South Dakota    |                          |                        | Arkansas 6                  |
| Texas           |                          | Alabama 5              | Georgia 6                   |
| Washington      |                          | Mississippi 5          | North Carolina 6            |
| Wyoming         |                          | Missouri 5             | South Carolina 6            |
|                 |                          | Oklahoma 5             | Tennessee 6                 |
|                 |                          | Utah 5                 | Virginia 6                  |
|                 |                          |                        | Hawaii 6.435                |
|                 |                          |                        | Illinois 6.5                |
|                 |                          |                        | Nebraska 6.65               |
|                 |                          |                        | Kansas 6.75                 |
|                 |                          |                        | Montana 6.75                |
|                 |                          |                        | Indiana 7                   |
|                 |                          |                        | Maryland 7                  |
|                 |                          |                        | West Virginia 7             |
|                 |                          |                        | New Mexico 7.2              |
|                 |                          |                        | Kentucky 7.25               |
|                 |                          |                        | Oregon 7.5                  |
|                 |                          |                        | Idaho 7.7                   |
|                 |                          |                        | Wisconsin 7.9               |
|                 |                          |                        | Louisiana 8                 |
|                 |                          |                        | Rhode Island 8              |
|                 |                          |                        | New Hampshire 8.25          |
|                 |                          |                        | Delaware 8.7                |
|                 |                          |                        | Maine 8.93                  |
|                 |                          |                        | New Jersey 9                |
|                 |                          |                        | Vermont 9                   |
|                 |                          |                        | Ohio 9.2                    |
|                 |                          |                        | Alaska 9.4                  |
|                 |                          |                        | Massachusetts 9.4962        |
|                 |                          |                        | Pennsylvania 9.5            |
|                 |                          |                        | California 9.6              |
|                 |                          |                        | New York 10                 |
|                 |                          |                        | Arizona 10.5                |
|                 |                          |                        | North Dakota 10.5           |
|                 |                          |                        | Connecticut 11.5            |
|                 |                          |                        | Iowa 12                     |
|                 |                          |                        | Minnesota 12                |

NOTE: Based on rates as of January 1, 1986.

million in 1979 to \$113.3 million in fiscal 1987 which represents an average annual rate of growth of 2.7 percent. After tax credits, the net liability increased to \$100.1 million for an average growth rate of only 1.1 percent. The net cash collections in fiscal year 1987 totalled \$118.8 million, which while being the largest amount

since 1979, was only \$1.8 million greater than that for fiscal 1979.

Table E shows the trend of corporate tax revenue on a cash collection basis, which reflects cash paid with returns, estimated tax payments, audit and account payments and refunds due to overpayments.

## Income Tax Credits

The income tax credits claimed on the returns covered in this report are the new business facilities credit, the investment tax credit and the commercial energy credit. Other credits, which were not significant in amount, include an impact assistance credit and a crop-livestock

credit<sup>2</sup>/. The credits claimed represent, except for part of the investment credit, carryover amounts as all such credits have expired. Table F shows the number of returns which claimed tax credits and the amount of credit by type of credit.

The only credit of any significance remains

**Table D Corporate Tax Revenue Colorado Corporate Income Tax Returns Filed in Fiscal Year 1987**

| Fiscal Years Ended June 30           | Tax Liability Before Credits | Colorado Income Tax Credits | Tax Liability After Credits | Net Cash Collections |
|--------------------------------------|------------------------------|-----------------------------|-----------------------------|----------------------|
| <b>A. Dollar Amounts in Millions</b> |                              |                             |                             |                      |
| 1979                                 |                              | 91.9                        | 91.9                        | 117.0                |
| 1980                                 | 101.6                        | 2.9                         | 98.7                        | 109.5                |
| 1981                                 | 116.5                        | 16.5                        | 100.0                       | 102.2                |
| 1982                                 | 118.3                        | 34.6                        | 83.7                        | 89.3                 |
| 1983                                 | 119.7                        | 36.7                        | 83.0                        | 53.8                 |
| 1984                                 | 100.7                        | 25.6                        | 75.1                        | 85.0                 |
| 1985                                 | 115.8                        | 28.5                        | 87.3                        | 97.8                 |
| 1986                                 | 128.1                        | 16.7                        | 111.4                       | 112.2                |
| 1987                                 | 113.3                        | 13.2                        | 100.1                       | 118.8                |
| <b>B. Percent Change</b>             |                              |                             |                             |                      |
| 1980                                 | 10.6                         |                             | 7.4                         | - 6.4                |
| 1981                                 | 14.7                         | 469.0                       | 1.3                         | - 6.7                |
| 1982                                 | 1.6                          | 109.7                       | - 16.3                      | - 12.6               |
| 1983                                 | 1.2                          | 6.1                         | - 0.8                       | - 39.8               |
| 1984                                 | - 15.9                       | - 30.2                      | - 9.5                       | 58.0                 |
| 1985                                 | 15.0                         | 11.3                        | 16.3                        | 15.1                 |
| 1986                                 | 10.6                         | - 41.4                      | 27.6                        | 14.7                 |
| 1987                                 | - 11.6                       | - 21.0                      | - 10.1                      | 5.9                  |
| <b>Average Annual Change:</b>        | 2.7                          | 24.2                        | 1.1                         | 0.2                  |

**Table E Corporation Income Tax Cash Collections**

| Fiscal Years Ended 6/30              | Cash Paid w/Returns | Estimated Tax Paid | Audit and Acct Pmts | Gross Tax Collections | Income Tax Refunds | Net Income Tax Collections | Fiscal Years Ended 6/30        | Cash Paid w/Returns | Estimated Tax Paid | Audit and Acct Pmts | Gross Tax Collections | Income Tax Refunds | Net Income Tax Collections |
|--------------------------------------|---------------------|--------------------|---------------------|-----------------------|--------------------|----------------------------|--------------------------------|---------------------|--------------------|---------------------|-----------------------|--------------------|----------------------------|
| <b>A. Dollar Amounts in Millions</b> |                     |                    |                     |                       |                    |                            | <b>B. Percent Distribution</b> |                     |                    |                     |                       |                    |                            |
| 1979                                 | 24.8                | 94.9               | 4.2                 | 123.9                 | 6.9                | 117.0                      | 1979                           | 20.0                | 76.6               | 3.4                 | 100.0                 | 5.6                | 94.4                       |
| 1980                                 | 23.2                | 94.0               | 5.7                 | 123.0                 | 13.5               | 109.4                      | 1980                           | 18.9                | 76.5               | 4.6                 | 100.0                 | 11.0               | 89.0                       |
| 1981                                 | 23.2                | 90.6               | 10.6                | 124.4                 | 22.2               | 102.2                      | 1981                           | 18.6                | 72.8               | 8.5                 | 100.0                 | 17.8               | 82.2                       |
| 1982                                 | 20.0                | 93.7               | 12.9                | 126.6                 | 37.3               | 89.3                       | 1982                           | 15.8                | 74.0               | 10.2                | 100.0                 | 29.5               | 70.5                       |
| 1983                                 | 20.2                | 74.7               | 8.8                 | 103.7                 | 49.9               | 53.8                       | 1983                           | 19.5                | 72.0               | 8.5                 | 100.0                 | 48.1               | 51.9                       |
| 1984                                 | 22.0                | 99.0               | 11.7                | 132.7                 | 47.7               | 85.0                       | 1984                           | 16.6                | 74.6               | 8.8                 | 100.0                 | 35.9               | 64.1                       |
| 1985                                 | 23.9                | 105.6              | 12.4                | 141.9                 | 44.1               | 97.8                       | 1885                           | 16.8                | 74.4               | 8.7                 | 100.0                 | 31.1               | 68.9                       |
| 1986                                 | 25.7                | 95.8               | 13.5                | 135.0                 | 22.8               | 112.2                      | 1986                           | 19.0                | 71.0               | 10.0                | 100.0                 | 16.9               | 83.1                       |
| 1987                                 | 24.8                | 102.2              | 19.4                | 146.4                 | 27.6               | 118.8                      | 1987                           | 16.9                | 69.8               | 13.3                | 100.0                 | 18.9               | 81.1                       |



the investment credit which amounted to \$11.6 million in fiscal 1987 and represented nearly nine-tenths of all credits claimed.

The repeal of the federal investment credit, for the most part, by the Tax Reform Act of 1986 effectively eliminated almost all of the Colorado

investment credit. The amounts claimed for the period of this report represent carry over amounts and the time period in which the tax returns are received.

The trend of the various income tax credits by type of credit is displayed in Table G.

**Table F Number and Type of Income Tax Credits, Colorado Corporate Income Tax Returns—Filed in Fiscal Year 1987**

| Number of Returns                    |              | Amounts of Credits |           | Number of Returns              |             | Amounts of Credits |            |
|--------------------------------------|--------------|--------------------|-----------|--------------------------------|-------------|--------------------|------------|
| <b>A. Dollar Amount In Thousands</b> |              |                    |           | <b>B. Percent Distribution</b> |             |                    |            |
| New Business Facilities              | 310          | \$ 1,366           |           | New Business Facilities        | 2.8         | 10.3               |            |
| Investment                           | 7,887        | \$ 12,450          |           | Investment                     | 71.0        | 94.0               |            |
| Investment Recapture <sup>*/</sup>   | <u>2,836</u> | <u>865</u>         | 11,585    | Investment Recapture           | <u>25.5</u> | <u>6.5</u>         | 87.5       |
| Commercial Energy                    | 25           |                    | 279       | Commercial Energy              | 0.2         |                    | 2.1        |
| Other                                | <u>59</u>    |                    | <u>11</u> | Other                          | <u>0.5</u>  |                    | <u>0.1</u> |
| Total                                | 11,117       | \$ 13,241          |           | Total                          | 100.0       |                    | 100.0      |

<sup>\*/</sup> Tax from recomputing prior year investment credit.

**Table G Corporation Income Tax Credits**

| Fiscal Years Ended June 30           | New Business Facilities <sup>1/</sup> | Investment Credit <sup>2/</sup> | Inventory Credit <sup>3/</sup> | Pollution Control <sup>4/</sup> | Commercial Energy <sup>5/</sup> | Total Credits |
|--------------------------------------|---------------------------------------|---------------------------------|--------------------------------|---------------------------------|---------------------------------|---------------|
| <b>A. Dollar Amounts in Millions</b> |                                       |                                 |                                |                                 |                                 |               |
| 1979                                 | **                                    |                                 |                                |                                 |                                 | **            |
| 1980                                 | .3                                    | 1.9                             | .3                             | .4                              |                                 | 2.9           |
| 1981                                 | .6                                    | 13.0                            | 2.5                            | .4                              |                                 | 16.5          |
| 1982                                 | 1.3                                   | 26.1 <sup>6/</sup>              | 6.0                            | 1.0                             | .2                              | 34.6          |
| 1983                                 | 1.0                                   | 23.4 <sup>6/</sup>              | 10.5                           | 1.3                             | .5                              | 36.7          |
| 1984                                 | 1.2                                   | 11.6 <sup>6/</sup>              | 11.2                           | 1.1                             | .5                              | 25.6          |
| 1985                                 | 2.1                                   | 13.1 <sup>6/</sup>              | 12.2                           | .1                              | 1.0                             | 28.5          |
| 1986                                 | 1.8                                   | 14.3 <sup>6/</sup>              | .3                             | .0                              | .3                              | 16.7          |
| 1987                                 | 1.3                                   | 11.6 <sup>6/</sup>              | .0                             | .0                              | .3                              | 13.2          |

<sup>1/</sup> \$50 for each new business facility employee and \$50 for each \$100,000 of new business facility investment located in a county with more than 50,000 population. If new business facility is located in county with less than 50,000 population, the credit amounts become \$100.

<sup>2/</sup> Investment tax credit is percentage of federal investment credit. 10% for 1979 returns, 25% for 1980 returns, 15% for 1981 returns, 10% for 1982 returns and after.

<sup>3/</sup> Tax credit for a percentage of property tax paid on inventories. 20% for 1979 returns, 40% for 1980 returns, 60% for 1981 returns, 80% for 1982 returns and 100% for 1983 returns.

<sup>4/</sup> 30% pf amount of property tax paid on pollution control property.

<sup>5/</sup> 10% of expenditures for energy conservation and 30% for renewable energy property expenditures made during tax years 1981 through 1986.

<sup>6/</sup> Net of investment credit recapture of \$.2 million in fiscal 1982, \$.8 million in fiscal 1983, \$.9 million in fiscal 1984, \$1.0 million in fiscal 1985, \$1.2 million in fiscal 1986 and \$.9 million in fiscal 1987.

## Intrastate and Interstate Firms

Corporations doing business in other states as well as Colorado are classified as *interstate corporations* and as such generally determine their Colorado taxable income by apportioning part of their federal taxable income to Colorado by using either the Colorado two-factor formula or the multi-state three-factor formula, or by some specific allocation method approved by the Executive Director of Revenue<sup>3</sup>. Corporations which do not qualify for income apportionment are classified as *intrastate corporations*.

Table H-1 shows the distribution of taxable and non-taxable intrastate corporations and interstate corporations by apportionment method. While the intrastate firms represent nearly four-fifths of the returns, they account for less than one-third of the total tax liability and less than one-fifth of the tax credits. Conversely, only about one-fifth of the corporations are interstate

firms but they account for over two-thirds of the total tax liability and four-fifths of the tax credits.

Table H-2 presents a distribution of the taxable returns classified on the intrastate and interstate basis over the past five fiscal years. While the intrastate firms have generally represented four-fifths of the returns, their tax liability has declined from nearly two-fifths of the total liability in fiscal 1983 to less than one-third of the total in fiscal 1987. Conversely, the relative tax liability of the interstate firms has increased from 58 percent of the total in fiscal 1983 to 76 percent in 1987. As might be expected, the interstate corporations tend to be larger firms. This is shown by the fact that the average tax liability of these corporations as a class has been about eight times larger than that of the intrastate firms.

**Table H-1 Intrastate and Interstate Firms, Colorado Corporate Income Tax Returns Filed in Fiscal Year 1987**

|                                       | NUMBER OF RETURNS |             |            | COLORADO TAX    |            |               |
|---------------------------------------|-------------------|-------------|------------|-----------------|------------|---------------|
|                                       | Total             | Non-Taxable | Taxable    | Total Liability | Credits    | Net Liability |
| <b>A. Dollar Amounts in Thousands</b> |                   |             |            |                 |            |               |
| Intrastate (non-apportioning)         | 40,971            | 24,870      | 16,101     | \$ 35,149       | \$ 2,303   | \$ 32,846     |
| Interstate (apportioning income)      |                   |             |            |                 |            |               |
| Two-factor formula                    | 4,990             | 3,291       | 1,699      | 41,783          | 7,535      | 34,248        |
| Three-factor formula                  | 5,510             | 3,070       | 2,440      | 30,781          | 2,783      | 27,998        |
| Other apportionment methods           | <u>160</u>        | <u>100</u>  | <u>60</u>  | <u>5,636</u>    | <u>620</u> | <u>5,016</u>  |
| Total Interstate                      | 10,660            | 6,461       | 4,199      | \$ 78,200       | \$10,938   | \$ 67,262     |
| Totals                                | 51,631            | 31,331      | 20,300     | \$113,349       | \$13,241   | \$100,108     |
| <b>B. Percent Distribution</b>        |                   |             |            |                 |            |               |
| Intrastate (non-apportioning)         | 79.4              | 79.4        | 79.3       | 31.0            | 17.4       | 32.8          |
| Interstate (apportioning income)      |                   |             |            |                 |            |               |
| Two-factor formula                    | 9.7               | 10.5        | 8.4        | 36.9            | 56.9       | 34.2          |
| Three-factor formula                  | 10.7              | 9.8         | 12.0       | 27.2            | 21.0       | 28.0          |
| Other apportionment methods           | <u>0.3</u>        | <u>0.3</u>  | <u>0.3</u> | <u>5.0</u>      | <u>4.7</u> | <u>5.0</u>    |
| Total Interstate                      | 20.6              | 20.6        | 20.7       | 69.0            | 82.6       | 67.2          |
| Totals                                | 100.0             | 100.0       | 100.0      | 100.0           | 100.0      | 100.0         |

**Table H-2 Taxable Intrastate and Interstate Firms Colorado Corporate Income Tax Returns—Filed in Fiscal Years 1983 through 1987**

|   | FISCAL YEARS ENDED JUNE 30 |               |               |               |               |
|---|----------------------------|---------------|---------------|---------------|---------------|
|   | 1983                       | 1984          | 1985          | 1986          | 1987          |
| <b>A. Number of returns</b>                       |                            |               |               |               |               |
| Intrastate  | 18,532                     | 15,708        | 16,747        | 16,964        | 16,101        |
| Interstate  |                            |               |               |               |               |
| two-factor  | 1,712                      | 1,426         | 1,675         | 1,792         | 1,699         |
| three factor                                      | 2,425                      | 2,079         | 2,360         | 2,406         | 2,440         |
| other   | <u>105</u>                 | <u>91</u>     | <u>56</u>     | <u>64</u>     | <u>60</u>     |
| Total   | 4,242                      | 3,596         | 4,091         | 4,262         | 4,199         |
| Grand Totals                                      | 22,774                     | 19,304        | 20,838        | 21,226        | 20,300        |
| <b>B. Net tax liability—thousands of dollars</b>  |                            |               |               |               |               |
| Intrastate  | \$ 34,586                  | \$ 27,249     | \$ 35,902     | \$ 37,012     | \$ 32,846     |
| Interstate  |                            |               |               |               |               |
| two-factor  | \$ 22,691                  | \$ 21,959     | \$ 24,377     | \$ 38,077     | \$ 34,249     |
| three-factor                                      | 21,701                     | 20,136        | 21,511        | 30,118        | 27,998        |
| other   | <u>4,062</u>               | <u>5,761</u>  | <u>5,488</u>  | <u>6,206</u>  | <u>5,016</u>  |
| Total   | \$ 48,454                  | \$ 47,856     | \$ 51,376     | \$ 74,401     | \$ 67,263     |
| Grand Totals                                      | \$ 83,040                  | \$ 75,105     | \$ 87,278     | \$ 111,413    | \$ 100,109    |
| <b>C. Average tax liability per return</b>        |                            |               |               |               |               |
| Intrastate  | \$ 1,866                   | \$ 1,735      | \$ 2,144      | \$ 2,182      | \$ 2,040      |
| Interstate  |                            |               |               |               |               |
| two-factor  | \$ 13,254                  | \$ 15,399     | \$ 14,553     | \$ 21,248     | \$ 20,158     |
| three-factor                                      | 8,949                      | 9,685         | 9,115         | 12,518        | 11,475        |
| other   | <u>38,686</u>              | <u>63,308</u> | <u>98,000</u> | <u>96,969</u> | <u>83,600</u> |
| Total   | \$ 11,422                  | \$ 13,308     | \$ 12,558     | \$ 17,457     | \$ 16,019     |
| Grand Totals                                      | \$ 3,646                   | \$ 3,891      | \$ 4,188      | \$ 5,249      | \$ 4,931      |
| <b>D. Percent distribution— number of returns</b> |                            |               |               |               |               |
| Intrastate  | 81.4                       | 81.4          | 80.4          | 79.9          | 79.3          |
| Interstate  |                            |               |               |               |               |
| two-factor  | 7.5                        | 7.4           | 8.0           | 8.4           | 8.4           |
| three-factor                                      | 10.6                       | 10.8          | 11.3          | 11.3          | 12.0          |
| other   | <u>0.5</u>                 | <u>0.5</u>    | <u>0.3</u>    | <u>0.3</u>    | <u>0.3</u>    |
| Total   | 18.6                       | 18.6          | 19.6          | 20.1          | 20.7          |
| Grand Totals                                      | 100.0                      | 100.0         | 100.0         | 100.0         | 100.0         |
| <b>E. Percent distribution—tax liability</b>      |                            |               |               |               |               |
| Intrastate  | 41.6                       | 36.3          | 41.1          | 33.2          | 32.8          |
| Interstate  |                            |               |               |               |               |
| two-factor  | 27.3                       | 29.2          | 27.9          | 34.2          | 34.2          |
| three-factor                                      | 26.1                       | 26.8          | 24.6          | 27.0          | 28.0          |
| other   | <u>4.9</u>                 | <u>7.7</u>    | <u>6.3</u>    | <u>5.6</u>    | <u>5.0</u>    |
| Total   | 58.4                       | 63.7          | 58.9          | 66.8          | 67.2          |
| Grand Totals                                      | 100.0                      | 100.0         | 100.0         | 100.0         | 100.0         |

## Domestic and Foreign Firms

For purposes of this study, if the home office of a corporation is located within Colorado the tax return was classified as a domestic corporation, but if located outside the state the firm was considered to be a foreign corporation. When the returns are classified on this basis the distribution roughly parallels that of the intrastate - interstate classification. For example, 95 percent of all domestic tax returns represented intrastate firms and conversely 77 percent of all foreign tax returns were interstate firms. The distribution of the domestic and foreign returns by intrastate and interstate activity is presented in Table I-1.

Table I-2 presents the 5 year trend of returns classified by the domestic-foreign category. While the number of domestic firms (intrastate and interstate) has generally represented four-fifths of the returns and one half of the total tax liability, there has been a significant shift in the relative tax position of the domestic intrastate firms which have declined from nearly 36 percent of the total tax liability in fiscal 1983 to 27 percent in fiscal 1987. Conversely, the total tax liability of domestic interstate firms as a class nearly doubled from 12.6 percent to 23.3 percent over the same time period.

## Classification by Size

The classifications by size are determined by asset size or size of taxable income. Asset sizes of corporations are based on the total assets for the firms overall operations reported by them on their income tax returns. The distributions by

taxable income classes are determined by Colorado taxable income. There are ten taxable income classes, one of which is for nontax returns and nine are used to distribute the taxable returns.

## Distribution by Asset Size

Tables J-1 and J-2 provide a distribution by broad asset classes of all returns subject to tax, both taxable and nontaxable, and give some indication of the relative significance of the various sized firms operating in Colorado. The largest

number of returns were filed by relatively small firms—those with assets less than 100,000. As a group they represented almost 50 percent of the nontaxable returns and 41 percent of the taxable returns, but accounted for only 5 percent of the

**Table I-1 Domestic and Foreign Firms, Colorado Corporate Income Tax Returns Filed in Fiscal Year 1987**

|                                       |            | NUMBER OF RETURNS |              |              | COLORADO TAX    |              |               |
|---------------------------------------|------------|-------------------|--------------|--------------|-----------------|--------------|---------------|
|                                       |            | Total             | Nontaxable   | Taxable      | Total Liability | Credits      | Net Liability |
| <b>A. Dollar Amounts in Thousands</b> |            |                   |              |              |                 |              |               |
| Domestic:                             | Intrastate | 38,352            | 23,060       | 15,292       | \$ 29,299       | \$ 2,183     | \$ 27,116     |
|                                       | Interstate | <u>2,081</u>      | <u>1,351</u> | <u>730</u>   | <u>28,884</u>   | <u>5,580</u> | <u>23,304</u> |
|                                       | Totals     | 40,433            | 24,411       | 16,022       | \$ 58,183       | \$ 7,763     | \$ 50,420     |
| Foreign:                              | Intrastate | 2,619             | 1,810        | 809          | \$ 5,850        | \$ 120       | \$ 5,730      |
|                                       | Interstate | <u>8,579</u>      | <u>5,110</u> | <u>3,469</u> | <u>49,316</u>   | <u>5,357</u> | <u>43,959</u> |
|                                       | Totals     | 11,198            | 6,920        | 4,278        | \$ 55,166       | \$ 5,477     | \$ 49,689     |
| Grand Total                           |            | 51,631            | 31,331       | 20,300       | \$ 113,349      | \$ 13,240    | \$ 100,109    |
| <b>B. Percent Distribution</b>        |            |                   |              |              |                 |              |               |
| Domestic:                             | Intrastate | 74.3              | 73.6         | 75.3         | 25.8            | 16.5         | 27.1          |
|                                       | Interstate | <u>4.0</u>        | <u>4.3</u>   | <u>3.6</u>   | <u>25.5</u>     | <u>42.1</u>  | <u>23.3</u>   |
|                                       | Totals     | 78.3              | 77.9         | 78.9         | 51.3            | 58.6         | 50.4          |
| Foreign:                              | Intrastate | 5.1               | 5.8          | 4.0          | 5.2             | 0.9          | 5.7           |
|                                       | Interstate | <u>16.6</u>       | <u>16.3</u>  | <u>17.1</u>  | <u>43.5</u>     | <u>40.5</u>  | <u>43.9</u>   |
|                                       | Totals     | 21.7              | 22.1         | 21.1         | 48.7            | 41.4         | 49.6          |
| Grand Total                           |            | 100.0             | 100.0        | 100.0        | 100.0           | 100.0        | 100.0         |

**Table I-2 Taxable Domestic and Foreign Firms, Colorado Corporate and Income Tax Returns Filed in Years 1983 Through 1987**

|   | FISCAL YEAR ENDED JUNE 30 |               |               |               |               |
|---|---------------------------|---------------|---------------|---------------|---------------|
|   | 1983                      | 1984          | 1985          | 1986          | 1987          |
| <b>A. Number of Returns</b>                           |                           |               |               |               |               |
| Domestic  |                           |               |               |               |               |
| Intrastate  | 17,823                    | 15,044        | 16,034        | 16,240        | 15,292        |
| Interstate  | <u>851</u>                | <u>666</u>    | <u>785</u>    | <u>826</u>    | <u>730</u>    |
| Totals  | 18,674                    | 15,710        | 16,819        | 17,066        | 16,022        |
| Foreign   |                           |               |               |               |               |
| Intrastate  | 709                       | 664           | 713           | 724           | 809           |
| Interstate  | <u>3,391</u>              | <u>2,930</u>  | <u>3,306</u>  | <u>3,436</u>  | <u>3,469</u>  |
| Totals  | 4,100                     | 3,594         | 4,019         | 4,160         | 4,278         |
| Grand Total   | 22,774                    | 19,304        | 20,838        | 21,226        | 20,300        |
| <b>B. Colorado Tax Liability—Thousands of Dollars</b> |                           |               |               |               |               |
| Domestic  |                           |               |               |               |               |
| Intrastate  | \$ 29,707                 | \$ 24,175     | \$ 30,810     | \$ 30,212     | \$ 27,116     |
| Interstate  | <u>10,433</u>             | <u>14,188</u> | <u>17,807</u> | <u>24,224</u> | <u>23,304</u> |
| Totals  | \$ 40,140                 | \$ 38,363     | \$ 48,617     | \$ 54,436     | \$ 50,420     |
| Foreign   |                           |               |               |               |               |
| Intrastate  | \$ 4,879                  | \$ 3,074      | \$ 5,092      | \$ 6,800      | \$ 5,730      |
| Interstate  | <u>38,021</u>             | <u>33,668</u> | <u>33,569</u> | <u>50,177</u> | <u>43,959</u> |
| Totals  | \$ 42,900                 | \$ 36,742     | \$ 38,661     | \$ 56,977     | \$ 49,689     |
| Grand Total   | \$ 83,040                 | \$ 75,105     | \$ 87,278     | \$ 111,413    | \$ 100,109    |
| <b>C. Average Tax per Return</b>                      |                           |               |               |               |               |
| Domestic  |                           |               |               |               |               |
| Intrastate  | \$ 1,667                  | \$ 1,607      | \$ 1,922      | \$ 1,860      | \$ 1,773      |
| Interstate  | <u>12,260</u>             | <u>21,303</u> | <u>22,684</u> | <u>29,327</u> | <u>31,923</u> |
| Totals  | \$ 2,150                  | \$ 2,442      | \$ 2,891      | \$ 3,190      | \$ 3,147      |
| Foreign   |                           |               |               |               |               |
| Intrastate  | \$ 6,882                  | \$ 4,630      | \$ 7,142      | \$ 9,392      | \$ 7,083      |
| Interstate  | <u>11,212</u>             | <u>11,491</u> | <u>10,154</u> | <u>14,603</u> | <u>12,672</u> |
| Totals  | \$ 10,463                 | \$ 10,223     | \$ 9,620      | \$ 13,696     | \$ 11,615     |
| Grand Totals  | \$ 3,646                  | \$ 3,891      | \$ 4,188      | \$ 5,249      | \$ 4,931      |
| <b>D. Percent Distribution—Number of Returns</b>      |                           |               |               |               |               |
| Domestic  |                           |               |               |               |               |
| Intrastate  | 78.3                      | 77.9          | 76.9          | 76.5          | 75.3          |
| Interstate  | <u>3.7</u>                | <u>3.4</u>    | <u>3.8</u>    | <u>3.9</u>    | <u>3.6</u>    |
| Totals  | 82.0                      | 81.4          | 80.7          | 80.4          | 78.9          |
| Foreign   |                           |               |               |               |               |
| Intrastate  | 3.1                       | 3.4           | 3.4           | 3.4           | 4.0           |
| Interstate  | <u>14.9</u>               | <u>15.2</u>   | <u>15.9</u>   | <u>16.2</u>   | <u>17.1</u>   |
| Totals  | 18.0                      | 18.6          | 19.3          | 19.6          | 21.1          |
| Grand Total   | 100.0                     | 100.0         | 100.0         | 100.0         | 100.0         |
| <b>E. Percent Distribution—Tax Liability</b>          |                           |               |               |               |               |
| Domestic  |                           |               |               |               |               |
| Intrastate  | 35.8                      | 32.2          | 35.3          | 27.1          | 27.1          |
| Interstate  | 12.6                      | 18.9          | 20.4          | 21.7          | 23.3          |
| Totals  | 48.3                      | 51.1          | 55.7          | 48.9          | 50.4          |
| Foreign   |                           |               |               |               |               |
| Intrastate  | 5.9                       | 4.1           | 5.8           | 6.1           | 5.7           |
| Interstate  | 45.8                      | 44.8          | 38.5          | 45.0          | 43.9          |
| Totals  | <u>51.7</u>               | <u>48.9</u>   | <u>44.3</u>   | <u>51.1</u>   | <u>49.6</u>   |
| Grand Total   | 100.0                     | 100.0         | 100.0         | 100.0         | 100.0         |

total tax liability. At the other end of the size spectrum, the largest firms—those with assets of \$100 million or more—constituted only about 3 percent of the returns, but were responsible for almost 53 percent of the total tax. In a broader sense, if one considers a corporation with assets

of \$1 million or more to be fairly large, such corporations represented less than one-fourth of the firms but accounted for more than four-fifths of the total state corporate income tax liability. Conversely, by this measure small and medium sized firms—those with assets of less than \$1

**Table J-1 Classification by Asset Size, Colorado Corporate Income Tax Returns Filed in Fiscal Year 1987**

| Asset Size                            | NUMBER OF RETURNS |            |            | COLORADO TAX    |              |               |
|---------------------------------------|-------------------|------------|------------|-----------------|--------------|---------------|
|                                       | Total             | Nontaxable | Taxable    | Total Liability | Credits      | Net Liability |
| <b>A. Dollar Amounts in Thousands</b> |                   |            |            |                 |              |               |
| Under \$ 100,000                      | 23,814            | 15,580     | 8,234      | \$ 5,097        | \$ 204       | \$ 4,893      |
| \$ 100,000 - \$ 1 million             | 16,223            | 8,740      | 7,483      | 12,039          | 947          | 11,092        |
| \$ 1 million - \$ 100 million         | 9,831             | 6,050      | 3,781      | 34,220          | 2,923        | 31,297        |
| \$ 100 million and over               | <u>1,763</u>      | <u>961</u> | <u>802</u> | <u>61,993</u>   | <u>9,166</u> | <u>52,827</u> |
| Totals                                | 51,631            | 31,331     | 20,300     | \$ 113,349      | \$ 13,240    | \$ 100,109    |
| <b>B. Percent Distribution</b>        |                   |            |            |                 |              |               |
| Under \$ 100,000                      | 46.1              | 49.7       | 40.6       | 4.5             | 1.5          | 4.9           |
| \$ 100,000 - \$ 1 million             | 31.4              | 27.9       | 36.9       | 10.6            | 7.2          | 11.1          |
| \$ 1 million - \$ 100 million         | 19.0              | 19.3       | 18.6       | 30.2            | 22.1         | 31.3          |
| \$ 100 million - and over             | <u>3.4</u>        | <u>3.1</u> | <u>4.0</u> | <u>54.7</u>     | <u>69.2</u>  | <u>52.8</u>   |
| Totals                                | 100.0             | 100.0      | 100.0      | 100.0           | 100.0        | 100.0         |

**Table J-2 Classification by Asset Size, Colorado Corporate Income Tax Returns Filed in Fiscal Year Ended June 30**

| Asset Size                                       | 1983          | 1984          | 1985          | 1986          | 1987          |
|--|---------------|---------------|---------------|---------------|---------------|
| <b>A. Number of Returns</b>                      |               |               |               |               |               |
| Under \$ 100,000                                 | 8,893         | 7,485         | 7,941         | 8,484         | 8,234         |
| \$ 100,000 - \$ 1 million                        | 8,992         | 7,604         | 8,089         | 7,851         | 7,483         |
| \$ 1 million - \$ 100 million                    | 4,181         | 3,474         | 3,968         | 4,043         | 3,781         |
| \$ 100 million and over                          | <u>708</u>    | <u>741</u>    | <u>840</u>    | <u>848</u>    | <u>802</u>    |
| Totals   | 22,774        | 19,304        | 20,838        | 21,226        | 20,300        |
| <b>B. Net Tax Liability—Thousands of Dollars</b> |               |               |               |               |               |
| Under \$ 100,000                                 | \$ 4,399      | \$ 3,358      | \$ 5,858      | \$ 6,453      | \$ 4,893      |
| \$ 100,000 - \$ 1 million                        | 9,908         | 8,809         | 11,744        | 12,369        | 11,092        |
| \$ 1 million - \$ 100 million                    | 33,552        | 28,312        | 31,912        | 37,483        | 31,297        |
| \$ 100 million                                   | <u>35,181</u> | <u>34,626</u> | <u>37,764</u> | <u>55,108</u> | <u>52,827</u> |
| Totals   | \$ 83,040     | \$ 75,105     | \$ 87,278     | \$ 111,413    | \$ 100,109    |
| <b>C. Average Tax Liability per Return</b>       |               |               |               |               |               |
| Under \$ 100,000                                 | \$ 495        | \$ 449        | \$ 738        | \$ 761        | \$ 594        |
| \$ 100,000 - \$ 1 million                        | 1,102         | 1,158         | 1,452         | 1,575         | 1,482         |
| \$ 1 million - \$ 100 million                    | 8,025         | 8,150         | 8,042         | 9,271         | 8,277         |
| \$ 100 million and over                          | <u>49,691</u> | <u>46,729</u> | <u>44,957</u> | <u>64,986</u> | <u>65,869</u> |
| Totals   | \$ 3,646      | \$ 3,891      | \$ 4,188      | \$ 5,249      | \$ 4,931      |
| <b>D. Percent Distribution—Number of Returns</b> |               |               |               |               |               |
| Under \$ 100,000                                 | 39.0          | 38.8          | 38.1          | 40.0          | 40.6          |
| \$ 100,000 - \$ 1 million                        | 39.5          | 39.4          | 38.8          | 37.0          | 36.9          |
| \$ 1 million - \$ 100 million                    | 18.4          | 18.0          | 19.0          | 19.0          | 18.6          |
| \$ 100 million and over                          | <u>3.1</u>    | <u>3.8</u>    | <u>4.0</u>    | <u>4.0</u>    | <u>4.0</u>    |
| Totals   | 100.0         | 100.0         | 100.0         | 100.0         | 100.0         |
| <b>E. Percent Distribution—Tax Liability</b>     |               |               |               |               |               |
| Under \$ 100,000                                 | 5.3           | 4.5           | 6.7           | 5.8           | 4.9           |
| \$ 100,000 - \$ 1 million                        | 11.9          | 11.7          | 13.5          | 11.1          | 11.1          |
| \$ 1 million - \$ 100 million                    | 40.4          | 37.7          | 36.6          | 33.6          | 31.3          |
| \$ 100 million                                   | <u>42.4</u>   | <u>46.1</u>   | <u>43.3</u>   | <u>49.5</u>   | <u>52.8</u>   |
| Totals   | 100.0         | 100.0         | 100.0         | 100.0         | 100.0         |

million—accounted for three-fourths of the returns but were responsible for only 15 percent of the tax.

While the number of taxable firms by asset classes have fluctuated up and down over the past 5 years, the relative position of the corporations have remained fairly constant. The small and medium sized firms have accounted for almost 78 percent of the returns and about 17 percent of the net tax liability. The fairly large corporations with assets of \$1 million or more

have generally represented nearly 22 percent of the returns and approximately 83 percent of the tax. Within these broad classes, the most significant shift has occurred in the top asset class of \$100 million and over where the average tax liability has changed from \$50 thousand in fiscal 1983 to nearly \$66 thousand in fiscal 1987. The relative tax liability for this class has increased from 42 percent of the total net tax liability of all taxable corporations in 1983 to nearly 53 percent in 1987.

## Distribution by Taxable Income Classes

Since the state corporate income tax rate for returns covered by this report was a flat 5 percent, a distribution of returns on the basis of taxable income or tax liability would yield the same distributional pattern. The following tabulation shows the range of tax liability for each of the nine taxable income classes used in this study.

When the tax returns are classified by the above income categories it is clearly evident that the overwhelming majority of the corporations account for a very small fraction of the state corporate tax liability. Conversely, the major portion of the tax revenues are generated by a

relatively small handful of large corporations.

As shown in Table K-1, the nontaxable firms as a group constituted three-fifths of the returns processed during fiscal year 1987. Among the

| Taxable Income Classes |          | Tax Liability |          |
|------------------------|----------|---------------|----------|
| Under                  | \$ 2,000 | Under         | \$ 100   |
| \$ 2,000 to            | 10,000   | \$ 100 to     | 500      |
| 10,000 to              | 25,000   | 500 to        | 1,250    |
| 25,000 to              | 50,000   | 1,250 to      | 2,500    |
| 50,000 to              | 75,000   | 2,500 to      | 3,750    |
| 75,000 to              | 100,000  | 3,750 to      | 5,000    |
| 100,000 to             | 200,000  | 5,000 to      | 10,000   |
| 200,000 to             | 500,000  | 10,000 to     | 25,000   |
| 500,000                | and over | 25,000        | and over |

**Table K-1 Distribution of Returns by Taxable Income Classes, Colorado Corporate Income Tax Returns—Filed in Fiscal Year 1987**

| Colorado Taxable Income Classes       |               |          | Number of Returns | Colorado Taxable Income | Total Liability | Net Credits   | Net Liability |
|---------------------------------------|---------------|----------|-------------------|-------------------------|-----------------|---------------|---------------|
| <b>A. Dollar Amounts in Thousands</b> |               |          |                   |                         |                 |               |               |
| Nontaxable Returns                    |               |          | 31,331            | -\$ 7,172,874           | \$ 0            | -\$ 145       | \$ 145        |
| Taxable Returns                       |               |          | 3,930             | \$ 3,152                | \$ 158          | \$ 26         | \$ 132        |
|                                       | Under         | \$ 2,000 |                   |                         |                 |               |               |
|                                       | \$ 2,000 -    | 10,000   | 5,364             | 28,018                  | 1,402           | 146           | 1,256         |
|                                       | 10,000 -      | 25,000   | 4,070             | 67,243                  | 3,364           | 369           | 2,995         |
|                                       | 25,000 -      | 50,000   | 2,938             | 105,229                 | 5,262           | 454           | 4,808         |
|                                       | 50,000 -      | 75,000   | 1,378             | 83,636                  | 4,185           | 392           | 3,793         |
|                                       | 75,000 -      | 100,000  | 648               | 55,344                  | 2,768           | 301           | 2,468         |
|                                       | 100,000 -     | 200,000  | 904               | 125,441                 | 6,274           | 632           | 5,642         |
|                                       | 200,000 -     | 500,000  | 538               | 166,847                 | 8,345           | 618           | 7,727         |
|                                       | 500,000       | and over | <u>530</u>        | <u>1,631,804</u>        | <u>81,590</u>   | <u>10,447</u> | <u>71,143</u> |
|                                       | Total Taxable |          | 20,300            | \$ 2,266,714            | \$ 113,348      | \$ 13,385     | \$ 99,964     |
| <b>B. Percentage Distribution</b>     |               |          |                   |                         |                 |               |               |
| Taxable Returns                       |               |          | 19.4              | 0.1                     | 0.1             | 0.2           | 0.1           |
|                                       | Under         | \$ 2,000 |                   |                         |                 |               |               |
|                                       | \$ 2,000 -    | 10,000   | 26.4              | 1.2                     | 1.2             | 1.1           | 1.3           |
|                                       | 10,000 -      | 25,000   | 20.0              | 3.0                     | 3.0             | 2.8           | 3.0           |
|                                       | 25,000 -      | 50,000   | 14.5              | 4.6                     | 4.6             | 3.4           | 4.8           |
|                                       | 50,000 -      | 75,000   | 6.8               | 3.7                     | 3.7             | 2.9           | 3.8           |
|                                       | 75,000 -      | 100,000  | 3.2               | 2.4                     | 2.4             | 2.2           | 2.5           |
|                                       | 100,000 -     | 200,000  | 4.5               | 5.5                     | 5.5             | 4.7           | 5.6           |
|                                       | 200,000 -     | 500,000  | 2.7               | 7.4                     | 7.4             | 4.6           | 7.7           |
|                                       | 500,000       | and over | <u>2.6</u>        | <u>72.0</u>             | <u>72.0</u>     | <u>78.1</u>   | <u>71.2</u>   |
|                                       | Total Taxable |          | 100.0             | 100.0                   | 100.0           | 100.0         | 100.0         |

**Table K-2 Distribution of Taxable Returns by Taxable Income Classes, Colorado Corporate Income Tax Returns—Filed in Fiscal Year 1983 Through 1987**

| Colorado Taxable<br>Income Classes               |          | FISCAL YEAR ENDED JUNE 30 |                |                |                |                |
|--|----------|---------------------------|----------------|----------------|----------------|----------------|
|  |          | 1983                      | 1984           | 1985           | 1986           | 1987           |
| <b>A. Number of Returns</b>                      |          |                           |                |                |                |                |
| Under  | \$ 2,000 | 3,881                     | 3,270          | 3,510          | 3,830          | 3,930          |
| \$ 2,000 -                                       | 10,000   | 6,386                     | 4,690          | 5,426          | 5,310          | 5,364          |
| 10,000 -   | 25,000   | 4,509                     | 4,172          | 4,305          | 4,392          | 4,070          |
| 25,000 -   | 50,000   | 3,243                     | 3,016          | 3,149          | 3,154          | 2,938          |
| 50,000 -   | 75,000   | 1,471                     | 1,322          | 1,385          | 1,434          | 1,378          |
| 75,000 -   | 100,000  | 807                       | 710            | 763            | 816            | 648            |
| 100,000 -  | 200,000  | 1,084                     | 966            | 1,038          | 1,019          | 904            |
| 200,000 -  | 500,000  | 751                       | 621            | 688            | 663            | 538            |
| 500,000  | and over | <u>642</u>                | <u>537</u>     | <u>574</u>     | <u>608</u>     | <u>530</u>     |
| Totals   |          | 22,774                    | 19,304         | 20,838         | 21,226         | 20,300         |
| <b>B. Net Tax Liability—Thousands of Dollars</b> |          |                           |                |                |                |                |
| Under  | \$ 2,000 | \$ 0                      | \$ 61          | \$ 101         | \$ 119         | \$ 132         |
| \$ 2,000 -                                       | 10,000   | 756                       | 732            | 1,126          | 1,169          | 1,256          |
| 10,000 -   | 25,000   | 2,117                     | 2,079          | 2,944          | 3,074          | 2,995          |
| 25,000 -   | 50,000   | 3,474                     | 3,735          | 4,743          | 4,932          | 4,808          |
| 50,000 -   | 75,000   | 3,018                     | 2,926          | 3,589          | 3,879          | 3,793          |
| 75,000 -   | 100,000  | 2,311                     | 2,216          | 2,775          | 3,098          | 2,468          |
| 100,000 -  | 200,000  | 5,131                     | 4,870          | 5,961          | 6,147          | 5,642          |
| 200,000 -  | 500,000  | 8,573                     | 7,167          | 9,037          | 9,318          | 7,727          |
| 500,000  | and over | <u>58,425</u>             | <u>53,924</u>  | <u>62,714</u>  | <u>79,522</u>  | <u>71,143</u>  |
| Totals   |          | \$ 83,805                 | \$ 77,710      | \$ 92,990      | \$ 111,258     | \$ 99,964      |
| <b>C. Average Tax per Return</b>                 |          |                           |                |                |                |                |
| Under  | \$ 2,000 | \$ 0                      | \$ 19          | \$ 29          | \$ 31          | \$ 34          |
| \$ 2,000 -                                       | 10,000   | 118                       | 156            | 208            | 220            | 234            |
| 10,000 -   | 25,000   | 470                       | 498            | 684            | 700            | 736            |
| 25,000 -   | 50,000   | 1,071                     | 1,238          | 1,506          | 1,564          | 1,636          |
| 50,000 -   | 75,000   | 2,052                     | 2,213          | 2,591          | 2,705          | 2,753          |
| 75,000 -   | 100,000  | 2,864                     | 3,121          | 3,637          | 3,797          | 3,809          |
| 100,000 -  | 200,000  | 4,733                     | 5,041          | 5,743          | 6,032          | 6,241          |
| 200,000 -  | 500,000  | 11,415                    | 11,541         | 13,135         | 14,054         | 14,362         |
| 500,000  | and over | <u>91,005</u>             | <u>100,417</u> | <u>109,258</u> | <u>130,793</u> | <u>134,232</u> |
| Totals   |          | \$ 3,680                  | \$ 4,026       | \$ 4,463       | \$ 5,242       | \$ 4,924       |
| <b>D. Percent Distribution—Number of Returns</b> |          |                           |                |                |                |                |
| Under  | \$ 2,000 | 17.0                      | 16.9           | 16.8           | 18.0           | 19.4           |
| \$ 2,000 -                                       | 10,000   | 28.0                      | 24.3           | 26.0           | 25.0           | 26.4           |
| 10,000 -   | 25,000   | 19.8                      | 21.6           | 20.7           | 20.7           | 20.0           |
| 25,000 -   | 50,000   | 14.2                      | 15.6           | 15.1           | 14.9           | 14.5           |
| 50,000 -   | 75,000   | 6.5                       | 6.8            | 6.6            | 6.8            | 6.8            |
| 75,000 -   | 100,000  | 3.5                       | 3.7            | 3.7            | 3.8            | 3.2            |
| 100,000 -  | 200,000  | 4.8                       | 5.0            | 5.0            | 4.8            | 4.5            |
| 200,000 -  | 500,000  | 3.3                       | 3.2            | 3.3            | 3.1            | 2.7            |
| 500,000  | and over | <u>2.8</u>                | <u>2.8</u>     | <u>2.8</u>     | <u>2.9</u>     | <u>2.6</u>     |
| Totals   |          | 100.0                     | 100.0          | 100.0          | 100.0          | 100.0          |
| <b>E. Percent Distribution—Tax Liability</b>     |          |                           |                |                |                |                |
| Under  | \$ 2,000 | 0.0                       | 0.1            | 0.1            | 0.1            | 0.1            |
| \$ 2,000 -                                       | 10,000   | 0.9                       | 0.9            | 1.2            | 1.1            | 1.3            |
| 10,000 -   | 25,000   | 2.5                       | 2.7            | 3.2            | 2.8            | 3.0            |
| 25,000 -   | 50,000   | 4.1                       | 4.8            | 5.1            | 4.4            | 4.8            |
| 50,000 -   | 75,000   | 3.6                       | 3.8            | 3.9            | 3.5            | 3.8            |
| 75,000 -   | 100,000  | 2.8                       | 2.9            | 3.0            | 2.8            | 2.5            |
| 100,000 -  | 200,000  | 6.1                       | 6.3            | 6.4            | 5.5            | 5.6            |
| 200,000 -  | 500,000  | 10.2                      | 9.2            | 9.7            | 8.4            | 7.7            |
| 500,000  | and over | <u>69.7</u>               | <u>69.4</u>    | <u>67.4</u>    | <u>71.5</u>    | <u>71.2</u>    |
| Totals   |          | 100.0                     | 100.0          | 100.0          | 100.0          | 100.0          |

\*/ Does not reflect refundable tax credits or investment tax credit recapture amounts on nontax returns.



taxable firms nearly one out of every five reported taxable profits of less than \$2,000, had a state tax liability of less than \$100, and accounted for only one-tenth of one percent of the total state corporate tax. Moreover, the data shows that firms comprising the three lowest classes, those with incomes less than \$25,000 accounted for almost two-thirds of the taxable returns but only 4 percent of the tax. In contrast, at the upper end of the spectrum firms with Colorado taxable incomes of \$500,000 or more and subject to a tax of \$25,000 or more represented less than 3 percent of the taxable firms but were responsible for more than 71 percent of

the total tax liability. As shown in Table K-2, while the number of returns and the tax liability in each of the taxable income classes has fluctuated from year to year, here again the relative relationships have been fairly constant over the past five fiscal years. For example, corporations in the three lowest income classes, those with taxable incomes less than \$25,000, have represented around 64 percent of all taxable returns and around 4 percent of the total tax liability. The corporations in the top income class have consistently accounted for nearly 3 percent of the returns and 70 percent of the tax.

## Distribution by Industry

Colorado is generally considered to be a highly service-oriented economy in terms of employment, income and number of firms. This characterization appears to be equally applicable to the corporate sector. Service industries as a group, inclusive of wholesale and retail trade, primarily consists of a relatively large number of small and medium-sized firms. As shown in Tables L-1 and L-2, the service categories constituted nearly 70 percent of the taxable and nontaxable returns but accounted for less than one-half of the total

tax liability.

Quantitatively the least important industry was corporate agriculture which accounted for 3 percent of the returns and less than 2 percent of the tax. In contrast, manufacturing which represented 8 percent of the firms, accounted for 28 percent of the total state tax liability and an equal percentage of the tax credits.

As can be seen in Table L-2, while the manufacturing industry has consistently represented the largest percentage of the total state corporate

**Table L-1 Classification by Industry, Colorado Corporate Income Tax Returns Filed in Fiscal Year 1987**

|                                       | NUMBER OF RETURNS |              |              | COLORADO TAX    |              |               |
|---------------------------------------|-------------------|--------------|--------------|-----------------|--------------|---------------|
|                                       | Total             | Non-Taxable  | Taxable      | Total Liability | Credits      | Net Liability |
| <b>A. Dollar Amounts in Thousands</b> |                   |              |              |                 |              |               |
| Agriculture                           | 1,539             | 970          | 569          | \$ 1,740        | \$ 150       | \$ 1,590      |
| Mining                                | 2,239             | 1,660        | 579          | 3,286           | 378          | 2,908         |
| Construction                          | 6,061             | 3,920        | 2,141        | 6,705           | 400          | 6,305         |
| Manufacturing                         | 4,192             | 2,360        | 1,832        | 31,501          | 3,611        | 27,890        |
| Transportation, Public Utilities      | 1,289             | 790          | 499          | 18,641          | 4,215        | 14,426        |
| Wholesale, Retail Trade               | 11,319            | 6,680        | 4,639        | 22,379          | 2,142        | 20,237        |
| Finance, Insurance, Real Estate       | 9,473             | 6,201        | 3,272        | 16,658          | 1,306        | 15,352        |
| Other Services                        | <u>15,519</u>     | <u>8,750</u> | <u>6,769</u> | <u>12,439</u>   | <u>1,038</u> | <u>11,401</u> |
| Totals                                | 51,631            | 31,331       | 20,300       | \$ 113,349      | \$ 13,240    | \$ 100,109    |
| <b>B. Percent Distribution</b>        |                   |              |              |                 |              |               |
| Agriculture                           | 3.0               | 3.1          | 2.8          | 1.5             | 1.1          | 1.6           |
| Mining                                | 4.3               | 5.3          | 2.9          | 2.9             | 2.9          | 2.9           |
| Construction                          | 11.7              | 12.5         | 10.5         | 5.9             | 3.0          | 6.3           |
| Manufacturing                         | 8.1               | 7.5          | 9.0          | 27.8            | 27.3         | 27.9          |
| Transportation, Public Utilities      | 2.5               | 2.5          | 2.5          | 16.4            | 31.8         | 14.4          |
| Wholesale, Retail Trade               | 21.9              | 21.3         | 22.9         | 19.7            | 16.2         | 20.2          |
| Finance, Insurance, Real Estate       | 18.3              | 19.8         | 16.1         | 14.7            | 9.9          | 15.3          |
| Other Services                        | <u>30.1</u>       | <u>27.9</u>  | <u>33.3</u>  | <u>11.0</u>     | <u>7.8</u>   | <u>11.4</u>   |
| Totals                                | 100.0             | 100.0        | 100.0        | 100.0           | 100.0        | 100.0         |

**Table L-2 Classification by Industry, Colorado Corporate Income Tax Returns  
Filed in Fiscal Years 1983 Through 1987**

| Industry Class                                   | FISCAL YEAR ENDED JUNE 30 |              |               |               |               |
|--|---------------------------|--------------|---------------|---------------|---------------|
|  | 1983                      | 1984         | 1985          | 1986          | 1987          |
| <b>A. Number of Returns</b>                      |                           |              |               |               |               |
| Agriculture                                      | 676                       | 705          | 605           | 587           | 569           |
| Mining   | 709                       | 619          | 605           | 495           | 579           |
| Construction                                     | 2,232                     | 1,935        | 1,825         | 2,103         | 2,141         |
| Manufacturing                                    | 2,378                     | 1,724        | 2,081         | 2,083         | 1,832         |
| Transportation, Public Utilities                 | 708                       | 593          | 531           | 599           | 499           |
| Wholesale, Retail Trade                          | 5,580                     | 4,725        | 4,978         | 5,144         | 4,639         |
| Finance, Insurance, Real Estate                  | 3,401                     | 3,004        | 3,329         | 3,271         | 3,272         |
| Other Services                                   | <u>7,090</u>              | <u>5,999</u> | <u>6,884</u>  | <u>6,944</u>  | <u>6,769</u>  |
| Totals   | 22,774                    | 19,304       | 20,838        | 21,226        | 20,300        |
| <b>B. Net Tax Liability—Thousands of Dollars</b> |                           |              |               |               |               |
| Agriculture                                      | \$ 964                    | \$ 582       | \$ 1,167      | \$ 1,202      | \$ 1,590      |
| Mining   | 4,304                     | 4,325        | 3,561         | 3,462         | 2,908         |
| Construction                                     | 7,295                     | 7,576        | 5,140         | 5,809         | 6,305         |
| Manufacturing                                    | 27,075                    | 18,557       | 27,131        | 31,721        | 27,890        |
| Transportation, Public Utilities                 | 5,138                     | 9,592        | 13,737        | 20,501        | 14,426        |
| Wholesale, Retail Trade                          | 16,843                    | 15,333       | 13,630        | 23,278        | 20,237        |
| Finance, Insurance, Real Estate                  | 12,251                    | 9,946        | 12,051        | 14,139        | 15,352        |
| Other Services                                   | <u>9,170</u>              | <u>9,194</u> | <u>10,861</u> | <u>11,301</u> | <u>11,401</u> |
| Totals   | \$ 83,040                 | \$ 75,105    | \$ 87,278     | \$ 111,413    | \$ 100,109    |
| <b>C. Average Tax Per Return</b>                 |                           |              |               |               |               |
| Agriculture                                      | \$ 1,426                  | \$ 826       | \$ 1,929      | \$ 2,048      | \$ 2,794      |
| Mining   | 6,071                     | 6,987        | 5,886         | 6,994         | 5,022         |
| Construction                                     | 3,268                     | 3,915        | 2,816         | 2,762         | 2,945         |
| Manufacturing                                    | 11,386                    | 10,764       | 13,037        | 15,229        | 15,224        |
| Transportation, Public Utilities                 | 7,257                     | 16,175       | 25,870        | 34,225        | 28,910        |
| Wholesale, Retail Trade                          | 3,018                     | 3,245        | 2,738         | 4,525         | 4,362         |
| Finance, Insurance, Real Estate                  | 3,602                     | 3,311        | 3,620         | 4,323         | 4,692         |
| Other Services                                   | <u>1,293</u>              | <u>1,533</u> | <u>1,578</u>  | <u>1,627</u>  | <u>1,684</u>  |
| Totals   | \$ 3,646                  | \$ 3,891     | \$ 4,188      | \$ 5,249      | \$ 4,931      |
| <b>D. Percent Distribution—Number of Returns</b> |                           |              |               |               |               |
| Agriculture                                      | 3.0                       | 3.7          | 2.9           | 2.8           | 2.8           |
| Mining   | 3.1                       | 3.2          | 2.9           | 2.3           | 2.9           |
| Construction                                     | 9.8                       | 10.0         | 8.8           | 9.9           | 10.5          |
| Manufacturing                                    | 10.4                      | 8.9          | 10.0          | 9.8           | 9.0           |
| Transportation, Public Utilities                 | 3.1                       | 3.1          | 2.5           | 2.8           | 2.5           |
| Wholesale, Retail Trade                          | 24.5                      | 24.5         | 23.9          | 24.2          | 22.9          |
| Finance, Insurance, Real Estate                  | 14.9                      | 15.6         | 16.0          | 15.4          | 16.1          |
| Other Services                                   | <u>31.1</u>               | <u>31.1</u>  | <u>33.0</u>   | <u>32.7</u>   | <u>33.3</u>   |
| Totals   | 100.0                     | 100.0        | 100.0         | 100.0         | 100.0         |
| <b>E. Percent Distribution—Tax Liability</b>     |                           |              |               |               |               |
| Agriculture                                      | 1.2                       | 0.8          | 1.3           | 1.1           | 1.6           |
| Mining   | 5.2                       | 5.8          | 4.1           | 3.1           | 2.9           |
| Construction                                     | 8.8                       | 10.1         | 5.9           | 5.2           | 6.3           |
| Manufacturing                                    | 32.6                      | 24.7         | 31.1          | 28.5          | 27.9          |
| Transportation, Public Utilities                 | 6.2                       | 12.8         | 15.7          | 18.4          | 14.4          |
| Wholesale, Retail Trade                          | 20.3                      | 20.4         | 15.6          | 20.9          | 20.2          |
| Finance, Insurance, Real Estate                  | 14.8                      | 13.2         | 13.8          | 12.7          | 15.3          |
| Other Services                                   | <u>11.0</u>               | <u>12.2</u>  | <u>12.4</u>   | <u>10.1</u>   | <u>11.4</u>   |
| Totals   | 100.0                     | 100.0        | 100.0         | 100.0         | 100.0         |

income tax, the transportation and public utility sector has since 1984 had the largest average tax liability per return. Their average tax liability

has been nearly 6 times that of the overall average tax liability and nearly twice that of the manufacturing group.

## Distribution by Taxable Income and Asset Size

Table M and N show the distribution of the tax returns cross classified by taxable income and asset size and by taxable income and by industry. As might be expected, the data show a marked correlation between income and size—in the two lowest income strata more than half of the taxable returns were accounted for by small firms

with assets of less than \$100,000, in the next four classes the majority of the returns were filed by medium sized firms with assets of \$100,000 to \$1 million, and in the top three income classes nearly four-fifths of the returns were accounted for by large firms.

## Distribution by Industry and Taxable Income

As already noted, the Colorado economy is service-oriented and in terms of number of firms those service industries dominate every taxable income stratum. For example, at all income levels below \$75,000 the service categories represented approximately two-thirds of the total

taxable returns, and in the strata above \$75,000 they made up more than half the total. In contrast, the agriculture and mining categories were quantitatively the least important in all income classes but the lowest where manufacturing accounted for only 5 percent of the returns.

**Table M Distribution of Returns by Income and Asset Size, Colorado Corporate Income Tax Returns—Filed in Fiscal Year 1987**

| Colorado Taxable<br>Income Classes |                   | Small—Under<br>\$100,000 | Medium—\$100,000<br>to \$1 Million | Large—\$1 million<br>to \$100 million | Very Large—<br>\$100 million and over | Total<br>Returns |
|------------------------------------|-------------------|--------------------------|------------------------------------|---------------------------------------|---------------------------------------|------------------|
| <b>A. Number of Returns</b>        |                   |                          |                                    |                                       |                                       |                  |
| Nontaxable Returns                 |                   | 15,580                   | 8,740                              | 6,050                                 | 961                                   | 31,331           |
| Taxable Returns                    |                   |                          |                                    |                                       |                                       |                  |
|                                    | Under \$ 2,000    | 2,540                    | 860                                | 470                                   | 60                                    | 3,930            |
| \$                                 | 2,000 - 10,000    | 3,210                    | 1,436                              | 668                                   | 50                                    | 5,364            |
|                                    | 10,000 - 25,000   | 1,638                    | 1,878                              | 506                                   | 48                                    | 4,070            |
|                                    | 25,000 - 50,000   | 600                      | 1,802                              | 472                                   | 64                                    | 2,938            |
|                                    | 50,000 - 75,000   | 153                      | 836                                | 333                                   | 56                                    | 1,378            |
|                                    | 75,000 - 100,000  | 36                       | 324                                | 242                                   | 46                                    | 648              |
|                                    | 100,000 - 200,000 | 33                       | 287                                | 482                                   | 102                                   | 904              |
|                                    | 200,000 - 500,000 | 12                       | 54                                 | 352                                   | 120                                   | 538              |
|                                    | 500,000 and over  | 12                       | 6                                  | 256                                   | 256                                   | 530              |
| Total Taxable                      |                   | 8,234                    | 7,483                              | 3,781                                 | 802                                   | 20,300           |
| Total Returns                      |                   | 23,814                   | 16,223                             | 9,831                                 | 1,763                                 | 51,631           |
| <b>B. Percentage Distribution</b>  |                   |                          |                                    |                                       |                                       |                  |
| Nontaxable Returns                 |                   | 49.7                     | 27.9                               | 19.3                                  | 3.1                                   | 100.0            |
| Taxable Returns                    |                   |                          |                                    |                                       |                                       |                  |
|                                    | Under \$ 2,000    | 64.6                     | 21.9                               | 12.0                                  | 1.5                                   | 100.0            |
| \$                                 | 2,000 - 10,000    | 59.8                     | 26.8                               | 12.5                                  | 0.9                                   | 100.0            |
|                                    | 10,000 - 25,000   | 40.2                     | 46.1                               | 12.4                                  | 1.2                                   | 100.0            |
|                                    | 25,000 - 50,000   | 20.4                     | 61.3                               | 16.1                                  | 2.2                                   | 100.0            |
|                                    | 50,000 - 75,000   | 11.1                     | 60.7                               | 24.2                                  | 4.1                                   | 100.0            |
|                                    | 75,000 - 100,000  | 5.6                      | 50.0                               | 37.3                                  | 7.1                                   | 100.0            |
|                                    | 100,000 - 200,000 | 3.7                      | 31.7                               | 53.3                                  | 11.3                                  | 100.0            |
|                                    | 200,000 - 500,000 | 2.2                      | 10.0                               | 65.4                                  | 22.3                                  | 100.0            |
|                                    | 500,000 and over  | 2.3                      | 1.1                                | 48.3                                  | 48.3                                  | 100.0            |
| Total Taxable                      |                   | 40.6                     | 36.9                               | 18.6                                  | 4.0                                   | 100.0            |
| Total Returns                      |                   | 46.1                     | 31.4                               | 19.0                                  | 3.4                                   | 100.0            |

**Table N Distribution of Returns by Income and Industry, Colorado Corporate Income Tax Returns—Filed in Fiscal Year 1987**

| Colorado Taxable Income Classes   |          | Agriculture and Mining | Construction Transportation and Utilities | Durable and Nondurable Manufacturing | Wholesale and Retail Trade | All Other Services | Total Returns |
|-----------------------------------|----------|------------------------|---|--------------------------------------|----------------------------|--------------------|---------------|
| <b>A. Number of Returns</b>       |          |                        |   |                                      |                            |                    |               |
| Nontaxable Returns                |          | 2,630                  | 4,710                                     | 2,360                                | 6,680                      | 14,951             | 31,331        |
| Taxable Returns                   |          |                        |   |                                      |                            |                    |               |
| Under                             | \$ 2,000 | 320                    | 540                                       | 210                                  | 640                        | 2,220              | 3,930         |
| \$ 2,000 -                        | 10,000   | 220                    | 530                                       | 360                                  | 1,156                      | 3,098              | 5,364         |
| 10,000 -                          | 25,000   | 196                    | 524                                       | 270                                  | 948                        | 2,132              | 4,070         |
| 25,000 -                          | 50,000   | 154                    | 448                                       | 276                                  | 792                        | 1,268              | 2,938         |
| 50,000 -                          | 75,000   | 80                     | 203                                       | 142                                  | 416                        | 538                | 1,378         |
| 75,000 -                          | 100,000  | 36                     | 131                                       | 87                                   | 179                        | 216                | 648           |
| 100,000 -                         | 200,000  | 74                     | 138                                       | 178                                  | 232                        | 283                | 904           |
| 200,000 -                         | 500,000  | 43                     | 60  | 139                                  | 156                        | 141                | 538           |
| 500,000                           | and over | <u>26</u>              | <u>67</u>                                 | <u>170</u>                           | <u>122</u>                 | <u>146</u>         | <u>530</u>    |
| Total Taxable                     |          | 1,149                  | 2,641                                     | 1,832                                | 4,641                      | 10,042             | 20,300        |
| Total Returns                     |          | 3,779                  | 7,351                                     | 4,192                                | 11,321                     | 24,993             | 51,631        |
| <b>B. Percentage Distribution</b> |          |                        |   |                                      |                            |                    |               |
| Nontaxable Returns                |          | 8.4                    | 15.0                                      | 7.5                                  | 21.3                       | 47.7               | 100.0         |
| Taxable Return                    |          |                        |   |                                      |                            |                    |               |
| Under                             | \$ 2,000 | 8.1                    | 13.7                                      | 5.3                                  | 16.3                       | 56.5               | 100.0         |
| \$ 2,000 -                        | 10,000   | 4.1                    | 9.9                                       | 6.7                                  | 21.6                       | 57.8               | 100.0         |
| 10,000 -                          | 25,000   | 4.8                    | 12.9                                      | 6.6                                  | 23.3                       | 52.4               | 100.0         |
| 25,000 -                          | 50,000   | 5.2                    | 15.2                                      | 9.4                                  | 27.0                       | 43.2               | 100.0         |
| 50,000 -                          | 75,000   | 5.8                    | 14.7                                      | 10.3                                 | 30.2                       | 39.0               | 100.0         |
| 75,000 -                          | 100,000  | 5.6                    | 20.2                                      | 13.4                                 | 27.6                       | 33.3               | 100.0         |
| 100,000 -                         | 200,000  | 8.2                    | 15.3                                      | 19.7                                 | 25.7                       | 31.3               | 100.0         |
| 200,000 -                         | 500,000  | 8.0                    | 11.2                                      | 25.8                                 | 29.0                       | 26.2               | 100.0         |
| 500,000                           | and over | <u>4.9</u>             | <u>12.6</u>                               | <u>32.1</u>                          | <u>23.0</u>                | <u>27.5</u>        | <u>100.0</u>  |
| Total Taxable                     |          | 5.7                    | 13.0                                      | 9.0                                  | 22.9                       | 49.5               | 100.0         |
| Total Returns                     |          | 7.3                    | 14.2                                      | 8.1                                  | 21.9                       | 48.4               | 100.0         |

**Table O Distribution of Interstate and Intrastate Returns by Taxable Income Classes, Colorado Corporate Income Tax Returns—Filed in Fiscal Year 1987**

| Colorado Taxable Income Classes       | Number of Returns | INTRASTATE RETURNS  |               |               | INTERSTATE RETURNS  |             |               |              |               |
|---------------------------------------|-------------------|---------------------|---------------|---------------|---------------------|-------------|---------------|--------------|---------------|
|                                       |                   | Colo. Tax Liability | Net Credits   | Net Liability | Colo. Tax Liability | Net Credits | Net Liability |              |               |
| <b>A. Dollar Amounts in Thousands</b> |                   |                     |               |               |                     |             |               |              |               |
| Nontaxable Returns                    | 24,790            | \$ 0                | (\$ 116)      | \$ 116        | 6,461               | 00          | (\$ 29)       | \$ 29        |               |
| Taxable Returns                       |                   |                     |               |               |                     |             |               |              |               |
| Under                                 | \$ 2,000          | 3,020               | \$ 125        | \$ 25         | \$ 102              | 910         | \$ 33         | \$ 3         | \$ 30         |
| \$ 2,000 -                            | 10,000            | 4,490               | 1,182         | 150           | 1,032               | 874         | 220           | -4           | 224           |
| 10,000 -                              | 25,000            | 3,498               | 2,886         | 305           | 2,581               | 572         | 478           | 64           | 414           |
| 25,000 -                              | 50,000            | 2,514               | 4,519         | 374           | 4,145               | 424         | 743           | 80           | 663           |
| 50,000 -                              | 75,000            | 1,111               | 3,359         | 283           | 3,076               | 268         | 826           | 109          | 717           |
| 75,000 -                              | 100,000           | 495                 | 2,111         | 199           | 1,912               | 153         | 657           | 101          | 556           |
| 100,000 -                             | 200,000           | 559                 | 3,807         | 362           | 3,445               | 345         | 2,467         | 271          | 2,196         |
| 200,000 -                             | 500,000           | 260                 | 3,902         | 232           | 3,670               | 278         | 4,443         | 386          | 4,057         |
| 500,000                               | and over          | <u>154</u>          | <u>13,257</u> | <u>491</u>    | <u>12,766</u>       | <u>376</u>  | <u>68,333</u> | <u>9,956</u> | <u>58,377</u> |
| Total Taxable                         | 16,101            | \$ 35,148           | \$ 2,419      | \$ 32,729     | 4,200               | \$ 78,200   | \$ 10,966     | \$ 67,234    |               |
| Total Returns                         | 40,891            | \$ 35,148           | \$ 2,303      | \$ 32,845     | 10,661              | \$ 78,200   | \$ 10,937     | \$ 67,263    |               |
| <b>B. Percentage Distribution</b>     |                   |                     |               |               |                     |             |               |              |               |
| Taxable Returns                       |                   |                     |               |               |                     |             |               |              |               |
| Under                                 | \$ 2,000          | 18.8                | **            | **            | **                  | 21.7        | 0.0           | **           | 0.0           |
| \$ 2,000 -                            | 10,000            | 27.9                | 3.4           | 6.2           | 3.2                 | 20.8        | 0.3           | -0.0         | 0.3           |
| 10,000 -                              | 25,000            | 21.7                | 8.2           | 12.6          | 7.9                 | 13.6        | 0.6           | 0.6          | 0.6           |
| 25,000 -                              | 50,000            | 15.6                | 12.9          | 15.5          | 12.7                | 10.1        | 1.0           | 0.7          | 1.0           |
| 50,000 -                              | 75,000            | 6.9                 | 9.6           | 11.7          | 9.4                 | 6.4         | 1.1           | 1.0          | 1.1           |
| 75,000 -                              | 100,000           | 3.1                 | 6.0           | 8.2           | 5.8                 | 3.6         | 0.8           | 0.9          | 0.8           |
| 100,000 -                             | 200,000           | 3.5                 | 10.8          | 15.5          | 10.5                | 8.2         | 3.2           | 2.5          | 3.3           |
| 200,000 -                             | 500,000           | 1.6                 | 11.1          | 9.6           | 11.2                | 6.6         | 5.7           | 3.5          | 6.0           |
| 500,000                               | and over          | <u>1.0</u>          | <u>37.7</u>   | <u>20.3</u>   | <u>39.0</u>         | <u>9.0</u>  | <u>87.4</u>   | <u>90.0</u>  | <u>86.8</u>   |
| Total Taxable                         |                   | 100.0               | 100.0         | 100.0         | 100.0               | 100.0       | 100.0         | 100.0        | 100.0         |

Table O separately classifies intrastate and interstate returns by taxable income classes. The distribution is somewhat different for the two groups. For example, the intrastate firms with taxable income less than \$50,000 accounted for more than four-fifths of the taxable returns and about one-fifth of the tax liability, whereas the interstate firms represented two-thirds of the

returns but less than 2% of the tax liability. At the upper end of the distribution, only 1 percent of the intrastate firms had taxable incomes of \$500,000 or more and accounted for almost two-fifths of the tax while 9 percent of the interstate returns were in the top category and represented well over four-fifths of the interstate tax.

## Apportionment of Federal Taxable Income

Table P compares the tax distribution of the interstate firms using the Colorado two-factor formula with those using the multistate compact three-factor formula for apportioning reported federal taxable income to Colorado.

Although the number of taxable firms using the two-factor formula amounted to two-fifths of the formula returns, their tax liability of \$41.8 million represented 55 percent of the total net tax liability. Conversely, the firms using the three-factor formula while representing three-fifths of

the returns has a net tax liability of \$28 million or 45 percent of the tax. Among the taxable firms using the two-factor formula over two-thirds of the returns were in the four lowest taxable income classes (less than \$50,000) but accounted for less than 2 percent of the tax liability. At the top end of the distribution (\$500,000 taxable income and over) 9 percent of the returns were responsible for over nine-tenths of the tax. Similarly the 9 percent of the three-factor firms in the highest income class accounted for nearly

**Table P Distribution of Two-Factor and Three-Factor Returns by Taxable Income Classes, Colorado Corporate Income Tax Returns—Filed in Fiscal Year 1987**

| Colorado Taxable<br>Income Classes    | COLORADO TWO-FACTOR FORMULA |                        |                |                  | MULTISTATE THREE-FACTOR FORMULA |                        |                |                  |
|---------------------------------------|-----------------------------|------------------------|----------------|------------------|---------------------------------|------------------------|----------------|------------------|
|                                       | Number<br>of Returns        | Colo. Tax<br>Liability | Net<br>Credits | Net<br>Liability | Number<br>of Returns            | Colo. Tax<br>Liability | Net<br>Credits | Net<br>Liability |
| <b>A. Dollar Amounts in Thousands</b> |                             |                        |                |                  |                                 |                        |                |                  |
| Nontaxable Returns                    | 3,291                       | \$ 0                   | \$ -4          | \$ 4             | 3,070                           | \$ 0                   | \$ -25         | \$ 25            |
| Taxable Returns                       |                             |                        |                |                  |                                 |                        |                |                  |
| Under \$ 2,000                        | 430                         | \$ 18                  | \$ 2           | \$ 16            | 480                             | \$ 16                  | \$ 1           | \$ 15            |
| \$ 2,000 - 10,000                     | 346                         | 82                     | 25             | 57               | 498                             | 128                    | -28            | 156              |
| 10,000 - 25,000                       | 232                         | 189                    | 30             | 159              | 334                             | 284                    | 34             | 250              |
| 25,000 - 50,000                       | 192                         | 331                    | 42             | 289              | 228                             | 405                    | 38             | 367              |
| 50,000 - 75,000                       | 97                          | 299                    | 25             | 274              | 171                             | 527                    | 85             | 442              |
| 75,000 - 100,000                      | 44                          | 185                    | 30             | 155              | 110                             | 472                    | 71             | 401              |
| 100,000 - 200,000                     | 121                         | 854                    | 108            | 746              | 221                             | 1,594                  | 163            | 1,431            |
| 200,000 - 500,000                     | 91                          | 1,450                  | 120            | 1,330            | 185                             | 2,962                  | 265            | 2,697            |
| 500,000 and over                      | <u>147</u>                  | <u>38,376</u>          | <u>7,158</u>   | <u>31,218</u>    | <u>215</u>                      | <u>24,393</u>          | <u>2,180</u>   | <u>22,213</u>    |
| Total Taxable                         | 1,700                       | \$ 41,784              | \$ 7,540       | \$ 34,244        | 2,442                           | \$ 30,781              | \$ 2,809       | \$ 27,972        |
| Total Returns                         | 4,991                       | \$ 41,784              | \$ 7,536       | \$ 34,248        | 5,512                           | \$ 30,781              | \$ 2,784       | \$ 27,997        |
| <b>B. Percentage Distribution</b>     |                             |                        |                |                  |                                 |                        |                |                  |
| Taxable Returns                       |                             |                        |                |                  |                                 |                        |                |                  |
| Under \$ 2,000                        | 25.3                        | **                     | **             | **               | 19.7                            | 0.1                    | **             | 0.1              |
| \$ 2,000 - 10,000                     | 20.4                        | 0.2                    | 0.3            | 0.2              | 20.4                            | 0.4                    | -1.0           | 0.6              |
| 10,000 - 25,000                       | 13.6                        | 0.5                    | 0.4            | 0.5              | 13.7                            | 0.9                    | 1.2            | 0.9              |
| 25,000 - 50,000                       | 11.3                        | 0.8                    | 0.6            | 0.8              | 9.3                             | 1.3                    | 1.4            | 1.3              |
| 50,000 - 75,000                       | 5.7                         | 0.7                    | 0.3            | 0.8              | 7.0                             | 1.7                    | 3.0            | 1.6              |
| 75,000 - 100,000                      | 2.6                         | 0.4                    | 0.4            | 0.5              | 4.5                             | 1.5                    | 2.5            | 1.4              |
| 100,000 - 200,000                     | 7.1                         | 2.0                    | 1.4            | 2.2              | 9.0                             | 5.2                    | 5.8            | 5.1              |
| 200,000 - 500,000                     | 5.4                         | 3.5                    | 1.6            | 3.9              | 7.6                             | 9.6                    | 9.4            | 9.6              |
| 500,000 and over                      | <u>8.6</u>                  | <u>91.8</u>            | <u>94.9</u>    | <u>91.2</u>      | <u>8.8</u>                      | <u>79.2</u>            | <u>77.6</u>    | <u>79.4</u>      |
| Total Taxable                         | 100.0                       | 100.0                  | 100.0          | 100.0            | 100.0                           | 100.0                  | 100.0          | 100.0            |

four-fifths of the tax liability and the three-fifths of the returns with less than \$50,000 taxable income accounted for 3 percent of the multistate three-factor tax liability.

Table Q shows the relative significance of the revenue, property and payroll factors of the interstate firms in the apportionment of the modified federal taxable income to Colorado. In terms of minimizing their Colorado tax liability, the firms have the option of using either the Colorado two-factor formulas or the three-factor multistate compact formula. It is interesting to note that for the taxable firms using the Colorado formula the revenue or sales factor was significantly less important than the property factor—the former accounting for 44 percent of the apportioned federal income. For taxable firms using the multistate formula, the revenue factor was of

greater importance accounting for approximately two-fifths of the apportioned income while the property factor accounted for about one-third. The payroll factor represented 29 percent of the apportioned income. On a combined weighted basis the property factor was the most significant and the payroll factor quantitatively the least important.

With regard to the nontaxable two-factor firms, the importance of the factors is reversed with the revenue factor representing more than half of the apportioned income. In the case of the nontaxable three-factor firms, the revenue factor was the most important representing over 36 percent of the factors. On a combined basis, the revenue factor was the most dominate and the payroll factor, again was the least significant.

## Distribution by Taxable Income and Asset Size

The firms filing Colorado taxable returns reported federal taxable income of nearly \$124 billion on their overall company operations which when adjusted for variations between the federal and state tax codes was reduced to \$114.3 billion. Interstate firms accounted for most of these modified profits (99 percent) of which approximately 98 percent were subject to apportionment to Colorado by use of either the statu-

tory Colorado two-factor formula based on sales and property or the multistate compact three-factor formula of sales, property and payrolls. Non-operating income earned in the state such as interest, rents and dividends were directly allocated to Colorado. Combined the apportioned and non-operating income allocated to Colorado by the interstate firms amounted to only \$1,714 million or less than 2 percent of their total modi-

**Table Q Modified Federal Taxable Income, Colorado Corporate Income Tax Returns Filed in Fiscal Year 1987**

|  | TAXABLE RETURNS |               | NONTAXABLE RETURNS |               |
|--|-----------------|---------------|--------------------|---------------|
|  | \$ Millions     | Percent Dist. | \$ Millions        | Percent Dist. |
| <b>Colorado Two-Factor Formula</b>     |                 |               |                    |               |
| Income Apportioned by                  |                 |               |                    |               |
| Revenue Factor                         | \$ 386.3        | 44.1          | \$ - 512.6         | 53.2          |
| Property Factor                        | <u>489.6</u>    | <u>55.9</u>   | <u>- 451.3</u>     | <u>46.8</u>   |
| Total Income Apportioned               | \$ 875.9        | 100.0         | \$ - 963.9         | 100.0         |
| <b>Multistate Three-Factor Formula</b> |                 |               |                    |               |
| Income Apportioned by                  |                 |               |                    |               |
| Revenue Factor                         | \$ 264.2        | 38.6          | \$ - 256.4         | 36.5          |
| Property Factor                        | 224.1           | 32.8          | - 242.7            | 34.5          |
| Payroll Factor                         | <u>195.7</u>    | <u>28.6</u>   | <u>- 204.1</u>     | <u>29.0</u>   |
| Total Income Apportioned               | \$ 684.0        | 100.0         | \$ - 703.2         | 100.0         |
| <b>Combined Formulas</b>               |                 |               |                    |               |
| Income Apportioned by                  |                 |               |                    |               |
| Revenue Factor                         | \$ 650.5        | 41.7          | \$ - 769.0         | 46.1          |
| Property Factor                        | 713.7           | 45.8          | - 694.0            | 41.6          |
| Payroll Factor                         | <u>195.7</u>    | <u>12.5</u>   | <u>- 204.1</u>     | <u>12.3</u>   |
| Total Income Apportioned               | \$ 1,559.9      | 100.0         | \$ - 1,667.1       | 100.0         |

fied federal income. For the intrastate firms the income attributed to Colorado is the same as their modified federal taxable income which amounted to \$782 million or less than half that of the Colorado income of the interstate firms. Thus, the total Colorado taxable income adjusted for an operating loss carryover of \$229 million from previous years, amounted to \$2,267 million or not quite 2 percent of the total federal taxable income of all taxable firms.

In contrast, the nontaxable firms reported net losses (negative federal taxable income) of \$41 billion on their total operations which when adjusted for Colorado tax code modifications was

increased to about \$45 billion. About nine-tenths of this modified negative federal taxable income was accounted for by interstate firms which attributed \$1,619 million or about 4 percent of their losses to their Colorado business activity. For the intrastate firms the Colorado losses on their modified basis amounted to \$5,338 million or almost three times the losses of the interstate firms. In addition, the nontaxable firms reported a Colorado operating loss carryover of \$4,396 million resulting in a total negative Colorado taxable income of \$7,173 million, or over 17 percent of their total negative federal taxable income for the same period.

**Table R Derivation of Colorado Taxable Income, Colorado Corporate Income Tax Returns Filed in Fiscal Year 1987**

|   | TAXABLE RETURNS |               | NONTAXABLE RETURNS |               |
|---|-----------------|---------------|--------------------|---------------|
|   | \$ Millions     | Percent Dist. | \$ Millions        | Percent Dist. |
| Reported Federal Taxable Income (FTI)         | \$ 123,952      | 100.0         | \$ - 41,146        | 100.0         |
| Less: Colorado Modifications                  | <u>9,642</u>    | <u>7.8</u>    | <u>-3,610</u>      | <u>8.8</u>    |
| Modified Federal Taxable Income               | \$ 114,310      | 92.2          | \$ - 44,756        | 108.8         |
| <b>Interstate Firms</b>                       |                 |               |                    |               |
| Modified Federal Taxable Income               | \$ 113,528      | 91.6          | \$ - 39,418        | 95.8          |
| Modified FTI Subject to Apportionment         | \$ 111,132      | 89.7          | \$ - 41,637        | 101.2         |
| Modified FTI Apportioned to Colorado          | \$ 1,673        | 1.4           | \$ - 1,659         | 4.0           |
| Other Income Allocated to Colorado            | <u>41</u>       | <u>**</u>     | <u>40</u>          | <u>-0.1</u>   |
| Colorado Taxable Income Before OLD            | \$ 1,714        | 1.4           | \$ - 1,619         | 3.9           |
| <b>Intrastate Firms</b>                       |                 |               |                    |               |
| Modified Federal Taxable Income               | \$ 782          | 0.6           | \$ - 5,338         | 13.0          |
| Colorado Taxable Income Before OLD            | 782             | 0.6           | - 1,157            | 2.8           |
| Total Colorado Taxable Income Before OLD      | \$ 2,496        | 2.0           | \$ - 2,777         | 6.7           |
| Less: Colorado Operating Loss Deduction (OLD) | <u>229</u>      | <u>0.2</u>    | <u>-4,396</u>      | <u>10.7</u>   |
| Colorado Taxable Income                       | \$ 2,267        | 1.8           | \$ - 7,173         | 17.4          |

\*\* Less than .05.

## Text Footnotes

1/ The number of returns does not necessarily represent the total number of corporations in Colorado. The income tax laws permit a parent corporation to file a single consolidated return for an affiliated group of corporations. It is also possible for a particular corporation to have filed more than one return during the fiscal year. For example, firms electing to change their accounting periods are required to file a return for the short period between the close of the original tax year and the beginning of the new one. A firm also may have filed two returns during the sample period if an earlier return was filed beyond the normal due date as the result of a granted extension of time to file and a later return was

filed without such extension. In either case, there is not a duplication of tax data since the returns cover different time periods. The number of non-tax returns and the number of returns not subject to tax fluctuates on a state fiscal year to fiscal year basis partly due to Revenue Department processing patterns.

2/ See Appendix A, page 69 for a summary of the tax credit provisions.

3/ See Appendix A, page 69 for a summary of the provisions regarding Colorado modifications of federal taxable income, allocation of non-operating income, apportionment of income, and operating loss carryovers.

# Detailed Colorado Statistics of Income

*Note: The accumulation for any given item on the following tables may vary because of rounding.*

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**Table 1. Distribution of all Returns by Taxable Income Classes  
Colorado Corporation Income Tax Returns Filed in Fiscal Year 1987**

**A. Dollar Amounts in Thousands**

| Colorado Taxable<br>Income Classes | Number<br>of<br>Returns | Federal<br>Taxable<br>Income | Colorado<br>Taxable<br>Income | Colorado<br>Tax<br>Liability |
|------------------------------------|-------------------------|------------------------------|-------------------------------|------------------------------|
| NONTAXABLE RETURNS                 | 31,331                  | -\$41,146,309                | -\$7,172,874                  | \$0                          |
| <b>TAXABLE RETURNS</b>             |                         |                              |                               |                              |
| Under \$ 2,000                     | 3,930                   | 7,752,826                    | 3,152                         | 158                          |
| \$ 2,000 - \$ 10,000               | 5,364                   | 1,182,602                    | 28,018                        | 1,402                        |
| \$ 10,000 - \$ 25,000              | 4,070                   | 419,160                      | 67,243                        | 3,364                        |
| \$ 25,000 - \$ 50,000              | 2,938                   | 4,092,521                    | 105,229                       | 5,262                        |
| \$ 50,000 - \$ 75,000              | 1,378                   | 3,696,554                    | 83,636                        | 4,185                        |
| \$ 75,000 - \$ 100,000             | 648                     | 3,377,442                    | 55,344                        | 2,768                        |
| \$ 100,000 - \$ 200,000            | 904                     | 4,112,007                    | 125,441                       | 6,274                        |
| \$ 200,000 - \$ 500,000            | 538                     | 8,402,020                    | 166,847                       | 8,345                        |
| \$ 500,000 and over                | 530                     | 90,917,183                   | 1,631,804                     | 81,590                       |
| <b>TOTAL TAXABLE</b>               | <b>20,300</b>           | <b>\$123,952,315</b>         | <b>\$2,266,714</b>            | <b>\$113,349</b>             |
| <b>GRAND TOTAL</b>                 | <b>51,631</b>           | <b>\$82,806,006</b>          | <b>-\$4,906,160</b>           | <b>\$113,349</b>             |

**B. Percentage Distribution of Taxable Returns**

| Colorado Taxable<br>Income Classes | Number<br>of<br>Returns | Federal<br>Taxable<br>Income | Colorado<br>Taxable<br>Income | Colorado<br>Tax<br>Liability |
|------------------------------------|-------------------------|------------------------------|-------------------------------|------------------------------|
| <b>TAXABLE RETURNS</b>             |                         |                              |                               |                              |
| Under \$ 2,000                     | 19.36                   | 6.25                         | 0.14                          | 0.14                         |
| \$ 2,000 - \$ 10,000               | 26.42                   | 0.95                         | 1.24                          | 1.24                         |
| \$ 10,000 - \$ 25,000              | 20.05                   | 0.34                         | 2.97                          | 2.97                         |
| \$ 25,000 - \$ 50,000              | 14.47                   | 3.30                         | 4.64                          | 4.64                         |
| \$ 50,000 - \$ 75,000              | 6.79                    | 2.98                         | 3.69                          | 3.69                         |
| \$ 75,000 - \$ 100,000             | 3.19                    | 2.72                         | 2.44                          | 2.44                         |
| \$ 100,000 - \$ 200,000            | 4.45                    | 3.32                         | 5.53                          | 5.53                         |
| \$ 200,000 - \$ 500,000            | 2.65                    | 6.78                         | 7.36                          | 7.36                         |
| \$ 500,000 and over                | 2.61                    | 73.35                        | 71.99                         | 71.98                        |
| <b>GRAND TOTAL</b>                 | <b>100.00</b>           | <b>100.00</b>                | <b>100.00</b>                 | <b>100.00</b>                |

**Table 2. Distribution of Intrastate Returns by Taxable Income Classes  
Colorado Corporation Income Tax Returns Filed in Fiscal Year 1987**

**A. Dollar Amounts in Thousands**

| Colorado Taxable<br>Income Classes | Number<br>of<br>Returns | Federal<br>Taxable<br>Income | Colorado<br>Taxable<br>Income | Colorado<br>Tax<br>Liability |
|------------------------------------|-------------------------|------------------------------|-------------------------------|------------------------------|
| <b>NONTAXABLE RETURNS</b>          |                         |                              |                               |                              |
|                                    | 24,870                  | -\$6,971,345                 | -\$2,818,573                  | \$0                          |
| <b>TAXABLE RETURNS</b>             |                         |                              |                               |                              |
| Under \$ 2,000                     | 3,020                   | 2,945                        | 2,486                         | 125                          |
| \$ 2,000 - \$ 10,000               | 4,490                   | 25,249                       | 23,620                        | 1,182                        |
| \$ 10,000 - \$ 25,000              | 3,498                   | 59,188                       | 57,681                        | 2,886                        |
| \$ 25,000 - \$ 50,000              | 2,514                   | 93,558                       | 90,379                        | 4,519                        |
| \$ 50,000 - \$ 75,000              | 1,111                   | 65,866                       | 67,117                        | 3,359                        |
| \$ 75,000 - \$ 100,000             | 495                     | 45,489                       | 42,206                        | 2,111                        |
| \$ 100,000 - \$ 200,000            | 559                     | 75,549                       | 76,107                        | 3,807                        |
| \$ 200,000 - \$ 500,000            | 260                     | 78,882                       | 78,044                        | 3,902                        |
| \$ 500,000 and over                | 154                     | 259,587                      | 265,143                       | 13,257                       |
| <b>TOTAL TAXABLE</b>               | <b>16,101</b>           | <b>\$706,312</b>             | <b>\$702,781</b>              | <b>\$35,149</b>              |
| <b>GRAND TOTAL</b>                 | <b>40,971</b>           | <b>-\$6,265,033</b>          | <b>-\$2,115,791</b>           | <b>\$35,149</b>              |

**B. Percentage Distribution of Taxable Returns**

| Colorado Taxable<br>Income Classes | Number<br>of<br>Returns | Federal<br>Taxable<br>Income | Colorado<br>Taxable<br>Income | Colorado<br>Tax<br>Liability |
|------------------------------------|-------------------------|------------------------------|-------------------------------|------------------------------|
| <b>TAXABLE RETURNS</b>             |                         |                              |                               |                              |
| Under \$ 2,000                     | 18.76                   | 0.42                         | 0.35                          | 0.35                         |
| \$ 2,000 - \$ 10,000               | 27.89                   | 3.57                         | 3.36                          | 3.36                         |
| \$ 10,000 - \$ 25,000              | 21.73                   | 8.38                         | 8.21                          | 8.21                         |
| \$ 25,000 - \$ 50,000              | 15.61                   | 13.25                        | 12.86                         | 12.86                        |
| \$ 50,000 - \$ 75,000              | 6.90                    | 9.33                         | 9.55                          | 9.56                         |
| \$ 75,000 - \$ 100,000             | 3.07                    | 6.44                         | 6.01                          | 6.01                         |
| \$ 100,000 - \$ 200,000            | 3.47                    | 10.70                        | 10.83                         | 10.83                        |
| \$ 200,000 - \$ 500,000            | 1.61                    | 11.17                        | 11.11                         | 11.10                        |
| \$ 500,000 and over                | 0.96                    | 36.75                        | 37.73                         | 37.72                        |
| <b>GRAND TOTAL</b>                 | <b>100.00</b>           | <b>100.00</b>                | <b>100.00</b>                 | <b>100.00</b>                |

**Table 3. Distribution of Interstate Returns by Taxable Income Classes  
Colorado Corporation Income Tax Returns Filed in Fiscal Year 1987**

**A. Dollar Amounts In Thousands**

| Colorado Taxable<br>Income Classes | Number<br>of<br>Returns | Federal<br>Taxable<br>Income | Colorado<br>Taxable<br>Income | Colorado<br>Tax<br>Liability |
|------------------------------------|-------------------------|------------------------------|-------------------------------|------------------------------|
| NONTAXABLE RETURNS                 | 6,461                   | -\$34,174,964                | -\$4,354,302                  | \$0                          |
| <b>TAXABLE RETURNS</b>             |                         |                              |                               |                              |
| Under \$ 2,000                     | 910                     | 7,749,881                    | 666                           | 33                           |
| \$ 2,000 - \$ 10,000               | 874                     | 1,157,354                    | 4,398                         | 220                          |
| \$ 10,000 - \$ 25,000              | 572                     | 359,972                      | 9,562                         | 478                          |
| \$ 25,000 - \$ 50,000              | 424                     | 3,998,963                    | 14,851                        | 743                          |
| \$ 50,000 - \$ 75,000              | 268                     | 3,630,688                    | 16,519                        | 826                          |
| \$ 75,000 - \$ 100,000             | 153                     | 3,331,953                    | 13,138                        | 657                          |
| \$ 100,000 - \$ 200,000            | 345                     | 4,036,458                    | 49,335                        | 2,467                        |
| \$ 200,000 - \$ 500,000            | 278                     | 8,323,138                    | 88,803                        | 4,443                        |
| \$ 500,000 and over                | 376                     | 90,657,596                   | 1,366,661                     | 68,333                       |
| <b>TOTAL TAXABLE</b>               | <b>4,200</b>            | <b>\$123,246,003</b>         | <b>\$1,563,933</b>            | <b>\$78,200</b>              |
| <b>GRAND TOTAL</b>                 | <b>10,661</b>           | <b>\$89,071,039</b>          | <b>-\$2,790,369</b>           | <b>\$78,200</b>              |

**B. Percentage Distribution of Taxable Returns**

| Colorado Taxable<br>Income Classes | Number<br>of<br>Returns | Federal<br>Taxable<br>Income | Colorado<br>Taxable<br>Income | Colorado<br>Tax<br>Liability |
|------------------------------------|-------------------------|------------------------------|-------------------------------|------------------------------|
| <b>TAXABLE RETURNS</b>             |                         |                              |                               |                              |
| Under \$ 2,000                     | 21.67                   | 6.29                         | 0.04                          | 0.04                         |
| \$ 2,000 - \$ 10,000               | 20.81                   | 0.94                         | 0.28                          | 0.28                         |
| \$ 10,000 - \$ 25,000              | 13.62                   | 0.29                         | 0.61                          | 0.61                         |
| \$ 25,000 - \$ 50,000              | 10.10                   | 3.24                         | 0.95                          | 0.95                         |
| \$ 50,000 - \$ 75,000              | 6.38                    | 2.95                         | 1.06                          | 1.06                         |
| \$ 75,000 - \$ 100,000             | 3.64                    | 2.70                         | 0.84                          | 0.84                         |
| \$ 100,000 - \$ 200,000            | 8.21                    | 3.28                         | 3.15                          | 3.15                         |
| \$ 200,000 - \$ 500,000            | 6.62                    | 6.75                         | 5.68                          | 5.68                         |
| \$ 500,000 and over                | 8.95                    | 73.56                        | 87.39                         | 87.38                        |
| <b>GRAND TOTAL</b>                 | <b>100.00</b>           | <b>100.00</b>                | <b>100.00</b>                 | <b>100.00</b>                |

**Table 4. Distribution of Domestic Returns by Taxable Income Classes  
Colorado Corporation Income Tax Returns Filed in Fiscal Year 1987**

**A. Dollar Amounts in Thousands**

| Colorado Taxable<br>Income Classes | Number<br>of<br>Returns | Federal<br>Taxable<br>Income | Colorado<br>Taxable<br>Income | Colorado<br>Tax<br>Liability |
|------------------------------------|-------------------------|------------------------------|-------------------------------|------------------------------|
| NONTAXABLE RETURNS                 | 24,411                  | -\$9,668,944                 | -\$3,986,480                  | \$0                          |
| <b>TAXABLE RETURNS</b>             |                         |                              |                               |                              |
| Under \$ 2,000                     | 2,950                   | 3,549                        | 2,450                         | 123                          |
| \$ 2,000 - \$ 10,000               | 4,430                   | 26,369                       | 23,360                        | 1,169                        |
| \$ 10,000 - \$ 25,000              | 3,470                   | 63,351                       | 57,149                        | 2,859                        |
| \$ 25,000 - \$ 50,000              | 2,462                   | 128,967                      | 88,408                        | 4,421                        |
| \$ 50,000 - \$ 75,000              | 1,126                   | 72,752                       | 68,063                        | 3,406                        |
| \$ 75,000 - \$ 100,000             | 500                     | 61,412                       | 42,536                        | 2,128                        |
| \$ 100,000 - \$ 200,000            | 610                     | 172,661                      | 83,756                        | 4,189                        |
| \$ 200,000 - \$ 500,000            | 273                     | 388,770                      | 83,257                        | 4,163                        |
| \$ 500,000 and over                | 203                     | 2,430,886                    | 714,514                       | 35,726                       |
| <b>TOTAL TAXABLE</b>               | <b>16,024</b>           | <b>\$3,348,717</b>           | <b>\$1,163,493</b>            | <b>\$58,184</b>              |
| <b>GRAND TOTAL</b>                 | <b>40,435</b>           | <b>-\$6,320,227</b>          | <b>-\$2,822,986</b>           | <b>\$58,184</b>              |

**B. Percentage Distribution of Taxable Returns**

| Colorado Taxable<br>Income Classes | Number<br>of<br>Returns | Federal<br>Taxable<br>Income | Colorado<br>Taxable<br>Income | Colorado<br>Tax<br>Liability |
|------------------------------------|-------------------------|------------------------------|-------------------------------|------------------------------|
| <b>TAXABLE RETURNS</b>             |                         |                              |                               |                              |
| Under \$ 2,000                     | 18.41                   | 0.11                         | 0.21                          | 0.21                         |
| \$ 2,000 - \$ 10,000               | 27.65                   | 0.79                         | 2.01                          | 2.01                         |
| \$ 10,000 - \$ 25,000              | 21.66                   | 1.89                         | 4.91                          | 4.91                         |
| \$ 25,000 - \$ 50,000              | 15.36                   | 3.85                         | 7.60                          | 7.60                         |
| \$ 50,000 - \$ 75,000              | 7.03                    | 2.17                         | 5.85                          | 5.85                         |
| \$ 75,000 - \$ 100,000             | 3.12                    | 1.83                         | 3.66                          | 3.66                         |
| \$ 100,000 - \$ 200,000            | 3.81                    | 5.16                         | 7.20                          | 7.20                         |
| \$ 200,000 - \$ 500,000            | 1.70                    | 11.61                        | 7.16                          | 7.15                         |
| \$ 500,000 and over                | 1.27                    | 72.59                        | 61.41                         | 61.40                        |
| <b>GRAND TOTAL</b>                 | <b>100.00</b>           | <b>100.00</b>                | <b>100.00</b>                 | <b>100.00</b>                |

**Table 5. Distribution of Domestic Intrastate Returns by Taxable Income Classes  
Colorado Corporation Income Tax Returns Filed in Fiscal Year 1987**

**A. Dollar Amounts In Thousands**

| Colorado Taxable<br>Income Classes | Number<br>of<br>Returns | Federal<br>Taxable<br>Income | Colorado<br>Taxable<br>Income | Colorado<br>Tax<br>Liability |
|------------------------------------|-------------------------|------------------------------|-------------------------------|------------------------------|
| <b>NONTAXABLE RETURNS</b>          |                         |                              |                               |                              |
|                                    | 23,060                  | -\$1,984,803                 | -\$2,262,939                  | \$0                          |
| <b>TAXABLE RETURNS</b>             |                         |                              |                               |                              |
| Under \$ 2,000                     | 2,830                   | 2,048                        | 2,346                         | 118                          |
| \$ 2,000 - \$ 10,000               | 4,340                   | 23,216                       | 22,842                        | 1,143                        |
| \$ 10,000 - \$ 25,000              | 3,374                   | 57,087                       | 55,518                        | 2,778                        |
| \$ 25,000 - \$ 50,000              | 2,382                   | 83,693                       | 85,651                        | 4,283                        |
| \$ 50,000 - \$ 75,000              | 1,047                   | 62,178                       | 63,254                        | 3,165                        |
| \$ 75,000 - \$ 100,000             | 470                     | 38,889                       | 40,021                        | 2,002                        |
| \$ 100,000 - \$ 200,000            | 516                     | 69,338                       | 70,052                        | 3,504                        |
| \$ 200,000 - \$ 500,000            | 216                     | 64,508                       | 64,317                        | 3,216                        |
| \$ 500,000 and over                | 118                     | 178,250                      | 181,804                       | 9,090                        |
| <b>TOTAL TAXABLE</b>               | <b>15,293</b>           | <b>\$579,208</b>             | <b>\$585,805</b>              | <b>\$29,299</b>              |
| <b>GRAND TOTAL</b>                 | <b>38,353</b>           | <b>-\$1,405,596</b>          | <b>-\$1,677,134</b>           | <b>\$29,299</b>              |

**B. Percentage Distribution of Taxable Returns**

| Colorado Taxable<br>Income Classes | Number<br>of<br>Returns | Federal<br>Taxable<br>Income | Colorado<br>Taxable<br>Income | Colorado<br>Tax<br>Liability |
|------------------------------------|-------------------------|------------------------------|-------------------------------|------------------------------|
| <b>TAXABLE RETURNS</b>             |                         |                              |                               |                              |
| Under \$ 2,000                     | 18.51                   | 0.35                         | 0.40                          | 0.40                         |
| \$ 2,000 - \$ 10,000               | 28.38                   | 4.01                         | 3.90                          | 3.90                         |
| \$ 10,000 - \$ 25,000              | 22.06                   | 9.86                         | 9.48                          | 9.48                         |
| \$ 25,000 - \$ 50,000              | 15.58                   | 14.45                        | 14.62                         | 14.62                        |
| \$ 50,000 - \$ 75,000              | 6.85                    | 10.73                        | 10.80                         | 10.80                        |
| \$ 75,000 - \$ 100,000             | 3.07                    | 6.71                         | 6.83                          | 6.83                         |
| \$ 100,000 - \$ 200,000            | 3.37                    | 11.97                        | 11.96                         | 11.96                        |
| \$ 200,000 - \$ 500,000            | 1.41                    | 11.14                        | 10.98                         | 10.98                        |
| \$ 500,000 and over                | 0.77                    | 30.77                        | 31.03                         | 31.03                        |
| <b>GRAND TOTAL</b>                 | <b>100.00</b>           | <b>100.00</b>                | <b>100.00</b>                 | <b>100.00</b>                |

**Table 6. Distribution of Domestic Interstate Returns by Taxable Income Classes  
Colorado Corporation Income Tax Returns Filed in Fiscal Year 1987**

**A. Dollar Amounts in Thousands**

| Colorado Taxable<br>Income Classes | Number<br>of<br>Returns | Federal<br>Taxable<br>Income | Colorado<br>Taxable<br>Income | Colorado<br>Tax<br>Liability |
|------------------------------------|-------------------------|------------------------------|-------------------------------|------------------------------|
| <b>NONTAXABLE RETURNS</b>          | 1,351                   | -\$7,684,141                 | -\$1,723,541                  | \$0                          |
| <b>TAXABLE RETURNS</b>             |                         |                              |                               |                              |
| Under \$ 2,000                     | 120                     | 1,502                        | 104                           | 5                            |
| \$ 2,000 - \$ 10,000               | 90                      | 3,153                        | 518                           | 26                           |
| \$ 10,000 - \$ 25,000              | 96                      | 6,264                        | 1,631                         | 82                           |
| \$ 25,000 - \$ 50,000              | 80                      | 45,275                       | 2,757                         | 138                          |
| \$ 50,000 - \$ 75,000              | 79                      | 10,574                       | 4,809                         | 240                          |
| \$ 75,000 - \$ 100,000             | 30                      | 22,523                       | 2,515                         | 126                          |
| \$ 100,000 - \$ 200,000            | 94                      | 103,322                      | 13,704                        | 685                          |
| \$ 200,000 - \$ 500,000            | 57                      | 324,262                      | 18,941                        | 947                          |
| \$ 500,000 and over                | 85                      | 2,252,636                    | 532,710                       | 26,636                       |
| <b>TOTAL TAXABLE</b>               | <b>731</b>              | <b>\$2,769,510</b>           | <b>\$577,689</b>              | <b>\$28,884</b>              |
| <b>GRAND TOTAL</b>                 | <b>2,082</b>            | <b>-\$4,914,631</b>          | <b>-\$1,145,852</b>           | <b>\$28,884</b>              |

**B. Percentage Distribution of Taxable Returns**

| Colorado Taxable<br>Income Classes | Number<br>of<br>Returns | Federal<br>Taxable<br>Income | Colorado<br>Taxable<br>Income | Colorado<br>Tax<br>Liability |
|------------------------------------|-------------------------|------------------------------|-------------------------------|------------------------------|
| <b>TAXABLE RETURNS</b>             |                         |                              |                               |                              |
| Under \$ 2,000                     | 16.42                   | 0.05                         | 0.02                          | 0.02                         |
| \$ 2,000 - \$ 10,000               | 12.31                   | 0.11                         | 0.09                          | 0.09                         |
| \$ 10,000 - \$ 25,000              | 13.13                   | 0.23                         | 0.28                          | 0.28                         |
| \$ 25,000 - \$ 50,000              | 10.94                   | 1.63                         | 0.48                          | 0.48                         |
| \$ 50,000 - \$ 75,000              | 10.81                   | 0.38                         | 0.83                          | 0.83                         |
| \$ 75,000 - \$ 100,000             | 4.10                    | 0.81                         | 0.44                          | 0.44                         |
| \$ 100,000 - \$ 200,000            | 12.86                   | 3.73                         | 2.37                          | 2.37                         |
| \$ 200,000 - \$ 500,000            | 7.80                    | 11.71                        | 3.28                          | 3.28                         |
| \$ 500,000 and over                | 11.63                   | 81.34                        | 92.21                         | 92.21                        |
| <b>GRAND TOTAL</b>                 | <b>100.00</b>           | <b>100.00</b>                | <b>100.00</b>                 | <b>100.00</b>                |

**Table 7. Distribution of Foreign Returns by Taxable Income Classes  
Colorado Corporation Income Tax Returns Filed in Fiscal Year 1987**

**A. Dollar Amounts In Thousands**

| Colorado Taxable<br>Income Classes | Number<br>of<br>Returns | Federal<br>Taxable<br>Income | Colorado<br>Taxable<br>Income | Colorado<br>Tax<br>Liability |
|------------------------------------|-------------------------|------------------------------|-------------------------------|------------------------------|
| <b>NONTAXABLE RETURNS</b>          |                         |                              |                               |                              |
|                                    | 6,920                   | -\$31,477,365                | -\$3,186,395                  | \$0                          |
| <b>TAXABLE RETURNS</b>             |                         |                              |                               |                              |
| Under \$ 2,000                     | 980                     | 7,749,277                    | 702                           | 35                           |
| \$ 2,000 - \$ 10,000               | 934                     | 1,156,234                    | 4,657                         | 233                          |
| \$ 10,000 - \$ 25,000              | 600                     | 355,809                      | 10,095                        | 505                          |
| \$ 25,000 - \$ 50,000              | 476                     | 3,963,554                    | 16,821                        | 841                          |
| \$ 50,000 - \$ 75,000              | 253                     | 3,623,802                    | 15,573                        | 779                          |
| \$ 75,000 - \$ 100,000             | 149                     | 3,316,030                    | 12,808                        | 640                          |
| \$ 100,000 - \$ 200,000            | 294                     | 3,939,346                    | 41,685                        | 2,084                        |
| \$ 200,000 - \$ 500,000            | 265                     | 8,013,250                    | 83,590                        | 4,182                        |
| \$ 500,000 and over                | 327                     | 88,486,297                   | 917,290                       | 45,864                       |
| <b>TOTAL TAXABLE</b>               | <b>4,278</b>            | <b>\$120,603,598</b>         | <b>\$1,103,221</b>            | <b>\$55,165</b>              |
| <b>GRAND TOTAL</b>                 | <b>11,198</b>           | <b>\$89,126,233</b>          | <b>-\$2,083,174</b>           | <b>\$55,165</b>              |

**B. Percentage Distribution of Taxable Returns**

| Colorado Taxable<br>Income Classes | Number<br>of<br>Returns | Federal<br>Taxable<br>Income | Colorado<br>Taxable<br>Income | Colorado<br>Tax<br>Liability |
|------------------------------------|-------------------------|------------------------------|-------------------------------|------------------------------|
| <b>TAXABLE RETURNS</b>             |                         |                              |                               |                              |
| Under \$ 2,000                     | 22.91                   | 6.43                         | 0.06                          | 0.06                         |
| \$ 2,000 - \$ 10,000               | 21.83                   | 0.96                         | 0.42                          | 0.42                         |
| \$ 10,000 - \$ 25,000              | 14.03                   | 0.30                         | 0.92                          | 0.91                         |
| \$ 25,000 - \$ 50,000              | 11.13                   | 3.29                         | 1.52                          | 1.53                         |
| \$ 50,000 - \$ 75,000              | 5.91                    | 3.00                         | 1.41                          | 1.41                         |
| \$ 75,000 - \$ 100,000             | 3.48                    | 2.75                         | 1.16                          | 1.16                         |
| \$ 100,000 - \$ 200,000            | 6.87                    | 3.27                         | 3.78                          | 3.78                         |
| \$ 200,000 - \$ 500,000            | 6.19                    | 6.64                         | 7.58                          | 7.58                         |
| \$ 500,000 and over                | 7.64                    | 73.37                        | 83.15                         | 83.14                        |
| <b>GRAND TOTAL</b>                 | <b>100.00</b>           | <b>100.00</b>                | <b>100.00</b>                 | <b>100.00</b>                |

**Table 8. Distribution of Foreign Intrastate Returns by Taxable Income Classes  
Colorado Corporation Income Tax Returns Filed in Fiscal Year 1987**

**A. Dollar Amounts In Thousands**

| Colorado Taxable<br>Income Classes | Number<br>of<br>Returns | Federal<br>Taxable<br>Income | Colorado<br>Taxable<br>Income | Colorado<br>Tax<br>Liability |
|------------------------------------|-------------------------|------------------------------|-------------------------------|------------------------------|
| <b>NONTAXABLE RETURNS</b>          | 1,810                   | -\$4,986,542                 | -\$555,634                    | \$0                          |
| <b>TAXABLE RETURNS</b>             |                         |                              |                               |                              |
| Under \$ 2,000                     | 190                     | 898                          | 139                           | 7                            |
| \$ 2,000 - \$ 10,000               | 150                     | 2,033                        | 778                           | 39                           |
| \$ 10,000 - \$ 25,000              | 124                     | 2,100                        | 2,163                         | 108                          |
| \$ 25,000 - \$ 50,000              | 132                     | 9,865                        | 4,727                         | 236                          |
| \$ 50,000 - \$ 75,000              | 64                      | 3,688                        | 3,863                         | 194                          |
| \$ 75,000 - \$ 100,000             | 26                      | 6,600                        | 2,185                         | 109                          |
| \$ 100,000 - \$ 200,000            | 44                      | 6,210                        | 6,054                         | 303                          |
| \$ 200,000 - \$ 500,000            | 44                      | 14,374                       | 13,728                        | 686                          |
| \$ 500,000 and over                | 36                      | 81,337                       | 83,339                        | 4,167                        |
| <b>TOTAL TAXABLE</b>               | 810                     | \$127,105                    | \$116,977                     | \$5,850                      |
| <b>GRAND TOTAL</b>                 | 2,620                   | -\$4,859,438                 | -\$438,657                    | \$5,850                      |

**B. Percentage Distribution of Taxable Returns**

| Number<br>Colorado Taxable<br>Income Classes | Federal<br>of<br>Returns | Colorado<br>Taxable<br>Income | Colorado<br>Taxable<br>Income | Tax<br>Liability |
|--|--------------------------|-------------------------------|-------------------------------|------------------|
| <b>TAXABLE RETURNS</b>                       |                          |                               |                               |                  |
| Under \$ 2,000                               | 23.46                    | 0.71                          | 0.12                          | 0.12             |
| \$ 2,000 - \$ 10,000                         | 18.52                    | 1.60                          | 0.66                          | 0.66             |
| \$ 10,000 - \$ 25,000                        | 15.31                    | 1.65                          | 1.85                          | 1.85             |
| \$ 25,000 - \$ 50,000                        | 16.30                    | 7.76                          | 4.04                          | 4.04             |
| \$ 50,000 - \$ 75,000                        | 7.90                     | 2.90                          | 3.30                          | 3.32             |
| \$ 75,000 - \$ 100,000                       | 3.21                     | 5.19                          | 1.87                          | 1.87             |
| \$ 100,000 - \$ 200,000                      | 5.43                     | 4.89                          | 5.18                          | 5.17             |
| \$ 200,000 - \$ 500,000                      | 5.43                     | 11.31                         | 11.74                         | 11.73            |
| \$ 500,000 and over                          | 4.44                     | 63.99                         | 71.24                         | 71.23            |
| <b>GRAND TOTAL</b>                           | 100.00                   | 100.00                        | 100.00                        | 100.00           |



**Table 9. Distribution of Foreign Interstate Returns by Taxable Income Classes  
Colorado Corporation Income Tax Returns Filed in Fiscal Year 1987**

**A. Dollar Amounts in Thousands**

| Number<br>Colorado Taxable<br>Income Classes | Federal<br>of<br>Returns | Colorado<br>Taxable<br>Income | Colorado<br>Taxable<br>Income | Tax<br>Liability |
|--|--------------------------|-------------------------------|-------------------------------|------------------|
| <b>NONTAXABLE RETURNS</b>                    |                          |                               |                               |                  |
|  | 5,110                    | -\$26,490,823                 | -\$2,630,761                  | \$0              |
| <b>TAXABLE RETURNS</b>                       |                          |                               |                               |                  |
| Under \$ 2,000                               | 790                      | 7,748,379                     | 562                           | 28               |
| \$ 2,000 - \$ 10,000                         | 784                      | 1,154,201                     | 3,880                         | 194              |
| \$ 10,000 - \$ 25,000                        | 476                      | 353,709                       | 7,931                         | 397              |
| \$ 25,000 - \$ 50,000                        | 344                      | 3,953,689                     | 12,094                        | 605              |
| \$ 50,000 - \$ 75,000                        | 189                      | 3,620,114                     | 11,710                        | 585              |
| \$ 75,000 - \$ 100,000                       | 123                      | 3,309,431                     | 10,623                        | 531              |
| \$ 100,000 - \$ 200,000                      | 251                      | 3,933,136                     | 35,631                        | 1,782            |
| \$ 200,000 - \$ 500,000                      | 221                      | 7,998,876                     | 69,862                        | 3,496            |
| \$ 500,000 and over                          | 291                      | 88,404,960                    | 833,951                       | 41,698           |
| <b>TOTAL TAXABLE</b>                         | <b>3,469</b>             | <b>\$120,476,493</b>          | <b>\$986,244</b>              | <b>\$49,316</b>  |
| <b>GRAND TOTAL</b>                           | <b>8,579</b>             | <b>\$93,985,670</b>           | <b>-\$1,644,517</b>           | <b>\$49,316</b>  |

**B. Percentage Distribution of Taxable Returns**

| Colorado Taxable<br>Income Classes | Number<br>of<br>Returns | Federal<br>Taxable<br>Income | Colorado<br>Taxable<br>Income | Colorado<br>Tax<br>Liability |
|------------------------------------|-------------------------|------------------------------|-------------------------------|------------------------------|
| <b>TAXABLE RETURNS</b>             |                         |                              |                               |                              |
| Under \$ 2,000                     | 22.77                   | 6.43                         | 0.06                          | 0.06                         |
| \$ 2,000 - \$ 10,000               | 22.60                   | 0.96                         | 0.39                          | 0.39                         |
| \$ 10,000 - \$ 25,000              | 13.72                   | 0.29                         | 0.80                          | 0.80                         |
| \$ 25,000 - \$ 50,000              | 9.92                    | 3.28                         | 1.23                          | 1.23                         |
| \$ 50,000 - \$ 75,000              | 5.45                    | 3.00                         | 1.19                          | 1.19                         |
| \$ 75,000 - \$ 100,000             | 3.55                    | 2.75                         | 1.08                          | 1.08                         |
| \$ 100,000 - \$ 200,000            | 7.24                    | 3.26                         | 3.61                          | 3.61                         |
| \$ 200,000 - \$ 500,000            | 6.37                    | 6.64                         | 7.08                          | 7.09                         |
| \$ 500,000 and over                | 8.39                    | 73.38                        | 84.56                         | 84.55                        |
| <b>GRAND TOTAL</b>                 | <b>100.00</b>           | <b>100.00</b>                | <b>100.00</b>                 | <b>100.00</b>                |

**Table 10. Distribution of Interstate Returns Using the Two-Factor Formula by Taxable Income Classes  
Colorado Corporation Income Tax Returns Filed in Fiscal Year 1987**

**A. Dollar Amounts In Thousands**

| Colorado Taxable<br>Income Classes | Number<br>of<br>Returns | Federal<br>Taxable<br>Income | Colorado<br>Taxable<br>Income | Colorado<br>Tax<br>Liability |
|------------------------------------|-------------------------|------------------------------|-------------------------------|------------------------------|
| NONTAXABLE RETURNS                 | 3,291                   | -\$12,803,897                | -\$2,080,142                  | \$0                          |
| <b>TAXABLE RETURNS</b>             |                         |                              |                               |                              |
| Under \$ 2,000                     | 430                     | 546,693                      | 349                           | 18                           |
| \$ 2,000 - \$ 10,000               | 346                     | 62,065                       | 1,634                         | 82                           |
| \$ 10,000 - \$ 25,000              | 232                     | 140,004                      | 3,780                         | 189                          |
| \$ 25,000 - \$ 50,000              | 192                     | 3,007,893                    | 6,622                         | 331                          |
| \$ 50,000 - \$ 75,000              | 97                      | 1,500,082                    | 5,974                         | 299                          |
| \$ 75,000 - \$ 100,000             | 44                      | 192,154                      | 3,696                         | 185                          |
| \$ 100,000 - \$ 200,000            | 121                     | 465,512                      | 17,071                        | 854                          |
| \$ 200,000 - \$ 500,000            | 91                      | 1,382,145                    | 28,995                        | 1,450                        |
| \$ 500,000 and over                | 147                     | 35,961,739                   | 767,522                       | 38,376                       |
| <b>TOTAL TAXABLE</b>               | <b>1,700</b>            | <b>\$43,258,286</b>          | <b>\$835,644</b>              | <b>\$41,783</b>              |
| <b>GRAND TOTAL</b>                 | <b>4,991</b>            | <b>\$30,454,390</b>          | <b>-\$1,244,498</b>           | <b>\$41,783</b>              |

**B. Percentage Distribution of Taxable Returns**

| Colorado Taxable<br>Income Classes | Number<br>of<br>Returns | Federal<br>Taxable<br>Income | Colorado<br>Taxable<br>Income | Colorado<br>Tax<br>Liability |
|------------------------------------|-------------------------|------------------------------|-------------------------------|------------------------------|
| <b>TAXABLE RETURNS</b>             |                         |                              |                               |                              |
| Under \$ 2,000                     | 25.29                   | 1.26                         | 0.04                          | 0.04                         |
| \$ 2,000 - \$ 10,000               | 20.35                   | 0.14                         | 0.20                          | 0.20                         |
| \$ 10,000 - \$ 25,000              | 13.65                   | 0.32                         | 0.45                          | 0.45                         |
| \$ 25,000 - \$ 50,000              | 11.29                   | 6.95                         | 0.79                          | 0.79                         |
| \$ 50,000 - \$ 75,000              | 5.71                    | 3.47                         | 0.71                          | 0.71                         |
| \$ 75,000 - \$ 100,000             | 2.59                    | 0.44                         | 0.44                          | 0.44                         |
| \$ 100,000 - \$ 200,000            | 7.12                    | 1.08                         | 2.04                          | 2.04                         |
| \$ 200,000 - \$ 500,000            | 5.35                    | 3.20                         | 3.47                          | 3.47                         |
| \$ 500,000 and over                | 8.65                    | 83.13                        | 91.85                         | 91.85                        |
| <b>GRAND TOTAL</b>                 | <b>100.00</b>           | <b>100.00</b>                | <b>100.00</b>                 | <b>100.00</b>                |

**Table 11. Distribution of Interstate Returns Using the Three-Factor Formula by Taxable Income Classes  
Colorado Corporation Income Tax Returns Filed in Fiscal Year 1987**

**A. Dollar Amounts in Thousands**

| Colorado Taxable<br>Income Classes | Number<br>of<br>Returns | Federal<br>Taxable<br>Income | Colorado<br>Taxable<br>Income | Colorado<br>Tax<br>Liability |
|------------------------------------|-------------------------|------------------------------|-------------------------------|------------------------------|
| <b>NONTAXABLE RETURNS</b>          | 3,070                   | -\$20,491,269                | -\$2,203,705                  | \$0                          |
| <b>TAXABLE RETURNS</b>             |                         |                              |                               |                              |
| Under \$ 2,000                     | 480                     | 7,203,188                    | 317                           | 16                           |
| \$ 2,000 - \$ 10,000               | 498                     | 1,086,603                    | 2,556                         | 128                          |
| \$ 10,000 - \$ 25,000              | 334                     | 216,447                      | 5,671                         | 284                          |
| \$ 25,000 - \$ 50,000              | 228                     | 1,042,215                    | 8,105                         | 405                          |
| \$ 50,000 - \$ 75,000              | 171                     | 2,130,606                    | 10,545                        | 527                          |
| \$ 75,000 - \$ 100,000             | 110                     | 3,139,799                    | 9,442                         | 472                          |
| \$ 100,000 - \$ 200,000            | 221                     | 3,545,673                    | 31,886                        | 1,594                        |
| \$ 200,000 - \$ 500,000            | 185                     | 6,363,614                    | 59,174                        | 2,962                        |
| \$ 500,000 and over                | 215                     | 43,221,367                   | 487,864                       | 24,393                       |
| <b>TOTAL TAXABLE</b>               | <b>2,442</b>            | <b>\$67,949,512</b>          | <b>\$615,561</b>              | <b>\$30,781</b>              |
| <b>GRAND TOTAL</b>                 | <b>5,512</b>            | <b>\$47,458,243</b>          | <b>-\$1,588,144</b>           | <b>\$30,781</b>              |

**B. Percentage Distribution of Taxable Returns**

| Colorado Taxable<br>Income Classes | Number<br>of<br>Returns | Federal<br>Taxable<br>Income | Colorado<br>Taxable<br>Income | Colorado<br>Tax<br>Liability |
|------------------------------------|-------------------------|------------------------------|-------------------------------|------------------------------|
| <b>TAXABLE RETURNS</b>             |                         |                              |                               |                              |
| Under \$ 2,000                     | 19.66                   | 10.60                        | 0.05                          | 0.05                         |
| \$ 2,000 - \$ 10,000               | 20.39                   | 1.60                         | 0.42                          | 0.42                         |
| \$ 10,000 - \$ 25,000              | 13.68                   | 0.32                         | 0.92                          | 0.92                         |
| \$ 25,000 - \$ 50,000              | 9.34                    | 1.53                         | 1.32                          | 1.32                         |
| \$ 50,000 - \$ 75,000              | 7.00                    | 3.14                         | 1.71                          | 1.71                         |
| \$ 75,000 - \$ 100,000             | 4.50                    | 4.62                         | 1.53                          | 1.53                         |
| \$ 100,000 - \$ 200,000            | 9.05                    | 5.22                         | 5.18                          | 5.18                         |
| \$ 200,000 - \$ 500,000            | 7.58                    | 9.37                         | 9.61                          | 9.62                         |
| \$ 500,000 and over                | 8.80                    | 63.61                        | 79.26                         | 79.25                        |
| <b>GRAND TOTAL</b>                 | <b>100.00</b>           | <b>100.00</b>                | <b>100.00</b>                 | <b>100.00</b>                |

**Table 12. Distribution of Interstate Returns Using Special Apportionment Methods by Taxable Income Classes  
Colorado Corporation Income Tax Returns Filed in Fiscal Year 1987**

**A. Dollar Amounts in Thousands**

| Colorado Taxable<br>Income Classes | Number<br>of<br>Returns | Federal<br>Taxable<br>Income | Colorado<br>Taxable<br>Income | Colorado<br>Tax<br>Liability |
|------------------------------------|-------------------------|------------------------------|-------------------------------|------------------------------|
| <b>NONTAXABLE RETURNS</b>          | 100                     | -\$879,798                   | -\$70,455                     | \$0                          |
| <b>TAXABLE RETURNS</b>             |                         |                              |                               |                              |
| Under \$ 2,000                     | 0                       | 0                            | 0                             | 0                            |
| \$ 2,000 - \$ 10,000               | 30                      | 8,686                        | 208                           | 10                           |
| \$ 10,000 - \$ 25,000              | 6                       | 3,522                        | 111                           | 6                            |
| \$ 25,000 - \$ 50,000              | 4                       | - 51,545                     | 123                           | 6                            |
| \$ 50,000 - \$ 75,000              | 0                       | 0                            | 0                             | 0                            |
| \$ 75,000 - \$ 100,000             | 0                       | 0                            | 0                             | 0                            |
| \$ 100,000 - \$ 200,000            | 3                       | 25,273                       | 378                           | 19                           |
| \$ 200,000 - \$ 500,000            | 2                       | 577,379                      | 633                           | 32                           |
| \$ 500,000 and over                | 15                      | 11,474,489                   | 111,275                       | 5,564                        |
| <b>TOTAL TAXABLE</b>               | 60                      | \$12,037,805                 | \$112,728                     | \$5,636                      |
| <b>GRAND TOTAL</b>                 | 160                     | \$11,158,006                 | \$42,273                      | \$5,636                      |

**B. Percentage Distribution of Taxable Returns**

| Colorado Taxable<br>Income Classes | Number<br>of<br>Returns | Federal<br>Taxable<br>Income | Colorado<br>Taxable<br>Income | Colorado<br>Tax<br>Liability |
|------------------------------------|-------------------------|------------------------------|-------------------------------|------------------------------|
| <b>TAXABLE RETURNS</b>             |                         |                              |                               |                              |
| Under \$ 2,000                     | 0.00                    | 0.00                         | 0.00                          | 0.00                         |
| \$ 2,000 - \$ 10,000               | 50.00                   | 0.07                         | 0.18                          | 0.18                         |
| \$ 10,000 - \$ 25,000              | 10.00                   | 0.03                         | 0.10                          | 0.10                         |
| \$ 25,000 - \$ 50,000              | 6.67                    | - 0.42                       | 0.11                          | 0.11                         |
| \$ 50,000 - \$ 75,000              | 0.00                    | 0.00                         | 0.00                          | 0.00                         |
| \$ 75,000 - \$ 100,000             | 0.00                    | 0.00                         | 0.00                          | 0.00                         |
| \$ 100,000 - \$ 200,000            | 5.00                    | 0.21                         | 0.34                          | 0.34                         |
| \$ 200,000 - \$ 500,000            | 3.33                    | 4.80                         | 0.56                          | 0.56                         |
| \$ 500,000 and over                | 25.00                   | 95.32                        | 98.71                         | 98.71                        |
| <b>GRAND TOTAL</b>                 | 100.00                  | 100.00                       | 100.00                        | 100.00                       |

**Table 13. Distribution of Number of Returns by Industry Classes and Taxable Income Classes  
Colorado Corporation Income Tax Returns Filed in Fiscal Year 1987**

**A. Number of Returns**

| Colorado Taxable<br>Income Classes | Agriculture | Mining | Construction | Manufacturing | Transport<br>and<br>Utilities | Wholesale<br>and<br>Retail Trade | Finance<br>Insurance &<br>Real Estate | Services<br>and Not<br>Classified | Total  |
|------------------------------------|-------------|--------|--------------|---------------|-------------------------------|----------------------------------|---------------------------------------|-----------------------------------|--------|
| <b>NONTAXABLE RETURNS</b>          | 970         | 1,660  | 3,860        | 2,420         | 790                           | 6,680                            | 6,201                                 | 8,750                             | 31,331 |
| <b>TAXABLE RETURNS</b>             |             |        |              |               |                               |                                  |                                       |                                   |        |
| Under \$ 2,000                     | 80          | 240    | 430          | 220           | 100                           | 640                              | 880                                   | 1,340                             | 3,930  |
| \$ 2,000 - \$ 10,000               | 110         | 110    | 470          | 360           | 60                            | 1,156                            | 946                                   | 2,152                             | 5,364  |
| \$ 10,000 - \$ 25,000              | 132         | 64     | 396          | 276           | 122                           | 948                              | 498                                   | 1,634                             | 4,070  |
| \$ 25,000 - \$ 50,000              | 10          | 52     | 370          | 280           | 74                            | 792                              | 422                                   | 846                               | 2,938  |
| \$ 50,000 - \$ 75,000              | 54          | 27     | 178          | 142           | 26                            | 416                              | 153                                   | 385                               | 1,381  |
| \$ 75,000 - \$ 100,000             | 21          | 15     | 96           | 87            | 35                            | 179                              | 65                                    | 152                               | 650    |
| \$ 100,000 - \$ 200,000            | 47          | 27     | 109          | 180           | 27                            | 232                              | 143                                   | 141                               | 906    |
| \$ 200,000 - \$ 500,000            | 16          | 27     | 39           | 139           | 21                            | 156                              | 77                                    | 64                                | 539    |
| \$ 500,000 and over                | 8           | 18     | 31           | 171           | 35                            | 122                              | 89                                    | 57                                | 531    |
| <b>TOTAL TAXABLE</b>               | 570         | 580    | 2,119        | 1,855         | 500                           | 4,641                            | 3,273                                 | 6,771                             | 20,309 |
| <b>GRAND TOTAL</b>                 | 1,540       | 2,240  | 5,979        | 4,275         | 1,290                         | 11,321                           | 9,474                                 | 15,521                            | 51,640 |

**B. Percentage Distribution by Income Class**

| Colorado Taxable<br>Income Classes | Agriculture | Mining | Construction | Manufacturing | Transport<br>and<br>Utilities | Wholesale<br>and<br>Retail Trade | Finance<br>Insurance &<br>Real Estate | Services<br>and Not<br>Classified | Total  |
|------------------------------------|-------------|--------|--------------|---------------|-------------------------------|----------------------------------|---------------------------------------|-----------------------------------|--------|
| <b>NONTAXABLE RETURNS</b>          | 62.99       | 74.11  | 64.56        | 56.61         | 61.24                         | 59.01                            | 65.45                                 | 56.38                             | 60.67  |
| <b>TAXABLE RETURNS</b>             |             |        |              |               |                               |                                  |                                       |                                   |        |
| Under \$ 2,000                     | 5.19        | 10.71  | 7.19         | 5.15          | 7.75                          | 5.65                             | 9.29                                  | 8.63                              | 7.61   |
| \$ 2,000 - \$ 10,000               | 7.14        | 4.91   | 7.86         | 8.42          | 4.65                          | 10.21                            | 9.99                                  | 13.87                             | 10.39  |
| \$ 10,000 - \$ 25,000              | 8.57        | 2.86   | 6.62         | 6.46          | 9.46                          | 8.37                             | 5.26                                  | 10.53                             | 7.88   |
| \$ 25,000 - \$ 50,000              | 6.62        | 2.32   | 6.19         | 6.55          | 5.74                          | 7.00                             | 4.45                                  | 5.45                              | 5.69   |
| \$ 50,000 - \$ 75,000              | 3.51        | 1.21   | 2.98         | 3.32          | 2.02                          | 3.67                             | 1.61                                  | 2.48                              | 2.67   |
| \$ 75,000 - \$ 100,000             | 1.36        | 0.67   | 1.61         | 2.04          | 2.71                          | 1.58                             | 0.69                                  | 0.98                              | 1.26   |
| \$ 100,000 - \$ 200,000            | 3.05        | 1.21   | 1.82         | 4.21          | 2.09                          | 2.05                             | 1.51                                  | 0.91                              | 1.75   |
| \$ 200,000 - \$ 500,000            | 1.04        | 1.21   | 0.65         | 3.25          | 1.63                          | 1.38                             | 0.81                                  | 0.41                              | 1.04   |
| \$ 500,000 and over                | 0.52        | 0.80   | 0.52         | 4.00          | 2.71                          | 1.08                             | 0.94                                  | 0.37                              | 1.03   |
| <b>TOTAL TAXABLE</b>               | 37.01       | 25.89  | 35.44        | 43.39         | 38.76                         | 40.99                            | 34.55                                 | 43.62                             | 39.33  |
| <b>GRAND TOTAL</b>                 | 100.00      | 100.00 | 100.00       | 100.00        | 100.00                        | 100.00                           | 100.00                                | 100.00                            | 100.00 |

**C. Percentage Distribution by Industry Class**

| Colorado Taxable<br>Income Classes | Agriculture | Mining | Construction | Manufacturing | Transport<br>and<br>Utilities | Wholesale<br>and<br>Retail Trade | Finance<br>Insurance &<br>Real Estate | Services<br>and Not<br>Classified | Total  |
|------------------------------------|-------------|--------|--------------|---------------|-------------------------------|----------------------------------|---------------------------------------|-----------------------------------|--------|
| <b>NONTAXABLE RETURNS</b>          | 3.10        | 5.30   | 12.32        | 7.72          | 2.52                          | 21.32                            | 19.79                                 | 27.93                             | 100.00 |
| <b>TAXABLE RETURNS</b>             |             |        |              |               |                               |                                  |                                       |                                   |        |
| Under \$ 2,000                     | 2.04        | 6.11   | 10.94        | 5.60          | 2.54                          | 16.28                            | 22.39                                 | 34.10                             | 100.00 |
| \$ 2,000 - \$ 10,000               | 2.05        | 2.05   | 8.76         | 6.71          | 1.12                          | 21.55                            | 17.64                                 | 40.12                             | 100.00 |
| \$ 10,000 - \$ 25,000              | 3.24        | 1.57   | 9.73         | 6.78          | 3.00                          | 23.29                            | 12.24                                 | 40.15                             | 100.00 |
| \$ 25,000 - \$ 50,000              | 3.47        | 1.77   | 12.59        | 9.53          | 2.52                          | 26.96                            | 14.36                                 | 28.80                             | 100.00 |
| \$ 50,000 - \$ 75,000              | 3.91        | 1.96   | 12.89        | 10.28         | 1.88                          | 30.12                            | 11.08                                 | 27.88                             | 100.00 |
| \$ 75,000 - \$ 100,000             | 3.23        | 2.31   | 14.77        | 13.38         | 5.38                          | 27.54                            | 10.00                                 | 23.38                             | 100.00 |
| \$ 100,000 - \$ 200,000            | 5.19        | 2.98   | 12.03        | 19.87         | 2.98                          | 25.61                            | 15.78                                 | 15.56                             | 100.00 |
| \$ 200,000 - \$ 500,000            | 2.97        | 5.01   | 7.24         | 25.79         | 3.90                          | 28.94                            | 14.29                                 | 11.87                             | 100.00 |
| \$ 500,000 and over                | 1.51        | 3.39   | 5.84         | 32.20         | 6.59                          | 22.98                            | 16.76                                 | 10.73                             | 100.00 |
| <b>TOTAL TAXABLE</b>               | 2.81        | 2.86   | 10.43        | 9.13          | 2.46                          | 22.85                            | 16.12                                 | 33.34                             | 100.00 |
| <b>GRAND TOTAL</b>                 | 2.98        | 4.34   | 11.58        | 8.28          | 2.50                          | 21.92                            | 18.35                                 | 30.06                             | 100.00 |

**Table 14. Distribution of Total Assets of All Returns by Industry Classes and Taxable Income Classes  
Colorado Corporation Income Tax Returns Filed in Fiscal Year 1987**

**A. Dollar Amounts in Millions**

| Colorado Taxable<br>Income Classes | Agriculture     | Mining           | Construction    | Manufacturing      | Transport<br>and<br>Utilities | Wholesale<br>and<br>Retail Trade | Finance<br>Insurance &<br>Real Estate | Services<br>and Not<br>Classified | Total              |
|------------------------------------|-----------------|------------------|-----------------|--------------------|-------------------------------|----------------------------------|---------------------------------------|-----------------------------------|--------------------|
| <b>NONTAXABLE RETURNS</b>          | \$6,821         | \$48,480         | \$7,200         | \$333,466          | \$58,723                      | \$133,989                        | \$1,966,307                           | \$25,188                          | \$2,580,174        |
| <b>TAXABLE RETURNS</b>             |                 |                  |                 |                    |                               |                                  |                                       |                                   |                    |
| Under \$ 2,000                     | \$1,103         | \$223            | \$1,124         | \$5,293            | \$678,258                     | \$3,545                          | \$2,637                               | \$721                             | \$692,904          |
| \$ 2,000 - \$ 10,000               | 38              | 967              | 687             | 1,951              | 1,444                         | 1,490                            | 3,711                                 | 5,474                             | 15,762             |
| \$ 10,000 - \$ 25,000              | 735             | 283              | 93              | 4,557              | 408                           | 10,332                           | 1,083                                 | 19,749                            | 37,239             |
| \$ 25,000 - \$ 50,000              | 72              | 4,100            | 214             | 15,623             | 12,357                        | 2,301                            | 69,846                                | 2,421                             | 106,935            |
| \$ 50,000 - \$ 75,000              | 51              | 1,594            | 212             | 12,484             | 226                           | 20,481                           | 702                                   | 16,497                            | 52,247             |
| \$ 75,000 - \$ 100,000             | 169             | 310              | 624             | 26,728             | 307                           | 1,124                            | 5,195                                 | 1,397                             | 35,855             |
| \$ 100,000 - \$ 200,000            | 283             | 1,343            | 1,316           | 28,607             | 2,734                         | 6,883                            | 26,834                                | 2,577                             | 70,576             |
| \$ 200,000 - \$ 500,000            | 46              | 2,880            | 532             | 54,600             | 5,982                         | 16,109                           | 24,276                                | 5,464                             | 109,889            |
| \$ 500,000 and over                | 28,893          | 314,797          | 4,921           | 586,206            | 130,707                       | 257,237                          | 208,738                               | 21,560                            | 1,553,060          |
| <b>TOTAL TAXABLE</b>               | <b>\$31,390</b> | <b>\$326,498</b> | <b>\$9,722</b>  | <b>\$736,047</b>   | <b>\$832,424</b>              | <b>\$319,503</b>                 | <b>\$343,022</b>                      | <b>\$75,860</b>                   | <b>\$2,674,466</b> |
| <b>GRAND TOTAL</b>                 | <b>\$38,210</b> | <b>\$374,979</b> | <b>\$16,923</b> | <b>\$1,069,513</b> | <b>\$891,147</b>              | <b>\$453,491</b>                 | <b>\$2,309,330</b>                    | <b>\$101,047</b>                  | <b>\$5,254,640</b> |

**B. Percentage Distribution by Income Class**

| Colorado Taxable<br>Income Classes | Agriculture   | Mining        | Construction  | Manufacturing | Transport<br>and<br>Utilities | Wholesale<br>and<br>Retail Trade | Finance<br>Insurance &<br>Real Estate | Services<br>and Not<br>Classified | Total         |
|------------------------------------|---------------|---------------|---------------|---------------|-------------------------------|----------------------------------|---------------------------------------|-----------------------------------|---------------|
| <b>NONTAXABLE RETURNS</b>          | 17.85         | 12.93         | 42.55         | 31.18         | 6.59                          | 29.55                            | 85.15                                 | 24.93                             | 49.10         |
| <b>TAXABLE RETURNS</b>             |               |               |               |               |                               |                                  |                                       |                                   |               |
| Under \$ 2,000                     | 2.89          | 0.06          | 6.64          | 0.49          | 76.11                         | 0.78                             | 0.11                                  | 0.71                              | 13.19         |
| \$ 2,000 - \$ 10,000               | 0.10          | 0.26          | 4.06          | 0.18          | 0.16                          | 0.33                             | 0.16                                  | 5.42                              | 0.30          |
| \$ 10,000 - \$ 25,000              | 1.92          | 0.08          | 0.55          | 0.43          | 0.05                          | 2.28                             | 0.05                                  | 19.54                             | 0.71          |
| \$ 25,000 - \$ 50,000              | 0.19          | 1.09          | 1.27          | 1.46          | 1.39                          | 0.51                             | 3.02                                  | 2.40                              | 2.04          |
| \$ 50,000 - \$ 75,000              | 0.13          | 0.43          | 1.25          | 1.17          | 0.03                          | 4.52                             | 0.03                                  | 16.33                             | 0.99          |
| \$ 75,000 - \$ 100,000             | 0.44          | 0.08          | 3.69          | 2.50          | 0.03                          | 0.25                             | 0.22                                  | 1.38                              | 0.68          |
| \$ 100,000 - \$ 200,000            | 0.74          | 0.36          | 7.77          | 2.67          | 0.31                          | 1.52                             | 1.16                                  | 2.55                              | 1.34          |
| \$ 200,000 - \$ 500,000            | 0.12          | 0.77          | 3.14          | 5.11          | 0.67                          | 3.55                             | 1.05                                  | 5.41                              | 2.09          |
| \$ 500,000 and over                | 75.62         | 83.95         | 29.08         | 54.81         | 14.67                         | 56.72                            | 9.04                                  | 21.34                             | 29.56         |
| <b>TOTAL TAXABLE</b>               | <b>82.15</b>  | <b>87.07</b>  | <b>57.45</b>  | <b>68.82</b>  | <b>93.41</b>                  | <b>70.45</b>                     | <b>14.85</b>                          | <b>75.07</b>                      | <b>50.90</b>  |
| <b>GRAND TOTAL</b>                 | <b>100.00</b> | <b>100.00</b> | <b>100.00</b> | <b>100.00</b> | <b>100.00</b>                 | <b>100.00</b>                    | <b>100.00</b>                         | <b>100.00</b>                     | <b>100.00</b> |

**C. Percentage Distribution by Industry Class**

| Colorado Taxable<br>Income Classes | Agriculture | Mining       | Construction | Manufacturing | Transport<br>and<br>Utilities | Wholesale<br>and<br>Retail Trade | Finance<br>Insurance &<br>Real Estate | Services<br>and Not<br>Classified | Total         |
|------------------------------------|-------------|--------------|--------------|---------------|-------------------------------|----------------------------------|---------------------------------------|-----------------------------------|---------------|
| <b>NONTAXABLE RETURNS</b>          | 0.26        | 1.88         | 0.28         | 12.92         | 2.28                          | 5.19                             | 76.21                                 | 0.98                              | 100.00        |
| <b>TAXABLE RETURNS</b>             |             |              |              |               |                               |                                  |                                       |                                   |               |
| Under \$ 2,000                     | 0.16        | 0.03         | 0.16         | 0.76          | 97.89                         | 0.51                             | 0.38                                  | 0.10                              | 100.00        |
| \$ 2,000 - \$ 10,000               | 0.24        | 6.14         | 4.36         | 12.38         | 9.16                          | 9.45                             | 23.54                                 | 34.73                             | 100.00        |
| \$ 10,000 - \$ 25,000              | 1.97        | 0.76         | 0.25         | 12.24         | 1.10                          | 27.74                            | 2.91                                  | 53.03                             | 100.00        |
| \$ 25,000 - \$ 50,000              | 0.07        | 3.83         | 0.20         | 14.61         | 11.56                         | 2.15                             | 65.32                                 | 2.26                              | 100.00        |
| \$ 50,000 - \$ 75,000              | 0.10        | 3.05         | 0.41         | 23.89         | 0.43                          | 39.20                            | 1.34                                  | 31.58                             | 100.00        |
| \$ 75,000 - \$ 100,000             | 0.47        | 0.87         | 1.74         | 74.54         | 0.86                          | 3.14                             | 14.49                                 | 3.90                              | 100.00        |
| \$ 100,000 - \$ 200,000            | 0.40        | 1.90         | 1.86         | 40.53         | 3.87                          | 9.75                             | 38.02                                 | 3.65                              | 100.00        |
| \$ 200,000 - \$ 500,000            | 0.04        | 2.62         | 0.48         | 49.69         | 5.44                          | 14.66                            | 22.09                                 | 4.97                              | 100.00        |
| \$ 500,000 and over                | 1.86        | 20.27        | 0.32         | 37.75         | 8.42                          | 16.56                            | 13.44                                 | 1.39                              | 100.00        |
| <b>TOTAL TAXABLE</b>               | <b>1.17</b> | <b>12.21</b> | <b>0.36</b>  | <b>27.52</b>  | <b>31.12</b>                  | <b>11.95</b>                     | <b>12.83</b>                          | <b>2.84</b>                       | <b>100.00</b> |
| <b>GRAND TOTAL</b>                 | <b>0.73</b> | <b>7.14</b>  | <b>0.32</b>  | <b>20.35</b>  | <b>16.96</b>                  | <b>8.63</b>                      | <b>43.95</b>                          | <b>1.92</b>                       | <b>100.00</b> |

**Table 15. Distribution of Federal Taxable Income of All Returns by Industry Classes and Taxable Income Classes - Colorado Corporation Income Tax Returns Filed in Fiscal Year 1987**

**A. Dollar Amounts In Thousands**

| Colorado Taxable Income Classes | Agriculture      | Mining              | Construction     | Manufacturing       | Transport. and Utilities | Wholesale and Retail Trade | Finance Insurance & Real Estate | Services and Not Classified | Total                |
|---------------------------------|------------------|---------------------|------------------|---------------------|--------------------------|----------------------------|---------------------------------|-----------------------------|----------------------|
| <b>NONTAXABLE RETURNS</b>       | -\$221,553       | -\$7,242,835        | -\$556,234       | -\$12,800,497       | -\$4,999,937             | -\$9,187,592               | -\$4,575,077                    | -\$1,562,586                | -\$41,146,309        |
| <b>TAXABLE RETURNS</b>          |                  |                     |                  |                     |                          |                            |                                 |                             |                      |
| Under \$ 2,000                  | \$1,968          | \$889,219           | \$50,485         | \$382,132           | \$6,207,491              | \$85,961                   | \$47,749                        | \$87,821                    | \$7,752,826          |
| \$ 2,000 - \$ 10,000            | 625              | 45,287              | -9,113           | 89,618              | 45,149                   | 116,085                    | 73,062                          | 821,890                     | \$1,182,602          |
| \$ 10,000 - \$ 25,000           | 5,249            | 15,152              | 7,459            | 243,791             | 53,105                   | 158,990                    | 34,410                          | -98,996                     | \$419,160            |
| \$ 25,000 - \$ 50,000           | 5,244            | -48,296             | 20,389           | 1,300,686           | 621,979                  | 1,547,825                  | 486,824                         | 157,870                     | \$4,092,521          |
| \$ 50,000 - \$ 75,000           | 4,619            | 335,690             | 13,908           | 533,513             | 34,089                   | 2,527,015                  | 54,503                          | 193,217                     | \$3,696,554          |
| \$ 75,000 - \$ 100,000          | 16,568           | 12,722              | 53,917           | 2,045,625           | 27,835                   | 152,455                    | 830,060                         | 238,260                     | \$3,377,442          |
| \$ 100,000 - \$ 200,000         | 37,030           | 126,493             | 63,065           | 2,624,680           | 20,104                   | 489,386                    | 401,556                         | 349,693                     | \$4,112,007          |
| \$ 200,000 - \$ 500,000         | 7,167            | 237,914             | 49,214           | 5,374,871           | 391,060                  | 2,171,535                  | -361,519                        | 531,778                     | \$8,402,020          |
| \$ 500,000 and over             | 354,259          | 15,542,377          | 648,451          | 44,004,391          | 3,253,373                | 20,903,217                 | 3,301,627                       | 2,909,488                   | \$90,917,183         |
| <b>TOTAL TAXABLE</b>            | <b>\$432,727</b> | <b>\$17,156,557</b> | <b>\$897,776</b> | <b>\$56,599,306</b> | <b>\$10,654,185</b>      | <b>\$28,152,470</b>        | <b>\$4,868,273</b>              | <b>\$5,191,021</b>          | <b>\$123,952,315</b> |
| <b>GRAND TOTAL</b>              | <b>\$211,175</b> | <b>\$9,913,723</b>  | <b>\$341,542</b> | <b>\$43,798,809</b> | <b>\$5,654,248</b>       | <b>\$18,964,879</b>        | <b>\$293,196</b>                | <b>\$3,628,435</b>          | <b>\$82,806,006</b>  |

**B. Percentage Distribution by Income Class**

| Colorado Taxable Income Classes | Agriculture   | Mining        | Construction  | Manufacturing | Transport. and Utilities | Wholesale and Retail Trade | Finance Insurance & Real Estate | Services and Not Classified | Total         |
|---------------------------------|---------------|---------------|---------------|---------------|--------------------------|----------------------------|---------------------------------|-----------------------------|---------------|
| <b>TAXABLE RETURNS</b>          |               |               |               |               |                          |                            |                                 |                             |               |
| Under \$ 2,000                  | 0.45          | 5.18          | 5.62          | 0.68          | 58.26                    | 0.31                       | 0.98                            | 1.69                        | 6.25          |
| \$ 2,000 - \$ 10,000            | 0.14          | 0.26          | -1.02         | 0.16          | 0.42                     | 0.41                       | 1.50                            | 15.83                       | 0.95          |
| \$ 10,000 - \$ 25,000           | 1.21          | 0.09          | 0.83          | 0.43          | 0.50                     | 0.56                       | 0.71                            | -1.91                       | 0.34          |
| \$ 25,000 - \$ 50,000           | 1.21          | -0.28         | 2.27          | 2.30          | 5.84                     | 5.50                       | 10.00                           | 3.04                        | 3.30          |
| \$ 50,000 - \$ 75,000           | 1.07          | 1.96          | 1.55          | 0.94          | 0.32                     | 8.98                       | 1.12                            | 3.72                        | 2.98          |
| \$ 75,000 - \$ 100,000          | 3.83          | 0.07          | 6.01          | 3.61          | 0.26                     | 0.54                       | 17.05                           | 4.59                        | 2.72          |
| \$ 100,000 - \$ 200,000         | 8.56          | 0.74          | 7.02          | 4.64          | 0.19                     | 1.74                       | 8.25                            | 6.74                        | 3.32          |
| \$ 200,000 - \$ 500,000         | 1.66          | 1.39          | 5.48          | 9.50          | 3.67                     | 7.71                       | -7.43                           | 10.24                       | 6.78          |
| \$ 500,000 and over             | 81.87         | 90.59         | 72.23         | 77.75         | 30.54                    | 74.25                      | 67.82                           | 56.05                       | 73.35         |
| <b>TOTAL TAXABLE</b>            | <b>100.00</b> | <b>100.00</b> | <b>100.00</b> | <b>100.00</b> | <b>100.00</b>            | <b>100.00</b>              | <b>100.00</b>                   | <b>100.00</b>               | <b>100.00</b> |

**C. Percentage Distribution by Industry Class**

| Colorado Taxable Income Classes | Agriculture | Mining       | Construction | Manufacturing | Transport. and Utilities | Wholesale and Retail Trade | Finance Insurance & Real Estate | Services and Not Classified | Total         |
|---------------------------------|-------------|--------------|--------------|---------------|--------------------------|----------------------------|---------------------------------|-----------------------------|---------------|
| <b>NONTAXABLE RETURNS</b>       | 0.54        | 17.60        | 1.35         | 31.11         | 12.15                    | 22.33                      | 11.12                           | 3.80                        | 100.00        |
| <b>TAXABLE RETURNS</b>          |             |              |              |               |                          |                            |                                 |                             |               |
| Under \$ 2,000                  | 0.03        | 11.47        | 0.65         | 4.93          | 80.07                    | 1.11                       | 0.62                            | 1.13                        | 100.00        |
| \$ 2,000 - \$ 10,000            | 0.05        | 3.83         | -0.77        | 7.58          | 3.82                     | 9.82                       | 6.18                            | 69.50                       | 100.00        |
| \$ 10,000 - \$ 25,000           | 1.25        | 3.61         | 1.78         | 58.16         | 12.67                    | 37.93                      | 8.21                            | -23.62                      | 100.00        |
| \$ 25,000 - \$ 50,000           | 0.13        | -1.18        | 0.50         | 31.78         | 15.20                    | 37.82                      | 11.90                           | 3.86                        | 100.00        |
| \$ 50,000 - \$ 75,000           | 0.12        | 9.08         | 0.38         | 14.43         | 0.92                     | 68.36                      | 1.47                            | 5.23                        | 100.00        |
| \$ 75,000 - \$ 100,000          | 0.49        | 0.38         | 1.60         | 60.57         | 0.82                     | 4.51                       | 24.58                           | 7.05                        | 100.00        |
| \$ 100,000 - \$ 200,000         | 0.90        | 3.08         | 1.53         | 63.83         | 0.49                     | 11.90                      | 9.77                            | 8.50                        | 100.00        |
| \$ 200,000 - \$ 500,000         | 0.09        | 2.83         | 0.59         | 63.97         | 4.65                     | 25.85                      | -4.30                           | 6.33                        | 100.00        |
| \$ 500,000 and over             | 0.39        | 17.10        | 0.71         | 48.40         | 3.58                     | 22.99                      | 3.63                            | 3.20                        | 100.00        |
| <b>TOTAL TAXABLE</b>            | <b>0.35</b> | <b>13.84</b> | <b>0.72</b>  | <b>45.66</b>  | <b>8.60</b>              | <b>22.71</b>               | <b>3.93</b>                     | <b>4.19</b>                 | <b>100.00</b> |

**Table 16. Distribution of Colorado Taxable Income of All Returns by Industry Classes and Taxable Income Classes - Colorado Corporation Income Tax Returns Filed in Fiscal Year 1987**

**A. Dollar Amounts in Thousands**

| Colorado Taxable Income Classes | Agriculture       | Mining              | Construction      | Manufacturing     | Transport. and Utilities | Wholesale and Retail Trade | Finance Insurance & Real Estate | Services and Not Classified | Total               |
|---------------------------------|-------------------|---------------------|-------------------|-------------------|--------------------------|----------------------------|---------------------------------|-----------------------------|---------------------|
| <b>NONTAXABLE RETURNS</b>       | -\$259,713        | -\$1,188,998        | -\$255,048        | -\$1,299,238      | -\$133,140               | -\$970,088                 | -\$2,276,612                    | -\$790,038                  | -\$7,172,874        |
| <b>TAXABLE RETURNS</b>          |                   |                     |                   |                   |                          |                            |                                 |                             |                     |
| Under \$ 2,000                  | \$60              | \$137               | \$394             | \$178             | \$87                     | \$438                      | \$754                           | \$1,103                     | \$3,152             |
| \$ 2,000 - \$ 10,000            | 591               | 573                 | 2,436             | 1,866             | 332                      | 6,715                      | 4,515                           | 10,990                      | \$28,018            |
| \$ 10,000 - \$ 25,000           | 2,326             | 1,132               | 6,618             | 4,804             | 1,869                    | 15,834                     | 8,038                           | 26,623                      | \$67,243            |
| \$ 25,000 - \$ 50,000           | 3,614             | 1,657               | 13,578            | 9,977             | 2,711                    | 27,932                     | 14,597                          | 31,164                      | \$105,229           |
| \$ 50,000 - \$ 75,000           | 3,286             | 1,607               | 10,945            | 8,863             | 1,562                    | 25,182                     | 9,190                           | 23,002                      | \$83,636            |
| \$ 75,000 - \$ 100,000          | 1,788             | 1,253               | 8,092             | 7,510             | 2,933                    | 15,302                     | 5,618                           | 12,849                      | \$55,344            |
| \$ 100,000 - \$ 200,000         | 6,068             | 3,902               | 15,253            | 25,339            | 3,783                    | 32,472                     | 20,025                          | 18,600                      | \$125,441           |
| \$ 200,000 - \$ 500,000         | 4,605             | 8,207               | 11,707            | 44,974            | 6,424                    | 47,196                     | 24,573                          | 19,161                      | \$166,847           |
| \$ 500,000 and over             | 12,447            | 47,245              | 64,130            | 527,384           | 353,099                  | 276,459                    | 245,796                         | 105,243                     | \$1,631,804         |
| <b>TOTAL TAXABLE</b>            | <b>\$34,785</b>   | <b>\$65,712</b>     | <b>\$133,152</b>  | <b>\$630,894</b>  | <b>\$372,799</b>         | <b>\$447,531</b>           | <b>\$333,106</b>                | <b>\$248,735</b>            | <b>\$2,266,714</b>  |
| <b>GRAND TOTAL</b>              | <b>-\$224,927</b> | <b>-\$1,123,285</b> | <b>-\$121,896</b> | <b>-\$668,344</b> | <b>-\$239,659</b>        | <b>-\$522,557</b>          | <b>-\$1,943,505</b>             | <b>-\$541,303</b>           | <b>-\$4,906,160</b> |

**B. Percentage Distribution by Income Class**

| Colorado Taxable Income Classes | Agriculture   | Mining        | Construction  | Manufacturing | Transport. and Utilities | Wholesale and Retail Trade | Finance Insurance & Real Estate | Services and Not Classified | Total         |
|---------------------------------|---------------|---------------|---------------|---------------|--------------------------|----------------------------|---------------------------------|-----------------------------|---------------|
| <b>TAXABLE RETURNS</b>          |               |               |               |               |                          |                            |                                 |                             |               |
| Under \$ 2,000                  | 0.17          | 0.21          | 0.30          | 0.03          | 0.02                     | 0.10                       | 0.23                            | 0.44                        | 0.14          |
| \$ 2,000 - \$ 10,000            | 1.70          | 0.87          | 1.83          | 0.30          | 0.09                     | 1.50                       | 1.36                            | 4.42                        | 1.24          |
| \$ 10,000 - \$ 25,000           | 6.69          | 1.72          | 4.97          | 0.76          | 0.50                     | 3.54                       | 2.41                            | 10.70                       | 2.97          |
| \$ 25,000 - \$ 50,000           | 10.39         | 2.52          | 10.20         | 1.58          | 0.73                     | 6.24                       | 4.38                            | 12.53                       | 4.64          |
| \$ 50,000 - \$ 75,000           | 9.45          | 2.45          | 8.22          | 1.40          | 0.42                     | 5.63                       | 2.76                            | 9.25                        | 3.69          |
| \$ 75,000 - \$ 100,000          | 5.14          | 1.91          | 6.08          | 1.19          | 0.79                     | 3.42                       | 1.69                            | 5.17                        | 2.44          |
| \$ 100,000 - \$ 200,000         | 17.45         | 5.94          | 11.45         | 4.02          | 1.01                     | 7.26                       | 6.01                            | 7.48                        | 5.53          |
| \$ 200,000 - \$ 500,000         | 13.24         | 12.49         | 8.79          | 7.13          | 1.72                     | 10.55                      | 7.38                            | 7.70                        | 7.36          |
| \$ 500,000 and over             | 35.78         | 71.90         | 48.16         | 83.59         | 94.72                    | 61.77                      | 73.79                           | 42.31                       | 71.99         |
| <b>TOTAL TAXABLE</b>            | <b>100.00</b> | <b>100.00</b> | <b>100.00</b> | <b>100.00</b> | <b>100.00</b>            | <b>100.00</b>              | <b>100.00</b>                   | <b>100.00</b>               | <b>100.00</b> |
| <b>NONTAXABLE RETURNS</b>       | <b>3.62</b>   | <b>16.58</b>  | <b>3.56</b>   | <b>18.11</b>  | <b>1.86</b>              | <b>13.52</b>               | <b>31.74</b>                    | <b>11.01</b>                | <b>100.00</b> |

**C. Percentage Distribution by Industry Class**

| Colorado Taxable Income Classes | Agriculture | Mining      | Construction | Manufacturing | Transport. and Utilities | Wholesale and Retail Trade | Finance Insurance & Real Estate | Services and Not Classified | Total         |
|---------------------------------|-------------|-------------|--------------|---------------|--------------------------|----------------------------|---------------------------------|-----------------------------|---------------|
| <b>TAXABLE RETURNS</b>          |             |             |              |               |                          |                            |                                 |                             |               |
| Under \$ 2,000                  | 1.91        | 4.35        | 12.50        | 5.64          | 2.76                     | 13.90                      | 23.93                           | 35.01                       | 100.00        |
| \$ 2,000 - \$ 10,000            | 2.11        | 2.04        | 8.69         | 6.66          | 1.19                     | 23.97                      | 16.12                           | 39.22                       | 100.00        |
| \$ 10,000 - \$ 25,000           | 3.46        | 1.68        | 9.84         | 7.14          | 2.78                     | 23.55                      | 11.95                           | 39.59                       | 100.00        |
| \$ 25,000 - \$ 50,000           | 3.43        | 1.57        | 12.90        | 9.48          | 2.58                     | 26.54                      | 13.87                           | 29.62                       | 100.00        |
| \$ 50,000 - \$ 75,000           | 3.93        | 1.92        | 13.09        | 10.60         | 1.87                     | 30.11                      | 10.99                           | 27.50                       | 100.00        |
| \$ 75,000 - \$ 100,000          | 3.23        | 2.26        | 14.62        | 13.57         | 5.30                     | 27.65                      | 10.15                           | 23.22                       | 100.00        |
| \$ 100,000 - \$ 200,000         | 4.84        | 3.11        | 12.16        | 20.20         | 3.02                     | 25.89                      | 15.96                           | 14.83                       | 100.00        |
| \$ 200,000 - \$ 500,000         | 2.76        | 4.92        | 7.02         | 26.96         | 3.85                     | 28.29                      | 14.73                           | 11.48                       | 100.00        |
| \$ 500,000 and over             | 0.76        | 2.90        | 3.93         | 32.32         | 21.64                    | 16.94                      | 15.06                           | 6.45                        | 100.00        |
| <b>TOTAL TAXABLE</b>            | <b>1.53</b> | <b>2.90</b> | <b>5.87</b>  | <b>27.83</b>  | <b>16.45</b>             | <b>19.74</b>               | <b>14.70</b>                    | <b>10.97</b>                | <b>100.00</b> |



**Table 17. Distribution of Number of Intrastate Returns by Industry Classes and Taxable Income Classes  
Colorado Corporation Income Tax Returns Filed in Fiscal Year 1987**

**A. Number of Returns**

| Colorado Taxable<br>Income Classes | Agriculture | Mining | Construction | Manufacturing | Transport.<br>and<br>Utilities | Wholesale<br>and<br>Retail Trade | Finance<br>Insurance &<br>Real Estate | Services<br>and Not<br>Classified | Total  |
|------------------------------------|-------------|--------|--------------|---------------|--------------------------------|----------------------------------|---------------------------------------|-----------------------------------|--------|
| <b>NONTAXABLE RETURNS</b>          | 790         | 560    | 3,160        | 1,420         | 540                            | 5,780                            | 4,920                                 | 7,700                             | 24,870 |
| <b>TAXABLE RETURNS</b>             |             |        |              |               |                                |                                  |                                       |                                   |        |
| Under \$ 2,000                     | 30          | 70     | 300          | 130           | 50                             | 530                              | 770                                   | 1,140                             | 3,020  |
| \$ 2,000 - \$ 10,000               | 90          | 80     | 360          | 240           | 30                             | 950                              | 840                                   | 1,900                             | 4,490  |
| \$ 10,000 - \$ 25,000              | 108         | 30     | 366          | 168           | 84                             | 852                              | 450                                   | 1,440                             | 3,498  |
| \$ 25,000 - \$ 50,000              | 84          | 32     | 352          | 156           | 60                             | 670                              | 374                                   | 786                               | 2,514  |
| \$ 50,000 - \$ 75,000              | 47          | 18     | 160          | 78            | 20                             | 339                              | 122                                   | 328                               | 1,112  |
| \$ 75,000 - \$ 100,000             | 18          | 11     | 84           | 41            | 26                             | 150                              | 45                                    | 122                               | 497    |
| \$ 100,000 - \$ 200,000            | 44          | 11     | 83           | 83            | 18                             | 156                              | 80                                    | 87                                | 562    |
| \$ 200,000 - \$ 500,000            | 11          | 7      | 24           | 41            | 9                              | 91                               | 47                                    | 30                                | 260    |
| \$ 500,000 and over                | 4           | 7      | 15           | 36            | 7                              | 28                               | 40                                    | 17                                | 154    |
| <b>TOTAL TAXABLE</b>               | 436         | 266    | 1,744        | 973           | 304                            | 3,766                            | 2,768                                 | 5,850                             | 16,107 |
| <b>GRAND TOTAL</b>                 | 1,226       | 826    | 4,904        | 2,393         | 844                            | 9,546                            | 7,688                                 | 13,550                            | 40,977 |

**B. Percentage Distribution by Income Class**

| Colorado Taxable<br>Income Classes | Agriculture | Mining | Construction | Manufacturing | Transport.<br>and<br>Utilities | Wholesale<br>and<br>Retail Trade | Finance<br>Insurance &<br>Real Estate | Services<br>and Not<br>Classified | Total  |
|------------------------------------|-------------|--------|--------------|---------------|--------------------------------|----------------------------------|---------------------------------------|-----------------------------------|--------|
| <b>NONTAXABLE RETURNS</b>          | 64.44       | 67.80  | 64.44        | 59.34         | 63.98                          | 60.55                            | 64.00                                 | 56.83                             | 60.69  |
| <b>TAXABLE RETURNS</b>             |             |        |              |               |                                |                                  |                                       |                                   |        |
| Under \$ 2,000                     | 2.45        | 8.47   | 6.12         | 5.43          | 5.92                           | 5.55                             | 10.02                                 | 8.41                              | 7.37   |
| \$ 2,000 - \$ 10,000               | 7.34        | 9.69   | 7.34         | 10.03         | 3.55                           | 9.95                             | 10.93                                 | 14.02                             | 10.96  |
| \$ 10,000 - \$ 25,000              | 8.81        | 3.63   | 7.46         | 7.02          | 9.95                           | 8.93                             | 5.85                                  | 10.63                             | 8.54   |
| \$ 25,000 - \$ 50,000              | 6.85        | 3.87   | 7.18         | 6.52          | 7.11                           | 7.02                             | 4.86                                  | 5.80                              | 6.14   |
| \$ 50,000 - \$ 75,000              | 3.83        | 2.18   | 3.26         | 3.26          | 2.37                           | 3.55                             | 1.59                                  | 2.42                              | 2.71   |
| \$ 75,000 - \$ 100,000             | 1.47        | 1.33   | 1.71         | 1.71          | 3.08                           | 1.57                             | 0.59                                  | 0.90                              | 1.21   |
| \$ 100,000 - \$ 200,000            | 3.59        | 1.33   | 1.69         | 3.47          | 2.13                           | 1.63                             | 1.04                                  | 0.64                              | 1.37   |
| \$ 200,000 - \$ 500,000            | 0.90        | 0.85   | 0.49         | 1.71          | 1.07                           | 0.95                             | 0.61                                  | 0.22                              | 0.63   |
| \$ 500,000 and over                | 0.33        | 0.85   | 0.31         | 1.50          | 0.83                           | 0.29                             | 0.52                                  | 0.13                              | 0.38   |
| <b>TOTAL TAXABLE</b>               | 35.56       | 32.20  | 35.56        | 40.66         | 36.02                          | 39.45                            | 36.00                                 | 43.17                             | 39.31  |
| <b>GRAND TOTAL</b>                 | 100.00      | 100.00 | 100.00       | 100.00        | 100.00                         | 100.00                           | 100.00                                | 100.00                            | 100.00 |

**C. Percentage Distribution by Industry Class**

| Colorado Taxable<br>Income Classes | Agriculture | Mining | Construction | Manufacturing | Transport.<br>and<br>Utilities | Wholesale<br>and<br>Retail Trade | Finance<br>Insurance &<br>Real Estate | Services<br>and Not<br>Classified | Total  |
|------------------------------------|-------------|--------|--------------|---------------|--------------------------------|----------------------------------|---------------------------------------|-----------------------------------|--------|
| <b>NONTAXABLE RETURNS</b>          | 3.18        | 2.25   | 12.71        | 5.71          | 2.17                           | 23.24                            | 19.78                                 | 30.96                             | 100.00 |
| <b>TAXABLE RETURNS</b>             |             |        |              |               |                                |                                  |                                       |                                   |        |
| Under \$ 2,000                     | 0.99        | 2.32   | 9.93         | 4.30          | 1.66                           | 17.55                            | 25.50                                 | 37.75                             | 100.00 |
| \$ 2,000 - \$ 10,000               | 2.00        | 1.78   | 8.02         | 5.35          | 0.67                           | 21.16                            | 18.71                                 | 42.32                             | 100.00 |
| \$ 10,000 - \$ 25,000              | 3.09        | 0.86   | 10.46        | 4.80          | 2.40                           | 24.36                            | 12.86                                 | 41.17                             | 100.00 |
| \$ 25,000 - \$ 50,000              | 3.34        | 1.27   | 14.00        | 6.21          | 2.39                           | 26.65                            | 14.88                                 | 31.26                             | 100.00 |
| \$ 50,000 - \$ 75,000              | 4.23        | 1.62   | 14.39        | 7.01          | 1.80                           | 30.49                            | 10.97                                 | 29.50                             | 100.00 |
| \$ 75,000 - \$ 100,000             | 3.62        | 2.21   | 16.90        | 8.25          | 5.23                           | 30.18                            | 9.05                                  | 24.55                             | 100.00 |
| \$ 100,000 - \$ 200,000            | 7.83        | 1.96   | 14.77        | 14.77         | 3.20                           | 27.76                            | 14.23                                 | 15.48                             | 100.00 |
| \$ 200,000 - \$ 500,000            | 4.23        | 2.69   | 9.23         | 15.77         | 3.46                           | 35.00                            | 18.08                                 | 11.54                             | 100.00 |
| \$ 500,000 and over                | 2.60        | 4.55   | 9.74         | 23.38         | 4.55                           | 18.18                            | 25.97                                 | 11.04                             | 100.00 |
| <b>TOTAL TAXABLE</b>               | 2.71        | 1.65   | 10.83        | 6.04          | 1.89                           | 23.38                            | 17.19                                 | 36.32                             | 100.00 |
| <b>GRAND TOTAL</b>                 | 2.99        | 2.02   | 11.97        | 5.84          | 2.06                           | 23.30                            | 18.76                                 | 33.07                             | 100.00 |

**Table 18. Distribution of Total Assets of Intrastate Returns by Industry Classes and Taxable Income Classes  
Colorado Corporation Income Tax Returns Filed in Fiscal Year 1987**

**A. Dollar Amounts in Millions**

| Colorado Taxable<br>Income Classes | Agriculture | Mining  | Construction | Manufacturing | Transport<br>and<br>Utilities | Wholesale<br>and<br>Retail Trade | Finance<br>Insurance &<br>Real Estate | Services<br>and Not<br>Classified | Total     |
|------------------------------------|-------------|---------|--------------|---------------|-------------------------------|----------------------------------|---------------------------------------|-----------------------------------|-----------|
| <b>NONTAXABLE RETURNS</b>          | \$489       | \$1,190 | \$2,288      | \$1,018       | \$56,734                      | \$2,319                          | \$57,981                              | \$3,083                           | \$125,101 |
| <b>TAXABLE RETURNS</b>             |             |         |              |               |                               |                                  |                                       |                                   |           |
| Under \$ 2,000                     | \$2         | \$7     | \$19         | \$24          | \$2                           | \$101                            | \$62                                  | \$63                              | \$281     |
| \$ 2,000 - \$ 10,000               | 21          | 10      | 95           | 38            | 38                            | 198                              | 74                                    | 121                               | 595       |
| \$ 10,000 - \$ 25,000              | 42          | 7       | 73           | 77            | 16                            | 244                              | 329                                   | 199                               | 986       |
| \$ 25,000 - \$ 50,000              | 45          | 9       | 166          | 79            | 30                            | 314                              | 272                                   | 165                               | 1,079     |
| \$ 50,000 - \$ 75,000              | 32          | 5       | 150          | 38            | 9                             | 318                              | 79                                    | 113                               | 743       |
| \$ 75,000 - \$ 100,000             | 25          | 140     | 77           | 40            | 25                            | 181                              | 97                                    | 57                                | 642       |
| \$ 100,000 - \$ 200,000            | 77          | 14      | 106          | 95            | 27                            | 579                              | 830                                   | 83                                | 1,811     |
| \$ 200,000 - \$ 500,000            | 17          | 21      | 117          | 395           | 30                            | 311                              | 568                                   | 48                                | 1,507     |
| \$ 500,000 and over                | 12          | 1,260   | 281          | 503           | 126                           | 252                              | 7,180                                 | 197                               | 9,812     |
| <b>TOTAL TAXABLE</b>               | \$272       | \$1,472 | \$1,085      | \$1,289       | \$304                         | \$2,498                          | \$9,490                               | \$1,046                           | \$17,457  |
| <b>GRAND TOTAL</b>                 | \$761       | \$2,663 | \$3,373      | \$2,307       | \$57,037                      | \$4,817                          | \$67,471                              | \$4,129                           | \$142,558 |

**B. Percentage Distribution by Income Class**

| Colorado Taxable<br>Income Classes | Agriculture | Mining | Construction | Manufacturing | Transport<br>and<br>Utilities | Wholesale<br>and<br>Retail Trade | Finance<br>Insurance &<br>Real Estate | Services<br>and Not<br>Classified | Total  |
|------------------------------------|-------------|--------|--------------|---------------|-------------------------------|----------------------------------|---------------------------------------|-----------------------------------|--------|
| <b>NONTAXABLE RETURNS</b>          | 64.23       | 44.70  | 67.83        | 44.13         | 99.47                         | 48.14                            | 85.93                                 | 74.66                             | 87.75  |
| <b>TAXABLE RETURNS</b>             |             |        |              |               |                               |                                  |                                       |                                   |        |
| Under \$ 2,000                     | 0.32        | 0.26   | 0.57         | 1.04          | 0.00                          | 2.10                             | 0.09                                  | 1.52                              | 0.20   |
| \$ 2,000 - \$ 10,000               | 2.73        | 0.39   | 2.82         | 1.65          | 0.07                          | 4.10                             | 0.11                                  | 2.94                              | 0.42   |
| \$ 10,000 - \$ 25,000              | 5.52        | 0.25   | 2.18         | 3.32          | 0.03                          | 5.06                             | 0.49                                  | 4.82                              | 0.69   |
| \$ 25,000 - \$ 50,000              | 5.86        | 0.35   | 4.91         | 3.41          | 0.05                          | 6.52                             | 0.40                                  | 3.99                              | 0.76   |
| \$ 50,000 - \$ 75,000              | 4.15        | 0.18   | 4.46         | 1.63          | 0.02                          | 6.60                             | 0.12                                  | 2.73                              | 0.52   |
| \$ 75,000 - \$ 100,000             | 3.29        | 5.25   | 2.28         | 1.73          | 0.04                          | 3.77                             | 0.14                                  | 1.37                              | 0.45   |
| \$ 100,000 - \$ 200,000            | 10.10       | 0.53   | 3.15         | 4.13          | 0.05                          | 12.01                            | 1.23                                  | 2.02                              | 1.27   |
| \$ 200,000 - \$ 500,000            | 2.18        | 0.77   | 3.47         | 17.14         | 0.05                          | 6.47                             | 0.84                                  | 1.17                              | 1.06   |
| \$ 500,000 and over                | 1.61        | 47.32  | 8.34         | 21.82         | 0.22                          | 5.22                             | 10.64                                 | 4.77                              | 6.88   |
| <b>TOTAL TAXABLE</b>               | 35.77       | 55.30  | 32.17        | 55.87         | 0.53                          | 51.86                            | 14.07                                 | 25.34                             | 12.25  |
| <b>GRAND TOTAL</b>                 | 100.00      | 100.00 | 100.00       | 100.00        | 100.00                        | 100.00                           | 100.00                                | 100.00                            | 100.00 |

**C. Percentage Distribution by Industry Class**

| Colorado Taxable<br>Income Classes | Agriculture | Mining | Construction | Manufacturing | Transport<br>and<br>Utilities | Wholesale<br>and<br>Retail Trade | Finance<br>Insurance &<br>Real Estate | Services<br>and Not<br>Classified | Total  |
|------------------------------------|-------------|--------|--------------|---------------|-------------------------------|----------------------------------|---------------------------------------|-----------------------------------|--------|
| <b>NONTAXABLE RETURNS</b>          | 0.39        | 0.95   | 1.83         | 0.81          | 45.35                         | 1.85                             | 46.35                                 | 2.46                              | 100.00 |
| <b>TAXABLE RETURNS</b>             |             |        |              |               |                               |                                  |                                       |                                   |        |
| Under \$ 2,000                     | 0.87        | 2.49   | 6.82         | 8.52          | 0.79                          | 36.06                            | 22.19                                 | 22.28                             | 100.00 |
| \$ 2,000 - \$ 10,000               | 3.49        | 1.73   | 16.01        | 6.40          | 6.37                          | 33.21                            | 12.37                                 | 20.41                             | 100.00 |
| \$ 10,000 - \$ 25,000              | 4.25        | 0.68   | 7.44         | 7.76          | 1.66                          | 24.70                            | 33.34                                 | 20.16                             | 100.00 |
| \$ 25,000 - \$ 50,000              | 4.13        | 0.86   | 15.36        | 7.28          | 2.77                          | 29.11                            | 25.21                                 | 15.27                             | 100.00 |
| \$ 50,000 - \$ 75,000              | 4.25        | 0.64   | 20.25        | 5.05          | 1.19                          | 42.81                            | 10.62                                 | 15.20                             | 100.00 |
| \$ 75,000 - \$ 100,000             | 3.91        | 21.80  | 11.96        | 6.22          | 3.89                          | 28.29                            | 15.11                                 | 8.83                              | 100.00 |
| \$ 100,000 - \$ 200,000            | 4.24        | 0.77   | 5.86         | 5.26          | 1.49                          | 31.94                            | 45.82                                 | 4.61                              | 100.00 |
| \$ 200,000 - \$ 500,000            | 1.10        | 1.37   | 7.77         | 26.23         | 1.99                          | 20.66                            | 37.67                                 | 3.21                              | 100.00 |
| \$ 500,000 and over                | 0.12        | 12.84  | 2.87         | 5.13          | 1.29                          | 2.56                             | 73.18                                 | 2.01                              | 100.00 |
| <b>TOTAL TAXABLE</b>               | 1.56        | 8.43   | 6.22         | 7.38          | 1.74                          | 14.31                            | 54.37                                 | 5.99                              | 100.00 |
| <b>GRAND TOTAL</b>                 | 0.53        | 1.87   | 2.37         | 1.62          | 40.01                         | 3.38                             | 47.33                                 | 2.90                              | 100.00 |

**Table 19. Distribution of Federal Taxable Income of Intrastate Returns by Industry Classes and Taxable Income Classes — Colorado Corporation Income Tax Returns Filed in Fiscal Year 1987**

| Colorado Taxable<br>Income Classes | Agriculture     | Mining          | Construction     | Manufacturing    | Transport.<br>and<br>Utilities | Wholesale<br>and<br>Retail Trade | Finance<br>Insurance &<br>Real Estate | Services<br>and Not<br>Classified | Total              |
|------------------------------------|-----------------|-----------------|------------------|------------------|--------------------------------|----------------------------------|---------------------------------------|-----------------------------------|--------------------|
| <b>NONTAXABLE RETURNS</b>          | -\$153,599      | -\$304,809      | -\$154,139       | -\$441,154       | -\$4280,513                    | -\$367,190                       | -\$793,561                            | -\$476,381                        | -\$6,971,345       |
| <b>TAXABLE RETURNS</b>             |                 |                 |                  |                  |                                |                                  |                                       |                                   |                    |
| Under \$ 2,000                     | \$39            | \$6             | \$145            | \$191            | \$24                           | \$835                            | \$953                                 | \$754                             | \$2,945            |
| \$ 2,000 - \$ 10,000               | 546             | 406             | 2,212            | 1,274            | 648                            | 7,008                            | 3,807                                 | 9,346                             | \$25,249           |
| \$ 10,000 - \$ 25,000              | 1,932           | 427             | 6,129            | 2,876            | 1,314                          | 13,978                           | 9,214                                 | 23,317                            | \$59,188           |
| \$ 25,000 - \$ 50,000              | 2,858           | 1,041           | 12,721           | 5,310            | 2,217                          | 23,678                           | 12,338                                | 33,396                            | \$93,558           |
| \$ 50,000 - \$ 75,000              | 2,798           | 1,083           | 9,560            | 4,583            | 1,174                          | 20,432                           | 7,419                                 | 18,817                            | \$65,866           |
| \$ 75,000 - \$ 100,000             | 1,609           | 5,275           | 6,768            | 3,349            | 2,026                          | 12,403                           | 3,968                                 | 10,091                            | \$45,489           |
| \$ 100,000 - \$ 200,000            | 6,085           | 1,427           | 10,488           | 10,789           | 2,474                          | 21,725                           | 11,141                                | 11,420                            | \$75,549           |
| \$ 200,000 - \$ 500,000            | 3,077           | 2,533           | 6,859            | 11,768           | 3,865                          | 26,717                           | 16,103                                | 7,960                             | \$78,882           |
| \$ 500,000 and over                | 3,941           | 17,656          | 21,131           | 69,456           | 7,243                          | 37,136                           | 65,985                                | 37,039                            | \$259,587          |
| <b>TOTAL TAXABLE</b>               | <b>\$22,885</b> | <b>\$29,853</b> | <b>\$76,012</b>  | <b>\$109,595</b> | <b>\$20,987</b>                | <b>\$163,911</b>                 | <b>\$130,928</b>                      | <b>\$152,140</b>                  | <b>\$706,312</b>   |
| <b>GRAND TOTAL</b>                 | <b>\$45,185</b> | <b>\$59,295</b> | <b>\$149,667</b> | <b>\$217,726</b> | <b>\$41,302</b>                | <b>\$319,980</b>                 | <b>\$257,096</b>                      | <b>\$294,180</b>                  | <b>\$1,384,431</b> |

**B. Percentage Distribution by Income Class**

| Colorado Taxable<br>Income Classes | Agriculture   | Mining        | Construction  | Manufacturing | Transport.<br>and<br>Utilities | Wholesale<br>and<br>Retail Trade | Finance<br>Insurance &<br>Real Estate | Services<br>and Not<br>Classified | Total         |
|------------------------------------|---------------|---------------|---------------|---------------|--------------------------------|----------------------------------|---------------------------------------|-----------------------------------|---------------|
| <b>TAXABLE RETURNS</b>             |               |               |               |               |                                |                                  |                                       |                                   |               |
| Under \$ 2,000                     | 0.17          | 0.02          | 0.19          | 0.17          | 0.12                           | 0.51                             | 0.73                                  | 0.50                              | 0.42          |
| \$ 2,000 - \$ 10,000               | 2.39          | 1.36          | 2.91          | 1.16          | 3.09                           | 4.28                             | 2.91                                  | 6.14                              | 3.57          |
| \$ 10,000 - \$ 25,000              | 8.44          | 1.43          | 8.06          | 2.62          | 6.26                           | 8.53                             | 7.04                                  | 15.33                             | 8.38          |
| \$ 25,000 - \$ 50,000              | 12.49         | 3.49          | 16.74         | 4.85          | 10.56                          | 14.45                            | 9.42                                  | 21.95                             | 13.25         |
| \$ 50,000 - \$ 75,000              | 12.23         | 3.63          | 12.58         | 4.18          | 5.60                           | 12.47                            | 5.67                                  | 12.37                             | 9.33          |
| \$ 75,000 - \$ 100,000             | 7.03          | 17.67         | 8.90          | 3.06          | 9.66                           | 7.57                             | 3.03                                  | 6.63                              | 6.44          |
| \$ 100,000 - \$ 200,000            | 26.59         | 4.78          | 13.80         | 9.84          | 11.79                          | 13.25                            | 8.51                                  | 7.51                              | 10.70         |
| \$ 200,000 - \$ 500,000            | 13.45         | 8.49          | 9.02          | 10.74         | 18.42                          | 16.30                            | 12.30                                 | 5.23                              | 11.17         |
| \$ 500,000 and over                | 17.22         | 59.14         | 27.80         | 63.38         | 34.51                          | 22.66                            | 50.40                                 | 24.35                             | 36.75         |
| <b>TOTAL TAXABLE</b>               | <b>100.00</b> | <b>100.00</b> | <b>100.00</b> | <b>100.00</b> | <b>100.00</b>                  | <b>100.00</b>                    | <b>100.00</b>                         | <b>100.00</b>                     | <b>100.00</b> |

**C. Percentage Distribution by Industry Class**

| Colorado Taxable<br>Income Classes | Agriculture | Mining      | Construction | Manufacturing | Transport.<br>and<br>Utilities | Wholesale<br>and<br>Retail Trade | Finance<br>Insurance &<br>Real Estate | Services<br>and Not<br>Classified | Total         |
|------------------------------------|-------------|-------------|--------------|---------------|--------------------------------|----------------------------------|---------------------------------------|-----------------------------------|---------------|
| <b>NONTAXABLE RETURNS</b>          | 2.20        | 4.37        | 2.21         | 6.33          | 61.40                          | 5.27                             | 11.38                                 | 6.83                              | 100.00        |
| <b>TAXABLE RETURNS</b>             |             |             |              |               |                                |                                  |                                       |                                   |               |
| Under \$ 2,000                     | 1.32        | 0.19        | 4.91         | 6.47          | 0.83                           | 28.34                            | 32.35                                 | 25.59                             | 100.00        |
| \$ 2,000 - \$ 10,000               | 2.16        | 1.61        | 8.76         | 5.05          | 2.57                           | 27.76                            | 15.08                                 | 37.02                             | 100.00        |
| \$ 10,000 - \$ 25,000              | 3.26        | 0.72        | 10.36        | 4.86          | 2.22                           | 23.62                            | 15.57                                 | 39.40                             | 100.00        |
| \$ 25,000 - \$ 50,000              | 3.06        | 1.11        | 13.60        | 5.68          | 2.37                           | 25.31                            | 13.19                                 | 35.70                             | 100.00        |
| \$ 50,000 - \$ 75,000              | 4.25        | 1.64        | 14.51        | 6.96          | 1.78                           | 31.02                            | 11.26                                 | 28.57                             | 100.00        |
| \$ 75,000 - \$ 100,000             | 3.54        | 11.60       | 14.88        | 7.36          | 4.45                           | 27.27                            | 8.72                                  | 22.18                             | 100.00        |
| \$ 100,000 - \$ 200,000            | 8.05        | 1.89        | 13.88        | 14.28         | 3.27                           | 28.76                            | 14.75                                 | 15.12                             | 100.00        |
| \$ 200,000 - \$ 500,000            | 3.90        | 3.21        | 8.69         | 14.92         | 4.90                           | 33.87                            | 20.41                                 | 10.09                             | 100.00        |
| \$ 500,000 and over                | 1.52        | 6.80        | 8.14         | 26.76         | 2.79                           | 14.31                            | 25.42                                 | 14.27                             | 100.00        |
| <b>TOTAL TAXABLE</b>               | <b>3.24</b> | <b>4.23</b> | <b>10.76</b> | <b>15.52</b>  | <b>2.97</b>                    | <b>23.21</b>                     | <b>18.54</b>                          | <b>21.54</b>                      | <b>100.00</b> |

**Table 20. Distribution of Colorado Taxable Income of Intrastate Returns by Industry Classes and Taxable Income Classes — Colorado Corporation Income Tax Returns Filed in Fiscal Year 1987**

**A. Dollar Amounts in Thousands**

| Colorado Taxable<br>Income Classes | Agriculture       | Mining           | Construction      | Manufacturing     | Transport.<br>and<br>Utilities | Wholesale<br>and<br>Retail Trade | Finance<br>Insurance &<br>Real Estate | Services<br>and Not<br>Classified | Total               |
|------------------------------------|-------------------|------------------|-------------------|-------------------|--------------------------------|----------------------------------|---------------------------------------|-----------------------------------|---------------------|
| <b>NONTAXABLE RETURNS</b>          | -\$169,130        | -\$95,133        | -\$223,106        | -\$446,129        | -\$99,827                      | -\$357,131                       | -\$926,118                            | -\$501,997                        | -\$2,818,573        |
| <b>TAXABLE RETURNS</b>             |                   |                  |                   |                   |                                |                                  |                                       |                                   |                     |
| Under \$ 2,000                     | \$20              | \$41             | \$310             | \$115             | \$57                           | \$368                            | \$658                                 | \$917                             | \$2,486             |
| \$ 2,000 - \$ 10,000               | 540               | 415              | 1,984             | 1,218             | 172                            | 5,592                            | 3,973                                 | 9,725                             | \$23,620            |
| \$ 10,000 - \$ 25,000              | 1,914             | 487              | 6,159             | 2,942             | 1,377                          | 14,212                           | 7,146                                 | 23,443                            | \$57,681            |
| \$ 25,000 - \$ 50,000              | 2,943             | 1,069            | 12,932            | 5,486             | 2,264                          | 23,756                           | 13,055                                | 28,874                            | \$90,379            |
| \$ 50,000 - \$ 75,000              | 2,858             | 1,106            | 9,813             | 4,755             | 1,225                          | 20,462                           | 7,369                                 | 19,528                            | \$67,117            |
| \$ 75,000 - \$ 100,000             | 1,560             | 873              | 7,082             | 3,492             | 2,131                          | 12,915                           | 3,909                                 | 10,244                            | \$42,206            |
| \$ 100,000 - \$ 200,000            | 5,758             | 1,458            | 11,150            | 11,312            | 2,571                          | 21,263                           | 10,989                                | 11,606                            | \$76,107            |
| \$ 200,000 - \$ 500,000            | 3,210             | 2,095            | 7,121             | 12,326            | 2,801                          | 27,326                           | 14,656                                | 8,509                             | \$78,044            |
| \$ 500,000 and over                | 4,055             | 18,342           | 22,032            | 72,649            | 6,993                          | 38,052                           | 64,193                                | 38,826                            | \$265,143           |
| <b>TOTAL TAXABLE</b>               | <b>\$22,859</b>   | <b>\$25,885</b>  | <b>\$78,583</b>   | <b>\$114,296</b>  | <b>\$19,590</b>                | <b>\$163,947</b>                 | <b>\$125,949</b>                      | <b>\$151,672</b>                  | <b>\$702,781</b>    |
| <b>GRAND TOTAL</b>                 | <b>-\$146,272</b> | <b>-\$69,248</b> | <b>-\$144,523</b> | <b>-\$331,833</b> | <b>-\$80,237</b>               | <b>-\$193,185</b>                | <b>-\$800,169</b>                     | <b>-\$350,325</b>                 | <b>-\$2,115,791</b> |

**B. Percentage Distribution by Income Class**

| Colorado Taxable<br>Income Classes | Agriculture   | Mining        | Construction  | Manufacturing | Transport.<br>and<br>Utilities | Wholesale<br>and<br>Retail Trade | Finance<br>Insurance &<br>Real Estate | Services<br>and Not<br>Classified | Total         |
|------------------------------------|---------------|---------------|---------------|---------------|--------------------------------|----------------------------------|---------------------------------------|-----------------------------------|---------------|
| <b>TAXABLE RETURNS</b>             |               |               |               |               |                                |                                  |                                       |                                   |               |
| Under \$ 2,000                     | 0.09          | 0.16          | 0.39          | 0.10          | 0.29                           | 0.22                             | 0.52                                  | 0.60                              | 0.35          |
| \$ 2,000 - \$ 10,000               | 2.36          | 1.60          | 2.53          | 1.07          | 0.88                           | 3.41                             | 3.15                                  | 6.41                              | 3.36          |
| \$ 10,000 - \$ 25,000              | 8.37          | 1.88          | 7.84          | 2.57          | 7.03                           | 8.67                             | 5.67                                  | 15.46                             | 8.21          |
| \$ 25,000 - \$ 50,000              | 12.88         | 4.13          | 16.46         | 4.80          | 11.56                          | 14.49                            | 10.37                                 | 19.04                             | 12.86         |
| \$ 50,000 - \$ 75,000              | 12.50         | 4.27          | 12.49         | 4.16          | 6.25                           | 12.48                            | 5.85                                  | 12.88                             | 9.55          |
| \$ 75,000 - \$ 100,000             | 6.82          | 3.37          | 9.01          | 3.06          | 10.88                          | 7.88                             | 3.10                                  | 6.75                              | 6.01          |
| \$ 100,000 - \$ 200,000            | 25.19         | 5.63          | 14.19         | 9.90          | 13.12                          | 12.97                            | 8.73                                  | 7.65                              | 10.83         |
| \$ 200,000 - \$ 500,000            | 14.04         | 8.09          | 9.06          | 10.78         | 14.30                          | 16.67                            | 11.64                                 | 5.61                              | 11.11         |
| \$ 500,000 and over                | 17.74         | 70.86         | 28.04         | 63.56         | 35.69                          | 23.21                            | 50.97                                 | 25.60                             | 37.73         |
| <b>TOTAL TAXABLE</b>               | <b>100.00</b> | <b>100.00</b> | <b>100.00</b> | <b>100.00</b> | <b>100.00</b>                  | <b>100.00</b>                    | <b>100.00</b>                         | <b>100.00</b>                     | <b>100.00</b> |

**C. Percentage Distribution by Industry Class**

| Colorado Taxable<br>Income Classes | Agriculture | Mining      | Construction | Manufacturing | Transport.<br>and<br>Utilities | Wholesale<br>and<br>Retail Trade | Finance<br>Insurance &<br>Real Estate | Services<br>and Not<br>Classified | Total         |
|------------------------------------|-------------|-------------|--------------|---------------|--------------------------------|----------------------------------|---------------------------------------|-----------------------------------|---------------|
| <b>NONTAXABLE RETURNS</b>          | 6.00        | 3.38        | 7.92         | 15.83         | 3.54                           | 12.67                            | 32.86                                 | 17.81                             | 100.00        |
| <b>TAXABLE RETURNS</b>             |             |             |              |               |                                |                                  |                                       |                                   |               |
| Under \$ 2,000                     | 0.79        | 1.63        | 12.48        | 4.63          | 2.31                           | 14.79                            | 26.46                                 | 36.89                             | 100.00        |
| \$ 2,000 - \$ 10,000               | 2.29        | 1.76        | 8.40         | 5.16          | 0.73                           | 23.68                            | 16.82                                 | 41.17                             | 100.00        |
| \$ 10,000 - \$ 25,000              | 3.32        | 0.85        | 10.68        | 5.10          | 2.39                           | 24.64                            | 12.39                                 | 40.64                             | 100.00        |
| \$ 25,000 - \$ 50,000              | 3.26        | 1.18        | 14.31        | 6.07          | 2.50                           | 26.28                            | 14.44                                 | 31.95                             | 100.00        |
| \$ 50,000 - \$ 75,000              | 4.26        | 1.65        | 14.62        | 7.09          | 1.83                           | 30.49                            | 10.98                                 | 29.10                             | 100.00        |
| \$ 75,000 - \$ 100,000             | 3.70        | 2.07        | 16.78        | 8.27          | 5.05                           | 30.60                            | 9.26                                  | 24.27                             | 100.00        |
| \$ 100,000 - \$ 200,000            | 7.57        | 1.92        | 14.65        | 14.86         | 3.38                           | 27.94                            | 14.44                                 | 15.25                             | 100.00        |
| \$ 200,000 - \$ 500,000            | 4.11        | 2.68        | 9.12         | 15.79         | 3.59                           | 35.01                            | 18.78                                 | 10.90                             | 100.00        |
| \$ 500,000 and over                | 1.53        | 6.92        | 8.31         | 27.40         | 2.64                           | 14.35                            | 24.21                                 | 14.64                             | 100.00        |
| <b>TOTAL TAXABLE</b>               | <b>3.25</b> | <b>3.68</b> | <b>11.18</b> | <b>16.26</b>  | <b>2.79</b>                    | <b>23.33</b>                     | <b>17.92</b>                          | <b>21.58</b>                      | <b>100.00</b> |

**Table 21. Distribution of Number of Interstate Returns by Industry Classes and Taxable Income Classes  
Colorado Corporation Income Tax Returns Filed in Fiscal Year 1987**

**A. Number of Returns**

| Colorado Taxable<br>Income Classes | Agriculture | Mining | Construction | Manufacturing | Transport.<br>and<br>Utilities | Wholesale<br>and<br>Retail Trade | Finance<br>Insurance &<br>Real Estate | Services<br>and Not<br>Classified | Total  |
|------------------------------------|-------------|--------|--------------|---------------|--------------------------------|----------------------------------|---------------------------------------|-----------------------------------|--------|
| <b>NONTAXABLE RETURNS</b>          | 180         | 1,100  | 700          | 1,000         | 250                            | 900                              | 1,281                                 | 1,050                             | 6,461  |
| <b>TAXABLE RETURNS</b>             |             |        |              |               |                                |                                  |                                       |                                   |        |
| Under \$ 2,000                     | 50          | 170    | 130          | 90            | 50                             | 110                              | 110                                   | 200                               | 910    |
| \$ 2,000 - \$ 10,000               | 20          | 30     | 110          | 120           | 30                             | 206                              | 106                                   | 252                               | 874    |
| \$ 10,000 - \$ 25,000              | 24          | 34     | 30           | 108           | 38                             | 96                               | 48                                    | 194                               | 572    |
| \$ 25,000 - \$ 50,000              | 18          | 20     | 18           | 124           | 14                             | 122                              | 48                                    | 60                                | 424    |
| \$ 50,000 - \$ 75,000              | 7           | 9      | 18           | 65            | 6                              | 77                               | 32                                    | 57                                | 271    |
| \$ 75,000 - \$ 100,000             | 3           | 5      | 12           | 47            | 9                              | 29                               | 20                                    | 30                                | 155    |
| \$ 100,000 - \$ 200,000            | 3           | 17     | 27           | 97            | 9                              | 76                               | 63                                    | 54                                | 346    |
| \$ 200,000 - \$ 500,000            | 5           | 20     | 15           | 98            | 12                             | 65                               | 30                                    | 34                                | 279    |
| \$ 500,000 and over                | 4           | 11     | 16           | 135           | 28                             | 94                               | 49                                    | 40                                | 377    |
| <b>TOTAL TAXABLE</b>               | 134         | 316    | 376          | 884           | 196                            | 875                              | 506                                   | 921                               | 4,208  |
| <b>GRAND TOTAL</b>                 | 314         | 1,416  | 1,076        | 1,884         | 446                            | 1,775                            | 1,787                                 | 1,971                             | 10,669 |

**B. Percentage Distribution by Income Class**

| Colorado Taxable<br>Income Classes | Agriculture | Mining | Construction | Manufacturing | Transport.<br>and<br>Utilities | Wholesale<br>and<br>Retail Trade | Finance<br>Insurance &<br>Real Estate | Services<br>and Not<br>Classified | Total  |
|------------------------------------|-------------|--------|--------------|---------------|--------------------------------|----------------------------------|---------------------------------------|-----------------------------------|--------|
| <b>NONTAXABLE RETURNS</b>          | 57.32       | 77.68  | 65.06        | 53.08         | 56.05                          | 50.70                            | 71.68                                 | 53.27                             | 60.56  |
| <b>TAXABLE RETURNS</b>             |             |        |              |               |                                |                                  |                                       |                                   |        |
| Under \$ 2,000                     | 15.92       | 12.01  | 12.08        | 4.78          | 11.21                          | 6.20                             | 6.16                                  | 10.15                             | 8.53   |
| \$ 2,000 - \$ 10,000               | 6.37        | 2.12   | 10.22        | 6.37          | 6.73                           | 11.61                            | 5.93                                  | 12.79                             | 8.19   |
| \$ 10,000 - \$ 25,000              | 7.64        | 2.40   | 2.79         | 5.73          | 8.52                           | 5.41                             | 2.69                                  | 9.84                              | 5.36   |
| \$ 25,000 - \$ 50,000              | 5.73        | 1.41   | 1.67         | 6.58          | 3.14                           | 6.87                             | 2.69                                  | 3.04                              | 3.97   |
| \$ 50,000 - \$ 75,000              | 2.23        | 0.64   | 1.67         | 3.45          | 1.35                           | 4.34                             | 1.79                                  | 2.89                              | 2.54   |
| \$ 75,000 - \$ 100,000             | 0.96        | 0.35   | 1.12         | 2.49          | 2.02                           | 1.63                             | 1.12                                  | 1.52                              | 1.45   |
| \$ 100,000 - \$ 200,000            | 0.96        | 1.20   | 2.51         | 5.15          | 2.02                           | 4.28                             | 3.53                                  | 2.74                              | 3.24   |
| \$ 200,000 - \$ 500,000            | 1.59        | 1.41   | 1.39         | 5.20          | 2.69                           | 3.66                             | 1.68                                  | 1.73                              | 2.62   |
| \$ 500,000 and over                | 1.27        | 0.78   | 1.49         | 7.17          | 6.28                           | 5.30                             | 2.74                                  | 2.03                              | 3.53   |
| <b>TOTAL TAXABLE</b>               | 42.68       | 22.32  | 34.94        | 46.92         | 43.95                          | 49.30                            | 28.32                                 | 46.73                             | 39.44  |
| <b>GRAND TOTAL</b>                 | 100.00      | 100.00 | 100.00       | 100.00        | 100.00                         | 100.00                           | 100.00                                | 100.00                            | 100.00 |

**C. Percentage Distribution by Industry Class**

| Colorado Taxable<br>Income Classes | Agriculture | Mining | Construction | Manufacturing | Transport.<br>and<br>Utilities | Wholesale<br>and<br>Retail Trade | Finance<br>Insurance &<br>Real Estate | Services<br>and Not<br>Classified | Total  |
|------------------------------------|-------------|--------|--------------|---------------|--------------------------------|----------------------------------|---------------------------------------|-----------------------------------|--------|
| <b>NONTAXABLE RETURNS</b>          | 2.79        | 17.03  | 10.83        | 15.48         | 3.87                           | 13.93                            | 19.83                                 | 16.25                             | 100.00 |
| <b>TAXABLE RETURNS</b>             |             |        |              |               |                                |                                  |                                       |                                   |        |
| Under \$ 2,000                     | 5.49        | 18.68  | 14.29        | 9.89          | 5.49                           | 12.09                            | 12.09                                 | 21.98                             | 100.00 |
| \$ 2,000 - \$ 10,000               | 2.29        | 3.43   | 12.59        | 13.73         | 3.43                           | 23.57                            | 12.13                                 | 28.83                             | 100.00 |
| \$ 10,000 - \$ 25,000              | 4.20        | 5.94   | 5.24         | 18.88         | 6.64                           | 16.78                            | 8.39                                  | 33.92                             | 100.00 |
| \$ 25,000 - \$ 50,000              | 4.25        | 4.72   | 4.25         | 29.25         | 3.30                           | 28.77                            | 11.32                                 | 14.15                             | 100.00 |
| \$ 50,000 - \$ 75,000              | 2.58        | 3.32   | 6.64         | 23.99         | 2.21                           | 28.41                            | 11.81                                 | 21.03                             | 100.00 |
| \$ 75,000 - \$ 100,000             | 1.94        | 3.23   | 7.74         | 30.32         | 5.81                           | 18.71                            | 12.90                                 | 19.35                             | 100.00 |
| \$ 100,000 - \$ 200,000            | 0.87        | 4.91   | 7.80         | 28.03         | 2.60                           | 21.97                            | 18.21                                 | 15.61                             | 100.00 |
| \$ 200,000 - \$ 500,000            | 1.79        | 7.17   | 5.38         | 35.13         | 4.30                           | 23.30                            | 10.75                                 | 12.19                             | 100.00 |
| \$ 500,000 and over                | 1.06        | 2.92   | 4.24         | 35.81         | 7.43                           | 24.93                            | 13.00                                 | 10.61                             | 100.00 |
| <b>TOTAL TAXABLE</b>               | 3.18        | 7.51   | 8.94         | 21.01         | 4.66                           | 20.79                            | 12.02                                 | 21.89                             | 100.00 |
| <b>GRAND TOTAL</b>                 | 2.94        | 13.27  | 10.09        | 17.66         | 4.18                           | 16.64                            | 16.75                                 | 18.47                             | 100.00 |

**Table 22. Distribution of Total Assets of all Interstate Returns by Industry Classes and Taxable Income Classes — Colorado Corporation Income Tax Returns Filed in Fiscal Year 1987**

**A. Dollar Amounts in Millions**

| Colorado Taxable Income Classes | Agriculture     | Mining           | Construction    | Manufacturing      | Transport. and Utilities | Wholesale and Retail Trade | Finance Insurance & Real Estate | Services and Not Classified | Total              |
|---------------------------------|-----------------|------------------|-----------------|--------------------|--------------------------|----------------------------|---------------------------------|-----------------------------|--------------------|
| <b>NONTAXABLE RETURNS</b>       | \$6,332         | \$47,290         | \$4,912         | \$332,448          | \$1,989                  | \$131,670                  | \$1,908,326                     | \$22,105                    | \$2,455,073        |
| <b>TAXABLE RETURNS</b>          |                 |                  |                 |                    |                          |                            |                                 |                             |                    |
| Under \$ 2,000                  | \$1,101         | \$216            | \$1,105         | \$5,269            | \$678,256                | \$3,444                    | \$2,574                         | \$658                       | \$692,623          |
| \$ 2,000 - \$ 10,000            | 17              | 957              | 592             | 1,913              | 1,406                    | 1,292                      | 3,637                           | 5,352                       | 15,167             |
| \$ 10,000 - \$ 25,000           | 693             | 277              | 19              | 4,480              | 392                      | 10,088                     | 754                             | 19,550                      | 36,253             |
| \$ 25,000 - \$ 50,000           | 27              | 4,091            | 49              | 15,544             | 12,327                   | 1,987                      | 69,574                          | 2,257                       | 105,856            |
| \$ 50,000 - \$ 75,000           | 19              | 1,590            | 61              | 12,446             | 217                      | 20,163                     | 623                             | 16,384                      | 51,504             |
| \$ 75,000 - \$ 100,000          | 144             | 171              | 547             | 26,688             | 282                      | 943                        | 5,098                           | 1,341                       | 35,213             |
| \$ 100,000 - \$ 200,000         | 206             | 1,329            | 1,209           | 28,511             | 2,707                    | 6,305                      | 26,005                          | 2,493                       | 68,765             |
| \$ 200,000 - \$ 500,000         | 29              | 2,859            | 415             | 54,205             | 5,952                    | 15,798                     | 23,708                          | 5,416                       | 108,381            |
| \$ 500,000 and over             | 28,881          | 313,537          | 4,640           | 585,702            | 130,581                  | 256,985                    | 201,558                         | 21,363                      | 1,543,248          |
| <b>TOTAL TAXABLE</b>            | <b>\$31,118</b> | <b>\$325,026</b> | <b>\$8,637</b>  | <b>\$734,758</b>   | <b>\$832,120</b>         | <b>\$317,005</b>           | <b>\$333,532</b>                | <b>\$74,814</b>             | <b>\$2,657,009</b> |
| <b>GRAND TOTAL</b>              | <b>\$37,450</b> | <b>\$372,316</b> | <b>\$13,549</b> | <b>\$1,067,206</b> | <b>\$834,109</b>         | <b>\$448,675</b>           | <b>\$2,241,859</b>              | <b>\$96,918</b>             | <b>\$5,112,082</b> |

**B. Percentage Distribution by Income Class**

| Colorado Taxable Income Classes | Agriculture   | Mining        | Construction  | Manufacturing | Transport. and Utilities | Wholesale and Retail Trade | Finance Insurance & Real Estate | Services and Not Classified | Total         |
|---------------------------------|---------------|---------------|---------------|---------------|--------------------------|----------------------------|---------------------------------|-----------------------------|---------------|
| <b>NONTAXABLE RETURNS</b>       | 16.91         | 12.70         | 36.25         | 31.15         | 0.24                     | 29.35                      | 85.12                           | 22.81                       | 48.02         |
| <b>TAXABLE RETURNS</b>          |               |               |               |               |                          |                            |                                 |                             |               |
| Under \$ 2,000                  | 2.94          | 0.06          | 8.15          | 0.49          | 81.32                    | 0.77                       | 0.11                            | 0.68                        | 13.55         |
| \$ 2,000 - \$ 10,000            | 0.05          | 0.26          | 4.37          | 0.18          | 0.17                     | 0.29                       | 0.16                            | 5.52                        | 0.30          |
| \$ 10,000 - \$ 25,000           | 1.85          | 0.07          | 0.14          | 0.42          | 0.05                     | 2.25                       | 0.03                            | 20.17                       | 0.71          |
| \$ 25,000 - \$ 50,000           | 0.07          | 1.10          | 0.36          | 1.46          | 1.48                     | 0.44                       | 3.10                            | 2.33                        | 2.07          |
| \$ 50,000 - \$ 75,000           | 0.05          | 0.43          | 0.45          | 1.17          | 0.03                     | 4.49                       | 0.03                            | 16.91                       | 1.01          |
| \$ 75,000 - \$ 100,000          | 0.39          | 0.05          | 4.04          | 2.50          | 0.03                     | 0.21                       | 0.23                            | 1.38                        | 0.69          |
| \$ 100,000 - \$ 200,000         | 0.55          | 0.36          | 8.93          | 2.67          | 0.32                     | 1.41                       | 1.16                            | 2.57                        | 1.35          |
| \$ 200,000 - \$ 500,000         | 0.08          | 0.77          | 3.06          | 5.08          | 0.71                     | 3.52                       | 1.06                            | 5.59                        | 2.12          |
| \$ 500,000 and over             | 77.12         | 84.21         | 34.24         | 54.88         | 15.66                    | 57.28                      | 8.99                            | 22.04                       | 30.19         |
| <b>TOTAL TAXABLE</b>            | <b>83.09</b>  | <b>87.30</b>  | <b>63.75</b>  | <b>68.85</b>  | <b>99.76</b>             | <b>70.65</b>               | <b>14.88</b>                    | <b>77.19</b>                | <b>51.98</b>  |
| <b>GRAND TOTAL</b>              | <b>100.00</b> | <b>100.00</b> | <b>100.00</b> | <b>100.00</b> | <b>100.00</b>            | <b>100.00</b>              | <b>100.00</b>                   | <b>100.00</b>               | <b>100.00</b> |

**C. Percentage Distribution by Industry Class**

| Colorado Taxable Income Classes | Agriculture | Mining       | Construction | Manufacturing | Transport. and Utilities | Wholesale and Retail Trade | Finance Insurance & Real Estate | Services and Not Classified | Total         |
|---------------------------------|-------------|--------------|--------------|---------------|--------------------------|----------------------------|---------------------------------|-----------------------------|---------------|
| <b>NONTAXABLE RETURNS</b>       | 0.26        | 1.93         | 0.20         | 13.54         | 0.08                     | 5.36                       | 77.73                           | 0.90                        | 100.00        |
| <b>TAXABLE RETURNS</b>          |             |              |              |               |                          |                            |                                 |                             |               |
| Under \$ 2,000                  | 0.16        | 0.03         | 0.16         | 0.76          | 97.93                    | 0.50                       | 0.37                            | 0.10                        | 100.00        |
| \$ 2,000 - \$ 10,000            | 0.11        | 6.31         | 3.90         | 12.61         | 9.27                     | 8.52                       | 23.98                           | 35.29                       | 100.00        |
| \$ 10,000 - \$ 25,000           | 1.91        | 0.76         | 0.05         | 12.36         | 1.08                     | 27.83                      | 2.08                            | 53.93                       | 100.00        |
| \$ 25,000 - \$ 50,000           | 0.03        | 3.86         | 0.05         | 14.68         | 11.65                    | 1.88                       | 65.73                           | 2.13                        | 100.00        |
| \$ 50,000 - \$ 75,000           | 0.04        | 3.09         | 0.12         | 24.17         | 0.42                     | 39.15                      | 1.21                            | 31.81                       | 100.00        |
| \$ 75,000 - \$ 100,000          | 0.41        | 0.48         | 1.55         | 75.79         | 0.80                     | 2.68                       | 14.48                           | 3.81                        | 100.00        |
| \$ 100,000 - \$ 200,000         | 0.30        | 1.93         | 1.76         | 41.46         | 3.94                     | 9.17                       | 37.82                           | 3.63                        | 100.00        |
| \$ 200,000 - \$ 500,000         | 0.03        | 2.64         | 0.38         | 50.01         | 5.49                     | 14.58                      | 21.87                           | 5.00                        | 100.00        |
| \$ 500,000 and over             | 1.87        | 20.32        | 0.30         | 37.95         | 8.46                     | 16.65                      | 13.06                           | 1.38                        | 100.00        |
| <b>TOTAL TAXABLE</b>            | <b>1.17</b> | <b>12.23</b> | <b>0.33</b>  | <b>27.65</b>  | <b>31.32</b>             | <b>11.93</b>               | <b>12.55</b>                    | <b>2.82</b>                 | <b>100.00</b> |
| <b>GRAND TOTAL</b>              | <b>0.73</b> | <b>7.28</b>  | <b>0.27</b>  | <b>20.88</b>  | <b>16.32</b>             | <b>8.78</b>                | <b>43.85</b>                    | <b>1.90</b>                 | <b>100.00</b> |

**Table 23. Distribution of Federal Taxable Income of Interstate Returns by Industry Classes and Taxable Income Classes — Colorado Corporation Income Tax Returns Filed in Fiscal Year 1987**

**A. Dollar Amounts In Thousands**

| Colorado Taxable Income Classes | Agriculture      | Mining              | Construction     | Manufacturing       | Transport. and Utilities | Wholesale and Retail Trade | Finance Insurance & Real Estate | Services and Not Classified | Total                |
|---------------------------------|------------------|---------------------|------------------|---------------------|--------------------------|----------------------------|---------------------------------|-----------------------------|----------------------|
| <b>NONTAXABLE RETURNS</b>       | -\$67,954        | -\$6,938,025        | -\$402,094       | -\$12,359,343       | -\$719,424               | -\$8,820,402               | -\$3,781,516                    | -\$1,086,205                | -\$34,174,964        |
| <b>TAXABLE RETURNS</b>          |                  |                     |                  |                     |                          |                            |                                 |                             |                      |
| Under \$ 2,000                  | \$1,929          | \$889,213           | \$50,340         | \$381,941           | \$6,207,466              | \$85,127                   | \$46,796                        | \$87,068                    | \$7,749,881          |
| \$ 2,000 - \$ 10,000            | 78               | 44,880              | - 11,325         | 88,344              | 44,500                   | 109,077                    | 69,256                          | 812,544                     | \$1,157,354          |
| \$ 10,000 - \$ 25,000           | 3,318            | 14,725              | 1,330            | 240,914             | 51,791                   | 145,012                    | 25,196                          | - 122,313                   | \$359,972            |
| \$ 25,000 - \$ 50,000           | 2,385            | - 49,337            | 7,668            | 1,295,377           | 619,762                  | 1,524,147                  | 474,486                         | 124,475                     | \$3,998,963          |
| \$ 50,000 - \$ 75,000           | 1,820            | 334,607             | 4,349            | 528,930             | 32,914                   | 2,506,584                  | 47,084                          | 174,400                     | \$3,630,688          |
| \$ 75,000 - \$ 100,000          | 14,959           | 7,447               | 47,149           | 2,042,276           | 25,809                   | 140,053                    | 826,092                         | 228,169                     | \$3,331,953          |
| \$ 100,000 - \$ 200,000         | 30,945           | 125,066             | 52,577           | 2,613,891           | 17,630                   | 467,661                    | 390,416                         | 338,272                     | \$4,036,458          |
| \$ 200,000 - \$ 500,000         | 4,090            | 235,381             | 42,355           | 5,363,103           | 387,194                  | 2,144,818                  | - 377,622                       | 523,819                     | \$8,323,138          |
| \$ 500,000 and over             | 350,317          | 15,524,721          | 627,320          | 43,934,934          | 3,246,130                | 20,866,081                 | 3,235,642                       | 2,872,449                   | \$90,657,596         |
| <b>TOTAL TAXABLE</b>            | <b>\$409,842</b> | <b>\$17,126,704</b> | <b>\$821,764</b> | <b>\$56,489,711</b> | <b>\$10,633,197</b>      | <b>\$27,988,559</b>        | <b>\$4,737,345</b>              | <b>\$5,038,881</b>          | <b>\$123,246,003</b> |
| <b>GRAND TOTAL</b>              | <b>\$341,888</b> | <b>\$10,188,679</b> | <b>\$419,670</b> | <b>\$44,130,368</b> | <b>\$9,913,773</b>       | <b>\$19,168,157</b>        | <b>\$955,829</b>                | <b>\$3,952,676</b>          | <b>\$89,071,039</b>  |

**B. Percentage Distribution of Taxable Returns by Income Class**

| Colorado Taxable Income Classes | Agriculture   | Mining        | Construction  | Manufacturing | Transport. and Utilities | Wholesale and Retail Trade | Finance Insurance & Real Estate | Services and Not Classified | Total         |
|---------------------------------|---------------|---------------|---------------|---------------|--------------------------|----------------------------|---------------------------------|-----------------------------|---------------|
| <b>TAXABLE RETURNS</b>          |               |               |               |               |                          |                            |                                 |                             |               |
| Under \$ 2,000                  | 0.47          | 5.19          | 6.13          | 0.68          | 58.38                    | 0.30                       | 0.99                            | 1.73                        | 6.29          |
| \$ 2,000 - \$ 10,000            | 0.02          | 0.26          | - 1.38        | 0.16          | 0.42                     | 0.39                       | 1.46                            | 16.13                       | 0.94          |
| \$ 10,000 - \$ 25,000           | 0.81          | 0.09          | 0.16          | 0.43          | 0.49                     | 0.52                       | 0.53                            | - 2.43                      | 0.29          |
| \$ 25,000 - \$ 50,000           | 0.58          | - 0.29        | 0.93          | 2.29          | 5.83                     | 5.45                       | 10.02                           | 2.47                        | 3.24          |
| \$ 50,000 - \$ 75,000           | 0.44          | 1.95          | 0.53          | 0.94          | 0.31                     | 8.96                       | 0.99                            | 3.46                        | 2.95          |
| \$ 75,000 - \$ 100,000          | 3.65          | 0.04          | 5.74          | 3.62          | 0.24                     | 0.50                       | 17.44                           | 4.53                        | 2.70          |
| \$ 100,000 - \$ 200,000         | 7.55          | 0.73          | 6.40          | 4.63          | 0.17                     | 1.67                       | 8.24                            | 6.71                        | 3.28          |
| \$ 200,000 - \$ 500,000         | 1.00          | 1.37          | 5.15          | 9.49          | 3.64                     | 7.66                       | - 7.97                          | 10.40                       | 6.75          |
| \$ 500,000 and over             | 85.48         | 90.65         | 76.34         | 77.78         | 30.53                    | 74.55                      | 68.30                           | 57.01                       | 73.56         |
| <b>TOTAL TAXABLE</b>            | <b>100.00</b> | <b>100.00</b> | <b>100.00</b> | <b>100.00</b> | <b>100.00</b>            | <b>100.00</b>              | <b>100.00</b>                   | <b>100.00</b>               | <b>100.00</b> |

**C. Percentage Distribution by Industry Class**

| Colorado Taxable Income Classes | Agriculture | Mining       | Construction | Manufacturing | Transport. and Utilities | Wholesale and Retail Trade | Finance Insurance & Real Estate | Services and Not Classified | Total         |
|---------------------------------|-------------|--------------|--------------|---------------|--------------------------|----------------------------|---------------------------------|-----------------------------|---------------|
| <b>NONTAXABLE RETURNS</b>       | 0.20        | 20.30        | 1.18         | 36.16         | 2.11                     | 25.81                      | 11.07                           | 3.18                        | 100.00        |
| <b>TAXABLE RETURNS</b>          |             |              |              |               |                          |                            |                                 |                             |               |
| Under \$ 2,000                  | 0.02        | 11.47        | 0.65         | 4.93          | 80.10                    | 1.10                       | 0.60                            | 1.12                        | 100.00        |
| \$ 2,000 - \$ 10,000            | 0.01        | 3.88         | - 0.98       | 7.63          | 3.85                     | 9.42                       | 5.98                            | 70.21                       | 100.00        |
| \$ 10,000 - \$ 25,000           | 0.92        | 4.09         | 0.37         | 66.93         | 14.39                    | 40.28                      | 7.00                            | - 33.98                     | 100.00        |
| \$ 25,000 - \$ 50,000           | 0.06        | - 1.23       | 0.19         | 32.39         | 15.50                    | 38.11                      | 11.87                           | 3.11                        | 100.00        |
| \$ 50,000 - \$ 75,000           | 0.05        | 9.22         | 0.12         | 14.57         | 0.91                     | 69.04                      | 1.30                            | 4.80                        | 100.00        |
| \$ 75,000 - \$ 100,000          | 0.45        | 0.22         | 1.42         | 61.29         | 0.77                     | 4.20                       | 24.79                           | 6.85                        | 100.00        |
| \$ 100,000 - \$ 200,000         | 0.77        | 3.10         | 1.30         | 64.76         | 0.44                     | 11.59                      | 9.67                            | 8.38                        | 100.00        |
| \$ 200,000 - \$ 500,000         | 0.05        | 2.83         | 0.51         | 64.44         | 4.65                     | 25.77                      | - 4.54                          | 6.29                        | 100.00        |
| \$ 500,000 and over             | 0.39        | 17.12        | 0.69         | 48.46         | 3.58                     | 23.02                      | 3.57                            | 3.17                        | 100.00        |
| <b>TOTAL TAXABLE</b>            | <b>0.33</b> | <b>13.90</b> | <b>0.67</b>  | <b>45.83</b>  | <b>8.63</b>              | <b>22.71</b>               | <b>3.84</b>                     | <b>4.09</b>                 | <b>100.00</b> |

**Table 24. Distribution of Colorado Taxable Income of Interstate Returns by Industry Classes and Taxable Income Classes — Colorado Corporation Income Tax Returns Filed in Fiscal Year 1987**

**A. Dollar Amounts in Thousands**

| Colorado Taxable Income Classes | Agriculture      | Mining              | Construction    | Manufacturing     | Transport. and Utilities | Wholesale and Retail Trade | Finance Insurance & Real Estate | Services and Not Classified | Total               |
|---------------------------------|------------------|---------------------|-----------------|-------------------|--------------------------|----------------------------|---------------------------------|-----------------------------|---------------------|
| <b>NONTAXABLE RETURNS</b>       | -\$90,583        | -\$1,093,865        | -\$31,942       | -\$853,109        | -\$33,313                | -\$612,956                 | -\$1,350,493                    | -\$288,041                  | -\$4,354,302        |
| <b>TAXABLE RETURNS</b>          |                  |                     |                 |                   |                          |                            |                                 |                             |                     |
| Under \$ 2,000                  | \$40             | \$97                | \$84            | \$63              | \$30                     | \$70                       | \$97                            | \$186                       | \$666               |
| \$ 2,000 - \$ 10,000            | 51               | 158                 | 452             | 647               | 160                      | 1,123                      | 542                             | 1,265                       | \$4,398             |
| \$ 10,000 - \$ 25,000           | 412              | 644                 | 459             | 1,862             | 492                      | 1,623                      | 892                             | 3,179                       | \$9,562             |
| \$ 25,000 - \$ 50,000           | 671              | 588                 | 646             | 4,491             | 447                      | 4,177                      | 1,542                           | 2,290                       | \$14,851            |
| \$ 50,000 - \$ 75,000           | 428              | 501                 | 1,132           | 4,108             | 337                      | 4,719                      | 1,821                           | 3,473                       | \$16,519            |
| \$ 75,000 - \$ 100,000          | 228              | 380                 | 1,010           | 4,017             | 802                      | 2,387                      | 1,708                           | 2,605                       | \$13,138            |
| \$ 100,000 - \$ 200,000         | 311              | 2,444               | 4,103           | 14,028            | 1,212                    | 11,208                     | 9,036                           | 6,994                       | \$49,335            |
| \$ 200,000 - \$ 500,000         | 1,395            | 6,112               | 4,586           | 32,648            | 3,623                    | 19,870                     | 9,917                           | 10,652                      | \$88,803            |
| \$ 500,000 and over             | 8,392            | 28,903              | 42,098          | 454,734           | 346,106                  | 238,407                    | 181,603                         | 66,418                      | \$1,366,661         |
| <b>TOTAL TAXABLE</b>            | <b>\$11,927</b>  | <b>\$39,827</b>     | <b>\$54,569</b> | <b>\$516,597</b>  | <b>\$353,209</b>         | <b>\$283,584</b>           | <b>\$207,157</b>                | <b>\$97,063</b>             | <b>\$1,563,933</b>  |
| <b>GRAND TOTAL</b>              | <b>-\$78,656</b> | <b>-\$1,054,038</b> | <b>\$22,627</b> | <b>-\$336,511</b> | <b>\$319,896</b>         | <b>-\$329,372</b>          | <b>-\$1,143,336</b>             | <b>-\$190,979</b>           | <b>-\$2,790,369</b> |

**B. Percentage Distribution of Taxable Returns by Income Class**

| Colorado Taxable Income Classes | Agriculture   | Mining        | Construction  | Manufacturing | Transport. and Utilities | Wholesale and Retail Trade | Finance Insurance & Real Estate | Services and Not Classified | Total         |
|---------------------------------|---------------|---------------|---------------|---------------|--------------------------|----------------------------|---------------------------------|-----------------------------|---------------|
| <b>TAXABLE RETURNS</b>          |               |               |               |               |                          |                            |                                 |                             |               |
| Under \$ 2,000                  | 0.34          | 0.24          | 0.15          | 0.01          | 0.01                     | 0.02                       | 0.05                            | 0.19                        | 0.04          |
| \$ 2,000 - \$ 10,000            | 0.43          | 0.40          | 0.83          | 0.13          | 0.05                     | 0.40                       | 0.26                            | 1.30                        | 0.28          |
| \$ 10,000 - \$ 25,000           | 3.45          | 1.62          | 0.84          | 0.36          | 0.14                     | 0.57                       | 0.43                            | 3.28                        | 0.61          |
| \$ 25,000 - \$ 50,000           | 5.62          | 1.48          | 1.18          | 0.87          | 0.13                     | 1.47                       | 0.74                            | 2.36                        | 0.95          |
| \$ 50,000 - \$ 75,000           | 3.59          | 1.26          | 2.07          | 0.80          | 0.10                     | 1.66                       | 0.88                            | 3.58                        | 1.06          |
| \$ 75,000 - \$ 100,000          | 1.91          | 0.95          | 1.85          | 0.78          | 0.23                     | 0.84                       | 0.82                            | 2.68                        | 0.84          |
| \$ 100,000 - \$ 200,000         | 2.60          | 6.14          | 7.52          | 2.72          | 0.34                     | 3.95                       | 4.36                            | 7.21                        | 3.15          |
| \$ 200,000 - \$ 500,000         | 11.69         | 15.35         | 8.40          | 6.32          | 1.03                     | 7.01                       | 4.79                            | 10.97                       | 5.68          |
| \$ 500,000 and over             | 70.36         | 72.57         | 77.15         | 88.02         | 97.99                    | 84.07                      | 87.66                           | 68.43                       | 87.39         |
| <b>TOTAL TAXABLE</b>            | <b>100.00</b> | <b>100.00</b> | <b>100.00</b> | <b>100.00</b> | <b>100.00</b>            | <b>100.00</b>              | <b>100.00</b>                   | <b>100.00</b>               | <b>100.00</b> |

**C. Percentage Distribution by Industry Class**

| Colorado Taxable Income Classes | Agriculture | Mining      | Construction | Manufacturing | Transport. and Utilities | Wholesale and Retail Trade | Finance Insurance & Real Estate | Services and Not Classified | Total         |
|---------------------------------|-------------|-------------|--------------|---------------|--------------------------|----------------------------|---------------------------------|-----------------------------|---------------|
| <b>NONTAXABLE RETURNS</b>       | 2.08        | 25.12       | 0.73         | 19.59         | 0.77                     | 14.08                      | 31.02                           | 6.62                        | 100.00        |
| <b>TAXABLE RETURNS</b>          |             |             |              |               |                          |                            |                                 |                             |               |
| Under \$ 2,000                  | 6.05        | 14.50       | 12.55        | 9.42          | 4.44                     | 10.55                      | 14.51                           | 27.98                       | 100.00        |
| \$ 2,000 - \$ 10,000            | 1.16        | 3.59        | 10.27        | 14.71         | 3.64                     | 25.53                      | 12.33                           | 28.77                       | 100.00        |
| \$ 10,000 - \$ 25,000           | 4.30        | 6.74        | 4.80         | 19.47         | 5.15                     | 16.97                      | 9.32                            | 33.25                       | 100.00        |
| \$ 25,000 - \$ 50,000           | 4.52        | 3.96        | 4.35         | 30.24         | 3.01                     | 28.13                      | 10.38                           | 15.42                       | 100.00        |
| \$ 50,000 - \$ 75,000           | 2.59        | 3.03        | 6.85         | 24.87         | 2.04                     | 28.57                      | 11.02                           | 21.03                       | 100.00        |
| \$ 75,000 - \$ 100,000          | 1.73        | 2.89        | 7.69         | 30.58         | 6.11                     | 18.17                      | 13.00                           | 19.83                       | 100.00        |
| \$ 100,000 - \$ 200,000         | 0.63        | 4.95        | 8.32         | 28.43         | 2.46                     | 22.72                      | 18.31                           | 14.18                       | 100.00        |
| \$ 200,000 - \$ 500,000         | 1.57        | 6.88        | 5.16         | 36.76         | 4.08                     | 22.38                      | 11.17                           | 11.99                       | 100.00        |
| \$ 500,000 and over             | 0.61        | 2.11        | 3.08         | 33.27         | 25.32                    | 17.44                      | 13.29                           | 4.86                        | 100.00        |
| <b>TOTAL TAXABLE</b>            | <b>0.76</b> | <b>2.55</b> | <b>3.49</b>  | <b>33.03</b>  | <b>22.58</b>             | <b>18.13</b>               | <b>13.25</b>                    | <b>6.21</b>                 | <b>100.00</b> |



**Table 25. Distribution of All Returns by Tax Classes  
Colorado Corporation Income Tax Returns Filed in Fiscal Year 1987**

**A. Dollar Amounts in Thousands**

| Colorado<br>Tax Class     | All Returns   |                           | Intrastate Returns |                           | Interstate Returns |                           |
|---------------------------|---------------|---------------------------|--------------------|---------------------------|--------------------|---------------------------|
|                           | Number        | Colorado<br>Tax Liability | Number             | Colorado<br>Tax Liability | Number             | Colorado<br>Tax Liability |
| <b>NONTAXABLE RETURNS</b> | 31,331        | \$0                       | 24,870             | \$0                       | 6,461              | \$0                       |
| <b>TAXABLE RETURNS</b>    |               |                           |                    |                           |                    |                           |
| Under \$ 100              | 3960          | \$161                     | 3050               | \$128                     | 910                | \$33                      |
| \$ 100 - \$ 250           | 2,710         | 452                       | 2,220              | 369                       | 490                | 83                        |
| \$ 250 - \$ 500           | 2,624         | 947                       | 2,240              | 810                       | 384                | 137                       |
| \$ 500 - \$ 1,000         | 3,064         | 2,236                     | 2,676              | 1,969                     | 388                | 267                       |
| \$ 1,000 - \$ 1,500       | 1,816         | 2,235                     | 1,488              | 1,827                     | 328                | 408                       |
| \$ 1,500 - \$ 2,500       | 2,128         | 4,156                     | 1,848              | 3,610                     | 280                | 546                       |
| \$ 2,500 - \$ 5,000       | 2,025         | 6,945                     | 1,604              | 5,463                     | 421                | 1,483                     |
| \$ 5,000 - \$ 10,000      | 905           | 6,282                     | 561                | 3,815                     | 345                | 2,467                     |
| \$ 10,000 - \$ 25,000     | 538           | 8,345                     | 260                | 3,902                     | 278                | 4,443                     |
| \$ 25,000 - \$ 50,000     | 506           | 46,996                    | 152                | 12,237                    | 354                | 34,759                    |
| \$ 50,000 and over        | 25            | 34,595                    | 2                  | 1,021                     | 23                 | 33,574                    |
| <b>TOTAL TAXABLE</b>      | <b>20,301</b> | <b>\$113,349</b>          | <b>16,101</b>      | <b>\$35,149</b>           | <b>4,201</b>       | <b>\$78,200</b>           |
| <b>GRAND TOTAL</b>        | <b>51,632</b> | <b>\$113,349</b>          | <b>40,971</b>      | <b>\$35,149</b>           | <b>10,662</b>      | <b>\$78,200</b>           |

**B. Percentage Distribution of Taxable Returns**

| Colorado<br>Tax Class  | All Returns   |                           | Intrastate Returns |                           | Interstate Returns |                           |
|------------------------|---------------|---------------------------|--------------------|---------------------------|--------------------|---------------------------|
|                        | Number        | Colorado<br>Tax Liability | Number             | Colorado<br>Tax Liability | Number             | Colorado<br>Tax Liability |
| <b>TAXABLE RETURNS</b> |               |                           |                    |                           |                    |                           |
| Under \$ 100           | 19.51         | 0.14                      | 18.94              | 0.36                      | 21.66              | 0.04                      |
| \$ 100 - \$ 250        | 13.35         | 0.40                      | 13.79              | 1.05                      | 11.66              | 0.11                      |
| \$ 250 - \$ 500        | 12.93         | 0.84                      | 13.91              | 2.30                      | 9.14               | 0.18                      |
| \$ 500 - \$ 1,000      | 15.09         | 1.97                      | 16.62              | 5.60                      | 9.24               | 0.34                      |
| \$ 1,000 - \$ 1,500    | 8.95          | 1.97                      | 9.24               | 5.20                      | 7.81               | 0.52                      |
| \$ 1,500 - \$ 2,500    | 10.48         | 3.67                      | 11.48              | 10.27                     | 6.67               | 0.70                      |
| \$ 2,500 - \$ 5,000    | 9.97          | 6.13                      | 9.96               | 15.54                     | 10.02              | 1.90                      |
| \$ 5,000 - \$ 10,000   | 4.46          | 5.54                      | 3.48               | 10.85                     | 8.21               | 3.15                      |
| \$ 10,000 - \$ 25,000  | 2.65          | 7.36                      | 1.61               | 11.10                     | 6.62               | 5.68                      |
| \$ 25,000 - \$ 50,000  | 2.49          | 41.46                     | 0.94               | 34.81                     | 8.43               | 44.45                     |
| \$ 50,000 and over     | 0.12          | 30.52                     | 0.01               | 2.90                      | 0.55               | 42.93                     |
| <b>TOTAL TAXABLE</b>   | <b>100.00</b> | <b>100.00</b>             | <b>100.00</b>      | <b>100.00</b>             | <b>100.00</b>      | <b>100.00</b>             |

**Table 26. Distribution of All Returns by Asset Class  
Colorado Corporation Income Tax Returns Filed in Fiscal Year 1987**

**A. Nontaxable Returns — Dollar Amounts In Millions**

| Asset Class                       | Number of Returns | Total Corporate Assets | Federal Taxable Income | Colorado Taxable Income | Colorado Tax Liability |
|-----------------------------------|-------------------|------------------------|------------------------|-------------------------|------------------------|
| Under \$ 100,000                  | 15,580            | \$385                  | -\$834                 | -\$736                  |                        |
| \$ 100,000 - \$ 1 Million         | 8,740             | \$2,873                | -\$949                 | -\$764                  |                        |
| \$ 1 Million - \$ 10 Million      | 3,890             | \$13,027               | -\$2,485               | -\$1,485                |                        |
| \$ 10 Million - \$ 100 Million    | 2,160             | \$79,389               | -\$9,296               | -\$2,775                |                        |
| \$ 100 Million - \$ 1,000 Million | 740               | \$241,056              | -\$12,667              | -\$802                  |                        |
| \$ 1,000 Million and over         | 221               | \$2,243,421            | -\$14,916              | -\$611                  |                        |
| <b>TOTAL</b>                      | <b>31,331</b>     | <b>\$2,580,151</b>     | <b>-\$41,146</b>       | <b>-\$7,173</b>         |                        |

**B. Taxable Returns — Dollar Amounts In Millions**

| Asset Class                       | Number of Returns | Total Corporate Assets | Federal Taxable Income | Colorado Taxable Income | Colorado Tax Liability |
|-----------------------------------|-------------------|------------------------|------------------------|-------------------------|------------------------|
| Under \$ 100,000                  | 8,234             | \$299                  | \$1,529                | \$102                   | \$5                    |
| \$ 100,000 - \$ 1 Million         | 7,483             | \$2,533                | \$594                  | \$241                   | \$12                   |
| \$ 1 Million - \$ 10 Million      | 2,636             | \$8,258                | \$4,048                | \$321                   | \$16                   |
| \$ 10 Million - \$ 100 Million    | 1,145             | \$39,460               | \$7,955                | \$363                   | \$18                   |
| \$ 100 Million - \$ 1,000 Million | 557               | \$170,111              | \$21,251               | \$350                   | \$17                   |
| \$ 1,000 Million and over         | 245               | \$2,453,804            | \$88,575               | \$890                   | \$45                   |
| <b>TOTAL</b>                      | <b>20,300</b>     | <b>\$2,674,466</b>     | <b>\$123,952</b>       | <b>\$2,267</b>          | <b>\$113</b>           |

**C. Percentage Distribution of Nontaxable Returns**

| Asset Class                       | Number of Returns | Total Corporate Assets | Federal Taxable Income | Colorado Taxable Income | Colorado Tax Liability |
|-----------------------------------|-------------------|------------------------|------------------------|-------------------------|------------------------|
| Under \$ 100,000                  | 49.73             | 0.01                   | 2.03                   | 10.26                   |                        |
| \$ 100,000 - \$ 1 Million         | 27.90             | 0.11                   | 2.31                   | 10.65                   |                        |
| \$ 1 Million - \$ 10 Million      | 12.42             | 0.50                   | 6.04                   | 20.71                   |                        |
| \$ 10 Million - \$ 100 Million    | 6.89              | 3.08                   | 22.59                  | 38.69                   |                        |
| \$ 100 Million - \$ 1,000 Million | 2.36              | 9.34                   | 30.79                  | 11.18                   |                        |
| \$ 1,000 Million and over         | 0.71              | 86.95                  | 36.25                  | 8.52                    |                        |
| <b>TOTAL</b>                      | <b>100.00</b>     | <b>100.00</b>          | <b>100.00</b>          | <b>100.00</b>           |                        |

**D. Percentage Distribution of Taxable Returns**

| Asset Class                       | Number of Returns | Total Corporate Assets | Federal Taxable Income | Colorado Taxable Income | Colorado Tax Liability |
|-----------------------------------|-------------------|------------------------|------------------------|-------------------------|------------------------|
| Under \$ 100,000                  | 40.56             | 0.01                   | 1.23                   | 4.49                    | 4.50                   |
| \$ 100,000 - \$ 1 Million         | 36.86             | 0.09                   | 0.48                   | 10.62                   | 10.62                  |
| \$ 1 Million - \$ 10 Million      | 12.99             | 0.31                   | 3.27                   | 14.15                   | 14.16                  |
| \$ 10 Million - \$ 100 Million    | 5.64              | 1.48                   | 6.42                   | 16.04                   | 16.03                  |
| \$ 100 Million - \$ 1,000 Million | 2.74              | 6.36                   | 17.14                  | 15.43                   | 15.43                  |
| \$ 1,000 Million and over         | 1.21              | 91.75                  | 71.46                  | 39.27                   | 39.27                  |
| <b>TOTAL</b>                      | <b>100.00</b>     | <b>100.00</b>          | <b>100.00</b>          | <b>100.00</b>           | <b>100.00</b>          |

**Table 27. Distribution of Intrastate Returns by Asset Class  
Colorado Corporation Income Tax Returns Filed in Fiscal Year 1987**

**A. Nontaxable Returns — Dollar Amounts In Millions**

| Asset Class      |                  | Number of Returns | Total Corporate Assets | Federal Taxable Income | Colorado Taxable Income | Colorado Tax Liability |
|------------------|------------------|-------------------|------------------------|------------------------|-------------------------|------------------------|
| Under            | \$ 100,000       | 15,100            | \$374                  | - \$775                | - \$725                 |                        |
| \$ 100,000 -     | \$ 1 Million     | 7,430             | \$2,332                | - \$648                | - \$672                 |                        |
| \$ 1 Million -   | \$ 10 Million    | 1,880             | \$5,129                | - \$728                | - \$815                 |                        |
| \$ 10 Million -  | \$ 100 Million   | 420               | \$14,829               | - \$640                | - \$608                 |                        |
| \$ 100 Million - | \$ 1,000 Million | 0                 | \$0                    | \$0                    | \$0                     |                        |
| \$ 1,000 Million | and over         | 40                | \$102,414              | - \$4,181              | \$0                     |                        |
| TOTAL            |                  | 24,870            | \$125,079              | -\$6,971               | -\$2,819                |                        |

**B. Taxable Returns — Dollar Amounts In Millions**

| Asset Class      |                  | Number of Returns | Total Corporate Assets | Federal Taxable Income | Colorado Taxable Income | Colorado Tax Liability |
|------------------|------------------|-------------------|------------------------|------------------------|-------------------------|------------------------|
| Under            | \$ 100,000       | 7,938             | \$287                  | \$87                   | \$88                    | \$4                    |
| \$ 100,000 -     | \$ 1 Million     | 6,788             | \$2,221                | \$226                  | \$227                   | \$11                   |
| \$ 1 Million -   | \$ 10 Million    | 1,254             | \$3,126                | \$226                  | \$228                   | \$11                   |
| \$ 10 Million -  | \$ 100 Million   | 107               | \$2,628                | \$138                  | \$135                   | \$7                    |
| \$ 100 Million - | \$ 1,000 Million | 14                | \$3,685                | \$29                   | \$25                    | \$1                    |
| \$ 1,000 Million | and over         | 1                 | \$5,510                | \$1                    | \$1                     | \$0                    |
| TOTAL            |                  | 16,102            | \$17,457               | \$706                  | \$703                   | \$35                   |

**C. Percentage Distribution of Nontaxable Returns**

| Asset Class      |                  | Number of Returns | Total Corporate Assets | Federal Taxable Income | Colorado Taxable Income | Colorado Tax Liability |
|------------------|------------------|-------------------|------------------------|------------------------|-------------------------|------------------------|
| Under            | \$ 100,000       | 60.72             | 0.30                   | 11.12                  | 25.71                   |                        |
| \$ 100,000 -     | \$ 1 Million     | 29.88             | 1.86                   | 9.29                   | 23.83                   |                        |
| \$ 1 Million -   | \$ 10 Million    | 7.56              | 4.10                   | 10.45                  | 28.90                   |                        |
| \$ 10 Million -  | \$ 100 Million   | 1.69              | 11.86                  | 9.17                   | 21.56                   |                        |
| \$ 100 Million - | \$ 1,000 Million | 0.00              | 0.00                   | 0.00                   | 0.00                    |                        |
| \$ 1,000 Million | and over         | 0.16              | 81.88                  | 59.97                  | 0.00                    |                        |
| TOTAL            |                  | 100.00            | 100.00                 | 100.00                 | 100.00                  |                        |

**D. Percentage Distribution of Taxable Returns**

| Asset Class      |                  | Number of Returns | Total Corporate Assets | Federal Taxable Income | Colorado Taxable Income | Colorado Tax Liability |
|------------------|------------------|-------------------|------------------------|------------------------|-------------------------|------------------------|
| Under            | \$ 100,000       | 49.30             | 1.64                   | 12.26                  | 12.48                   | 12.50                  |
| \$ 100,000 -     | \$ 1 Million     | 42.16             | 12.72                  | 31.96                  | 32.31                   | 32.31                  |
| \$ 1 Million -   | \$ 10 Million    | 7.79              | 17.90                  | 31.99                  | 32.37                   | 32.37                  |
| \$ 10 Million -  | \$ 100 Million   | 0.66              | 15.06                  | 19.59                  | 19.15                   | 19.15                  |
| \$ 100 Million - | \$ 1,000 Million | 0.09              | 21.11                  | 4.07                   | 3.55                    | 3.55                   |
| \$ 1,000 Million | and over         | 0.01              | 31.56                  | 0.12                   | 0.12                    | 0.12                   |
| TOTAL            |                  | 100.00            | 100.00                 | 100.00                 | 100.00                  | 100.00                 |

**Table 28. Distribution of Interstate Returns by Asset Classes  
Colorado Corporation Income Tax Returns Filed in Fiscal Year 1987**

**A. Nontaxable Returns — Dollar Amounts in Millions**

| Asset Class                       | Number of Returns | Total Corporate Assets | Federal Taxable Income | Colorado Taxable Income | Colorado Tax Liability |
|-----------------------------------|-------------------|------------------------|------------------------|-------------------------|------------------------|
| Under \$ 100,000                  | 480               | \$11                   | -\$59                  | -\$11                   |                        |
| \$ 100,000 - \$ 1 Million         | 1,310             | \$541                  | -\$301                 | -\$92                   |                        |
| \$ 1 Million - \$ 10 Million      | 2,010             | \$7,898                | -\$1,756               | -\$671                  |                        |
| \$ 10 Million - \$ 100 Million    | 1,740             | \$64,560               | -\$8,657               | -\$2,167                |                        |
| \$ 100 Million - \$ 1,000 Million | 740               | \$241,056              | -\$12,667              | -\$802                  |                        |
| \$ 1,000 Million and over         | 181               | \$2,141,007            | -\$10,735              | -\$611                  |                        |
| <b>TOTAL</b>                      | <b>6,461</b>      | <b>\$2,455,072</b>     | <b>-\$34,175</b>       | <b>-\$4,354</b>         |                        |

**B. Taxable Returns — Dollar Amounts in Millions**

| Asset Class                       | Number of Returns | Total Corporate Assets | Federal Taxable Income | Colorado Taxable Income | Colorado Tax Liability |
|-----------------------------------|-------------------|------------------------|------------------------|-------------------------|------------------------|
| Under \$ 100,000                  | 296               | \$12                   | \$1,442                | \$14                    | \$1                    |
| \$ 100,000 - \$ 1 Million         | 696               | \$312                  | \$368                  | \$14                    | \$1                    |
| \$ 1 Million - \$ 10 Million      | 1,383             | \$5,132                | \$3,822                | \$93                    | \$5                    |
| \$ 10 Million - \$ 100 Million    | 1,038             | \$36,832               | \$7,817                | \$229                   | \$11                   |
| \$ 100 Million - \$ 1,000 Million | 544               | \$166,426              | \$21,223               | \$325                   | \$16                   |
| \$ 1,000 Million and over         | 244               | \$2,448,295            | \$88,574               | \$889                   | \$44                   |
| <b>TOTAL</b>                      | <b>4,201</b>      | <b>\$2,657,009</b>     | <b>\$123,246</b>       | <b>\$1,564</b>          | <b>\$78</b>            |

**C. Percentage Distribution of Nontaxable Returns**

| Asset Class                       | Number of Returns | Total Corporate Assets | Federal Taxable Income | Colorado Taxable Income | Colorado Tax Liability |
|-----------------------------------|-------------------|------------------------|------------------------|-------------------------|------------------------|
| Under \$ 100,000                  | 7.43              | 0.00                   | 0.17                   | 0.25                    |                        |
| \$ 100,000 - \$ 1 Million         | 20.28             | 0.02                   | 0.88                   | 2.12                    |                        |
| \$ 1 Million - \$ 10 Million      | 31.11             | 0.32                   | 5.14                   | 15.41                   |                        |
| \$ 10 Million - \$ 100 Million    | 26.93             | 2.63                   | 25.33                  | 49.78                   |                        |
| \$ 100 Million - \$ 1,000 Million | 11.45             | 9.82                   | 37.07                  | 18.42                   |                        |
| \$ 1,000 Million and over         | 2.80              | 87.21                  | 31.41                  | 14.03                   |                        |
| <b>TOTAL</b>                      | <b>100.00</b>     | <b>100.00</b>          | <b>100.00</b>          | <b>100.00</b>           |                        |

**D. Percentage Distribution of Taxable Returns**

| Asset Class                       | Number of Returns | Total Corporate Assets | Federal Taxable Income | Colorado Taxable Income | Colorado Tax Liability |
|-----------------------------------|-------------------|------------------------|------------------------|-------------------------|------------------------|
| Under \$ 100,000                  | 7.05              | 0.00                   | 1.17                   | 0.90                    | 0.90                   |
| \$ 100,000 - \$ 1 Million         | 16.57             | 0.01                   | 0.30                   | 0.87                    | 0.87                   |
| \$ 1 Million - \$ 10 Million      | 32.92             | 0.19                   | 3.10                   | 5.97                    | 5.97                   |
| \$ 10 Million - \$ 100 Million    | 24.71             | 1.39                   | 6.34                   | 14.63                   | 14.63                  |
| \$ 100 Million - \$ 1,000 Million | 12.95             | 6.26                   | 17.22                  | 20.76                   | 20.76                  |
| \$ 1,000 Million and over         | 5.81              | 92.14                  | 71.87                  | 56.86                   | 56.86                  |
| <b>TOTAL</b>                      | <b>100.00</b>     | <b>100.00</b>          | <b>100.00</b>          | <b>100.00</b>           | <b>100.00</b>          |

**Table 29. Distribution of Domestic Returns by Asset Classes  
Colorado Corporation Income Tax Returns Filed in Fiscal Year 1987**

**A. Nontaxable Returns — Dollar Amounts in Millions**

| Asset Class |                                | Number of Returns | Total Corporate Assets | Federal Taxable Income | Colorado Taxable Income | Colorado Tax Liability |
|-------------|--------------------------------|-------------------|------------------------|------------------------|-------------------------|------------------------|
|             | Under \$ 100,000               | 14,320            | \$360                  | -\$635                 | -\$643                  |                        |
| \$          | 100,000 - \$ 1 Million         | 7,420             | \$2,335                | -\$714                 | -\$690                  |                        |
| \$          | 1 Million - \$ 10 Million      | 2,030             | \$5,890                | -\$1,256               | -\$1,172                |                        |
| \$          | 10 Million - \$ 100 Million    | 500               | \$16,805               | -\$1,987               | -\$1,224                |                        |
| \$          | 100 Million - \$ 1,000 Million | 100               | \$20,558               | -\$2,383               | -\$249                  |                        |
| \$          | 1,000 Million and over         | 41                | \$133,025              | -\$2,694               | -\$8                    |                        |
| TOTAL       |                                | 24,411            | \$178,972              | -\$9,669               | -\$3,986                |                        |

**B. Taxable Returns — Dollar Amounts in Millions**

| Asset Class |                                | Number of Returns | Total Corporate Assets | Federal Taxable Income | Colorado Taxable Income | Colorado Tax Liability |
|-------------|--------------------------------|-------------------|------------------------|------------------------|-------------------------|------------------------|
|             | Under \$ 100,000               | 7,692             | \$281                  | \$480                  | \$86                    | \$4                    |
| \$          | 100,000 - \$ 1 Million         | 6,711             | \$2,214                | \$223                  | \$221                   | \$11                   |
| \$          | 1 Million - \$ 10 Million      | 1,410             | \$3,684                | \$273                  | \$247                   | \$12                   |
| \$          | 10 Million - \$ 100 Million    | 176               | \$4,330                | \$357                  | \$181                   | \$9                    |
| \$          | 100 Million - \$ 1,000 Million | 25                | \$9,350                | \$689                  | \$127                   | \$6                    |
| \$          | 1,000 Million and over         | 10                | \$102,722              | \$1,327                | \$303                   | \$15                   |
| TOTAL       |                                | 16,024            | \$122,580              | \$3,349                | \$1,163                 | \$58                   |

**C. Percentage Distribution of Nontaxable Returns**

| Asset Class |                                | Number of Returns | Total Corporate Assets | Federal Taxable Income | Colorado Taxable Income | Colorado Tax Liability |
|-------------|--------------------------------|-------------------|------------------------|------------------------|-------------------------|------------------------|
|             | Under \$ 100,000               | 58.66             | 0.20                   | 6.57                   | 16.13                   |                        |
| \$          | 100,000 - \$ 1 Million         | 30.40             | 1.30                   | 7.38                   | 17.30                   |                        |
| \$          | 1 Million - \$ 10 Million      | 8.32              | 3.29                   | 12.99                  | 29.41                   |                        |
| \$          | 10 Million - \$ 100 Million    | 2.05              | 9.39                   | 20.55                  | 30.70                   |                        |
| \$          | 100 Million - \$ 1,000 Million | 0.41              | 11.49                  | 24.65                  | 6.25                    |                        |
| \$          | 1,000 Million and over         | 0.17              | 74.33                  | 27.87                  | 0.21                    |                        |
| TOTAL       |                                | 100.00            | 100.00                 | 100.00                 | 100.00                  |                        |

**D. Percentage Distribution of Taxable Returns**

| Asset Class |                                | Number of Returns | Total Corporate Assets | Federal Taxable Income | Colorado Taxable Income | Colorado Tax Liability |
|-------------|--------------------------------|-------------------|------------------------|------------------------|-------------------------|------------------------|
|             | Under \$ 100,000               | 48.00             | 0.23                   | 14.34                  | 7.35                    | 7.36                   |
| \$          | 100,000 - \$ 1 Million         | 41.88             | 1.81                   | 6.65                   | 19.03                   | 19.03                  |
| \$          | 1 Million - \$ 10 Million      | 8.80              | 3.01                   | 8.16                   | 21.20                   | 21.20                  |
| \$          | 10 Million - \$ 100 Million    | 1.10              | 3.53                   | 10.65                  | 15.52                   | 15.51                  |
| \$          | 100 Million - \$ 1,000 Million | 0.16              | 7.63                   | 20.59                  | 10.89                   | 10.89                  |
| \$          | 1,000 Million and over         | 0.06              | 83.80                  | 39.62                  | 26.01                   | 26.01                  |
| TOTAL       |                                | 100.00            | 100.00                 | 100.00                 | 100.00                  | 100.00                 |

**Table 30. Distribution of Foreign Returns by Asset Classes  
Colorado Corporation Income Tax Returns Filed in Fiscal Year 1987**

**A. Nontaxable Returns — Dollar Amounts In Millions**

| Asset Class                       | Number of Returns | Total Corporate Assets | Federal Taxable Income | Colorado Taxable Income | Colorado Tax Liability |
|-----------------------------------|-------------------|------------------------|------------------------|-------------------------|------------------------|
| Under \$ 100,000                  | 1,260             | \$25                   | -\$199                 | -\$93                   |                        |
| \$ 100,000 - \$ 1 Million         | 1,320             | \$538                  | -\$235                 | -\$74                   |                        |
| \$ 1 Million - \$ 10 Million      | 1,860             | \$7,138                | -\$1,228               | -\$313                  |                        |
| \$ 10 Million - \$ 100 Million    | 1,660             | \$62,584               | -\$7,310               | -\$1,551                |                        |
| \$ 100 Million - \$ 1,000 Million | 640               | \$220,498              | -\$10,284              | -\$553                  |                        |
| \$ 1,000 Million and over         | 180               | \$2,110,396            | -\$12,222              | -\$603                  |                        |
| <b>TOTAL</b>                      | <b>6,920</b>      | <b>\$2,401,179</b>     | <b>-\$31,477</b>       | <b>-\$3,186</b>         |                        |

**B. Taxable Returns — Dollar Amounts In Millions**

| Asset Class                       | Number of Returns | Total Corporate Assets | Federal Taxable Income | Colorado Taxable Income | Colorado Tax Liability |
|-----------------------------------|-------------------|------------------------|------------------------|-------------------------|------------------------|
| Under \$ 100,000                  | 543               | \$18                   | \$1,049                | \$16                    | \$1                    |
| \$ 100,000 - \$ 1 Million         | 773               | \$319                  | \$371                  | \$19                    | \$1                    |
| \$ 1 Million - \$ 10 Million      | 1,227             | \$4,574                | \$3,775                | \$74                    | \$4                    |
| \$ 10 Million - \$ 100 Million    | 969               | \$35,131               | \$7,599                | \$183                   | \$9                    |
| \$ 100 Million - \$ 1,000 Million | 533               | \$160,761              | \$20,562               | \$223                   | \$11                   |
| \$ 1,000 Million and over         | 235               | \$2,351,083            | \$87,249               | \$587                   | \$29                   |
| <b>TOTAL</b>                      | <b>4,280</b>      | <b>\$2,551,886</b>     | <b>\$120,604</b>       | <b>\$1,103</b>          | <b>\$55</b>            |

**C. Percentage Distribution of Nontaxable Returns**

| Asset Class                       | Number of Returns | Total Corporate Assets | Federal Taxable Income | Colorado Taxable Income | Colorado Tax Liability |
|-----------------------------------|-------------------|------------------------|------------------------|-------------------------|------------------------|
| Under \$ 100,000                  | 18.21             | 0.00                   | 0.63                   | 2.91                    |                        |
| \$ 100,000 - \$ 1 Million         | 19.08             | 0.02                   | 0.75                   | 2.33                    |                        |
| \$ 1 Million - \$ 10 Million      | 26.88             | 0.30                   | 3.90                   | 9.82                    |                        |
| \$ 10 Million - \$ 100 Million    | 23.99             | 2.61                   | 23.22                  | 48.68                   |                        |
| \$ 100 Million - \$ 1,000 Million | 9.25              | 9.18                   | 32.67                  | 17.34                   |                        |
| \$ 1,000 Million and over         | 2.60              | 87.89                  | 38.83                  | 18.91                   |                        |
| <b>TOTAL</b>                      | <b>100.00</b>     | <b>100.00</b>          | <b>100.00</b>          | <b>100.00</b>           |                        |

**D. Percentage Distribution of Taxable Returns**

| Asset Class                       | Number of Returns | Total Corporate Assets | Federal Taxable Income | Colorado Taxable Income | Colorado Tax Liability |
|-----------------------------------|-------------------|------------------------|------------------------|-------------------------|------------------------|
| Under \$ 100,000                  | 12.69             | 0.00                   | 0.87                   | 1.47                    | 1.47                   |
| \$ 100,000 - \$ 1 Million         | 18.06             | 0.01                   | 0.31                   | 1.76                    | 1.76                   |
| \$ 1 Million - \$ 10 Million      | 28.67             | 0.18                   | 3.13                   | 6.72                    | 6.73                   |
| \$ 10 Million - \$ 100 Million    | 22.64             | 1.38                   | 6.30                   | 16.58                   | 16.58                  |
| \$ 100 Million - \$ 1,000 Million | 12.45             | 6.30                   | 17.05                  | 20.22                   | 20.22                  |
| \$ 1,000 Million and over         | 5.49              | 92.13                  | 72.34                  | 53.25                   | 53.25                  |
| <b>TOTAL</b>                      | <b>100.00</b>     | <b>100.00</b>          | <b>100.00</b>          | <b>100.00</b>           | <b>100.00</b>          |

**Table 31. Distribution of Number of All Returns by Asset and Industry Classes  
Colorado Corporation Income Tax Returns Filed in Fiscal Year 1987**

**A. Number of Returns**

| Asset Class                       | Agriculture  | Mining       | Con-<br>struction | Manu-<br>facturing | Transport<br>and<br>Utilities | Wholesale<br>and<br>Retail Trade | Finance<br>Insurance<br>Real Estate | Services<br>and not<br>Classified | Total         |
|-----------------------------------|--------------|--------------|-------------------|--------------------|-------------------------------|----------------------------------|-------------------------------------|-----------------------------------|---------------|
| Under \$ 100,000                  | 486          | 610          | 2,559             | 1,017              | 417                           | 4,225                            | 4,741                               | 9,762                             | 23,817        |
| \$ 100,000 - \$ 1 Million         | 664          | 582          | 2,248             | 1,087              | 350                           | 4,725                            | 2,445                               | 4,124                             | 16,225        |
| \$ 1 Million - \$ 10 Million      | 321          | 608          | 960               | 792                | 308                           | 1,469                            | 1,069                               | 1,001                             | 6,528         |
| \$ 10 Million - \$ 100 Million    | 30           | 317          | 198               | 798                | 146                           | 563                              | 781                                 | 473                               | 3,306         |
| \$ 100 Million - \$ 1,000 Million | 38           | 112          | 12                | 446                | 18                            | 254                              | 285                                 | 134                               | 1,299         |
| \$1,000 Million and over          | 1            | 11           | 2                 | 135                | 53                            | 84                               | 153                                 | 27                                | 466           |
| <b>TOTAL</b>                      | <b>1,540</b> | <b>2,240</b> | <b>5,979</b>      | <b>4,275</b>       | <b>1,292</b>                  | <b>11,320</b>                    | <b>9,474</b>                        | <b>15,521</b>                     | <b>51,641</b> |

**B. Percentage Distribution by Asset Class**

| Asset Class                       | Agriculture   | Mining        | Con-<br>struction | Manu-<br>facturing | Transport<br>and<br>Utilities | Wholesale<br>and<br>Retail Trade | Finance<br>Insurance<br>Real Estate | Services<br>and not<br>Classified | Total         |
|-----------------------------------|---------------|---------------|-------------------|--------------------|-------------------------------|----------------------------------|-------------------------------------|-----------------------------------|---------------|
| Under \$ 100,000                  | 31.56         | 27.23         | 42.80             | 23.79              | 32.28                         | 37.32                            | 50.04                               | 62.90                             | 46.12         |
| \$ 100,000 - \$ 1 Million         | 43.12         | 25.98         | 37.60             | 25.43              | 27.09                         | 41.74                            | 25.81                               | 26.57                             | 31.42         |
| \$ 1 Million - \$ 10 Million      | 20.84         | 27.14         | 16.06             | 18.53              | 23.84                         | 12.98                            | 11.28                               | 6.45                              | 12.64         |
| \$ 10 Million - \$ 100 Million    | 1.95          | 14.15         | 3.31              | 18.67              | 11.30                         | 4.97                             | 8.24                                | 3.05                              | 6.40          |
| \$ 100 Million - \$ 1,000 Million | 2.47          | 5.00          | 0.20              | 10.43              | 1.39                          | 2.24                             | 3.01                                | 0.86                              | 2.52          |
| \$1,000 Million and over          | 0.06          | 0.49          | 0.03              | 3.16               | 4.10                          | 0.74                             | 1.61                                | 0.17                              | 0.90          |
| <b>TOTAL</b>                      | <b>100.00</b> | <b>100.00</b> | <b>100.00</b>     | <b>100.00</b>      | <b>100.00</b>                 | <b>100.00</b>                    | <b>100.00</b>                       | <b>100.00</b>                     | <b>100.00</b> |

**C. Percentage Distribution by Industry Class**

| Asset Class                       | Agriculture | Mining      | Con-<br>struction | Manu-<br>facturing | Transport<br>and<br>Utilities | Wholesale<br>and<br>Retail Trade | Finance<br>Insurance<br>Real Estate | Services<br>and not<br>Classified | Total         |
|-----------------------------------|-------------|-------------|-------------------|--------------------|-------------------------------|----------------------------------|-------------------------------------|-----------------------------------|---------------|
| Under \$ 100,000                  | 2.04        | 2.56        | 10.74             | 4.27               | 1.75                          | 17.74                            | 19.91                               | 40.99                             | 100.00        |
| \$ 100,000 - \$ 1 Million         | 4.09        | 3.59        | 13.86             | 6.70               | 2.16                          | 29.12                            | 15.07                               | 25.42                             | 100.00        |
| \$ 1 Million - \$ 10 Million      | 4.92        | 9.31        | 14.71             | 12.13              | 4.72                          | 22.50                            | 16.38                               | 15.33                             | 100.00        |
| \$ 10 Million - \$ 100 Million    | 0.91        | 9.59        | 5.99              | 24.14              | 4.42                          | 17.03                            | 23.62                               | 14.31                             | 100.00        |
| \$ 100 Million - \$ 1,000 Million | 2.93        | 8.62        | 0.92              | 34.33              | 1.39                          | 19.55                            | 21.94                               | 10.32                             | 100.00        |
| \$1,000 Million and over          | 0.21        | 2.36        | 0.43              | 28.97              | 11.37                         | 18.03                            | 32.83                               | 5.79                              | 100.00        |
| <b>TOTAL</b>                      | <b>2.98</b> | <b>4.34</b> | <b>11.58</b>      | <b>8.28</b>        | <b>2.50</b>                   | <b>21.92</b>                     | <b>18.35</b>                        | <b>30.06</b>                      | <b>100.00</b> |

**Table 32. Distribution of Number of Nontaxable Returns by Asset and Industry Classes  
Colorado Corporation Income Tax Returns Filed in Fiscal Year 1987**

**A. Number of Returns**

| Asset Class                       | Agriculture | Mining       | Construction | Manufacturing | Transport. and Utilities | Wholesale and Retail Trade | Finance Insurance Real Estate | Services and not Classified | Total         |
|-----------------------------------|-------------|--------------|--------------|---------------|--------------------------|----------------------------|-------------------------------|-----------------------------|---------------|
| Under \$ 100,000                  | 360         | 400          | 1,840        | 680           | 300                      | 2,980                      | 3,240                         | 5,780                       | 15,580        |
| \$ 100,000 - \$ 1 Million         | 370         | 400          | 1,340        | 560           | 160                      | 2,540                      | 1,320                         | 2,050                       | 8,740         |
| \$ 1 Million - \$ 10 Million      | 200         | 480          | 560          | 420           | 230                      | 680                        | 720                           | 600                         | 3,890         |
| \$ 10 Million - \$ 100 Million    | 20          | 280          | 120          | 500           | 80                       | 300                        | 600                           | 260                         | 2,160         |
| \$ 100 Million - \$ 1,000 Million | 20          | 100          | 0            | 220           | 0                        | 140                        | 200                           | 60                          | 740           |
| \$1,000 Million and over          | 0           | 0            | 0            | 40            | 20                       | 40                         | 121                           | 0                           | 221           |
| <b>TOTAL</b>                      | <b>970</b>  | <b>1,660</b> | <b>3,860</b> | <b>2,420</b>  | <b>790</b>               | <b>6,680</b>               | <b>6,201</b>                  | <b>8,750</b>                | <b>31,331</b> |

**B. Percentage Distribution by Asset Class**

| Asset Class                       | Agriculture   | Mining        | Construction  | Manufacturing | Transport. and Utilities | Wholesale and Retail Trade | Finance Insurance Real Estate | Services and not Classified | Total         |
|-----------------------------------|---------------|---------------|---------------|---------------|--------------------------|----------------------------|-------------------------------|-----------------------------|---------------|
| Under \$ 100,000                  | 37.11         | 24.10         | 47.67         | 28.10         | 37.97                    | 44.61                      | 52.25                         | 66.06                       | 49.73         |
| \$ 100,000 - \$ 1 Million         | 38.14         | 24.10         | 34.72         | 23.14         | 20.25                    | 38.02                      | 21.29                         | 23.43                       | 27.90         |
| \$ 1 Million - \$ 10 Million      | 20.62         | 28.92         | 14.51         | 17.36         | 29.11                    | 10.18                      | 11.61                         | 6.86                        | 12.42         |
| \$ 10 Million - \$ 100 Million    | 2.06          | 16.87         | 3.11          | 20.66         | 10.13                    | 4.49                       | 9.68                          | 2.97                        | 6.89          |
| \$ 100 Million - \$ 1,000 Million | 2.06          | 6.02          | 0.00          | 9.09          | 0.00                     | 2.10                       | 3.23                          | 0.69                        | 2.36          |
| \$1,000 Million and over          | 0.00          | 0.00          | 0.00          | 1.65          | 2.53                     | 0.60                       | 1.95                          | 0.00                        | 0.71          |
| <b>TOTAL</b>                      | <b>100.00</b> | <b>100.00</b> | <b>100.00</b> | <b>100.00</b> | <b>100.00</b>            | <b>100.00</b>              | <b>100.00</b>                 | <b>100.00</b>               | <b>100.00</b> |

**C. Percentage Distribution by Industry Class**

| Asset Class                       | Agriculture | Mining      | Construction | Manufacturing | Transport. and Utilities | Wholesale and Retail Trade | Finance Insurance Real Estate | Services and not Classified | Total         |
|-----------------------------------|-------------|-------------|--------------|---------------|--------------------------|----------------------------|-------------------------------|-----------------------------|---------------|
| Under \$ 100,000                  | 2.31        | 2.57        | 11.81        | 4.36          | 1.93                     | 19.13                      | 20.80                         | 37.10                       | 100.00        |
| \$ 100,000 - \$ 1 Million         | 4.23        | 4.58        | 15.33        | 6.41          | 1.83                     | 29.06                      | 15.10                         | 23.46                       | 100.00        |
| \$ 1 Million - \$ 10 Million      | 5.14        | 12.34       | 14.40        | 10.80         | 5.91                     | 17.48                      | 18.51                         | 15.42                       | 100.00        |
| \$ 10 Million - \$ 100 Million    | 0.93        | 12.96       | 5.56         | 23.15         | 3.70                     | 13.89                      | 27.78                         | 12.04                       | 100.00        |
| \$ 100 Million - \$ 1,000 Million | 2.70        | 13.51       | 0.00         | 29.73         | 0.00                     | 18.92                      | 27.03                         | 8.11                        | 100.00        |
| \$1,000 Million and over          | 0.00        | 0.00        | 0.00         | 18.10         | 9.05                     | 18.10                      | 54.75                         | 0.00                        | 100.00        |
| <b>TOTAL</b>                      | <b>3.10</b> | <b>5.30</b> | <b>12.32</b> | <b>7.72</b>   | <b>2.52</b>              | <b>21.32</b>               | <b>19.79</b>                  | <b>27.93</b>                | <b>100.00</b> |



**Table 33. Distribution of Number of Taxable Returns by Asset and Industry Classes  
Colorado Corporation Income Tax Returns Filed in Fiscal Year 1987**

**A. Number of Returns**

| Asset Class                       | Agriculture | Mining     | Construction | Manufacturing | Transport. and Utilities | Wholesale and Retail Trade | Finance Insurance Real Estate | Services and not Classified | Total         |
|-----------------------------------|-------------|------------|--------------|---------------|--------------------------|----------------------------|-------------------------------|-----------------------------|---------------|
| Under \$ 100,000                  | 126         | 210        | 719          | 337           | 117                      | 1,245                      | 1,501                         | 3,982                       | 8,237         |
| \$ 100,000 - \$ 1 Million         | 294         | 182        | 908          | 527           | 190                      | 2,185                      | 1,125                         | 2,074                       | 7,485         |
| \$ 1 Million - \$ 10 Million      | 121         | 128        | 400          | 372           | 78                       | 789                        | 349                           | 401                         | 2,638         |
| \$ 10 Million - \$ 100 Million    | 10          | 37         | 78           | 298           | 66                       | 263                        | 181                           | 213                         | 1,146         |
| \$ 100 Million - \$ 1,000 Million | 18          | 12         | 12           | 226           | 18                       | 114                        | 85                            | 74                          | 559           |
| \$1,000 Million and over          | 1           | 11         | 2            | 95            | 33                       | 44                         | 32                            | 27                          | 245           |
| <b>TOTAL</b>                      | <b>570</b>  | <b>580</b> | <b>2,119</b> | <b>1,855</b>  | <b>502</b>               | <b>4,640</b>               | <b>3,273</b>                  | <b>6,771</b>                | <b>20,310</b> |

**B. Percentage Distribution by Asset Class**

| Asset Class                       | Agriculture   | Mining        | Construction  | Manufacturing | Transport. and Utilities | Wholesale and Retail Trade | Finance Insurance Real Estate | Services and not Classified | Total         |
|-----------------------------------|---------------|---------------|---------------|---------------|--------------------------|----------------------------|-------------------------------|-----------------------------|---------------|
| Under \$ 100,000                  | 22.11         | 36.21         | 33.93         | 18.17         | 23.31                    | 26.83                      | 45.86                         | 58.81                       | 40.56         |
| \$ 100,000 - \$ 1 Million         | 51.58         | 31.38         | 42.85         | 28.41         | 37.85                    | 47.09                      | 34.37                         | 30.63                       | 36.85         |
| \$ 1 Million - \$ 10 Million      | 21.23         | 22.07         | 18.88         | 20.05         | 15.54                    | 17.00                      | 10.66                         | 5.92                        | 12.99         |
| \$ 10 Million - \$ 100 Million    | 1.75          | 6.38          | 3.68          | 16.06         | 13.15                    | 5.67                       | 5.53                          | 3.15                        | 5.64          |
| \$ 100 Million - \$ 1,000 Million | 3.16          | 2.07          | 0.57          | 12.18         | 3.59                     | 2.46                       | 2.60                          | 1.09                        | 2.75          |
| \$1,000 Million and over          | 0.18          | 1.90          | 0.09          | 5.12          | 6.57                     | 0.95                       | 0.98                          | 0.40                        | 1.21          |
| <b>TOTAL</b>                      | <b>100.00</b> | <b>100.00</b> | <b>100.00</b> | <b>100.00</b> | <b>100.00</b>            | <b>100.00</b>              | <b>100.00</b>                 | <b>100.00</b>               | <b>100.00</b> |

**C. Percentage Distribution by Industry Class**

| Asset Class                       | Agriculture | Mining      | Construction | Manufacturing | Transport. and Utilities | Wholesale and Retail Trade | Finance Insurance Real Estate | Services and not Classified | Total         |
|-----------------------------------|-------------|-------------|--------------|---------------|--------------------------|----------------------------|-------------------------------|-----------------------------|---------------|
| Under \$ 100,000                  | 1.53        | 2.55        | 8.73         | 4.09          | 1.42                     | 15.11                      | 18.22                         | 48.34                       | 100.00        |
| \$ 100,000 - \$ 1 Million         | 3.93        | 2.43        | 12.13        | 7.04          | 2.54                     | 29.19                      | 15.03                         | 27.71                       | 100.00        |
| \$ 1 Million - \$ 10 Million      | 4.59        | 4.85        | 15.16        | 14.10         | 2.96                     | 29.91                      | 13.23                         | 15.20                       | 100.00        |
| \$ 10 Million - \$ 100 Million    | 0.87        | 3.23        | 6.81         | 26.00         | 5.76                     | 22.95                      | 15.79                         | 18.59                       | 100.00        |
| \$ 100 Million - \$ 1,000 Million | 3.22        | 2.15        | 2.15         | 40.43         | 3.22                     | 20.39                      | 15.21                         | 13.24                       | 100.00        |
| \$1,000 Million and over          | 0.41        | 4.49        | 0.82         | 38.78         | 13.47                    | 17.96                      | 13.06                         | 11.02                       | 100.00        |
| <b>TOTAL</b>                      | <b>2.81</b> | <b>2.86</b> | <b>10.43</b> | <b>9.13</b>   | <b>2.47</b>              | <b>22.85</b>               | <b>16.12</b>                  | <b>33.34</b>                | <b>100.00</b> |

**Table 34. Distribution of Colorado Tax Liability of All Returns by Asset and Industry Classes  
Colorado Corporation Income Tax Returns Filed in Fiscal Year 1987**

**A. Dollar Amounts in Thousands**

| Asset Class                       | Agriculture    | Mining         | Con-<br>struction | Manu-<br>facturing | Transport<br>and<br>Utilities | Wholesale<br>and<br>Retail Trade | Finance<br>Insurance<br>Real Estate | Services<br>and not<br>Classified | Total            |
|-----------------------------------|----------------|----------------|-------------------|--------------------|-------------------------------|----------------------------------|-------------------------------------|-----------------------------------|------------------|
| Under \$ 100,000                  | \$96           | \$228          | \$344             | \$482              | \$131                         | \$911                            | \$783                               | \$2,121                           | \$5,097          |
| \$ 100,000 - \$ 1 Million         | 506            | 240            | 1,778             | 1,082              | 349                           | 3,267                            | 1,475                               | 3,341                             | 12,039           |
| \$ 1 Million - \$ 10 Million      | 662            | 532            | 1,784             | 3,163              | 642                           | 4,164                            | 2,563                               | 2,535                             | 16,045           |
| \$ 10 Million - \$ 100 Million    | 81             | 963            | 1,030             | 6,323              | 962                           | 3,436                            | 3,259                               | 2,121                             | 18,175           |
| \$ 100 Million - \$ 1,000 Million | 190            | 216            | 1,568             | 5,407              | 339                           | 2,917                            | 5,796                               | 1,053                             | 17,486           |
| \$1,000 Million and over          | 204            | 1,107          | 155               | 15,091             | 16,218                        | 7,683                            | 2,781                               | 1,267                             | 44,507           |
| <b>TOTAL</b>                      | <b>\$1,740</b> | <b>\$3,286</b> | <b>\$6,659</b>    | <b>\$31,548</b>    | <b>\$18,641</b>               | <b>\$22,379</b>                  | <b>\$16,658</b>                     | <b>\$12,439</b>                   | <b>\$113,349</b> |

**B. Percentage Distribution by Asset Class**

| Asset Class                       | Agriculture   | Mining        | Con-<br>struction | Manu-<br>facturing | Transport<br>and<br>Utilities | Wholesale<br>and<br>Retail Trade | Finance<br>Insurance<br>Real Estate | Services<br>and not<br>Classified | Total         |
|-----------------------------------|---------------|---------------|-------------------|--------------------|-------------------------------|----------------------------------|-------------------------------------|-----------------------------------|---------------|
| Under \$ 100,000                  | 5.52          | 6.94          | 5.16              | 1.53               | 0.71                          | 4.07                             | 4.70                                | 17.05                             | 4.50          |
| \$ 100,000 - \$ 1 Million         | 29.08         | 7.30          | 26.70             | 3.43               | 1.87                          | 14.60                            | 8.86                                | 26.86                             | 10.62         |
| \$ 1 Million - \$ 10 Million      | 38.07         | 16.19         | 26.79             | 10.03              | 3.44                          | 18.61                            | 15.39                               | 20.38                             | 14.16         |
| \$ 10 Million - \$ 100 Million    | 4.68          | 29.30         | 15.47             | 20.04              | 5.16                          | 15.35                            | 19.56                               | 17.05                             | 16.03         |
| \$ 100 Million - \$ 1,000 Million | 10.92         | 6.56          | 23.55             | 17.14              | 1.82                          | 13.04                            | 34.79                               | 8.47                              | 15.43         |
| \$1,000 Million and over          | 11.74         | 33.70         | 2.32              | 47.84              | 87.00                         | 34.33                            | 16.70                               | 10.19                             | 39.27         |
| <b>TOTAL</b>                      | <b>100.00</b> | <b>100.00</b> | <b>100.00</b>     | <b>100.00</b>      | <b>100.00</b>                 | <b>100.00</b>                    | <b>100.00</b>                       | <b>100.00</b>                     | <b>100.00</b> |

**C. Percentage Distribution by Industry Class**

| Asset Class                       | Agriculture | Mining      | Con-<br>struction | Manu-<br>facturing | Transport<br>and<br>Utilities | Wholesale<br>and<br>Retail Trade | Finance<br>Insurance<br>Real Estate | Services<br>and not<br>Classified | Total         |
|-----------------------------------|-------------|-------------|-------------------|--------------------|-------------------------------|----------------------------------|-------------------------------------|-----------------------------------|---------------|
| Under \$ 100,000                  | 1.89        | 4.47        | 6.75              | 9.46               | 2.58                          | 17.87                            | 15.37                               | 41.62                             | 100.00        |
| \$ 100,000 - \$ 1 Million         | 4.20        | 1.99        | 14.77             | 8.99               | 2.90                          | 27.14                            | 12.25                               | 27.75                             | 100.00        |
| \$ 1 Million - \$ 10 Million      | 4.13        | 3.32        | 11.12             | 19.71              | 4.00                          | 25.95                            | 15.97                               | 15.80                             | 100.00        |
| \$ 10 Million - \$ 100 Million    | 0.45        | 5.30        | 5.67              | 34.79              | 5.29                          | 18.90                            | 17.93                               | 11.67                             | 100.00        |
| \$ 100 Million - \$ 1,000 Million | 1.09        | 1.23        | 8.97              | 30.92              | 1.94                          | 16.68                            | 33.15                               | 6.02                              | 100.00        |
| \$1,000 Million and over          | 0.46        | 2.49        | 0.35              | 33.91              | 36.44                         | 17.26                            | 6.25                                | 2.85                              | 100.00        |
| <b>TOTAL</b>                      | <b>1.53</b> | <b>2.90</b> | <b>5.87</b>       | <b>27.83</b>       | <b>16.45</b>                  | <b>19.74</b>                     | <b>14.70</b>                        | <b>10.97</b>                      | <b>100.00</b> |

**Table 35. Distribution of Number of Intrastate Returns by Asset and Industry Classes  
Colorado Corporation Income Tax Returns Filed in Fiscal Year 1987**

**A. Number of Returns**

| Asset Class                       | Agriculture  | Mining     | Construction | Manufacturing | Transport and Utilities | Wholesale and Retail Trade | Finance Insurance Real Estate | Services and not Classified | Total         |
|-----------------------------------|--------------|------------|--------------|---------------|-------------------------|----------------------------|-------------------------------|-----------------------------|---------------|
| Under \$ 100,000                  | 462          | 472        | 2,487        | 993           | 394                     | 4,085                      | 4,615                         | 9,533                       | 23,041        |
| \$ 100,000 - \$ 1 Million         | 558          | 190        | 1,995        | 994           | 242                     | 4,516                      | 2,107                         | 3,617                       | 14,219        |
| \$ 1 Million - \$ 10 Million      | 204          | 137        | 389          | 372           | 146                     | 911                        | 599                           | 377                         | 3,135         |
| \$ 10 Million - \$ 100 Million    | 2            | 25         | 32           | 31            | 42                      | 33                         | 339                           | 24                          | 528           |
| \$ 100 Million - \$ 1,000 Million | 0            | 2          | 1            | 2             | 0                       | 2                          | 7                             | 0                           | 14            |
| \$1,000 Million and over          | 0            | 0          | 0            | 0             | 20                      | 0                          | 21                            | 0                           | 41            |
| <b>TOTAL</b>                      | <b>1,226</b> | <b>826</b> | <b>4,904</b> | <b>2,392</b>  | <b>844</b>              | <b>9,547</b>               | <b>7,688</b>                  | <b>13,551</b>               | <b>40,978</b> |

**B. Percentage Distribution by Asset Class**

| Asset Class                       | Agriculture   | Mining        | Construction  | Manufacturing | Transport and Utilities | Wholesale and Retail Trade | Finance Insurance Real Estate | Services and not Classified | Total         |
|-----------------------------------|---------------|---------------|---------------|---------------|-------------------------|----------------------------|-------------------------------|-----------------------------|---------------|
| Under \$ 100,000                  | 37.68         | 57.14         | 50.71         | 41.51         | 46.68                   | 42.79                      | 60.03                         | 70.35                       | 56.23         |
| \$ 100,000 - \$ 1 Million         | 45.51         | 23.00         | 40.68         | 41.56         | 28.67                   | 47.30                      | 27.41                         | 26.69                       | 34.70         |
| \$ 1 Million - \$ 10 Million      | 16.64         | 16.59         | 7.93          | 15.55         | 17.30                   | 9.54                       | 7.79                          | 2.78                        | 7.65          |
| \$ 10 Million - \$ 100 Million    | 0.16          | 3.03          | 0.65          | 1.30          | 4.98                    | 0.35                       | 4.41                          | 0.18                        | 1.29          |
| \$ 100 Million - \$ 1,000 Million | 0.00          | 0.24          | 0.02          | 0.08          | 0.00                    | 0.02                       | 0.09                          | 0.00                        | 0.03          |
| \$1,000 Million and over          | 0.00          | 0.00          | 0.00          | 0.00          | 2.37                    | 0.00                       | 0.27                          | 0.00                        | 0.10          |
| <b>TOTAL</b>                      | <b>100.00</b> | <b>100.00</b> | <b>100.00</b> | <b>100.00</b> | <b>100.00</b>           | <b>100.00</b>              | <b>100.00</b>                 | <b>100.00</b>               | <b>100.00</b> |

**C. Percentage Distribution by Industry Class**

| Asset Class                       | Agriculture | Mining      | Construction | Manufacturing | Transport and Utilities | Wholesale and Retail Trade | Finance Insurance Real Estate | Services and not Classified | Total         |
|-----------------------------------|-------------|-------------|--------------|---------------|-------------------------|----------------------------|-------------------------------|-----------------------------|---------------|
| Under \$ 100,000                  | 2.01        | 2.05        | 10.79        | 4.31          | 1.71                    | 17.73                      | 20.03                         | 41.37                       | 100.00        |
| \$ 100,000 - \$ 1 Million         | 3.92        | 1.34        | 14.03        | 6.99          | 1.70                    | 31.76                      | 14.82                         | 25.44                       | 100.00        |
| \$ 1 Million - \$ 10 Million      | 6.51        | 4.37        | 12.41        | 11.87         | 4.66                    | 29.06                      | 19.11                         | 12.03                       | 100.00        |
| \$ 10 Million - \$ 100 Million    | 0.38        | 4.73        | 6.06         | 5.87          | 7.95                    | 6.25                       | 64.20                         | 4.55                        | 100.00        |
| \$ 100 Million - \$ 1,000 Million | 0.00        | 14.29       | 7.14         | 14.29         | 0.00                    | 14.29                      | 50.00                         | 0.00                        | 100.00        |
| \$1,000 Million and over          | 0.00        | 0.00        | 0.00         | 0.00          | 48.78                   | 0.00                       | 51.22                         | 0.00                        | 100.00        |
| <b>TOTAL</b>                      | <b>2.99</b> | <b>2.02</b> | <b>11.97</b> | <b>5.84</b>   | <b>2.06</b>             | <b>23.30</b>               | <b>18.76</b>                  | <b>33.07</b>                | <b>100.00</b> |

**Table 36. Distribution of Colorado Tax Liability of Intrastate Returns by Asset and Industry Classes  
Colorado Corporation Income Tax Returns Filed in Fiscal Year 1987**

**A. Dollar Amounts In Thousands**

| Asset Class                       | Agriculture    | Mining         | Construction   | Manufacturing  | Transport. and Utilities | Wholesale and Retail Trade | Finance Insurance Real Estate | Services and not Classified | Total           |
|-----------------------------------|----------------|----------------|----------------|----------------|--------------------------|----------------------------|-------------------------------|-----------------------------|-----------------|
| Under \$ 100,000                  | \$85           | \$53           | \$332          | \$312          | \$68                     | \$816                      | \$734                         | \$1,992                     | \$4,393         |
| \$ 100,000 - \$ 1 Million         | 486            | 169            | 1,677          | 1,047          | 328                      | 3,122                      | 1,390                         | 3,137                       | 11,356          |
| \$ 1 Million - \$ 10 Million      | 561            | 216            | 1,279          | 2,029          | 508                      | 3,167                      | 1,766                         | 1,851                       | 11,376          |
| \$ 10 Million - \$ 100 Million    | 11             | 741            | 587            | 1,938          | 77                       | 1,084                      | 1,687                         | 606                         | 6,731           |
| \$ 100 Million - \$ 1,000 Million | 0              | 115            | 55             | 389            | 0                        | 11                         | 680                           | 0                           | 1,249           |
| \$1,000 Million and over          | 0              | 0              | 0              | 0              | 0                        | 0                          | 44                            | 0                           | 44              |
| <b>TOTAL</b>                      | <b>\$1,143</b> | <b>\$1,294</b> | <b>\$3,931</b> | <b>\$5,715</b> | <b>\$981</b>             | <b>\$8,199</b>             | <b>\$6,300</b>                | <b>\$7,586</b>              | <b>\$35,149</b> |

**B. Percentage Distribution by Asset Class**

| Asset Class                       | Agriculture   | Mining        | Construction  | Manufacturing | Transport. and Utilities | Wholesale and Retail Trade | Finance Insurance Real Estate | Services and not Classified | Total         |
|-----------------------------------|---------------|---------------|---------------|---------------|--------------------------|----------------------------|-------------------------------|-----------------------------|---------------|
| Under \$ 100,000                  | 7.44          | 4.10          | 8.45          | 5.46          | 6.93                     | 9.96                       | 11.65                         | 26.26                       | 12.50         |
| \$ 100,000 - \$ 1 Million         | 42.51         | 13.06         | 42.68         | 18.33         | 33.42                    | 38.07                      | 22.07                         | 41.35                       | 32.31         |
| \$ 1 Million - \$ 10 Million      | 49.05         | 16.72         | 32.54         | 35.50         | 51.76                    | 38.62                      | 28.03                         | 24.41                       | 32.37         |
| \$ 10 Million - \$ 100 Million    | 1.00          | 57.24         | 14.92         | 33.91         | 7.89                     | 13.22                      | 26.77                         | 7.99                        | 19.15         |
| \$ 100 Million - \$ 1,000 Million | 0.00          | 8.88          | 1.40          | 6.80          | 0.00                     | 0.13                       | 10.79                         | 0.00                        | 3.55          |
| \$1,000 Million and over          | 0.00          | 0.00          | 0.00          | 0.00          | 0.00                     | 0.00                       | 0.69                          | 0.00                        | 0.12          |
| <b>TOTAL</b>                      | <b>100.00</b> | <b>100.00</b> | <b>100.00</b> | <b>100.00</b> | <b>100.00</b>            | <b>100.00</b>              | <b>100.00</b>                 | <b>100.00</b>               | <b>100.00</b> |

**C. Percentage Distribution by Industry Class**

| Asset Class                       | Agriculture | Mining      | Construction | Manufacturing | Transport. and Utilities | Wholesale and Retail Trade | Finance Insurance Real Estate | Services and not Classified | Total         |
|-----------------------------------|-------------|-------------|--------------|---------------|--------------------------|----------------------------|-------------------------------|-----------------------------|---------------|
| Under \$ 100,000                  | 1.94        | 1.21        | 7.56         | 7.11          | 1.55                     | 18.58                      | 16.70                         | 45.35                       | 100.00        |
| \$ 100,000 - \$ 1 Million         | 4.28        | 1.49        | 14.77        | 9.22          | 2.89                     | 27.49                      | 12.24                         | 27.62                       | 100.00        |
| \$ 1 Million - \$ 10 Million      | 4.93        | 1.90        | 11.24        | 17.83         | 4.46                     | 27.84                      | 15.52                         | 16.27                       | 100.00        |
| \$ 10 Million - \$ 100 Million    | 0.17        | 11.01       | 8.72         | 28.79         | 1.15                     | 16.10                      | 25.06                         | 9.00                        | 100.00        |
| \$ 100 Million - \$ 1,000 Million | 0.00        | 9.20        | 4.41         | 31.11         | 0.00                     | 0.86                       | 54.42                         | 0.00                        | 100.00        |
| \$1,000 Million and over          | 0.00        | 0.00        | 0.00         | 0.00          | 0.00                     | 0.00                       | 100.00                        | 0.00                        | 100.00        |
| <b>TOTAL</b>                      | <b>3.25</b> | <b>3.68</b> | <b>11.18</b> | <b>16.26</b>  | <b>2.79</b>              | <b>23.33</b>               | <b>17.92</b>                  | <b>21.58</b>                | <b>100.00</b> |

**Table 37. Distribution of Number of Interstate Returns by Asset and Industry Classes  
Colorado Corporation Income Tax Returns Filed in Fiscal Year 1987**

**A. Number of Returns**

| Asset Class                       | Agriculture | Mining       | Con-<br>struction | Manu-<br>facturing | Transport.<br>and<br>Utilities | Wholesale<br>and<br>Retail Trade | Finance<br>Insurance<br>Real Estate | Services<br>and not<br>Classified | Total         |
|-----------------------------------|-------------|--------------|-------------------|--------------------|--------------------------------|----------------------------------|-------------------------------------|-----------------------------------|---------------|
| Under \$ 100,000                  | 24          | 138          | 72                | 24                 | 23                             | 141                              | 126                                 | 229                               | 777           |
| \$ 100,000 - \$ 1 Million         | 106         | 392          | 253               | 93                 | 108                            | 209                              | 339                                 | 508                               | 2,008         |
| \$ 1 Million - \$ 10 Million      | 117         | 471          | 571               | 420                | 162                            | 559                              | 470                                 | 624                               | 3,394         |
| \$ 10 Million - \$ 100 Million    | 28          | 293          | 166               | 767                | 104                            | 530                              | 442                                 | 449                               | 2,779         |
| \$ 100 Million - \$ 1,000 Million | 38          | 110          | 11                | 444                | 18                             | 252                              | 278                                 | 134                               | 1,285         |
| \$1,000 Million and over          | 1           | 11           | 2                 | 135                | 33                             | 84                               | 132                                 | 27                                | 425           |
| <b>TOTAL</b>                      | <b>314</b>  | <b>1,415</b> | <b>1,075</b>      | <b>1,883</b>       | <b>448</b>                     | <b>1,775</b>                     | <b>1,787</b>                        | <b>1,971</b>                      | <b>10,668</b> |

**B. Percentage Distribution by Asset Class**

| Asset Class                       | Agriculture   | Mining        | Con-<br>struction | Manu-<br>facturing | Transport.<br>and<br>Utilities | Wholesale<br>and<br>Retail Trade | Finance<br>Insurance<br>Real Estate | Services<br>and not<br>Classified | Total         |
|-----------------------------------|---------------|---------------|-------------------|--------------------|--------------------------------|----------------------------------|-------------------------------------|-----------------------------------|---------------|
| Under \$ 100,000                  | 7.64          | 9.75          | 6.70              | 1.27               | 5.13                           | 7.94                             | 7.05                                | 11.62                             | 7.28          |
| \$ 100,000 - \$ 1 Million         | 33.76         | 27.70         | 23.53             | 4.94               | 24.11                          | 11.77                            | 18.97                               | 25.77                             | 18.82         |
| \$ 1 Million - \$ 10 Million      | 37.26         | 33.29         | 53.12             | 22.30              | 36.16                          | 31.49                            | 26.30                               | 31.66                             | 31.81         |
| \$ 10 Million - \$ 100 Million    | 8.92          | 20.71         | 15.44             | 40.73              | 23.21                          | 29.86                            | 24.73                               | 22.78                             | 26.05         |
| \$ 100 Million - \$ 1,000 Million | 12.10         | 7.77          | 1.02              | 23.58              | 4.02                           | 14.20                            | 15.56                               | 6.80                              | 12.05         |
| \$1,000 Million and over          | 0.32          | 0.78          | 0.19              | 7.17               | 7.37                           | 4.73                             | 7.39                                | 1.37                              | 3.98          |
| <b>TOTAL</b>                      | <b>100.00</b> | <b>100.00</b> | <b>100.00</b>     | <b>100.00</b>      | <b>100.00</b>                  | <b>100.00</b>                    | <b>100.00</b>                       | <b>100.00</b>                     | <b>100.00</b> |

**C. Percentage Distribution by Industry Class**

| Asset Class                       | Agriculture | Mining       | Con-<br>struction | Manu-<br>facturing | Transport.<br>and<br>Utilities | Wholesale<br>and<br>Retail Trade | Finance<br>Insurance<br>Real Estate | Services<br>and not<br>Classified | Total         |
|-----------------------------------|-------------|--------------|-------------------|--------------------|--------------------------------|----------------------------------|-------------------------------------|-----------------------------------|---------------|
| Under \$ 100,000                  | 3.09        | 17.76        | 9.27              | 3.09               | 2.96                           | 18.15                            | 16.22                               | 29.47                             | 100.00        |
| \$ 100,000 - \$ 1 Million         | 5.28        | 19.52        | 12.60             | 4.63               | 5.38                           | 10.41                            | 16.88                               | 25.30                             | 100.00        |
| \$ 1 Million - \$ 10 Million      | 3.45        | 13.88        | 16.82             | 12.37              | 4.77                           | 16.47                            | 13.85                               | 18.39                             | 100.00        |
| \$ 10 Million - \$ 100 Million    | 1.01        | 10.54        | 5.97              | 27.60              | 3.74                           | 19.07                            | 15.91                               | 16.16                             | 100.00        |
| \$ 100 Million - \$ 1,000 Million | 2.96        | 8.56         | 0.86              | 34.55              | 1.40                           | 19.61                            | 21.63                               | 10.43                             | 100.00        |
| \$1,000 Million and over          | 0.24        | 2.59         | 0.47              | 31.76              | 7.76                           | 19.76                            | 31.06                               | 6.35                              | 100.00        |
| <b>TOTAL</b>                      | <b>2.94</b> | <b>13.26</b> | <b>10.08</b>      | <b>17.65</b>       | <b>4.20</b>                    | <b>16.64</b>                     | <b>16.75</b>                        | <b>18.48</b>                      | <b>100.00</b> |

**Table 38. Distribution of Colorado Tax Liability of Interstate Returns by Asset and Industry Classes  
Colorado Corporation Income Tax Returns Filed in Fiscal Year 1987**

**A. Dollar Amounts in Thousands**

| Asset Class                       | Agriculture  | Mining         | Con-<br>struction | Manu-<br>facturing | Transport<br>and<br>Utilities | Wholesale<br>and<br>Retail Trade | Finance<br>Insurance<br>Real Estate | Services<br>and not<br>Classified | Total           |
|-----------------------------------|--------------|----------------|-------------------|--------------------|-------------------------------|----------------------------------|-------------------------------------|-----------------------------------|-----------------|
| Under \$ 100,000                  | \$11         | \$175          | \$12              | \$170              | \$64                          | \$95                             | \$50                                | \$129                             | \$704           |
| \$ 100,000 - \$ 1 Million         | 20           | 71             | 101               | 35                 | 22                            | 146                              | 85                                  | 205                               | 683             |
| \$ 1 Million - \$ 10 Million      | 101          | 316            | 505               | 1,134              | 134                           | 997                              | 797                                 | 684                               | 4,669           |
| \$ 10 Million - \$ 100 Million    | 70           | 222            | 444               | 4,385              | 884                           | 2,352                            | 1,572                               | 1,516                             | 11,444          |
| \$ 100 Million - \$ 1,000 Million | 190          | 101            | 1,513             | 5,019              | 339                           | 2,907                            | 5,116                               | 1,053                             | 16,237          |
| \$1,000 Million and over          | 204          | 1,107          | 155               | 15,091             | 16,218                        | 7,683                            | 2,738                               | 1,267                             | 44,464          |
| <b>TOTAL</b>                      | <b>\$596</b> | <b>\$1,991</b> | <b>\$2,728</b>    | <b>\$25,833</b>    | <b>\$17,660</b>               | <b>\$14,180</b>                  | <b>\$10,358</b>                     | <b>\$4,853</b>                    | <b>\$78,200</b> |

**B. Percentage Distribution by Asset Class**

| Asset Class                       | Agriculture   | Mining        | Con-<br>struction | Manu-<br>facturing | Transport<br>and<br>Utilities | Wholesale<br>and<br>Retail Trade | Finance<br>Insurance<br>Real Estate | Services<br>and not<br>Classified | Total         |
|-----------------------------------|---------------|---------------|-------------------|--------------------|-------------------------------|----------------------------------|-------------------------------------|-----------------------------------|---------------|
| Under \$ 100,000                  | 1.85          | 8.78          | 0.42              | 0.66               | 0.36                          | 0.67                             | 0.48                                | 2.65                              | 0.90          |
| \$ 100,000 - \$ 1 Million         | 3.33          | 3.56          | 3.69              | 0.13               | 0.12                          | 1.03                             | 0.82                                | 4.22                              | 0.87          |
| \$ 1 Million - \$ 10 Million      | 17.02         | 15.85         | 18.51             | 4.39               | 0.76                          | 7.03                             | 7.70                                | 14.08                             | 5.97          |
| \$ 10 Million - \$ 100 Million    | 11.72         | 11.15         | 16.26             | 16.97              | 5.01                          | 16.59                            | 15.18                               | 31.23                             | 14.63         |
| \$ 100 Million - \$ 1,000 Million | 31.85         | 5.05          | 55.45             | 19.43              | 1.92                          | 20.50                            | 49.39                               | 21.71                             | 20.76         |
| \$1,000 Million and over          | 34.24         | 55.61         | 5.67              | 58.42              | 91.83                         | 54.18                            | 26.43                               | 26.11                             | 56.86         |
| <b>TOTAL</b>                      | <b>100.00</b> | <b>100.00</b> | <b>100.00</b>     | <b>100.00</b>      | <b>100.00</b>                 | <b>100.00</b>                    | <b>100.00</b>                       | <b>100.00</b>                     | <b>100.00</b> |

**C. Percentage Distribution by Industry Class**

| Asset Class                       | Agriculture | Mining      | Con-<br>struction | Manu-<br>facturing | Transport<br>and<br>Utilities | Wholesale<br>and<br>Retail Trade | Finance<br>Insurance<br>Real Estate | Services<br>and not<br>Classified | Total         |
|-----------------------------------|-------------|-------------|-------------------|--------------------|-------------------------------|----------------------------------|-------------------------------------|-----------------------------------|---------------|
| Under \$ 100,000                  | 1.57        | 24.85       | 1.64              | 24.11              | 9.03                          | 13.43                            | 7.06                                | 18.31                             | 100.00        |
| \$ 100,000 - \$ 1 Million         | 2.91        | 10.38       | 14.75             | 5.07               | 3.15                          | 21.33                            | 12.44                               | 29.98                             | 100.00        |
| \$ 1 Million - \$ 10 Million      | 2.17        | 6.76        | 10.81             | 24.29              | 2.88                          | 21.36                            | 17.08                               | 14.64                             | 100.00        |
| \$ 10 Million - \$ 100 Million    | 0.61        | 1.94        | 3.88              | 38.31              | 7.73                          | 20.55                            | 13.74                               | 13.24                             | 100.00        |
| \$ 100 Million - \$ 1,000 Million | 1.17        | 0.62        | 9.32              | 30.91              | 2.09                          | 17.90                            | 31.51                               | 6.49                              | 100.00        |
| \$1,000 Million and over          | 0.46        | 2.49        | 0.35              | 33.94              | 36.48                         | 17.28                            | 6.16                                | 2.85                              | 100.00        |
| <b>TOTAL</b>                      | <b>0.76</b> | <b>2.55</b> | <b>3.49</b>       | <b>33.03</b>       | <b>22.58</b>                  | <b>18.13</b>                     | <b>13.25</b>                        | <b>6.21</b>                       | <b>100.00</b> |

**Table 39. Distribution of AN Returns by Industry Classes  
Colorado Corporation Income Tax Returns Filed in Fiscal Year 1987**

| Industry Class                  | Number of Returns |               |               | Federal Taxable Income |                      | Colorado Taxable Income |                    | Colorado Tax Liability |
|---------------------------------|-------------------|---------------|---------------|------------------------|----------------------|-------------------------|--------------------|------------------------|
|                                 | Total             | Nontaxable    | Taxable       | Nontaxable             | Taxable              | Nontaxable              | Taxable            |                        |
| Agriculture                     | 1,539             | 970           | 569           | -\$221,553             | \$432,727            | -\$259,713              | \$34,785           | \$1,740                |
| Mining                          | 2,239             | 1,660         | 579           | -7,242,835             | 17,156,557           | -1,188,998              | 65,712             | 3,286                  |
| Construction                    | 5,978             | 3,860         | 2,118         | -556,234               | 897,776              | -255,048                | 133,152            | 6,659                  |
| Manufacturing                   | 4,274             | 2,420         | 1,854         | -12,800,497            | 56,599,306           | -1,299,238              | 630,894            | 31,548                 |
| Transportation                  | 795               | 440           | 355           | -4,533,662             | 2,308,890            | -14,581                 | 55,724             | 2,787                  |
| Communication and Utilities     | 494               | 350           | 144           | -466,275               | 8,345,295            | -118,559                | 317,075            | 15,854                 |
| Wholesale Trade                 | 2,374             | 1,360         | 1,014         | -1,003,941             | 14,796,023           | -316,228                | 110,643            | 5,532                  |
| Retail Trade                    | 8,945             | 5,320         | 3,625         | -8,183,651             | 13,356,448           | -653,860                | 336,888            | 16,847                 |
| Finance, Insurance, Real Estate | 9,473             | 6,201         | 3,272         | -4,575,077             | 4,868,273            | -2,276,612              | 333,106            | 16,658                 |
| Lodging                         | 247               | 160           | 87            | -229,577               | 334,257              | -212,612                | 9,144              | 457                    |
| Services                        | 15,222            | 8,570         | 6,652         | -1,332,983             | 4,856,628            | -577,400                | 239,493            | 11,977                 |
| Not Classified Elsewhere        | 50                | 20            | 30            | -26                    | 136                  | -26                     | 98                 | 5                      |
| <b>TOTAL</b>                    | <b>51,630</b>     | <b>31,331</b> | <b>20,299</b> | <b>-\$41,146,309</b>   | <b>\$123,952,315</b> | <b>-\$7,172,874</b>     | <b>\$2,266,714</b> | <b>\$113,349</b>       |

**B. Percentage Distribution by Industry Class**

| Industry Class                  | Number of Returns |               |               | Federal Taxable Income |               | Colorado Taxable Income |               | Colorado Tax Liability |
|---------------------------------|-------------------|---------------|---------------|------------------------|---------------|-------------------------|---------------|------------------------|
|                                 | Total             | Nontaxable    | Taxable       | Nontaxable             | Taxable       | Nontaxable              | Taxable       |                        |
| Agriculture                     | 2.98              | 3.10          | 2.80          | 0.54                   | 0.35          | 3.62                    | 1.53          | 1.53                   |
| Mining                          | 4.34              | 5.30          | 2.85          | 17.60                  | 13.84         | 16.58                   | 2.90          | 2.90                   |
| Construction                    | 11.58             | 12.32         | 10.43         | 1.35                   | 0.72          | 3.56                    | 5.87          | 5.87                   |
| Manufacturing                   | 8.28              | 7.72          | 9.13          | 31.11                  | 45.66         | 18.11                   | 27.83         | 27.83                  |
| Transportation                  | 1.54              | 1.40          | 1.75          | 11.02                  | 1.86          | 0.20                    | 2.46          | 2.46                   |
| Communication and Utilities     | 0.96              | 1.12          | 0.71          | 1.13                   | 6.73          | 1.65                    | 13.99         | 13.99                  |
| Wholesale Trade                 | 4.60              | 4.34          | 5.00          | 2.44                   | 11.94         | 4.41                    | 4.88          | 4.88                   |
| Retail Trade                    | 17.33             | 16.98         | 17.86         | 19.89                  | 10.78         | 9.12                    | 14.86         | 14.86                  |
| Finance, Insurance, Real Estate | 18.35             | 19.79         | 16.12         | 11.12                  | 3.93          | 31.74                   | 14.70         | 14.70                  |
| Lodging                         | 0.48              | 0.51          | 0.43          | 0.56                   | 0.27          | 2.96                    | 0.40          | 0.40                   |
| Services                        | 29.48             | 27.35         | 32.77         | 3.24                   | 3.92          | 8.05                    | 10.57         | 10.57                  |
| Not Classified Elsewhere        | 0.10              | 0.06          | 0.15          | 0.00                   | 0.00          | 0.00                    | 0.00          | 0.00                   |
| <b>TOTAL</b>                    | <b>100.00</b>     | <b>100.00</b> | <b>100.00</b> | <b>100.00</b>          | <b>100.00</b> | <b>100.00</b>           | <b>100.00</b> | <b>100.00</b>          |

**Table 40. Distribution of Domestic Returns by Industry Classes**  
**Colorado Corporation Income Tax Returns Filed in Fiscal Year 1987**

**A. Dollar Amounts in Thousands**

| Industry Class                  | Number of Returns |               |               | Federal Taxable Income |                    | Colorado Taxable Income |                    | Colorado Tax Liability |
|---------------------------------|-------------------|---------------|---------------|------------------------|--------------------|-------------------------|--------------------|------------------------|
|                                 | Total             | Nontaxable    | Taxable       | Nontaxable             | Taxable            | Nontaxable              | Taxable            |                        |
| Agriculture                     | 1,263             | 840           | 423           | -\$144,070)            | \$46,456           | -\$184,749              | \$22,443           | \$1,123                |
| Mining                          | 939               | 600           | 339           | - 3,132,432            | 35,324             | - 725,794               | 20,873             | 1,044                  |
| Construction                    | 4,938             | 3,140         | 1,798         | - 113,040              | 130,959            | - 136,706               | 102,036            | 5,103                  |
| Manufacturing                   | 2,617             | 1,580         | 1,037         | - 726,693              | 1,268,755          | - 608,114               | 176,709            | 8,836                  |
| Transportation                  | 513               | 280           | 233           | - 9,598                | 27,987             | - 9,561                 | 13,757             | 689                    |
| Communication and Utilities     | 358               | 250           | 108           | - 97,819               | 710,007            | - 102,391               | 296,677            | 14,834                 |
| Wholesale Trade                 | 1,845             | 1,120         | 725           | - 598,858              | 61,688             | - 294,058               | 40,238             | 2,012                  |
| Retail Trade                    | 7,478             | 4,500         | 2,978         | - 711,910              | 147,166            | - 356,266               | 131,699            | 6,587                  |
| Finance, Insurance, Real Estate | 7,185             | 4,541         | 2,644         | - 3,804,587            | 539,167            | - 1,126,980             | 197,609            | 9,883                  |
| Lodging                         | 139               | 80            | 59            | 923                    | 46,549             | - 1,188                 | 5,115              | 256                    |
| Services                        | 13,110            | 7,460         | 5,650         | - 330,835              | 334,523            | - 440,648               | 156,241            | 7,814                  |
| Not Classified Elsewhere        | 50                | 20            | 30            | - 26                   | 136                | - 26                    | 98                 | 5                      |
| <b>TOTAL</b>                    | <b>40,435</b>     | <b>24,411</b> | <b>16,024</b> | <b>-\$9,668,944</b>    | <b>\$3,348,717</b> | <b>-\$3,986,480</b>     | <b>\$1,163,493</b> | <b>\$58,184</b>        |

**B. Percentage Distribution by Industry Class**

| Industry Class                  | Number of Returns |               |               | Federal Taxable Income |               | Colorado Taxable Income |               | Colorado Tax Liability |
|---------------------------------|-------------------|---------------|---------------|------------------------|---------------|-------------------------|---------------|------------------------|
|                                 | Total             | Nontaxable    | Taxable       | Nontaxable             | Taxable       | Nontaxable              | Taxable       |                        |
| Agriculture                     | 3.12              | 3.44          | 2.64          | 1.49                   | 1.39          | 4.63                    | 1.93          | 1.93                   |
| Mining                          | 2.32              | 2.46          | 2.12          | 32.40                  | 1.05          | 18.21                   | 1.79          | 1.79                   |
| Construction                    | 12.21             | 12.86         | 11.22         | 1.17                   | 3.91          | 3.43                    | 8.77          | 8.77                   |
| Manufacturing                   | 6.47              | 6.47          | 6.47          | 7.52                   | 37.89         | 15.25                   | 15.19         | 15.19                  |
| Transportation                  | 1.27              | 1.15          | 1.45          | 0.10                   | 0.84          | 0.24                    | 1.18          | 1.18                   |
| Communication and Utilities     | 0.89              | 1.02          | 0.67          | 1.01                   | 21.20         | 2.57                    | 25.50         | 25.50                  |
| Wholesale Trade                 | 4.56              | 4.59          | 4.52          | 6.19                   | 1.84          | 7.38                    | 3.46          | 3.46                   |
| Retail Trade                    | 18.49             | 18.43         | 18.58         | 7.36                   | 4.39          | 8.94                    | 11.32         | 11.32                  |
| Finance, Insurance, Real Estate | 17.77             | 18.60         | 16.50         | 39.35                  | 16.10         | 28.27                   | 16.98         | 16.99                  |
| Lodging                         | 0.34              | 0.33          | 0.37          | -0.01                  | 1.39          | 0.03                    | 0.44          | 0.44                   |
| Services                        | 32.42             | 30.56         | 35.26         | 3.42                   | 9.99          | 11.05                   | 13.43         | 13.43                  |
| Not Classified Elsewhere        | 0.12              | 0.08          | 0.19          | 0.00                   | 0.00          | 0.00                    | 0.01          | 0.01                   |
| <b>TOTAL</b>                    | <b>100.00</b>     | <b>100.00</b> | <b>100.00</b> | <b>100.00</b>          | <b>100.00</b> | <b>100.00</b>           | <b>100.00</b> | <b>100.00</b>          |



**Table 41. Distribution of Foreign Returns by Industry Classes  
Colorado Corporation Income Tax Returns Filed in Fiscal Year 1987**

| Industry Class                  | Number of Returns |              |              | Federal Taxable Income |                       | Colorado Taxable Income |                     | Colorado Tax Liability |
|---------------------------------|-------------------|--------------|--------------|------------------------|-----------------------|-------------------------|---------------------|------------------------|
|                                 | Total             | Nontaxable   | Taxable      | Nontaxable             | Taxable               | Nontaxable              | Taxable             |                        |
| Agriculture                     | 276               | 130          | 146          | -\$77,483              | \$386,271             | -\$74,963               | \$12,342            | \$617                  |
| Mining                          | 1,300             | 1,060        | 240          | -4,110,403             | 17,121,233            | -463,204                | 44,839              | 2,242                  |
| Construction                    | 1,040             | 720          | 320          | -443,194               | 766,816               | -118,343                | 31,116              | 1,556                  |
| Manufacturing                   | 1,657             | 840          | 817          | -12,073,804            | 55,330,551            | -691,124                | 454,185             | 22,712                 |
| Transportation                  | 283               | 160          | 123          | -4,524,064             | 2,280,902             | -5,020                  | 41,967              | 2,098                  |
| Communication and Utilities     | 136               | 100          | 36           | -368,456               | 7,635,288             | -16,168                 | 20,399              | 1,020                  |
| Wholesale Trade                 | 530               | 240          | 290          | -405,082               | 14,734,335            | -22,170                 | 70,405              | 3,520                  |
| Retail Trade                    | 1,467             | 820          | 647          | -7,471,741             | 13,209,282            | -297,594                | 205,189             | 10,260                 |
| Finance, Insurance, Real Estate | 2,289             | 1,660        | 629          | -770,491               | 4,329,106             | -1,149,631              | 135,497             | 6,775                  |
| Lodging                         | 108               | 80           | 28           | -230,500               | 287,708               | -211,424                | 4,029               | 201                    |
| Services                        | 2,113             | 1,110        | 1,003        | -1,002,148             | 4,522,105             | -136,752                | 83,252              | 4,163                  |
| Not Classified Elsewhere        | 0                 | 0            | 0            | 0                      | 0                     | 0                       | 0                   | 0                      |
| <b>TOTAL</b>                    | <b>11,199</b>     | <b>6,920</b> | <b>4,279</b> | <b>-\$31,477,365</b>   | <b>-\$120,603,598</b> | <b>-\$3,186,395</b>     | <b>-\$1,103,221</b> | <b>\$55,165</b>        |

**B. Percentage Distribution by Industry Class**

| Industry Class                  | Number of Returns |               |               | Federal Taxable Income |               | Colorado Taxable Income |               | Colorado Tax Liability |
|---------------------------------|-------------------|---------------|---------------|------------------------|---------------|-------------------------|---------------|------------------------|
|                                 | Total             | Nontaxable    | Taxable       | Nontaxable             | Taxable       | Nontaxable              | Taxable       |                        |
| Agriculture                     | 2.46              | 1.88          | 3.41          | 0.25                   | 0.32          | 2.35                    | 1.12          | 1.12                   |
| Mining                          | 11.61             | 15.32         | 5.61          | 13.06                  | 14.20         | 14.54                   | 4.06          | 4.06                   |
| Construction                    | 9.29              | 10.40         | 7.48          | 1.41                   | 0.64          | 3.71                    | 2.82          | 2.82                   |
| Manufacturing                   | 14.80             | 12.14         | 19.09         | 38.36                  | 45.88         | 21.69                   | 41.17         | 41.17                  |
| Transportation                  | 2.53              | 2.31          | 2.87          | 14.37                  | 1.89          | 0.16                    | 3.80          | 3.80                   |
| Communication and Utilities     | 1.21              | 1.45          | 0.84          | 1.17                   | 6.33          | 0.51                    | 1.85          | 1.85                   |
| Wholesale Trade                 | 4.73              | 3.47          | 6.78          | 1.29                   | 12.22         | 0.70                    | 6.38          | 6.38                   |
| Retail Trade                    | 13.10             | 11.85         | 15.12         | 23.74                  | 10.95         | 9.34                    | 18.60         | 18.60                  |
| Finance, Insurance, Real Estate | 20.44             | 23.99         | 14.70         | 2.45                   | 3.59          | 36.08                   | 12.28         | 12.28                  |
| Lodging                         | 0.96              | 1.16          | 0.65          | 0.73                   | 0.24          | 6.64                    | 0.37          | 0.37                   |
| Services                        | 18.87             | 16.04         | 23.44         | 3.18                   | 3.75          | 4.29                    | 7.55          | 7.55                   |
| Not Classified Elsewhere        | 0.00              | 0.00          | 0.00          | 0.00                   | 0.00          | 0.00                    | 0.00          | 0.00                   |
| <b>TOTAL</b>                    | <b>100.00</b>     | <b>100.00</b> | <b>100.00</b> | <b>100.00</b>          | <b>100.00</b> | <b>100.00</b>           | <b>100.00</b> | <b>100.00</b>          |

**Table 42. Distribution of Intrastate Returns by Industry Classes  
Colorado Corporation Income Tax Returns Filed in Fiscal Year 1987**

**A. Dollar Amounts In Thousands**

| Industry Class                  | Number of Returns |               |               | Federal Taxable Income |                  | Colorado Taxable Income |                  | Colorado Tax Liability |
|---------------------------------|-------------------|---------------|---------------|------------------------|------------------|-------------------------|------------------|------------------------|
|                                 | Total             | Nontaxable    | Taxable       | Nontaxable             | Taxable          | Nontaxable              | Taxable          |                        |
| Agriculture                     | 1,225             | 790           | 435           | -\$153,599             | \$22,885         | -\$169,130              | \$22,859         | \$1,143                |
| Mining                          | 825               | 560           | 265           | -304,809               | 29,853           | -95,133                 | 25,885           | 1,294                  |
| Construction                    | 4,904             | 3,160         | 1,744         | -154,139               | 76,012           | -223,106                | 78,583           | 3,931                  |
| Manufacturing                   | 2,392             | 1,420         | 972           | -441,154               | 109,595          | -446,129                | 114,296          | 5,715                  |
| Transportation                  | 517               | 300           | 217           | -4,189,712             | 8,269            | -8,947                  | 8,485            | 425                    |
| Communication and Utilities     | 327               | 240           | 87            | -90,801                | 12,718           | -90,880                 | 11,105           | 555                    |
| Wholesale Trade                 | 1,752             | 1,060         | 692           | -47,794                | 44,695           | -57,160                 | 43,666           | 2,183                  |
| Retail Trade                    | 7,794             | 4,720         | 3,074         | -319,395               | 119,217          | -299,971                | 120,281          | 6,016                  |
| Finance, Insurance, Real Estate | 7,687             | 4,920         | 2,767         | -793,561               | 130,928          | -926,118                | 125,949          | 6,300                  |
| Lodging                         | 201               | 140           | 61            | -161,395               | 4,960            | -163,355                | 5,177            | 259                    |
| Services                        | 13,299            | 7,540         | 5,759         | -314,960               | 147,044          | -338,616                | 146,396          | 7,322                  |
| Not Classified Elsewhere        | 50                | 20            | 30            | -26                    | 136              | -26                     | 98               | 5                      |
| <b>TOTAL</b>                    | <b>40,973</b>     | <b>24,870</b> | <b>16,103</b> | <b>-\$6,971,345</b>    | <b>\$706,312</b> | <b>-\$2,818,573</b>     | <b>\$702,781</b> | <b>\$35,149</b>        |

**B. Percentage Distribution by Industry Class**

| Industry Class                  | Number of Returns |               |               | Federal Taxable Income |               | Colorado Taxable Income |               | Colorado Tax Liability |
|---------------------------------|-------------------|---------------|---------------|------------------------|---------------|-------------------------|---------------|------------------------|
|                                 | Total             | Nontaxable    | Taxable       | Nontaxable             | Taxable       | Nontaxable              | Taxable       |                        |
| Agriculture                     | 2.99              | 3.18          | 2.70          | 2.20                   | 3.24          | 6.00                    | 3.25          | 3.25                   |
| Mining                          | 2.01              | 2.25          | 1.65          | 4.37                   | 4.23          | 3.38                    | 3.68          | 3.68                   |
| Construction                    | 11.97             | 12.71         | 10.83         | 2.21                   | 10.76         | 7.92                    | 11.18         | 11.18                  |
| Manufacturing                   | 5.84              | 5.71          | 6.04          | 6.33                   | 15.52         | 15.83                   | 16.26         | 16.26                  |
| Transportation                  | 1.26              | 1.21          | 1.35          | 60.10                  | 1.17          | 0.32                    | 1.21          | 1.21                   |
| Communication and Utilities     | 0.80              | 0.97          | 0.54          | 1.30                   | 1.80          | 3.22                    | 1.58          | 1.58                   |
| Wholesale Trade                 | 4.28              | 4.26          | 4.30          | 0.69                   | 6.33          | 2.03                    | 6.21          | 6.21                   |
| Retail Trade                    | 19.02             | 18.98         | 19.09         | 4.58                   | 16.88         | 10.64                   | 17.11         | 17.12                  |
| Finance, Insurance, Real Estate | 18.76             | 19.78         | 17.18         | 11.38                  | 18.54         | 32.86                   | 17.92         | 17.92                  |
| Lodging                         | 0.49              | 0.56          | 0.38          | 2.32                   | 0.70          | 5.80                    | 0.74          | 0.74                   |
| Services                        | 32.46             | 30.32         | 35.76         | 4.52                   | 20.82         | 12.01                   | 20.83         | 20.83                  |
| Not Classified Elsewhere        | 0.12              | 0.08          | 0.19          | 0.00                   | 0.02          | 0.00                    | 0.01          | 0.01                   |
| <b>TOTAL</b>                    | <b>100.00</b>     | <b>100.00</b> | <b>100.00</b> | <b>100.00</b>          | <b>100.00</b> | <b>100.00</b>           | <b>100.00</b> | <b>100.00</b>          |

**Table 43. Distribution of Interstate Returns by Industry Classes  
Colorado Corporation Income Tax Returns Filed in Fiscal Year 1987**

| Industry Class                  | Number of Returns |              |              | Federal Taxable Income |                      | Colorado Taxable Income |                    | Colorado Tax Liability |
|---------------------------------|-------------------|--------------|--------------|------------------------|----------------------|-------------------------|--------------------|------------------------|
|                                 | Total             | Nontaxable   | Taxable      | Nontaxable             | Taxable              | Nontaxable              | Taxable            |                        |
| Agriculture                     | 314               | 180          | 134          | -\$67,954              | \$409,842            | -\$90,583               | \$11,927           | \$596                  |
| Mining                          | 1,414             | 1,100        | 314          | -6,938,025             | 17,126,704           | -1,093,865              | 39,827             | 1,991                  |
| Construction                    | 1,075             | 700          | 375          | -402,094               | 821,764              | -31,942                 | 54,569             | 2,728                  |
| Manufacturing                   | 1,883             | 1,000        | 883          | -12,359,343            | 56,489,711           | -853,109                | 516,597            | 25,823                 |
| Transportation                  | 278               | 140          | 138          | -343,950               | 2,300,620            | -5,634                  | 47,239             | 2,362                  |
| Communication and Utilities     | 168               | 110          | 58           | -375,474               | 8,332,577            | -27,679                 | 305,970            | 15,299                 |
| Wholesale Trade                 | 623               | 300          | 323          | -956,146               | 14,751,328           | -259,067                | 66,977             | 3,349                  |
| Retail Trade                    | 1,151             | 600          | 551          | -7,864,256             | 13,237,231           | -353,889                | 216,607            | 10,831                 |
| Finance, Insurance, Real Estate | 1,786             | 1,281        | 505          | -3,781,516             | 4,737,345            | -1,350,493              | 207,157            | 10,358                 |
| Lodging                         | 47                | 20           | 27           | -68,182                | 329,297              | -49,258                 | 3,966              | 198                    |
| Services                        | 1,923             | 1,030        | 893          | -1,018,023             | 4,709,585            | -238,784                | 93,096             | 4,655                  |
| Not Classified Elsewhere        | 0                 | 0            | 0            | 0                      | 0                    | 0                       | 0                  | 0                      |
| <b>TOTAL</b>                    | <b>10,662</b>     | <b>6,461</b> | <b>4,201</b> | <b>-\$34,174,964</b>   | <b>\$123,246,003</b> | <b>\$4,354,302</b>      | <b>\$1,563,933</b> | <b>\$78,200</b>        |

**B. Percentage Distribution by Industry Class**

| Industry Class                  | Number of Returns |               |               | Federal Taxable Income |               | Colorado Taxable Income |               | Colorado Tax Liability |
|---------------------------------|-------------------|---------------|---------------|------------------------|---------------|-------------------------|---------------|------------------------|
|                                 | Total             | Nontaxable    | Taxable       | Nontaxable             | Taxable       | Nontaxable              | Taxable       |                        |
| Agriculture                     | 2.95              | 2.79          | 3.19          | 0.20                   | 0.33          | 2.08                    | 0.76          | 0.76                   |
| Mining                          | 13.26             | 17.03         | 7.47          | 20.30                  | 13.90         | 25.12                   | 2.55          | 2.55                   |
| Construction                    | 10.08             | 10.83         | 8.93          | 1.18                   | 0.67          | 0.73                    | 3.49          | 3.49                   |
| Manufacturing                   | 17.66             | 15.48         | 21.02         | 36.16                  | 45.83         | 19.59                   | 33.03         | 33.03                  |
| Transportation                  | 2.61              | 2.17          | 3.28          | 1.01                   | 1.87          | 0.13                    | 3.02          | 3.02                   |
| Communication and Utilities     | 1.58              | 1.70          | 1.38          | 1.10                   | 6.76          | 0.64                    | 19.56         | 19.56                  |
| Wholesale Trade                 | 5.84              | 4.64          | 7.69          | 2.80                   | 11.97         | 5.95                    | 4.28          | 4.28                   |
| Retail Trade                    | 10.80             | 9.29          | 13.12         | 23.01                  | 10.74         | 8.13                    | 13.85         | 13.85                  |
| Finance, Insurance, Real Estate | 16.75             | 19.83         | 12.02         | 11.07                  | 3.84          | 31.02                   | 13.25         | 13.25                  |
| Lodging                         | 0.44              | 0.31          | 0.64          | 0.20                   | 0.27          | 1.13                    | 0.25          | 0.25                   |
| Services                        | 18.04             | 15.94         | 21.26         | 2.98                   | 3.82          | 5.48                    | 5.95          | 5.95                   |
| Not Classified Elsewhere        | 0.00              | 0.00          | 0.00          | 0.00                   | 0.00          | 0.00                    | 0.00          | 0.00                   |
| <b>TOTAL</b>                    | <b>100.00</b>     | <b>100.00</b> | <b>100.00</b> | <b>100.00</b>          | <b>100.00</b> | <b>100.00</b>           | <b>100.00</b> | <b>100.00</b>          |

**Table 44. Distribution of Interstate Returns Using Two-Factor Formula by Industry Classes  
Colorado Corporation Income Tax Returns Filed in Fiscal Year 1987**

**A. Dollar Amounts in Thousands**

| Industry Class                  | Number of Returns |              |              | Federal Taxable Income |                     | Colorado Taxable Income |                  | Colorado Tax Liability |
|---------------------------------|-------------------|--------------|--------------|------------------------|---------------------|-------------------------|------------------|------------------------|
|                                 | Total             | Nontaxable   | Taxable      | Nontaxable             | Taxable             | Nontaxable              | Taxable          |                        |
| Agriculture                     | 177               | 120          | 57           | -\$62,624              | \$23,342            | -\$78,826               | \$1,353          | \$68                   |
| Mining                          | 876               | 740          | 136          | -3,507,614             | 14,894,171          | -503,810                | 15,746           | 787                    |
| Construction                    | 512               | 360          | 152          | -278,824               | 331,638             | -17,627                 | 12,776           | 639                    |
| Manufacturing                   | 651               | 380          | 271          | -4,066,148             | 12,429,622          | -482,230                | 215,495          | 10,775                 |
| Transportation                  | 137               | 80           | 57           | -245,272               | 332,902             | -4,320                  | 21,092           | 1,055                  |
| Communication and Utilities     | 102               | 70           | 32           | -30,598                | 1,440,984           | -23,001                 | 292,463          | 14,623                 |
| Wholesale Trade                 | 283               | 180          | 103          | -426,545               | 8,502,991           | -171,471                | 32,420           | 1,621                  |
| Retail Trade                    | 453               | 240          | 213          | -263,576               | 2,603,395           | -38,408                 | 65,468           | 3,274                  |
| Finance, Insurance, Real Estate | 847               | 581          | 266          | -4,009,412             | 1,629,552           | -696,453                | 139,368          | 6,968                  |
| Lodging                         | 34                | 20           | 14           | -68,182                | 74,067              | -49,258                 | 1,538            | 77                     |
| Services                        | 920               | 520          | 400          | 154,898                | 995,622             | -14,737                 | 37,924           | 1,896                  |
| Not Classified Elsewhere        | 0                 | 0            | 0            | 0                      | 0                   | 0                       | 0                | 0                      |
| <b>TOTAL</b>                    | <b>4,992</b>      | <b>3,291</b> | <b>1,701</b> | <b>-\$12,803,897</b>   | <b>\$43,258,286</b> | <b>-\$2,080,142</b>     | <b>\$835,644</b> | <b>\$41,783</b>        |

**B. Percentage Distribution by Industry Class**

| Industry Class                  | Number of Returns |               |               | Federal Taxable Income |               | Colorado Taxable Income |               | Colorado Tax Liability |
|---------------------------------|-------------------|---------------|---------------|------------------------|---------------|-------------------------|---------------|------------------------|
|                                 | Total             | Nontaxable    | Taxable       | Nontaxable             | Taxable       | Nontaxable              | Taxable       |                        |
| Agriculture                     | 3.55              | 3.65          | 3.35          | 0.49                   | 0.05          | 3.79                    | 0.16          | 0.16                   |
| Mining                          | 17.55             | 22.49         | 8.00          | 27.39                  | 34.43         | 24.22                   | 1.88          | 1.88                   |
| Construction                    | 10.26             | 10.94         | 8.94          | 2.18                   | 0.77          | 0.85                    | 1.53          | 1.53                   |
| Manufacturing                   | 13.04             | 11.55         | 15.93         | 31.76                  | 28.73         | 23.18                   | 25.79         | 25.79                  |
| Transportation                  | 2.74              | 2.43          | 3.35          | 1.92                   | 0.77          | 0.21                    | 2.52          | 2.52                   |
| Communication and Utilities     | 2.04              | 2.13          | 1.88          | 0.24                   | 3.33          | 1.11                    | 35.00         | 35.00                  |
| Wholesale Trade                 | 5.67              | 5.47          | 6.06          | 3.33                   | 19.66         | 8.24                    | 3.88          | 3.88                   |
| Retail Trade                    | 9.07              | 7.29          | 12.52         | 2.06                   | 6.02          | 1.85                    | 7.83          | 7.84                   |
| Finance, Insurance, Real Estate | 16.97             | 17.65         | 15.64         | 31.31                  | 3.77          | 33.48                   | 16.68         | 16.68                  |
| Lodging                         | 0.68              | 0.61          | 0.82          | 0.53                   | 0.17          | 2.37                    | 0.18          | 0.18                   |
| Services                        | 18.43             | 15.80         | 23.52         | -1.21                  | 2.30          | 0.71                    | 4.54          | 4.54                   |
| Not Classified Elsewhere        | 0.00              | 0.00          | 0.00          | 0.00                   | 0.00          | 0.00                    | 0.00          | 0.00                   |
| <b>TOTAL</b>                    | <b>100.00</b>     | <b>100.00</b> | <b>100.00</b> | <b>100.00</b>          | <b>100.00</b> | <b>100.00</b>           | <b>100.00</b> | <b>100.00</b>          |

**Table 45. Distribution of Interstate Returns Using Three-Factor Formula by Industry Classes  
Colorado Corporation Income Tax Returns Filed in Fiscal Year 1987**

| Industry Class                  | Number of Returns |              |              | Federal Taxable Income |                     | Colorado Taxable Income |                  | Colorado Tax Liability |
|---------------------------------|-------------------|--------------|--------------|------------------------|---------------------|-------------------------|------------------|------------------------|
|                                 | Total             | Nontaxable   | Taxable      | Nontaxable             | Taxable             | Nontaxable              | Taxable          |                        |
| Agriculture                     | 136               | 60           | 76           | -\$5,330               | \$231,778           | -\$11,756               | \$6,490          | \$325                  |
| Mining                          | 515               | 340          | 175          | -3,430,593             | 2,283,678           | -588,958                | 23,958           | 1,198                  |
| Construction                    | 560               | 340          | 220          | -123,270               | 483,741             | -14,315                 | 40,535           | 2,027                  |
| Manufacturing                   | 1,222             | 620          | 602          | -8,293,195             | 36,323,924          | -370,879                | 217,357          | 10,871                 |
| Transportation                  | 124               | 60           | 64           | -98,678                | 1,624,690           | -1,314                  | 17,720           | 886                    |
| Communication and Utilities     | 65                | 40           | 25           | -344,876               | 6,735,260           | -4,678                  | 11,826           | 591                    |
| Wholesale Trade                 | 329               | 120          | 209          | -529,602               | 2,993,308           | -87,596                 | 26,328           | 1,316                  |
| Retail Trade                    | 697               | 360          | 337          | -7,600,679             | 10,613,260          | -315,481                | 150,956          | 7,548                  |
| Finance, Insurance, Real Estate | 847               | 620          | 227          | 1,107,875              | 2,690,682           | -584,681                | 62,790           | 3,139                  |
| Lodging                         | 13                | 0            | 13           | 0                      | 255,230             | 0                       | 2,428            | 121                    |
| Services                        | 1,004             | 510          | 494          | -1,172,921             | 3,713,962           | -224,047                | 55,172           | 2,759                  |
| Not Classified Elsewhere        | 0                 | 0            | 0            | 0                      | 0                   | 0                       | 0                | 0                      |
| <b>TOTAL</b>                    | <b>5,512</b>      | <b>3,070</b> | <b>2,442</b> | <b>-\$20,491,269</b>   | <b>\$67,949,512</b> | <b>-\$2,203,705</b>     | <b>\$615,561</b> | <b>\$30,781</b>        |

**B. Percentage Distribution by Industry Class**

| Industry Class                  | Number of Returns |               |               | Federal Taxable Income |               | Colorado Taxable Income |               | Colorado Tax Liability |
|---------------------------------|-------------------|---------------|---------------|------------------------|---------------|-------------------------|---------------|------------------------|
|                                 | Total             | Nontaxable    | Taxable       | Nontaxable             | Taxable       | Nontaxable              | Taxable       |                        |
| Agriculture                     | 2.47              | 1.95          | 3.11          | 0.03                   | 0.34          | 0.53                    | 1.05          | 1.05                   |
| Mining                          | 9.34              | 11.07         | 7.17          | 16.74                  | 3.36          | 26.73                   | 3.89          | 3.89                   |
| Construction                    | 10.16             | 11.07         | 9.01          | 0.60                   | 0.71          | 0.65                    | 6.59          | 6.58                   |
| Manufacturing                   | 22.17             | 20.20         | 24.65         | 40.47                  | 53.46         | 16.83                   | 35.31         | 35.32                  |
| Transportation                  | 2.25              | 1.95          | 2.62          | 0.48                   | 2.39          | 0.06                    | 2.88          | 2.88                   |
| Communication and Utilities     | 1.18              | 1.30          | 1.02          | 1.68                   | 9.91          | 0.21                    | 1.92          | 1.92                   |
| Wholesale Trade                 | 5.97              | 3.91          | 8.56          | 2.58                   | 4.41          | 3.97                    | 4.28          | 4.28                   |
| Retail Trade                    | 12.65             | 11.73         | 13.80         | 37.09                  | 15.62         | 14.32                   | 24.52         | 24.52                  |
| Finance, Insurance, Real Estate | 15.37             | 20.20         | 9.30          | -5.41                  | 3.96          | 26.53                   | 10.20         | 10.20                  |
| Lodging                         | 0.24              | 0.00          | 0.53          | 0.00                   | 0.38          | 0.00                    | 0.39          | 0.39                   |
| Services                        | 18.21             | 16.61         | 20.23         | 5.72                   | 5.47          | 10.17                   | 8.96          | 8.96                   |
| Not Classified Elsewhere        | 0.00              | 0.00          | 0.00          | 0.00                   | 0.00          | 0.00                    | 0.00          | 0.00                   |
| <b>TOTAL</b>                    | <b>100.00</b>     | <b>100.00</b> | <b>100.00</b> | <b>100.00</b>          | <b>100.00</b> | <b>100.00</b>           | <b>100.00</b> | <b>100.00</b>          |

**Table 46. Distribution of Interstate Returns Using Special Apportionment Methods By Industry Classes  
Colorado Corporation Income Tax Returns Filed in Fiscal Year 1987**

**A. Dollar Amounts in Thousands**

| Industry Class                  | Number of Returns |            |           | Federal Taxable Income |                     | Colorado Taxable Income |                  | Colorado Tax Liability |
|---------------------------------|-------------------|------------|-----------|------------------------|---------------------|-------------------------|------------------|------------------------|
|                                 | Total             | Nontaxable | Taxable   | Nontaxable             | Taxable             | Nontaxable              | Taxable          |                        |
| Agriculture                     | 1                 | 0          | 1         | \$0                    | \$154,722           | \$0                     | \$4,083          | \$204                  |
| Mining                          | 24                | 20         | 4         | 181                    | - 51,145            | - 1,097                 | 123              | 6                      |
| Construction                    | 3                 | 0          | 3         | 0                      | 6,385               | 0                       | 1,257            | 63                     |
| Manufacturing                   | 10                | 0          | 10        | 0                      | 7,736,165           | 0                       | 83,745           | 4,187                  |
| Transportation                  | 17                | 0          | 17        | 0                      | 343,029             | 0                       | 8,427            | 421                    |
| Communication and Utilities     | 1                 | 0          | 1         | 0                      | 156,333             | 0                       | 1,681            | 84                     |
| Wholesale Trade                 | 11                | 0          | 11        | 0                      | 3,255,029           | 0                       | 8,229            | 411                    |
| Retail Trade                    | 2                 | 0          | 2         | 0                      | 20,576              | 0                       | 182              | 9                      |
| Finance, Insurance, Real Estate | 92                | 80         | 12        | - 879,980              | 417,112             | - 69,358                | 5,000            | 250                    |
| Lodging                         | 0                 | 0          | 0         | 0                      | 0                   | 0                       | 0                | 0                      |
| Services                        | 0                 | 0          | 0         | 0                      | 0                   | 0                       | 0                | 0                      |
| Not Classified Elsewhere        | 0                 | 0          | 0         | 0                      | 0                   | 0                       | 0                | 0                      |
| <b>TOTAL</b>                    | <b>161</b>        | <b>100</b> | <b>61</b> | <b>- \$879,798</b>     | <b>\$12,038,204</b> | <b>- \$70,455</b>       | <b>\$112,728</b> | <b>\$5,636</b>         |

**B. Percentage Distribution by Industry Class**

| Industry Class                  | Number of Returns |               |               | Federal Taxable Income |               | Colorado Taxable Income |               | Colorado Tax Liability |
|---------------------------------|-------------------|---------------|---------------|------------------------|---------------|-------------------------|---------------|------------------------|
|                                 | Total             | Nontaxable    | Taxable       | Nontaxable             | Taxable       | Nontaxable              | Taxable       |                        |
| Agriculture                     | 0.62              | 0.00          | 1.64          | 0.00                   | 1.29          | 0.00                    | 3.62          | 3.62                   |
| Mining                          | 14.91             | 20.00         | 6.56          | - 0.02                 | - 0.42        | 1.56                    | 0.11          | 0.11                   |
| Construction                    | 1.86              | 0.00          | 4.92          | 0.00                   | 0.05          | 0.00                    | 1.12          | 1.12                   |
| Manufacturing                   | 6.21              | 0.00          | 16.39         | 0.00                   | 64.26         | 0.00                    | 74.29         | 74.29                  |
| Transportation                  | 10.56             | 0.00          | 27.87         | 0.00                   | 2.85          | 0.00                    | 7.48          | 7.48                   |
| Communication and Utilities     | 0.62              | 0.00          | 1.64          | 0.00                   | 1.30          | 0.00                    | 1.49          | 1.49                   |
| Wholesale Trade                 | 6.83              | 0.00          | 18.03         | 0.00                   | 27.04         | 0.00                    | 7.30          | 7.30                   |
| Retail Trade                    | 1.24              | 0.00          | 3.28          | 0.00                   | 0.17          | 0.00                    | 0.16          | 0.16                   |
| Finance, Insurance, Real Estate | 57.14             | 80.00         | 19.67         | 100.02                 | 3.46          | 98.44                   | 4.44          | 4.44                   |
| Lodging                         | 0.00              | 0.00          | 0.00          | 0.00                   | 0.00          | 0.00                    | 0.00          | 0.00                   |
| Services                        | 0.00              | 0.00          | 0.00          | 0.00                   | 0.00          | 0.00                    | 0.00          | 0.00                   |
| Not Classified Elsewhere        | 0.00              | 0.00          | 0.00          | 0.00                   | 0.00          | 0.00                    | 0.00          | 0.00                   |
| <b>TOTAL</b>                    | <b>100.00</b>     | <b>100.00</b> | <b>100.00</b> | <b>100.00</b>          | <b>100.00</b> | <b>100.00</b>           | <b>100.00</b> | <b>100.00</b>          |

## Appendix A

# Summary of Provisions of the Colorado Corporate Income Tax

The Colorado corporate income tax is the result of the application of the corporate tax rates to Colorado net corporate income. Colorado net corporate income is the federal taxable income plus or minus certain modifications and, in the case of a corporation doing interstate business, after apportionment and allocation under provisions of either the Colorado Income Tax Act <sup>1/</sup> or the Multistate Tax Compact <sup>2/</sup>.

### Filing Requirements

Every corporation, including Subchapter S corporations, doing business in Colorado or deriving income from Colorado sources is liable for filing corporation income tax returns with Colorado. Corporations which are exempt from filing federal income tax returns are also exempt from filing Colorado income tax returns. Insurance companies which are subject to the tax imposed on gross premiums <sup>3/</sup> are also exempt from the Colorado income tax.

### Accounting Periods and Method

The corporation's accounting periods and method of reporting for Colorado income tax purposes must be the same as for federal income tax purposes.

### Modifications of Federal Taxable Income

There are several modifications which increase federal taxable income for the purpose of computing state corporate income taxes. These include:

- (1) the addition of municipal bond interest which is not specifically exempt from Colorado tax,
- (2) any federal net operating loss deduction claimed in computing federal taxable income,
- (3) the amount of any Colorado income tax deducted,
- (4) depreciation claimed with respect to alternative energy devices if the cost of such devices is being claimed as a modification decreasing federal taxable income, and
- (5) amounts claimed for the pollution control property tax credit.

Modifications decreasing federal taxable income are:

- (1) federal bond interest,
- (2) Colorado income tax refunds,
- (3) any amount included in federal taxable income by reason of the gross-up provisions of Section 78 of the Internal Revenue Code,
- (4) the cost of alternate energy devices,
- (5) any salary or wage expense not allowed as a deduction on the federal return per Section 280C of the Internal Revenue Code (relating to the federal new jobs credit),
- (6) the federal work incentive credit and the federal targeted jobs credit,
- (7) amounts not deducted in determining federal taxable income for free or subsidized ride sharing or mass transit arrangements, and
- (8) other miscellaneous differences such as percentage depletion on oil shale.

### Modified Federal Taxable Income

After federal taxable income has been adjusted by the above modifications, the resulting amount is classified as "modified federal taxable income." The "modified federal taxable income" is the Colorado taxable income for those intrastate corporations not apportioning income, and it becomes the base for the apportionment of income by interstate corporations.

### Apportionment of Income

Corporations doing business in more than one state may elect each year to apportion income either under the Colorado Income Tax Act or the Multistate Compact. Other apportionment methods are allowed with the approval of the executive director of the Revenue Department. For the purpose of apportioning income, "doing business" in a state is defined for Colorado income tax purposes as having income arising from the activity of one or more employees located in that state or arising from the fact that real or tangible personal property is located in that state for business purposes. This definition applies equally in determining when a Colorado corporation is doing business outside of Colorado or when a foreign corporation is doing business in Colorado. The multistate compact provides that a corporation is deemed to be

doing business in another state if that state has the authority to subject the corporation to an income tax or equivalent tax. These definitions of "doing business" in a state have been somewhat restricted by federal law <sup>4/</sup>.

A 1980 court case <sup>5/</sup> held that the Colorado corporate income statutes provide for the distribution and allocation of income and deductions by use of a combined report in order to ascertain the income attributable to an in-state business activity of the corporation involved in a unitary business operation, (i.e., when that portion of the business operation within Colorado is dependent upon or contributes to the operation of the business outside the state).

Effective January 1, 1986 the application of the unitary method changed<sup>6/</sup> whereby the executive director shall not require the inclusion of the income of any corporation which conducts business outside the United States if 80% or more of the corporation's property and payroll are assigned to locations outside the U.S. Dividends which are received from a corporation which would be includible in a combined report shall be excluded from taxable income. Foreign source income shall be considered if the corporation elects to claim foreign taxes as a deduction. If, for federal tax purposes, the taxpayer elects to claim foreign taxes as a credit, foreign source income shall be considered subject to a reduction in foreign income proportionate to the ratio of foreign taxes paid to the U.S. tax at 46% on that same income.

In the case of an affiliated group of corporations, the executive director may require a combined report for those members of an affiliated group which meet any three of the following conditions for the tax year and two preceding tax years.

- (1) At least 50% of the gross operating receipts constitute inter-company sales among other corporations in the group or at least 50% of the operating expenditures of one corporation involve purchases or leases from another corporation in the group.
- (2) At least 50% of 5 or more key services (public relations, accounting, legal, personal, etc.) are provided by corporations in the group.
- (3) At least 20% of the long term debt is owed to another corporation in the group.
- (4) A corporation uses to a substantial extent, the patents, trademarks, proprietary materials, etc. owned by another corporation in the group.
- (5) At least 50% of the members of the board of

directors are members of the board or officers of another corporation in the group.

(6) At least 25% of the highest ranked officers are members of the board or officers of another corporation in the group.

(7) Also provided for is the exclusion of inter-company transactions among affiliated corporations from the numerator and denominator of the apportionment factor and defines the numerator to be the sum of the revenue, property and payroll factors of those affiliated corporations subject to Colorado tax.

## **Apportionment Under the Colorado Income Tax Act**

This method of apportioning income provides for a two-factor formula: a revenue factor and a property factor. The modified federal taxable income subject to apportionment is multiplied by the average of the revenue factor and the property factor.

### **Revenue Factor**

The revenue or sales factor is a fraction whose numerator consists of the total gross receipts assignable to Colorado and the denominator is the entire gross receipts from all sources. The gross receipts assignable to Colorado consists of sales of goods, merchandise or property which are ultimately delivered in Colorado. Included as Colorado revenue are rents and royalties from real and tangible personal property located in Colorado, revenue from services rendered in Colorado, and gross proceeds from the sale of real and tangible personal property located in Colorado. Also included, if the corporation's commercial domicile is in Colorado, are dividend income, interest income, gains from the sale of intangible personal property, and patent and copyright royalties if the accounting procedures do not reflect the state of utilization of patent and copyright royalties.

### **Property Factor**

The property factor is a fraction in which the numerator is the average value of the corporation's real and tangible personal property owned or rented in Colorado and the denominator is the average value of all the corporation's real and tangible personal property owned or rented. Property value is the average of the amounts at the beginning of the taxable year and the ending of the taxable year. Corporations may elect to value all property



owned by the corporation at cost or at its adjusted basis for federal income tax purposes. Real property rented by the corporation is valued at eight times the net annual rent and tangible personal property is valued at three times the net annual rent. Net annual rent is the annual rent paid by the corporation less any annual rent received by the corporation from subrentals.

### **Apportionment Under the Multistate Compact**

This method of apportioning income provides for a three-factor formula: a revenue factor, a property factor, and a payroll factor. Public utilities and finance companies are not permitted to apportion income under provisions of the multistate compact. The modified federal taxable income subject to apportionment is multiplied by the average of the sum of the revenue, property and payroll factors to determine the total income apportioned to Colorado. Income which is directly allocated to Colorado is added to the income apportioned to Colorado to derive the Colorado taxable income.

### **Business and Nonbusiness Income**

In order to determine the Colorado taxable income under the multistate compact, the various sources of income must be classified as either business or nonbusiness. Business income is defined as income arising from transactions and activities in the regular course of the corporation's trade or business. Nonbusiness income is all income other than business income (e.g., dividends, rents and royalties).

### **Allocation of Income**

Only that income which is classified as nonbusiness income by the multistate compact is subject to allocation. The directly allocated income in the form of interest and dividends less directly or indirectly related expenses are allocated to that state where the principal place of business of the corporation is located. The nonbusiness income in the form of net rents, royalties and capital gains are allocated to the state where such property is located. Nonbusiness income from patents and copyrights are allocated to the state where utilized or, if accounting procedures do not reflect the state of utilization, to the state in which the corporation's commercial domicile is located.

### **Modified Federal Taxable Income Subject to Apportionment**

All nonbusiness income less related expenses is subtracted from the modified federal taxable income if the corporation qualifies and elects to apportion income under the multistate compact. The result is the modified federal taxable income subject to apportionment.

### **Revenue Factor**

The revenue factor is the same as under the two-factor formula except that the definition of sales varies somewhat. Sales are defined as all gross receipts of the corporation not directly allocated. Sales of tangible personal property are Colorado sales if the property is delivered or shipped to a purchaser within Colorado other than the U.S. government regardless of F.O.B. point, or other condition of sale, or the property is shipped from Colorado to the U.S. government, or if the corporation is not taxable in the state of the purchaser. Sales other than tangible personal property are Colorado sales if the income producing activity is performed in Colorado or if a greater proportion of the income producing activity is performed in Colorado based on cost of performance.

### **Property Factor**

The property factor is the same as under the two-factor formula, except that rented tangible personal property is valued at eight times the net annual rent, and owned property must be valued at cost.

### **Payroll Factor**

The payroll factor is a fraction, the numerator of which is the total compensation paid in Colorado during the tax period by the corporation and the denominator is the total compensation paid everywhere during the tax period. Compensation means wages, salaries, commissions and any other form or remuneration paid to employees for personal services.

Compensation is Colorado compensation if the individual's service is performed entirely within Colorado or if the service outside Colorado is incidental to that performed in this state and

- (1) the base of operations or control is in Colorado, or
- (2) the base of operation or control is not in any particular state but the individual's residence is in Colorado.

## Other Apportionment Methods

### Multistate Compact Option

If a corporation's activities in Colorado consist of selling and the corporation neither owns nor rents real or tangible personal property in Colorado, and if the gross sales in Colorado during the taxable year are \$100,000 or less, the corporation may elect to pay a Colorado tax computed on gross sales. The tax rate is 1/2 of 1% of the gross receipts from Colorado sales.

### Special Methods

Where the allocation provided by the Colorado income tax act or the multistate compact does not clearly reflect Colorado income or is not realistic as compared to the net income of the corporation as a whole, the corporation, with approval of the executive director of the revenue department, may adopt some other method.

### Colorado Taxable Income

The Colorado taxable income is that amount computed after adjusting for tax law modifications and allocation and apportionment methods if applicable. This is the amount which is subject to the income tax unless a Colorado net operating loss deduction is claimed.

The Colorado net operating loss deduction is computed in the same manner as the federal net operating loss deduction except that in the case of a corporation apportioning income, it is that part of the federal net operating loss, as modified, from Colorado sources. The Colorado net operating loss may be carried forward for the same number of years as a federal loss <sup>7</sup>/. The Colorado taxable income is reduced by any Colorado net operating loss deduction before the Colorado tax is computed.

### Rate of Tax

With the exception of corporations eligible and electing to file under the Multistate Compact option (see Other Apportionment Methods, Multistate Compact Option on preceding page), every group, person or organization considered to be taxed as a corporation for federal income tax purposes shall be a corporation for Colorado income tax purposes. A tax is levied for each taxable year on each corporation doing business in Colorado on its net income from Colorado sources at rates as specified in the following tables.

(a) For taxable years beginning on or after January 1, 1982 but before January 1, 1983 the tax rate was 5% subject to the following reduction:

| Taxable Income |              | Statutory Reduction |                                   |
|----------------|--------------|---------------------|-----------------------------------|
| Over           | But Not Over |                     |                                   |
| \$ 0           | \$ 25,000    | 1%                  |                                   |
| \$ 25,000      | \$ 75,000    | \$ 250              | plus 1/2% of excess over \$25,000 |
| \$ 75,000      |              |                     | \$500                             |

The tax rate and reduction translates into tax rates as follows:

| Taxable Income |              | Tax      |                                     |
|----------------|--------------|----------|-------------------------------------|
| Over           | But Not Over |          |                                     |
| \$ 0           | \$ 25,000    | 4%       |                                     |
| \$ 25,000      | \$ 75,000    | \$ 1,000 | plus 4 1/2% of excess over \$25,000 |
| \$ 75,000      |              | \$ 3,250 | plus 5% of excess over \$75,000     |

(b) For taxable years beginning on or after January 1, 1983 but before July 1, 1986 the rate was 5%.

(c) For taxable years beginning on or after January 1, 1986 but before July 1, 1987 the rate will be 6% subject to the following reduction:

| Taxable Income |              | Statutory Reduction                    |  |
|----------------|--------------|--|--|
| Over           | But Not Over |  |  |
| \$ 0           | \$ 50,000    | .75%                                   |  |
| \$ 50,000      | \$ 200,000   | \$375 plus .5% of excess over \$50,000 |  |
| \$ 200,000     |              | \$ 1,125                               |  |

The tax rate and reduction translates into tax rates as follows:

| Taxable Income |              | Tax       |                                   |
|----------------|--------------|-----------|-----------------------------------|
| Over           | But Not Over |           |                                   |
| \$ 0           | \$ 50,000    | 5.25%     |                                   |
| \$ 50,000      | \$ 200,000   | \$ 2,625  | plus 5.5% of excess over \$50,000 |
| \$ 200,000     |              | \$ 10,875 | plus 6% of excess over \$200,000  |

Only one application of the rate reduction is allowed for a taxable year in the case of a *controlled group* of corporations, as defined in Section 1563(a) of the Internal Revenue Code, filing separate Colorado income tax returns. The reduction is to be allocated at the election of the group.

Example: Assume the Colorado net incomes of the ABC controlled corporate group for 1987 are as follows:

|               |                    |
|---------------|--------------------|
| A Corporation | \$ 150,000         |
| B Corporation | \$ 50,000          |
| C Corporation | (\$ 90,000) (loss) |

The total Colorado net incomes (excluding net losses) of the group is \$200,000 and the net reduction in tax would be \$2,375. The \$2,375 can be claimed by either corporation A or B or divided between them as they elect.

### Corporation Declaration of Estimated Tax

Corporations are required to file a Colorado declaration of estimated income tax if it can reasonably expect that the corporation's net Colorado income tax liability for the taxable year will exceed \$5,000 minus the smaller of:

- (1) The Corporation's estimated revenue tax liability for the same tax year, or
- (2) \$1,000.

Corporations which do not pay sufficient estimated tax during the taxable year may be subject to an underpayment penalty.

### Tax Credits

The tax credits provide a direct offset against tax liability. The statutes provide that the investment credit is limited to the tax liability remaining after the new business facilities credit and the pollution control property tax credit. No other guidance is given statutorily as to the sequence in which the credits are to be claimed.

### New Business Facilities Credit

If the new business facility is located in a county with more than 50,000 population, the credit is \$50 for each new business facility employee and \$50 for each \$100,000 of new business facility investment. As of the latest federal census, these provisions would apply in the counties of Adams, Arapahoe, Boulder,

Denver, El Paso, Jefferson, Larimer, Mesa, Pueblo and Weld. If the new business facility is located in a county with less than 50,000 population, the credit amounts become \$100 instead of \$50. In either case, the total credit is limited to 50 percent of the tax due on the new business facility income.

An expanded business may qualify as a new business facility if the expansion exceeds \$1 million or if the expansion exceeds 100% of its investment in the original facility. To be eligible for the credit, the facility must be acquired on or after July 1, 1978 and prior to December 31, 1983 and may be carried forward for each of the nine succeeding taxable years.

Any taxpayer who establishes a new business facility located in an enterprise zone established under the provisions of 39-30-103 C.R.S. for at least one year shall be allowed, for the first full income tax year while located in such an enterprise zone, a credit or refund against the Colorado income tax of five hundred dollars for each new business facility employee who is working within the zone. This credit shall be in lieu of any other new business facility credit.

### Pollution Control Property Tax Credit

The pollution control property tax credit was 30% of the amount of property taxes paid on pollution control property certified as such by the Colorado Department of Health. The credit also applies to payments in lieu of taxes paid in Colorado. The amount of the credit which may be claimed against Colorado income tax is limited to the income tax liability for the tax year reduced by any new business facility credit claimed. The pollution control property tax credit applied to tax years beginning before January 1, 1983 and may be carried forward to the five succeeding tax years.

### Investment Tax Credit

The Colorado investment tax credit for a given year is the sum of the Colorado investment tax credit carried over from preceding taxable years, the investment tax credit for the current taxable year, and the investment tax credit carried back from subsequent tax years. The credits are to be claimed in the order in which they were created with the oldest credit to be claimed first, the second oldest credit to be claimed next, etc. To the extent the federal investment credit is repealed for years beginning on or after January 1, 1986, there would be no Colorado credit for such

years except for credits carried over from earlier tax years <sup>8/</sup>.

The Colorado investment credit since 1982 has been 10 percent of the tentative federal investment tax credit for the same taxable year on assets located in Colorado. The credit is limited to the tax liability after reduction by other credits claimed and is limited to the first \$5,000 of tax liability plus 25 percent of tax liability over \$5,000. Unused investment tax credits may be carried back for three tax years, but not beyond January 1, 1979, and forward for seven tax years. In the case of a controlled group of corporations, the limitation amounts shall be apportioned among the members of the controlled group.

### **Investment Tax Credit Recapture**

If any corporation is required to redetermine the federal investment credit because of premature disposition or reclassification of an asset, such corporation must redetermine the Colorado investment credit for the same tax year. With respect to ACRS property acquired during a taxable year beginning on or after January 1, 1982 and prematurely disposed of or reclassified on or after May 26, 1983, the recapture shall be determined in accordance with the recapture percentage table contained in Section 47(a) of the Internal Revenue Code.

If such redetermination results in a reduction of the Colorado investment credit for such year or for any year to which credit was carried, the reduction shall constitute an increase in Colorado income tax for that tax year and the amount of any investment tax credit carryback or carryover must be recomputed as appropriate.

### **Commercial Energy Credit**

The commercial energy credit is a commercial, industrial and agricultural credit equal to 10 percent of expenditures for energy property and thirty percent of expenditures for solar or wind energy property which is located in Colorado during the taxable years 1981 through 1986. Energy property is as defined in Section 48(1)(3) of the Internal Revenue Code of 1954. The maximum expenditure for which credit will be allowed is \$1,250,000 for 1981, \$1,750,000 for 1982, and \$2,250,000 for each of the taxable years 1983, 1984, 1985 and 1986. Energy property consists of such as boilers, burners or other equipment which is designed to use fuel other

than oil, natural gas or any product of oil and natural gas.

### **Crop-Livestock Credit**

A credit is allowed with respect to the value of crops or livestock contributed to charitable organizations during the taxable year. This credit applies to taxable years beginning on or after January 1, 1982 and may not exceed \$1,000 per year. This credit may not exceed any tax liability remaining after previous credits have been claimed. Unused credits may be carried forward as an offset against tax liability for up to five years.

### **Impact Assistance Credit**

This credit applies to income taxes imposed on income derived from new or expanded mining or milling operations for tax years beginning after January 1, 1981. The credit is equal to contributions made by the corporation prior to commencement of operations to local governments to assist in solving impact problems created by such operation. Each contribution shall be based on an agreement between the taxpayer and the unit of local government and may be claimed against its income tax liability during the first five years of operation.

### **Inventory Property Tax Credit**

For taxable years beginning on or after January 1, 1979, taxpayers are allowed a refundable credit in an amount equivalent to a percentage of the general property tax paid to a political subdivision of Colorado on freeport merchandise, stocks of merchandise and livestock. The percentage of property tax allowed as a credit is 20% for 1979, 40% for 1980, 60% for 1981, 80% for 1982 and 100% for 1983. As a result of a 1982 Constitutional amendment, inventories and livestock will not be assessed in 1983 and years thereafter for property tax purposes.

### **Residential Energy Loan Credit**

For taxable years beginning on or after January 1, 1983, lending institutions are allowed a credit with respect to loans made to resident individuals for the purchase of energy-conserving measures and/or renewable energy property under the conditions that the individuals will not claim a residential energy credit with respect to expenditures made from such loan, and

that the loan shall be made at a 10% annual interest rate.

The credit shall be the difference between the average prime interest rate for the year the loan was made and 10% (except that such difference may not exceed 5%) multiplied by the principal amount of loan repaid during the taxable year, but such principal amount may not exceed the residential energy credit the resident individual debtor could have claimed.

### Appendix Footnotes

<sup>1/</sup> 39-22-301 et seq., Colorado Revised Statutes.

<sup>2/</sup> 24-60-1301 et seq., Colorado Revised Statutes.

<sup>3/</sup> 10-3-209 et seq., Colorado Revised Statutes.

<sup>4/</sup> Public Law 86-272.

<sup>5/</sup> Joslin Dry Goods Co. v. Dolan, 200 Colo. 291, 615P.2d16(1980).

<sup>6/</sup> 39-22-303, Colorado Revised Statutes.

<sup>7/</sup> Net operating losses incurred in taxable years beginning prior to January 1, 1984 may be carried backward and forward for the same number of years as a federal net operating loss.

<sup>8/</sup> The Colorado investment credit has been restored for tax years commencing on or after January 1, 1988 limited to tax liability, reduced by a special new business facility credit, or \$1,000.

## Appendix B. Description of Limitations of Statistical Sample

This study was based on a sample of Colorado corporate income tax returns processed by the Department of Revenue during the fiscal year July 1, 1986 through June 30, 1987. Amended returns and audit adjustments are not included in the sample. This appendix describes the sampling procedure and indicates the statistical reliability of the sample.

A total of 71,528 corporate income tax returns were processed during fiscal year 1986. Six strata were created based on the amount of state corporate income tax liability and these were sampled at rates ranging from one out of every 20 returns in the non-tax group to every return when the total liability exceeded \$10,000. This procedure yielded a sample size of approximately 7,562 returns. Information from each of these returns was transcribed to worksheets,

entered onto a computer data file, and verified by a series of edit checks.

The coefficient of variation (standard deviation as a percentage of the mean) is a measure of frequently used to judge the accuracy of a sample. The implication of this measure with respect to tax liability is that if one were to take 100 similar samples of these tax returns, in 95 percent of the samples the estimated value of the Colorado tax liability would be within 0.05 percent of actual value of Colorado tax liability.

Colorado corporate income tax reported to the Department of Revenue amounted to \$112.5 million. The estimate based on this sample was \$113.3 million or a difference of 0.7 percent of the reported value. Table B shows the statistical reliability of Colorado tax liability by each of the six selected tax strata.

**Table B Statistical Reliability of the Colorado Corporate Income Tax by Tax Class**

| Tax Class       | Number<br>In Sample | Estimated<br>Coefficient<br>Of Variation | Tax Liability<br>(\$000) |
|-----------------|---------------------|--|--------------------------|
| \$ 0            | 1,569               | 0.00                                     | \$ 0                     |
| \$ 1 to 500     | 924                 | 2.55                                     | 1,560                    |
| 500 to 1,500    | 808                 | 0.97                                     | 4,470                    |
| 1,500 to 3,000  | 705                 | 0.64                                     | 6,061                    |
| 3,000 to 10,000 | 1,488               | 0.54                                     | 11,321                   |
| Over 10,000     | 1,065               | 0.00                                     | 89,996                   |
| Total           | 6,559               | 0.02                                     | \$ 113,349               |

Note: Statistical measures compiled only for corporations subject to tax.

FYE 1988  
CORPORATE TAX STUDY

CODES

- 1. Activity \_\_\_\_\_
- 2. Tax Period \_\_\_\_\_
- 3. Foreign/Domestic \_\_\_\_\_
- 4. Business Code \_\_\_\_\_
- 5. Apportionment Method \_\_\_\_\_
- 6. Consolidated Return \_\_\_\_\_
- 7. Combined Report \_\_\_\_\_
- 8. Schedule TC \_\_\_\_\_
- 9. Year of Return \_\_\_\_\_

TRANSCRIBER: \_\_\_\_\_

DATE \_\_\_\_\_

INCOME TAX

- 1. Federal Taxable Income \_\_\_\_\_
- 11. Mod. Fed. Taxable Income \_\_\_\_\_
- 12. Colo. Tax. Inc. before OLD \_\_\_\_\_
- 13. Colo. OLD \_\_\_\_\_
- 14. Colo. Taxable Income \_\_\_\_\_
- 15. Colorado Tax \_\_\_\_\_
- 16. Business Facility Credit \_\_\_\_\_
- 17. Impact Assistance Credit \_\_\_\_\_
- 18. Pollution Control \_\_\_\_\_
- 19. Commercial Energy \_\_\_\_\_
- 20. Regular Investment Credit \_\_\_\_\_
- 21. ITC carryover \_\_\_\_\_
- 22. Ent. Zone ITC \_\_\_\_\_
- 23. Ent. Zone NBE Crd \_\_\_\_\_
- 24. Net Tax \_\_\_\_\_
- 25. Investment Recap \_\_\_\_\_
- 27. Payments \_\_\_\_\_
- 29. Balance Due \_\_\_\_\_
- 32. Overpayment \_\_\_\_\_
- 33. Overpayment credit \_\_\_\_\_
- 34. Overpayment refunded \_\_\_\_\_

C. BALANCE SHEET

- 14. Total Assets - Year End \_\_\_\_\_
- 15-20. Total Liability - Year End \_\_\_\_\_
- 21-26. Stockholder equity \_\_\_\_\_

D. INCOME

- 1. Gross Receipts \_\_\_\_\_
- 2. Cost of goods sold \_\_\_\_\_
- 3. Gross profit \_\_\_\_\_
- 4. Dividends \_\_\_\_\_
- 5. Interest \_\_\_\_\_
- 6. Rents \_\_\_\_\_
- 7. Royalties \_\_\_\_\_
- 8, 9. Capital Gains \_\_\_\_\_
- 10. Other Income \_\_\_\_\_
- 11. Total Income \_\_\_\_\_

E. COLORADO APPORTIONMENT FORMULA

- 9. Revenue Factor
  - a. Colo. Revenue \_\_\_\_\_
  - b. Total Revenue \_\_\_\_\_
  - c. Percent a/b \_\_\_\_\_
- 19. Property Factor
  - a. Colorado Average \_\_\_\_\_
  - b. Total Average \_\_\_\_\_
  - c. Percent a/b \_\_\_\_\_

F. MULTISTATE APPORTIONMENT FORMULA

- 1. Property Factor
  - h(1). Colorado Average \_\_\_\_\_
  - h(2). Total Average \_\_\_\_\_
  - i. Percent h(1)/h(2) \_\_\_\_\_
- 2. Payroll Factor
  - a. Colo. Payroll \_\_\_\_\_
  - b. Total Payroll \_\_\_\_\_
  - c. Percent a/b \_\_\_\_\_
- 3. Revenue Factor
  - e(1). Colo. Revenue \_\_\_\_\_
  - e(2). Total Revenue \_\_\_\_\_
  - f. Percent e(1)/e(2) \_\_\_\_\_

G. NON-BUSINESS INCOME

- 7. Total Income Directly Allocable
  - a. Rents/Royalties \_\_\_\_\_
  - b. Capital Gains \_\_\_\_\_
  - c. Interest/Dividends \_\_\_\_\_
  - d. Patents/Copyrights \_\_\_\_\_
  - e. Total \_\_\_\_\_
- 10. Colorado Income Directly Allocable
  - a. Rents/Royalties \_\_\_\_\_
  - b. Capital Gains \_\_\_\_\_
  - c. Interest/Dividends \_\_\_\_\_
  - d. Patents/Copyrights \_\_\_\_\_
  - e. Total \_\_\_\_\_