



# Business Taxes: Data, Model Features, and Projections

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# Overview



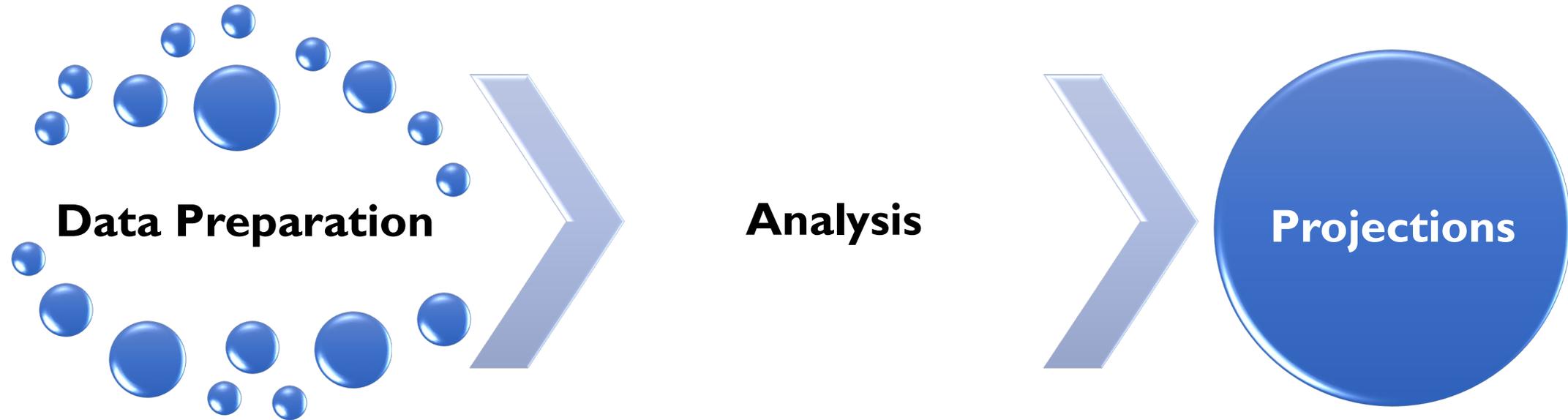
## Background – Alternative Business Taxes

#	Proposed Tax
1	Flat Corporate Income Net Receipts Tax (F-CINRT)
2	Graduated Corporate Income Net Receipts Tax (G-CINRT)
3	Value Added Tax (VAT)
4	Margins Tax (MT)

# Data and Revenue Neutral Rates

Alternative Tax	Revenue Neutral Rates	Data Sources
F-CINRT	3.7%	<u>IRS:</u> - Form 1120 (C-Corps) - Form 1120S (S-Corps) - Form 1065 (Partnerships)  <u>Department of Revenue:</u> - Excise Tax Data  <u>Economic &amp; Revenue Forecast Council:</u> - Bureau of Economic Analysis - Bureau of Labor Statistics
G-CINRT	3.3% - 3.75%	
VAT	2.6%	
Margins Tax	2.5%	

# Model Features

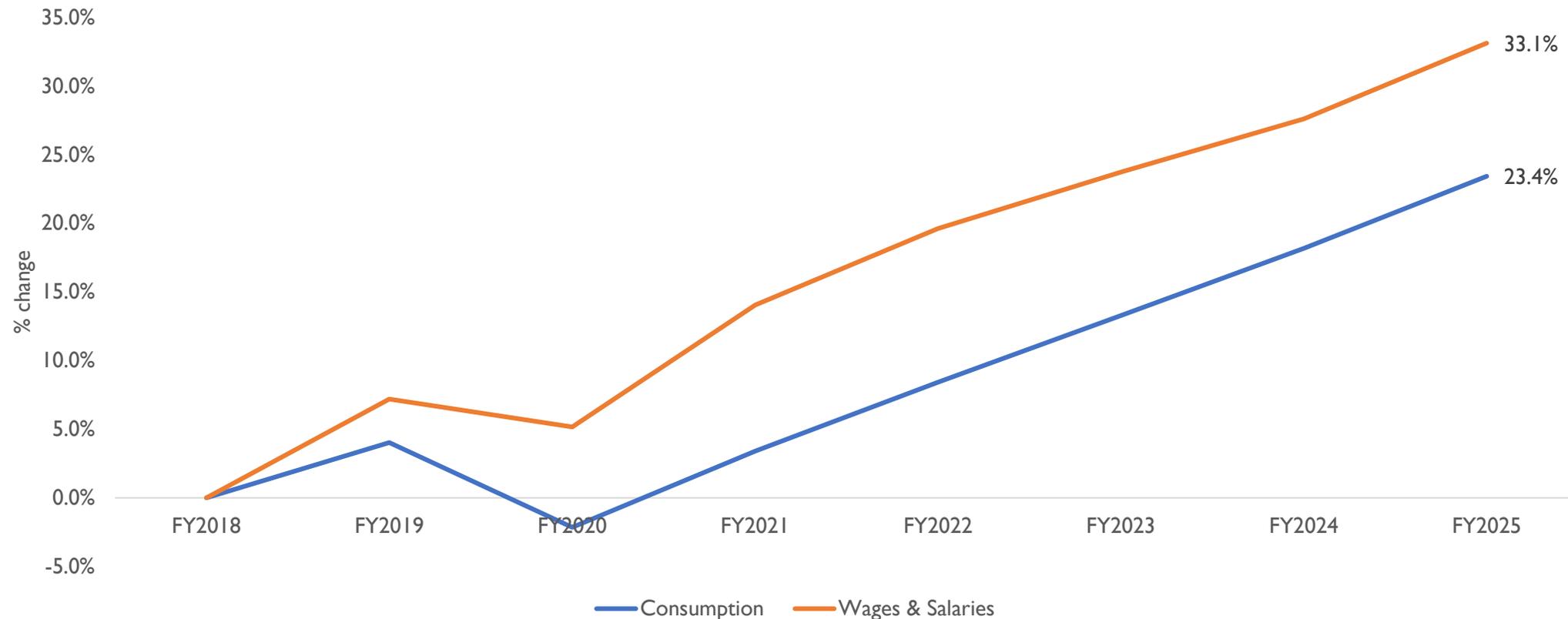


# Economic & Revenue Forecast Council

- ERFC is tasked to **provide forecasts** per [RCW 82.33.020](#)
- **Key forecasts:**
  - (i) Consumer Spending;
  - (ii) Wage and Salaries;
  - (iii) Employment; and
  - (iv) Before-Tax Corporate Profits.

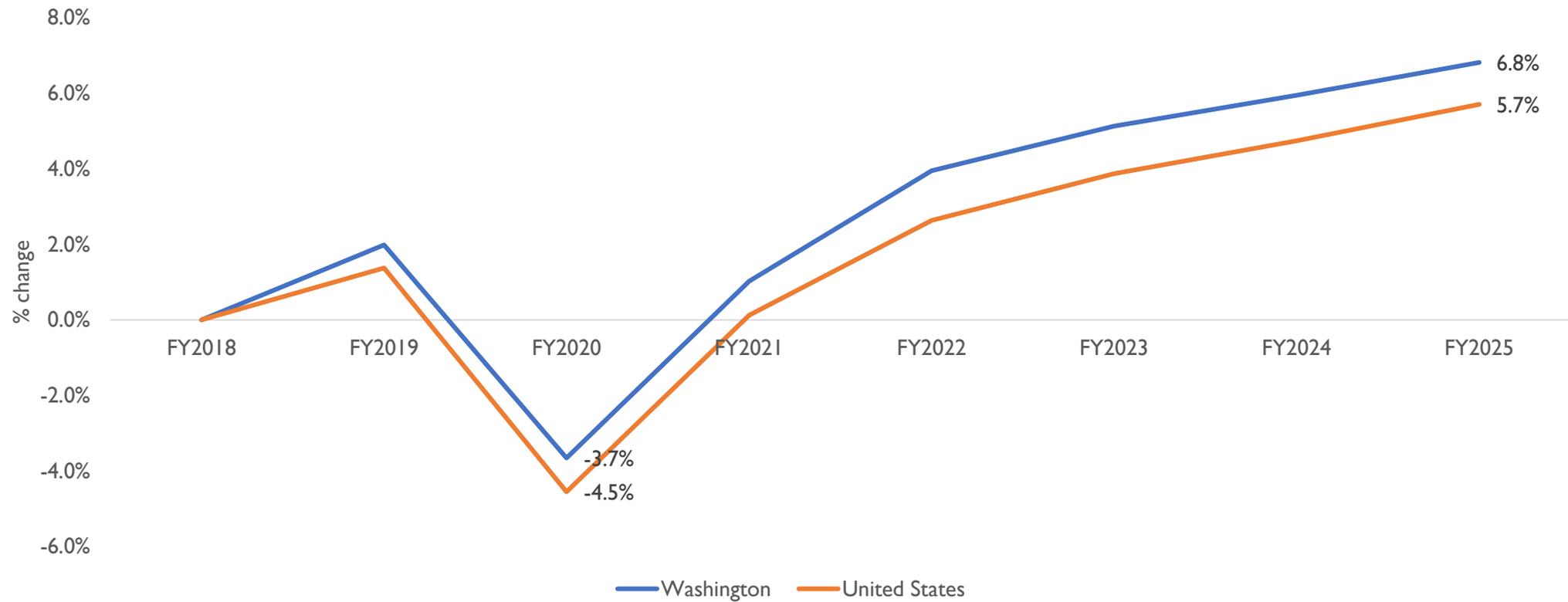
# Consumption & Wages and Salaries

Consumption, Wages and Salaries  
(2018 Base Year)

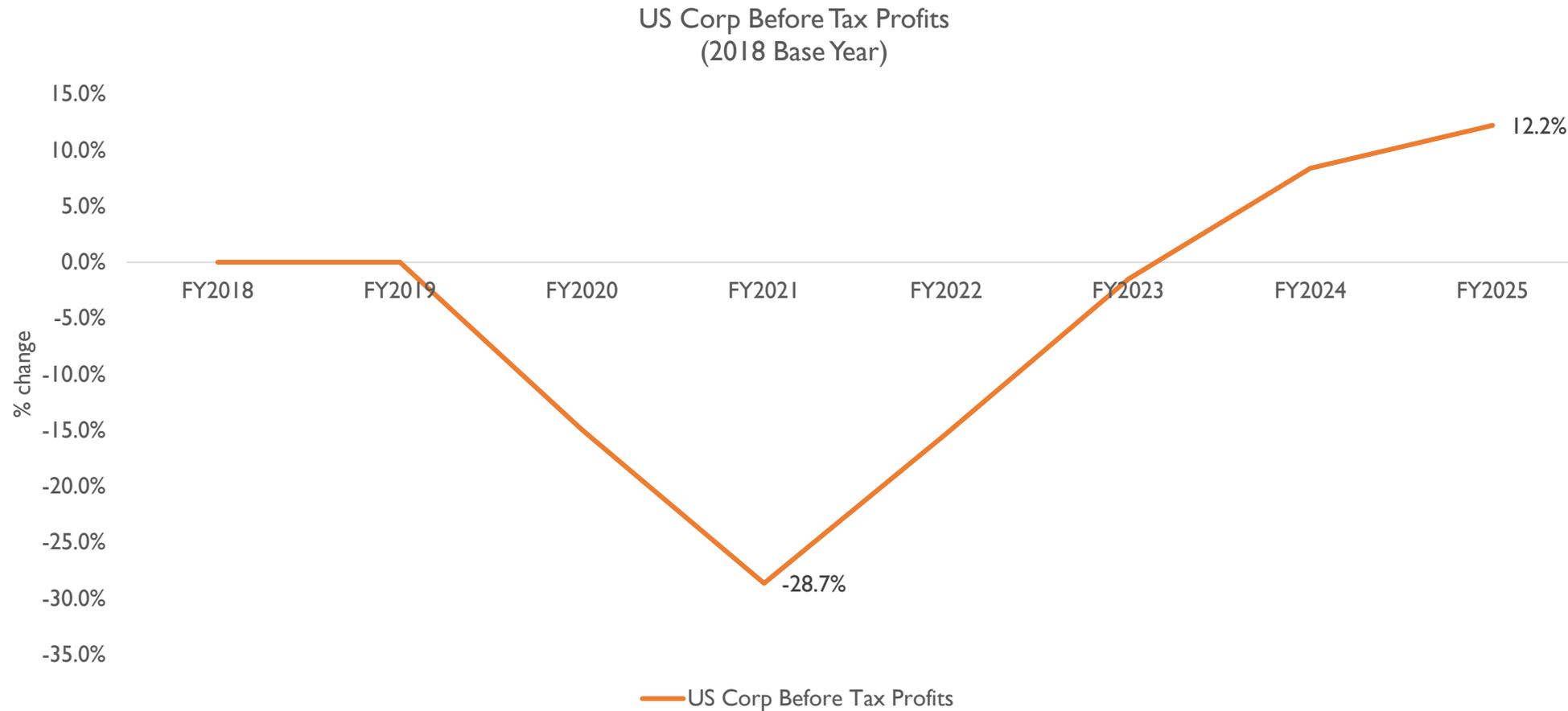


# Employment

Employment - Washington and United States  
(2018 Base Year)



# US Corp Before Tax Profits



# Projected Revenues, by Alternative Business Tax

