



# CORPORATE NET INCOME TAX FORECAST

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## CURRENT LAW

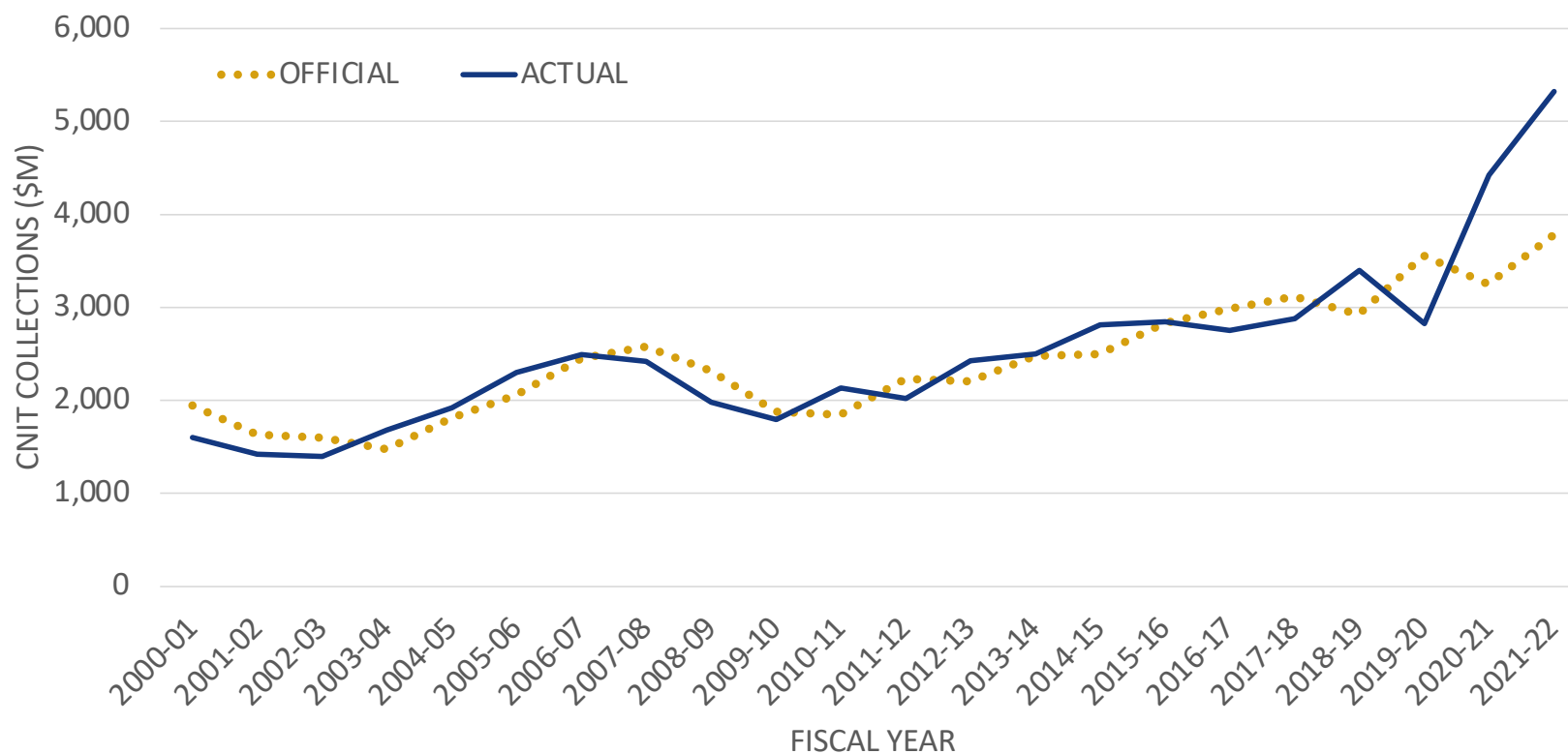
- Filing method - Strict separate reporting
- Rate – 9.99% (through 2022)
- Apportionment – 100% sales factor
- Net Operating Losses – 40% cap
- Bonus Depreciation – MACRS for PPIS 9/2017 forward

# CHANGES IN LAW

	2000	2001	2002	2003	2004	2005	2006	2007	2008	2009	2010	2011	2012	2013	2014	2015	2016	2017	2018	2019	2020	2021	2022
<b>SALES FACTOR</b>																							
<b>NOL CAP</b>																							
<b>BONUS DEP</b>																							

- Sales factor – 2013 forward
- NOL cap – 40% for 2019 forward
- Bonus depreciation – PPIS 9/2017 forward

## PERFORMANCE OVER TIME



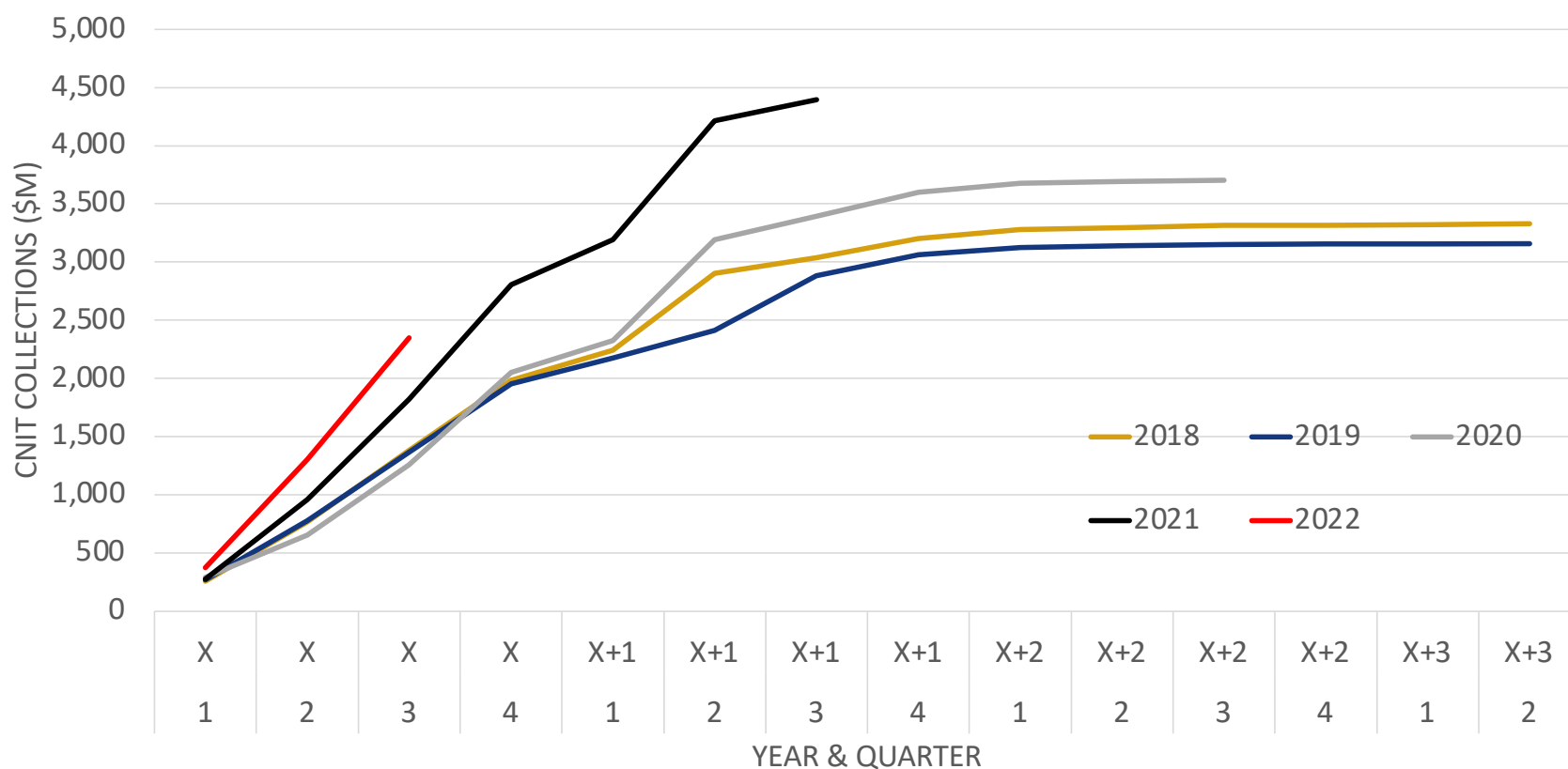
## PREVIOUS MODELS

- Tax year payments vs. quarterly receipts
- Adjustment for tax law changes
- Occasionally Industry-specific
- Different corporate profit variables

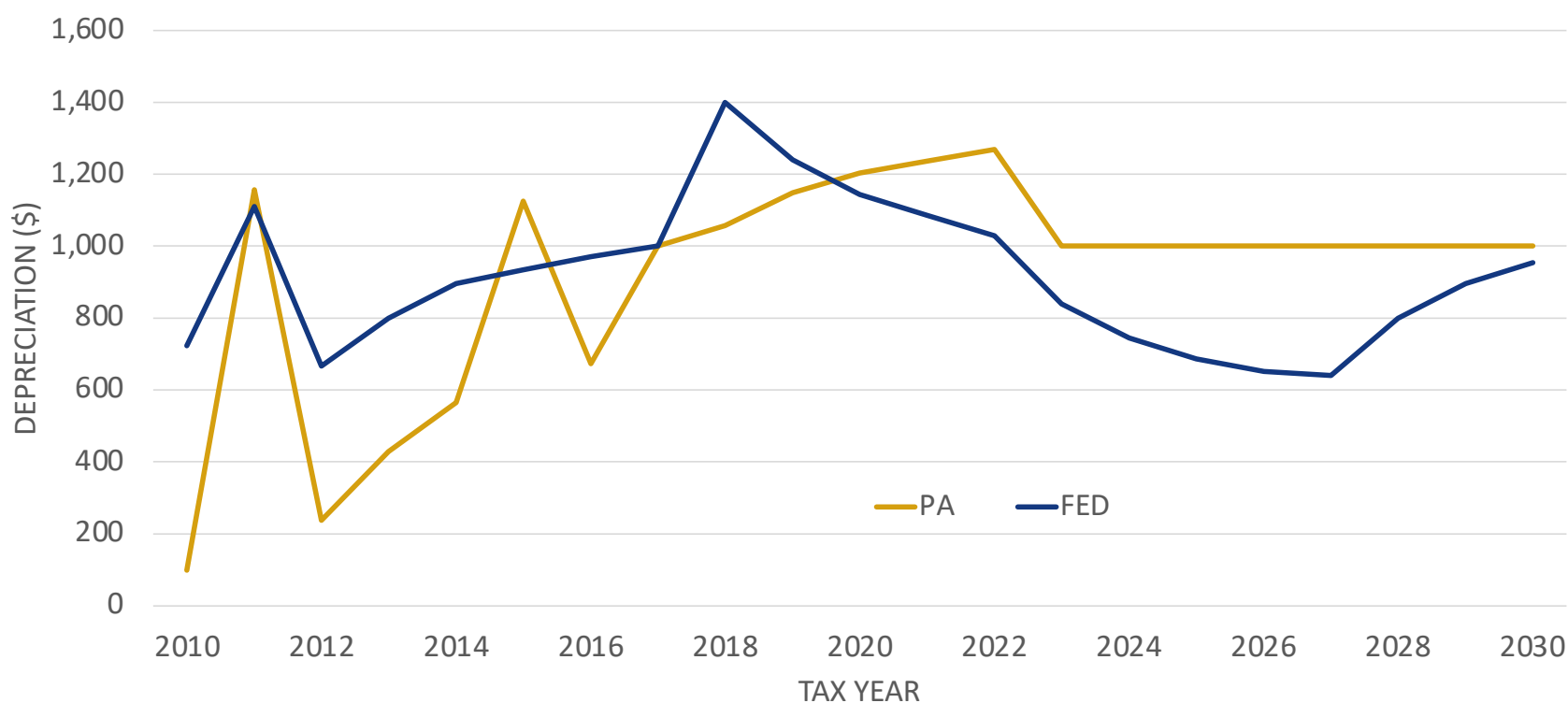
## CURRENT MODEL

- Tax year payments
- ZBIVA (Before-Tax Corporate Profits With IVA)
- Adjustment for treatment of bonus depreciation
- Forecasted liability growth for 2022 forward
- Structural calculation for prior tax years

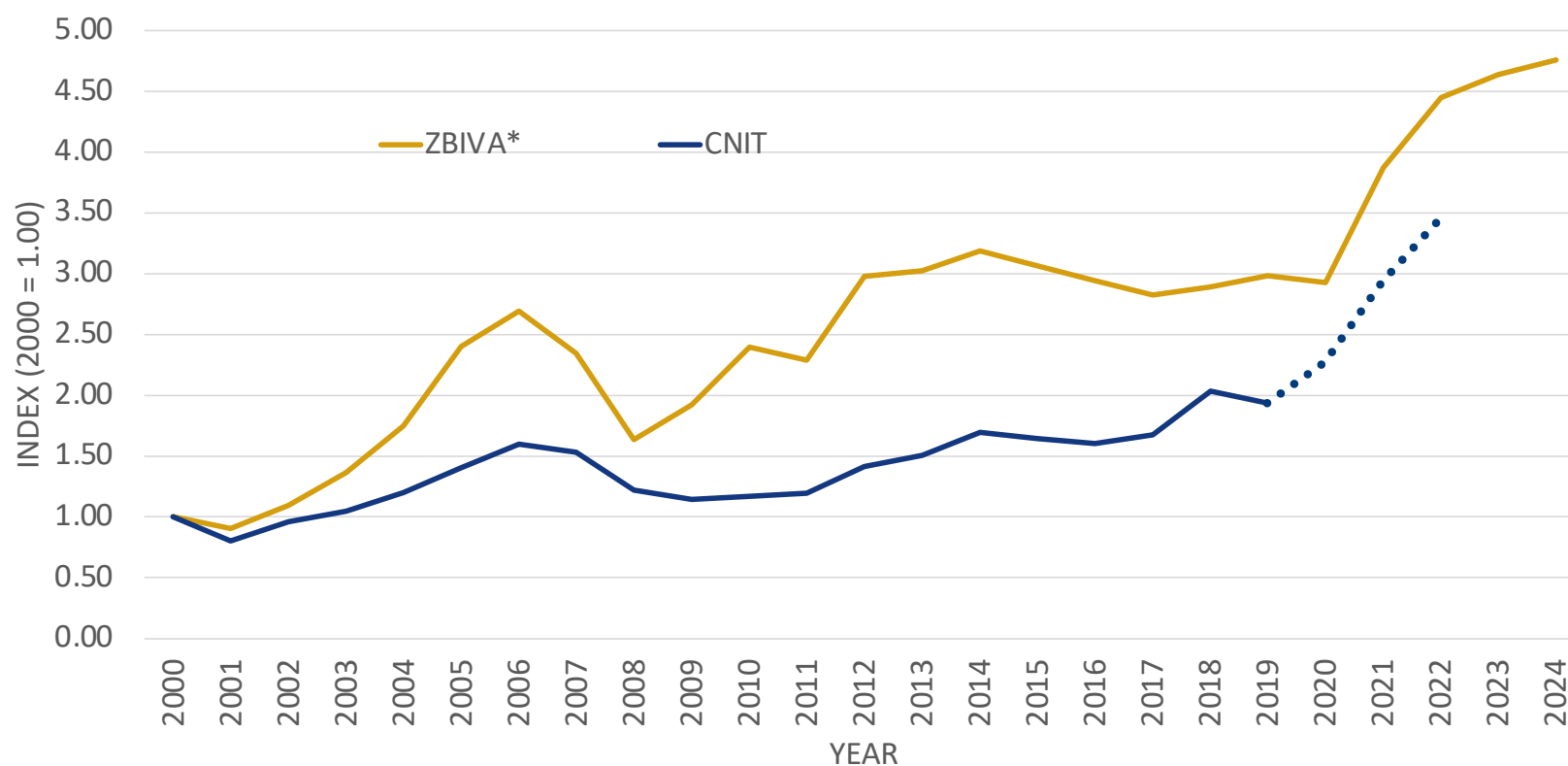
# TIMING OF PAYMENTS



# BONUS DEPRECIATION



# CORPORATE PROFITS VS. CNIT PAYMENTS



**Questions?**

