

Anchorage Business Activity Tax
 Estimated Receipts by Business Size and Effect of Exemption
 2006 Pro Forma

Effects of Exemption for Smaller Businesses					Decrease Revenue		Increase Tax Rate
Annual Revenue per business	Total	% of Businesses off Taxpayer Roles	% of Potential Receipts not Taxed	0.7%		Cumulative taxes at indicated rate with no Exemption	Total taxes with indicated level of exemption
All businesses	20,174						131,009,509
Annual Revenue less than \$25,000	9,210	46%	2%	3,162,279	135,527,721		0.0067
\$25,000 to \$50,000	1,863	55%	4%	4,892,948	133,797,052		0.0068
\$50,000 to \$100,000	2,043	65%	6%	7,680,491	131,009,509		0.0069
\$100,000 to \$250,000	2,751	79%	10%	13,562,049	125,127,951		0.0072
\$250,000 to \$500,000	2,054	89%	14%	19,220,489	119,469,511		0.0076
\$500,000 to \$1,000,000	1,554	97%	18%	24,314,299	114,375,701		0.0079
\$1,000,000 or more	700	100%	100%	138,690,000	-		n/a

Total Number of Businesses in Anchorage by Annual Revenue									
Annual Revenue per business	Number of Businesses				Amount of Receipts / Exemptions				
	Total	Corporations	Partnerships and LLCs	Sole Proprietors	Median Revenue within each group	Estimated Total Receipts for each group	Amount of Taxable Revenues Lost from Businesses Exempted by this Threshold and Below	Amount of Taxable Revenues Exempted in Businesses with Higher Receipts	Total Effect of Exemption
All businesses	20,174	6,952	4,167	9,055		20,100,000,000			
Annual Revenue less than \$25,000	9,210	1,931	1,158	6,121	20,000	184,195,023	184,195,023	274,106,222	458,301,244
\$25,000 to \$50,000	1,863	478	286	1,098	37,500	69,853,553	254,048,576	455,074,372	709,122,948
\$50,000 to \$100,000	2,043	760	456	827	75,000	153,248,172	407,296,748	705,817,848	1,113,114,596
\$100,000 to \$250,000	2,751	1,388	832	530	175,000	481,429,798	888,726,546	1,076,787,767	1,965,514,313
\$250,000 to \$500,000	2,054	1,067	640	347	375,000	770,171,881	1,658,898,427	1,126,679,692	2,785,578,119
\$500,000 to \$1,000,000	1,554	915	548	91	750,000	1,165,339,063	2,824,237,489	699,573,968	3,523,811,457
\$1,000,000 or more	700	412	247	41	24,694,690	17,275,762,511	20,100,000,000	-	20,100,000,000

Note: 20.1 billion base receipts is calculated as 18.5 billion plus 1.6 billion as described in table two of May 30 Larson Memo Business Spreadsheet,