

# Individual Income Tax Returns, 1993: Early Tax Estimates

by Michael E. Weber

**E**arly estimates for Tax Year 1993, which are based on individual income tax returns filed through April 1994, show that between 1992 and 1993 "adjusted gross income" (AGI) grew by 2.3 percent, from \$3,254 billion to \$3,328 billion; "taxable income" grew by 2.2 percent, from \$2,103 billion to \$2,150 billion; and total income tax increased by 4.9 percent, from \$408 billion to \$428 billion. Much of the increase in total income tax reflects the impact of the new marginal tax rates of 36 and 39.6 percent applicable to higher incomes. Of the sources of income, salaries and wages increased by 2.8 percent, roughly matching the 3.0 percent annual rate of inflation; taxable interest income fell 16.6 percent, reflecting the decline in interest rates; and dividend income increased by 7.4 percent. Itemized deductions remained essentially unchanged. The amount of "earned income credit" (EIC) claimed increased 17.4 percent, from \$12.4 billion to \$14.6 billion, at least partially reflecting a statutory liberalization of the EIC.

Data for this article were derived from the "Early Tax Estimates," or ETE, a subset of returns included in the full sample used for *Statistics of Income--Individual Income Tax Returns* for 1993. The ETE sample was developed in order to provide reliable estimates expeditiously following the close of the regular tax return filing season. Each return in the ETE sample represents approximately 5,000 returns in the population. In contrast to the estimated 106,000 individual tax returns selected for the full *Statistics of Income* (SOI) sample, the size of the 1993 ETE subsample of returns filed through the end of April 1994 was only 21,196. Although 1993 represents only the second time this sample has been used for early data, the taxpayers included in the ETE sample have been included in the *Statistics of Income* samples each year since Tax Year 1979, provided that the taxpayer filed a return for the given year.

To provide some insights into how the ETE subsample of returns filed through April relates to the full-year SOI sample, Figure A compares estimates of key income and other items from both samples for Tax Year 1992. For many items the ETE subsample of returns filed through April provides reliable data. An example is salaries and wages, for which there is only a 9.5 percent difference between the estimates from the two samples. For other items, however, the ETE subsample does not provide reliable data. An example of an unreliable item is net capital gain, for which

there is a 78.5 percent difference between the estimates for the two samples. Other items for which the ETE subsample provides unreliable data are: partnership, S Corporation and sole proprietorship net income or loss, and alternative minimum tax. These items are often reported in sizable but varying amounts on returns filed after April. Returns filed after April are mainly those for which filing extensions have been taken, and many of these returns are for high-income taxpayers. As a result, early estimates for the items listed above (and also for high-income returns in general) should be used with caution.

A second problem with the estimates from high-income returns is the relatively high sampling variability. Since the ETE subsample is a simple random sample not stratified to favor these taxpayers, there may not be a sufficient number of returns to present an accurate picture of this part of the individual income tax return population. The discussion that follows focuses only on those tax return items and those taxpayer characteristics for which the ETE subsample offers reliable estimates.

## Selected Sources of Income and Statutory Adjustments

"Adjusted gross income" (AGI) grew by 2.3 percent from \$3,254 billion for 1992 to \$3,328 billion for 1993 even though the number of returns filed increased by only 0.5 percent (Figure B). Salaries and wages, the principal income source, increased by 2.8 percent from \$2,562 billion for 1992 to \$2,635 billion. Both the rate of AGI growth and salary growth were less than the 3.0 percent annual rate of inflation for 1993 [1].

The principal components of AGI and "statutory adjustments" to AGI are shown in Tables 2 and 3, respectively. In addition to the increase in salaries and wages, there were significant changes in several other components from 1992 to 1993 (Figure B). Falling interest rates were a principal cause of a 16.6 percent decline in reported taxable interest income. Unemployment compensation income also decreased by 14.2 percent. This was related to the decline in the national unemployment rate from 7.4 percent for 1992 to 6.8 percent for 1993 [2]. On the other hand, dividend income rose by 7.4 percent.

Taxable income from retirement plans increased as well. Taxable Individual Retirement Arrangement (IRA) distributions increased by 15.0 percent, from \$28.9 billion for 1992 to \$33.3 billion. This followed a 35-percent increase, from \$21.4 billion for 1991 to \$28.9 billion, for 1992. Taxable

**Total income tax increased by 4.9 percent, reflecting the effect of the two new marginal tax rates.**

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# Individual Income Tax Returns, 1993: Early Tax Estimates

Figure A

## Comparison of Selected Early Tax Estimates (ETE) Data and Final SOI Data, Tax Year 1992

[Money amounts are in millions of dollars]

Item	1992 ETE <sup>1</sup>	1992 final SOI data <sup>2</sup>	Percentage increase from ETE to final SOI data
	(1)	(2)	(3)
Adjusted gross income (less deficit).....	3,254,044	3,629,130	11.5
Salaries and wages.....	2,562,315	2,805,703	9.5
Taxable interest.....	144,928	162,343	12.0
Dividends.....	71,429	77,926	9.1
Taxable pensions and annuities.....	165,234	186,492	12.9
Unemployment compensation.....	29,194	31,393	7.5
Taxable social security benefits.....	20,144	23,139	14.9
Total statutory adjustments.....	29,602	35,464	19.8
Business income:			
Net income.....	115,775	173,502	49.9
Net loss.....	12,577	19,500	55.0
Capital gain:			
Net gain.....	69,956	124,841	78.5
Net loss.....	6,949	8,448	21.6
Rent and royalty:			
Net income.....	23,663	39,451	66.7
Net loss.....	19,857	32,220	62.3
Partnership and S Corporation:			
Net income.....	91,861	128,704	40.1
Net loss.....	17,157	41,053	139.3
Farm:			
Net income.....	7,762	10,042	29.4
Net loss.....	7,958	12,578	58.1
Taxable Individual Retirement Arrangement (IRA) distributions.....	28,912	26,273	-9.1
Other income:			
Net income.....	18,046	24,212	34.2
Net loss.....	14,617	44,828	206.7
Payments to self-employed (Keogh) retirement plans.....	6,004	7,592	26.5
Total itemized deductions.....	416,019	481,946	15.8
Total tax credits <sup>3</sup> .....	5,395	5,690	5.5
Total earned income credit.....	12,434	13,024	4.7
Total income tax <sup>4</sup> .....	408,219	476,239	16.7
Alternative minimum tax.....	688	1,357	97.2

<sup>1</sup> Data are based on a simple random sample of returns filed through April.

<sup>2</sup> Data are based on a stratified random sample of returns filed through December.

<sup>3</sup> Includes earned income credit used to reduce total income tax to zero.

<sup>4</sup> Total income tax was the sum of income tax after credits and alternative minimum tax less earned income credit.

pensions and annuities also increased, by 6.2 percent, from \$165.2 billion to \$175.5 billion.

Under statutory adjustments to income (which serve to reduce AGI), payments to self-employed (Keogh) retirement plans increased by 31.6 percent to \$7.9 billion from \$6.0 billion. For 1993, there was a 62.3 percent increase in the statutory adjustment for self-employment health insurance benefits compared to the amount reported for 1992. However, the 1992 amount, almost \$1.0 billion, was drastically understated due to the July 1, 1992, expiration of the provision authorizing this adjustment. The Omnibus Budget Reconciliation Act of 1993, enacted in August 1993, after virtually all 1992 returns were filed, extended this provision in the tax code retroactively to cover the period July 1, 1992, through December 31, 1993. Taxpayers

would have had to file their 1992 return after August 1993, or to have filed an amended return, to claim the full benefit of this adjustment for 1992. The returns used to produce the ETE article for 1992, however, were all filed by the end of April 1993, and do not reflect later amendments of those returns. Consequently, the 1992 ETE data understate the final adjustment claimed for 1992. (It should be noted that since the full SOI sample excludes amended returns, the final 1992 data for this adjustment will also be understated.)

### Itemized Deductions

The number of taxpayers itemizing deductions and the amount they claimed remained essentially unchanged for 1993, although there were some noticeable changes for

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**Figure B**

## Comparison of Total and Selected Sources of Income and Statutory Adjustments, Tax Years 1992 and 1993

[Number of returns is in thousands--money amounts are in millions of dollars]

Item	1992 ETE <sup>1</sup>		1993 ETE <sup>1</sup>		Percentage increase in amount
	Number of returns	Amount	Number of returns	Amount	
	(1)	(2)	(3)	(4)	(5)
<b>Adjusted gross income (less deficit).....</b>	<b>106,262</b>	<b>3,254,044</b>	<b>106,769</b>	<b>3,327,848</b>	<b>2.3</b>
Total income (less loss) <sup>2</sup> .....	106,262	3,283,646	106,769	3,358,306	2.3
Salaries and wages.....	90,243	2,562,315	91,650	2,635,278	2.8
Taxable interest.....	62,089	144,928	59,916	120,822	-16.6
Dividends.....	21,358	71,429	22,014	76,728	7.4
Taxable Individual Retirement Arrangement (IRA) distributions.....	( <sup>3</sup> )	28,912	( <sup>3</sup> )	33,255	15.0
Taxable pensions and annuities.....	16,560	165,234	17,088	175,519	6.2
Unemployment compensation.....	9,701	29,194	8,808	25,052	-14.2
Less: total statutory adjustments <sup>2</sup> .....	14,356	29,602	14,483	30,458	2.9
Payment to self-employed (Keogh) retirement plans.....	538	6,004	601	7,902	31.6
Self-employed health insurance deduction.....	2,165	947	2,215	1,537	62.3

<sup>1</sup> Data are based on the Early Tax Estimates (ETE) subsamples of returns used for Statistics of Income--Individual Income Tax Returns.

<sup>2</sup> Includes amounts not shown below.

<sup>3</sup> Not tabulated.

NOTE: All data are for returns filed through April.

specific deductions, such as for interest paid and for charitable contributions (Figure C). Falling interest rates in 1993 again contributed to a decline in interest deductions, which fell 4.1 percent to \$168.7 billion. Deductions for charitable contributions increased by 7.9 percent to \$58.4 billion. Additional data on itemized deductions classified by size of adjusted gross income are presented in Table 4.

### Taxable Income and Total Income Tax

The 2.3 percent growth in AGI was roughly matched by a 2.2 percent increase in "taxable income" (Figure D). However, total income tax, the sum of income tax after credits and the alternative minimum tax (AMT), increased 4.9 percent. A substantial portion of this increase was caused by the new marginal tax rates of 36 and 39.6 percent applicable to higher levels of income. As can be seen from

**Figure C**

## Returns with Itemized Deductions: Comparison of Adjusted Gross Income and Selected Itemized Deductions, Tax Years 1992 and 1993

[Number of returns is in thousands--money amounts are in millions of dollars]

Item	1992 ETE <sup>1</sup>		1993 ETE <sup>1</sup>		Percentage increase in amount
	Number of returns <sup>2</sup>	Amount	Number of returns <sup>2</sup>	Amount	
	(1)	(2)	(3)	(4)	(5)
<b>Adjusted gross income (less deficit).....</b>	<b>29,253</b>	<b>1,886,078</b>	<b>29,211</b>	<b>1,907,618</b>	<b>1.1</b>
Itemized deductions <sup>3</sup> .....	29,253	416,019	29,211	417,973	0.5
Medical and dental expense.....	4,974	22,119	5,028	22,830	3.2
Total interest paid deduction <sup>3</sup> .....	24,295	175,947	24,286	168,704	-4.1
Home mortgage interest:					
Paid to financial institutions.....	23,373	163,024	23,556	157,791	-3.2
Paid to individuals.....	2,334	6,681	2,043	6,174	-7.6
Contributions deduction.....	26,800	54,116	26,530	58,392	7.9

<sup>1</sup> Data are based on the Early Tax Estimates (ETE) subsample of returns used for Statistics of Income--Individual Income Tax Returns.

<sup>2</sup> Returns with no adjusted gross income are not included in the deduction counts. For this reason, the sum of returns with total itemized deductions after limitation and returns with total standard deduction is less than the total number of returns for all filers.

<sup>3</sup> Includes amounts not shown separately below.

NOTE: All data are for returns filed through April.

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**Figure D**

## Adjusted Gross Income, Taxable Income, and Total Income Tax, Tax Years 1992 and 1993

(Number of returns is in thousands—money amounts are in millions of dollars)

Item	1992 ETE <sup>1</sup>		1993 ETE <sup>1</sup>		Percentage increase in amount
	Number of returns	Amount	Number of returns	Amount	
	(1)	(2)	(3)	(4)	(5)
Adjusted gross income (less deficit).....	106,262	3,254,044	106,769	3,327,848	2.3
Taxable income.....	84,266	2,102,889	84,150	2,150,181	2.2
Total income tax <sup>2</sup> .....	80,547	408,219	79,957	428,299	4.9
Income tax after credits.....	80,531	407,531	79,931	427,337	4.9
Alternative minimum tax.....	190	688	289	962	39.8

<sup>1</sup> Data are based on the Early Tax Estimates (ETE) subsamples of returns used for Statistics of Income—Individual Income Tax Returns.

<sup>2</sup> The number of returns with total income tax is less than the sum of returns with income tax after credits and returns with alternative minimum tax because some returns reported both. The amount of total income tax is the sum of income tax after credits and alternative minimum tax less total earned income credit. If this calculation was negative, total income tax was limited to zero.

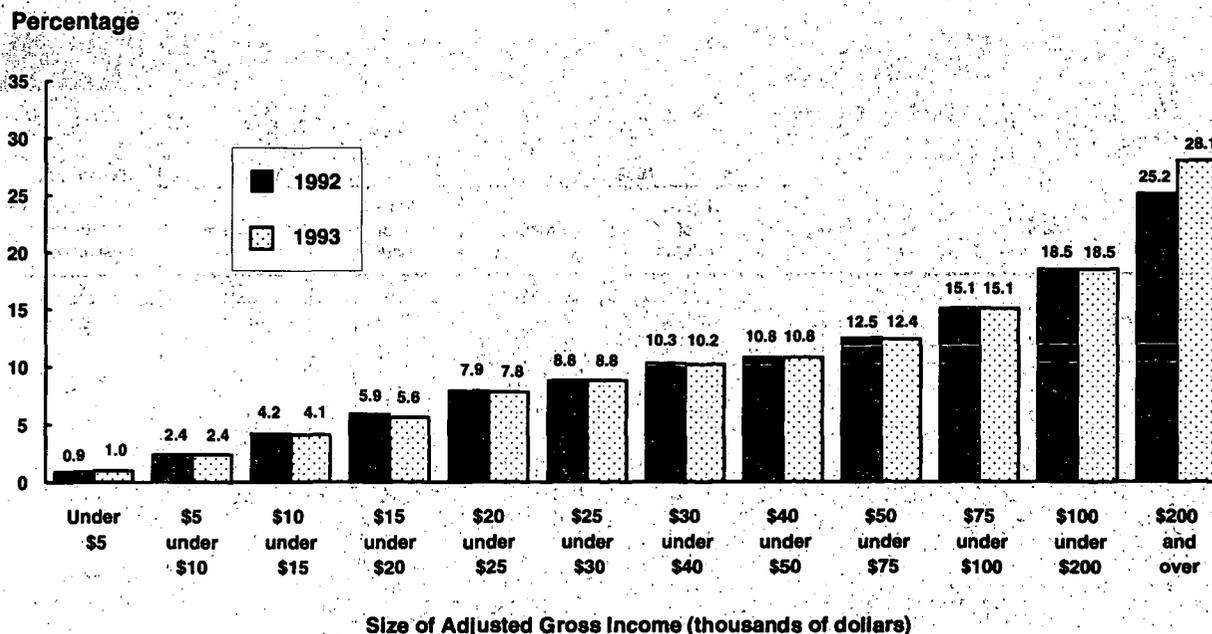
NOTE: All data are for returns filed through April.

Figure E, which presents a comparison of total income tax as a percentage of AGI by size of AGI for 1992 and 1993, the only AGI size class which shows a significant increase in total income tax as a percentage of AGI is the \$200,000-and-over category. A majority of taxpayers in this

category would have been subject to the new marginal rates. Indeed, roughly half of these taxpayers included a Form 8841 Deferral of Additional 1993 Taxes with their tax return. Form 8841 permitted taxpayers to elect to pay one-third of the additional 1993 tax caused by the new rates

**Figure E**

## Total Income Tax as a Percentage of Adjusted Gross Income (AGI), by Size of AGI, Tax Years 1992-1993



Notes: Total income tax represents income tax after credits and alternative minimum tax, less total earned income credit. All data are based on returns filed through April.

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with their 1994 return and one-third with their 1995 return. (See 1993 Tax Law Changes for additional information.) The final statistics for 1993 will undoubtedly show larger numbers of returns in these two categories because many high-income returns are filed after April.

### Earned Income Credit and Other Tax Credits

For Tax Year 1993, about 14.3 million taxpayers filed a return claiming an earned income credit (EIC), up by 6.2 percent compared to 1992. The total amount of EIC claimed was up 17.4 percent to \$14.6 billion (Figure F). Like most tax credits, the EIC offsets income tax before credits (as well as certain additional income-related taxes). However, with the EIC, any remaining or "excess" credit is refundable. The number of individuals receiving a refundable amount, or, in other words, the number of individuals who received a refund only because of the EIC, increased 10.7 percent to 11.5 million. The amount refunded increased by 18.1 percent for 1993, to \$11.4 billion. At least some portions of these increases were related to the indexing of the EIC. Another factor, however, was the increase in the percent of a taxpayer's earned income that could be claimed as EIC. For 1992, taxpayers who claimed only one qualifying child could claim 17.6 percent of the first \$7,520 in earned income as their EIC. For 1993, this percentage was increased to 18.5 percent of the first \$7,750 in earned income. (The increase in the

maximum earned income amount from \$7,520 to \$7,750 reflects indexing.)

"Total tax credits" (which includes the EIC to the extent that it could be used to offset income tax before credits) increased by 13.6 percent to \$6.1 billion for 1993. Excluding the EIC that was used to offset income tax before credits, total tax credits increased by 14.0 percent to \$3.9 billion for 1993. After the EIC, the largest specific increase was for the foreign tax credit, which doubled from \$482 million for 1992 to \$969 million. However, some of the increase in the foreign tax credit may be due to the addition of two new tax rates for high-income taxpayers. As taxpayers enter higher tax brackets, the amount of the foreign tax credit that can be claimed against foreign tax payments may increase. Evidence that might support this assertion can be found in the more than \$300 million increase in the foreign tax credit for taxpayers with an AGI of \$200,000 or more. Table 5 presents more detailed data on tax credits, as well as on selected deductions, taxes, and tax payments, classified by size of adjusted gross income.

### Filing Patterns and Characteristics of Returns

As of the end of April 1994, when sampling of returns for the ETE statistics was completed, 106.8 million taxpayers had filed their individual income tax returns. This represents an increase of 0.5 percent compared to 1992 (Figure G). As a percentage of returns expected to be filed,

Figure F

### Earned Income Credit and Other Tax Credits, Tax Years 1992 and 1993

[Number of returns is in thousands--money amounts are in millions of dollars]

Item	1992 ETE <sup>1</sup>		1993 ETE <sup>1</sup>		Percentage increase in amount
	Number of returns	Amount	Number of returns	Amount	
	(1)	(2)	(3)	(4)	(5)
<b>Total earned income credit<sup>2</sup></b> .....	<b>13,433</b>	<b>12,434</b>	<b>14,264</b>	<b>14,600</b>	<b>17.4</b>
Basic credit.....	13,336	11,328	14,228	13,454	18.8
Health insurance credit.....	2,633	618	2,812	722	16.8
Extra credit for child born during the tax year.....	1,738	438	1,659	406	-7.3
Earned income credit used to offset income tax before credits.....	5,675	1,962	5,863	2,216	12.9
Earned income credit used to offset other taxes.....	( <sup>3</sup> )	847	( <sup>3</sup> )	1,016	20.0
Refundable credit.....	10,403	9,625	11,515	11,368	18.1
<b>Total tax credit<sup>4</sup></b> .....	<b>11,477</b>	<b>5,395</b>	<b>11,980</b>	<b>6,131</b>	<b>13.6</b>
Child care credit.....	5,498	2,324	5,421	2,269	-2.4
Foreign tax credit.....	778	482	1,049	969	101.0
Credit for the elderly.....	281	67	208	48	-28.4

<sup>1</sup> Data are based on the Early Tax Estimates (ETE) subsample of returns used for Statistics of Income--Individual Income Tax Returns.

<sup>2</sup> Detail does not add to totals because of prior-year returns included in the sample used for the statistics, without a Schedule EIC attached. Schedule EIC did not exist until Tax Year 1991. Therefore, on returns for years prior to 1992, the detail could not be determined.

<sup>3</sup> Not tabulated.

<sup>4</sup> In addition to the earned income credit used to offset income tax before credits shown above, includes tax credits not shown separately.

NOTE: All data are for returns filed through April.

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**Figure G**

## Number of Returns Filed, Tax Years 1988-1993

[Number of returns is in thousands]

Returns filed	Returns filed in Tax Year:					
	1988	1989	1990	1991	1992	1993
	(1)	(2)	(3)	(4)	(5)	(6)
Returns filed through April of the filing year.....	102,228	104,314	106,465	107,140	106,262	106,769
Returns filed through December of the filing year.....	109,708	112,136	113,470	113,795	113,754 <sup>r</sup>	114,540 <sup>1</sup>
Returns filed through April as a percentage of returns filed through December.....	93.2	93.0	93.8	94.2	93.4	93.2 <sup>2</sup>

<sup>1</sup> Projected total by the IRS Compliance Research of Forms 1040, 1040A, 1040EZ, and electronically-filed returns; as adjusted for Statistics of Income.

<sup>2</sup> Estimated on the basis of projections for Tax Year 1993.

r - revised.

NOTE: All data are for returns filed through April.

93.2 percent of returns were filed by the end of April, compared to 93.4 percent for 1992 [3]. For the preceding 5 years, returns filed through the end of April ranged between 93.0 and 94.2 percent of all returns filed during the Internal Revenue Service (IRS) processing year (Figure G) [4].

Figure H shows that the three major changes in the types of returns filed for 1993 were the increase in the share of Forms 1040EZ (*U.S. Individual Income Tax Return for Single and Joint Filers with No Dependents*) filed, (which reversed a 5-year long downward trend), the marked decrease in the proportion of Forms 1040A (*U.S. Individual Income Tax Return*) filed, and a continued increase in the percent of returns filed electronically. Filing of the Form 1040EZ increased by 8.1 percent to 17.2 million.

Some of the increase was due to a change in the filing requirements which enabled joint filers to use the Form 1040EZ for the first time. For 1993, almost 800,000 married couples took advantage of this change by filing a Form 1040EZ. Meanwhile, the number of Form 1040A returns filed decreased by 7.3 percent to 18.2 million.

The number of electronically-filed returns (1040 ELF) increased by 7.9 percent, to 13.4 million. Filing of Form 1040 PC, 1993 *U.S. Individual Income Tax Return 1040PC Format*, which is an IRS-approved computer printout of only those items for which the taxpayer is providing information, increased 2.6 percent to 4.1 million for 1993 [5]. Table 1 at the end of this article presents return characteristics by income size and filing status for each Form 1040 return type.

**Figure H**

## Returns Filed through April by Tax Form Used, Tax Years 1987 to 1993

[Number of returns is in thousands]

Form used	Tax Year						
	1987	1988	1989	1990	1991	1992	1993
	(1)	(2)	(3)	(4)	(5)	(6)	(7)
<b>All returns.....</b>	<b>98,569</b>	<b>102,228</b>	<b>104,314</b>	<b>106,465</b>	<b>107,140</b>	<b>106,262</b>	<b>106,769</b>
Long form, 1040 <sup>1</sup> .....	62,948	63,647	63,533	60,190	58,650	54,287	53,856
Short forms, total <sup>1</sup> .....	35,048	37,381	36,514	37,625	36,290	35,567	35,417
1040A <sup>1</sup> .....	17,104	18,284	17,677	20,860	19,430	19,652	18,218
1040EZ <sup>1</sup> .....	17,944	19,097	18,837	16,785	16,860	15,915	17,199
Electronically-filed returns (1040 ELF).....	573	1,200	4,267	8,705	10,795	12,459	13,441
Form 1040PC.....	N/A	N/A	N/A	N/A	1,405	3,951	4,055
	Percentage of returns						
<b>All returns.....</b>	<b>100.0</b>	<b>100.0</b>	<b>100.0</b>	<b>100.0</b>	<b>100.0</b>	<b>100.0</b>	<b>100.0</b>
Long form, 1040 <sup>1</sup> .....	63.9	62.3	60.9	56.5	54.7	51.1	50.4
Short forms, total <sup>1</sup> .....	35.6	36.6	35.0	35.3	33.9	33.5	33.2
1040A <sup>1</sup> .....	17.4	17.9	16.9	19.6	18.1	18.5	17.1
1040EZ <sup>1</sup> .....	18.2	18.7	18.1	15.8	15.7	15.0	16.1
Electronically-filed returns (1040 ELF).....	0.6	1.2	4.1	8.2	10.1	11.7	12.6
Form 1040PC.....	N/A	N/A	N/A	N/A	1.3	3.7	3.8

N/A- Not applicable.

<sup>1</sup> Excludes electronically-filed returns and computer-generated returns (Form 1040 PC), shown separately.

NOTES: Detail may not add to totals because of rounding. All data are for returns filed through April.

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## 1993 Tax Law Changes

The two most significant changes in Federal tax law affecting the statistics for 1993, in addition to the changes in the EIC noted earlier, were the creation of two new tax brackets applicable to high-income taxpayers, and the increase in and graduation of tax rates for the "alternative minimum tax."

The new tax brackets provided marginal tax rates of 36 and 39.6 percent. Figure I shows the various levels of taxable income by filing status where the new marginal rates apply. Note that the income ranges for the amount of income taxed at the 15, 28, and 31 percent tax brackets were increased. These new ranges were set by statute and any future indexing of the tax brackets will be based on the 1993 boundaries.

The Omnibus Budget Reconciliation Act of 1993, which created the 36 and 39.6 percent tax rates, was enacted in August 1993 and made retroactive to the beginning of the year. As a result, taxpayers affected by the new tax rates were permitted the option of deferring payment on two-thirds of the tax owed that was in excess of the tax that would have been owed at the 31 percent rate. Taxpayers

electing the deferral option were required to file Form 8841, *Deferral of Additional 1993 Taxes*, with their tax return. Half of the deferred taxes must be paid with the taxpayer's 1994 return and the remaining half with the 1995 return.

For tax years beginning after 1993, the basic alternative minimum tax rate was increased from 24 to 26 percent. In addition, a second rate of 28 percent was introduced which applied to amounts of "alternative minimum taxable income" (AMTI) in excess of \$175,000 (\$87,500 if married filing separately). This increase in tax rates was partially offset by an increase in the alternative minimum tax exemption, which rose from \$40,000 to \$45,000 for married persons filing jointly and qualifying widow(er)s, from \$30,000 to \$33,750 for single persons and heads of households, and from \$20,000 to \$22,500 for married persons filing separately.

In addition to all of these changes, Federal tax law requires that standard deductions, personal exemptions, and the earned income credit be indexed so that inflation does not erode them, thereby causing taxpayers to be subjected to higher tax rates. For 1993, these amounts were increased by approximately 3 percent.

Figure I

## Marginal Tax Rates for Tax Years 1992 and 1993

Marginal tax rate	Filing status			
	Single		Married filing jointly or qualifying widow(er)	
	1992	1993	1992	1993
	Taxable income range	Taxable income range	Taxable income range	Taxable income range
	(1)	(2)	(3)	(4)
15 percent.....	\$0 to \$21,450	\$0 to \$22,100	\$0 to \$35,800	\$0 to \$36,900
28 percent.....	\$21,451 to \$51,900	\$22,101 to \$53,500	\$35,801 to \$86,500	\$36,901 to \$89,150
31 percent.....	\$51,901 or more	\$53,501 to \$115,000	\$86,501 or more	\$89,151 to \$140,000
36 percent.....	N/A	\$115,001 to \$250,000	N/A	\$140,001 to \$250,000
39.6 percent.....	N/A	\$250,001 or more	N/A	\$250,001 or more

Marginal tax rate	Filing status--Continued			
	Married filing separately		Head of household	
	1992	1993	1992	1993
	Taxable income range	Taxable income range	Taxable income range	Taxable income range
	(5)	(6)	(7)	(8)
15 percent.....	\$0 to \$17,900	\$0 to \$18,450	\$0 to \$28,750	\$0 to \$29,600
28 percent.....	\$17,901 to \$43,250	\$18,451 to \$44,575	\$28,751 to \$74,150	\$29,601 to \$76,400
31 percent.....	\$4,3251 or more	\$44,576 to \$70,000	\$74,151 or more	\$76,401 to \$127,500
36 percent.....	N/A	\$70,001 to \$125,000	N/A	\$127,501 to \$250,000
39.6 percent.....	N/A	\$125,000 or more	N/A	\$250,001 or more

N/A-- Not applicable.

# Individual Income Tax Returns, 1993: Early Tax Estimates

## Data Sources and Limitations

The statistics presented in this article were derived from a sample of all individual tax returns received in the ten IRS service center mailrooms from January 1, 1994, through April 29, 1994. The sample was selected based on the primary social security number (SSN) (i.e., the SSN of the "primary" or first listed taxpayer in the case of joint returns) ending in one of two pre-defined orders for the last four digits. Specifically, two numbers between 0000 and 9999 were chosen, so that all returns ending in one of these two numbers were sampled. Electronically-filed returns with a primary SSN ending in one of these two four-digit combinations were also included in the sample. This method of sampling provides the same results as a random sample. The returns studied for the ETE statistics are a subset of the returns included in the sample used for *Statistics of Income -- Individual Income Tax Returns*.

Since two SSN endings out of a possible 10,000 were selected, each return represented one out of 5,000 returns in the population. The size of the entire ETE subsample from January 1 through April 29, 1994, was 21,196 returns. Weights were adjusted for returns identified as missing from the sample.

Since the data presented in this article are estimates based on a sample, they are subject to sampling (as well as non-sampling) error. Non-sampling error may be higher for ETE data than for other SOI data because approximately 20 to 25 percent of the returns included had not yet been subjected to any of the regular IRS return-processing steps, which would have corrected many taxpayer reporting errors. These returns showed a tax due at time of filing and are typically processed after April 15th, to permit refund returns to be given a higher priority. Sample returns with tax due were identified when they were received at the IRS centers and forwarded for SOI processing prior to regular IRS processing. During SOI processing they were tested for internal consistency, however, so that the more obvious taxpayer omissions and math errors were corrected.

If statistical data are to be used properly, the magnitude of the sampling error must be known. Coefficients of variation (CV's), computed from the sample, are used to measure the magnitude of the sampling error [6]. Figure J presents approximate CV's for frequency estimates. These CV's are intended only as a general indication of data reliability. For numbers of returns other than those shown, the corresponding coefficients of variation can be estimated by interpolation.

Figure J

## Coefficients of Variation for Frequency Estimates, Tax Year 1993

Estimated number of returns	Coefficients of variation
49,990,000.....	0.01
12,497,500.....	0.02
1,999,800.....	0.05
499,900.....	0.10
125,000.....	0.20
55,500.....	0.30
40,800.....	0.35
20,000.....	0.50

## Notes and References

- [1] U.S. Department of Labor, Bureau of Labor Statistics, *Monthly Labor Review*. Represents annual averages of monthly figures; reflects buying patterns of all urban consumers. Indices used were 1992 CPI-U = 140.3; 1993 CPI-U = 144.5.
- [2] U.S. Department of Labor, Bureau of Labor Statistics, *Employment and Earnings*, monthly.
- [3] In the 1992 ETE article, it was noted that the percentage of returns filed through the end of April 1993 was the lowest since 1987. This was based on an IRS projection of 114,722,000 returns for the full processing year. As can be seen from Figure G, the actual number of returns filed in 1993 was only 113,754,000. Consequently, the percentage of returns filed through the end of April 1993 for Tax Year 1992 did not change as dramatically as previously asserted, although it did decline markedly from Tax Year 1991.
- [4] Taxpayers could legitimately file after April 15 if:
  - (a) they lived outside the United States and Puerto Rico and their main place of business or military post of duty was outside the United States and Puerto Rico (these taxpayers were permitted an automatic extension to August 17);
  - (b) they filed a Form 4868 for an automatic extension of the filing deadline, paying the estimated balance due with this form (these taxpayers were permitted an automatic extension to August 17); or

## Individual Income Tax Returns, 1993: Early Tax Estimates

- c) they filed a Form 2688 for an additional extension of time to file (these taxpayers were granted an extension of 2 or more additional months, provided that there was a good reason why the previous 4-month extension was inadequate).
- [5] Form 1040PC returns are computer-generated returns which contain only line numbers and data entries. Only those lines of the tax form which contain an entry appear on the Form 1040PC, resulting in a return containing fewer pages than if the same return had been prepared using the standard IRS form and schedules.
- [6] The coefficient of variation is the ratio of the standard error of the estimate to the estimate itself. For more information on the coefficient of variation and how to use it in interpreting ETE data, see "SOI Sampling Methodology and Data Limitations," in the Appendix to this issue of the *Bulletin*.

# Individual Income Tax Returns, 1993: Early Tax Estimates

**Table 1.—All Returns: Number by Marital Status, by Type of Return and Size of Adjusted Gross Income**

[All figures are estimates based on samples-number of returns is in thousands]

Size of adjusted gross income	All returns				
	Total	Single	Married filing jointly	Married filing separately	Head of household
	(1)	(2)	(3)	(4)	(5)
<b>All returns, total.....</b>	<b>106,769</b>	<b>46,342</b>	<b>44,072</b>	<b>2,240</b>	<b>14,115</b>
No adjusted gross income <sup>1</sup> .....	1,080	639	254	151	*35
\$1 under \$5,000.....	14,210	11,434	975	212	1,589
\$5,000 under \$10,000.....	14,224	8,991	2,154	265	2,814
\$10,000 under \$15,000.....	12,626	6,469	3,129	321	2,707
\$15,000 under \$20,000.....	10,520	4,688	3,375	327	2,130
\$20,000 under \$25,000.....	8,748	3,789	3,193	255	1,512
\$25,000 under \$30,000.....	7,345	2,945	3,111	224	1,064
\$30,000 under \$40,000.....	11,330	3,725	6,209	216	1,180
\$40,000 under \$50,000.....	8,220	1,645	5,904	140	532
\$50,000 under \$75,000.....	11,032	1,406	9,105	89	432
\$75,000 under \$100,000.....	3,876	284	3,516	*26	*50
\$100,000 under \$200,000.....	2,731	239	2,422	*5	65
\$200,000 or more.....	826	87	723	*10	*5

Size of adjusted gross income	Form 1040 returns <sup>2</sup>				
	Total	Single	Married filing jointly	Married filing separately	Head of household
	(6)	(7)	(8)	(9)	(10)
<b>All returns, total.....</b>	<b>53,856</b>	<b>17,857</b>	<b>31,027</b>	<b>1,192</b>	<b>3,780</b>
No adjusted gross income <sup>1</sup> .....	572	282	225	*36	*30
\$1 under \$5,000.....	4,019	3,122	548	87	262
\$5,000 under \$10,000.....	4,687	2,988	1,090	124	485
\$10,000 under \$15,000.....	4,202	2,187	1,518	117	379
\$15,000 under \$20,000.....	4,076	1,682	1,818	143	434
\$20,000 under \$25,000.....	3,822	1,450	1,821	137	414
\$25,000 under \$30,000.....	3,416	1,188	1,715	137	375
\$30,000 under \$40,000.....	6,683	1,942	3,958	169	614
\$40,000 under \$50,000.....	5,872	1,171	4,266	116	320
\$50,000 under \$75,000.....	9,477	1,255	7,784	84	353
\$75,000 under \$100,000.....	3,520	269	3,180	*26	*45
\$100,000 under \$200,000.....	2,684	234	2,380	*5	65
\$200,000 or more.....	826	87	723	*10	*5

Size of adjusted gross income	Form 1040A returns <sup>2</sup>				
	Total	Single	Married filing jointly	Married filing separately	Head of household
	(11)	(12)	(13)	(14)	(15)
<b>All returns, total.....</b>	<b>18,218</b>	<b>6,610</b>	<b>6,368</b>	<b>798</b>	<b>4,444</b>
No adjusted gross income <sup>1</sup> .....	427	287	*20	116	*5
\$1 under \$5,000.....	2,658	1,633	291	121	613
\$5,000 under \$10,000.....	2,952	1,440	568	104	840
\$10,000 under \$15,000.....	2,767	1,003	759	152	854
\$15,000 under \$20,000.....	2,323	687	767	136	733
\$20,000 under \$25,000.....	2,024	562	779	72	611
\$25,000 under \$30,000.....	1,681	407	848	*48	377
\$30,000 under \$40,000.....	1,938	477	1,176	*33	253
\$40,000 under \$50,000.....	1,030	100	802	*9	119
\$50,000 under \$75,000.....	418	*15	359	*5	*40

Footnotes at end of table.

# Individual Income Tax Returns, 1993: Early Tax Estimates

**Table 1.--All Returns: Number by Marital Status, by Type of Return and Size of Adjusted Gross Income**  
**--Continued**

[All figures are estimates based on samples-number of returns is in thousands]

Size of adjusted gross income	Form 1040EZ returns <sup>2</sup>				
	Total	Single	Married filing jointly	Married filing separately	Head of household
	(16)	(17)	(18)	(19)	(20)
<b>All returns, total.....</b>	<b>17,199</b>	<b>16,426</b>	<b>773</b>	<b>N/A</b>	<b>N/A</b>
No adjusted gross income <sup>1</sup> .....	*41	*41	--	N/A	N/A
\$1 under \$5,000.....	5,849	5,829	*20	N/A	N/A
\$5,000 under \$10,000.....	3,418	3,362	56	N/A	N/A
\$10,000 under \$15,000.....	2,312	2,246	66	N/A	N/A
\$15,000 under \$20,000.....	1,770	1,679	92	N/A	N/A
\$20,000 under \$25,000.....	1,412	1,348	65	N/A	N/A
\$25,000 under \$30,000.....	1,000	915	85	N/A	N/A
\$30,000 under \$40,000.....	1,020	811	209	N/A	N/A
\$40,000 under \$50,000.....	321	181	140	N/A	N/A
\$50,000 under \$75,000.....	55	15	*40	N/A	N/A

Size of adjusted gross income	Electronically filed returns				
	Total	Single	Married filing jointly	Married filing separately	Head of household
	(21)	(22)	(23)	(24)	(25)
<b>All returns, total.....</b>	<b>13,441</b>	<b>3,734</b>	<b>4,045</b>	<b>129</b>	<b>5,533</b>
No adjusted gross income <sup>1</sup> .....	*15	*10	*5	--	--
\$1 under \$5,000.....	1,278	521	89	--	668
\$5,000 under \$10,000.....	2,673	873	346	*10	1,444
\$10,000 under \$15,000.....	2,783	750	583	*35	1,414
\$15,000 under \$20,000.....	1,951	422	569	*30	930
\$20,000 under \$25,000.....	1,113	309	368	*15	420
\$25,000 under \$30,000.....	949	326	331	*25	267
\$30,000 under \$40,000.....	1,174	321	571	*5	277
\$40,000 under \$50,000.....	663	119	461	*10	74
\$50,000 under \$75,000.....	654	62	558	--	*35
\$75,000 under \$100,000.....	163	*15	143	--	*5
\$100,000 under \$200,000.....	*25	*5	*20	--	--
\$200,000 or more.....	--	--	--	--	--

Size of adjusted gross income	Form 1040PC returns				
	Total	Single	Married filing jointly	Married filing separately	Head of household
	(26)	(27)	(28)	(29)	(30)
<b>All returns, total.....</b>	<b>4,055</b>	<b>1,716</b>	<b>1,859</b>	<b>123</b>	<b>357</b>
No adjusted gross income <sup>1</sup> .....	*25	*20	*5	--	--
\$1 under \$5,000.....	407	329	*27	*5	*46
\$5,000 under \$10,000.....	494	328	94	*27	*46
\$10,000 under \$15,000.....	561	283	202	*16	*60
\$15,000 under \$20,000.....	400	219	130	*17	*34
\$20,000 under \$25,000.....	377	120	160	*31	*66
\$25,000 under \$30,000.....	299	109	131	*14	*45
\$30,000 under \$40,000.....	515	174	295	*9	*37
\$40,000 under \$50,000.....	334	75	236	*5	*18
\$50,000 under \$75,000.....	428	60	364	--	*5
\$75,000 under \$100,000.....	193	--	193	--	--
\$100,000 under \$200,000.....	*22	--	*22	--	--
\$200,000 or more.....	--	--	--	--	--

<sup>1</sup> Includes returns with adjusted gross deficit.

<sup>2</sup> Excludes electronically-filed returns and computer-generated returns (Form 1040 PC), shown separately.

\* Estimate should be used with caution because of the small number of sample returns on which it is based.

N/A - Not applicable.

NOTES: Detail may not add to totals because of rounding. All data are based on returns filed through April.

# Individual Income Tax Returns, 1993: Early Tax Estimates

**Table 2.—All Returns: Total Income and Sources of Income, by Size of Adjusted Gross Income**

[All figures are estimates based on samples—number of returns is in thousands, amounts are in millions of dollars]

Size of adjusted gross income	Number of returns	Total income or loss <sup>1</sup>	Sources of income					
			Salaries and wages		Taxable interest		Tax-exempt interest <sup>2</sup>	
			Number of returns	Amount	Number of returns	Amount	Number of returns	Amount
(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	
<b>All returns, total.....</b>	<b>106,769</b>	<b>3,358,306</b>	<b>91,650</b>	<b>2,635,278</b>	<b>59,916</b>	<b>120,822</b>	<b>4,129</b>	<b>41,874</b>
No adjusted gross income <sup>3</sup> .....	1,080	-12,778	193	5,327	379	1,423	*15	*1,004
\$1 under \$5,000.....	14,210	35,827	11,575	30,554	4,854	2,401	104	197
\$5,000 under \$10,000.....	14,224	107,589	11,213	77,527	5,371	7,128	161	878
\$10,000 under \$15,000.....	12,628	158,423	10,211	116,020	5,067	9,325	232	1,329
\$15,000 under \$20,000.....	10,520	184,114	8,962	141,581	4,868	8,255	185	904
\$20,000 under \$25,000.....	8,748	197,701	7,607	155,645	4,665	6,283	210	1,340
\$25,000 under \$30,000.....	7,345	202,580	6,890	169,057	4,151	4,460	188	885
\$30,000 under \$40,000.....	11,330	396,829	10,531	337,375	7,622	8,450	438	1,782
\$40,000 under \$50,000.....	8,220	368,883	7,544	308,024	6,356	10,297	464	2,929
\$50,000 under \$75,000.....	11,032	670,991	10,270	656,381	9,525	14,537	771	5,530
\$75,000 under \$100,000.....	3,876	331,979	3,667	281,496	3,604	7,317	375	3,022
\$100,000 under \$200,000.....	2,731	362,175	2,478	256,415	2,652	12,453	615	8,106
\$200,000 or more.....	826	354,194	712	190,876	804	28,495	371	13,968

Size of adjusted gross income	Sources of income—Continued							
	Dividends		Taxable refunds of State and local income taxes		Alimony received		Business net income	
	Number of returns	Amount	Number of returns	Amount	Number of returns	Amount	Number of returns	Amount
(9)	(10)	(11)	(12)	(13)	(14)	(15)	(16)	
<b>All returns, total.....</b>	<b>22,014</b>	<b>78,728</b>	<b>15,713</b>	<b>8,972</b>	<b>346</b>	<b>3,408</b>	<b>9,755</b>	<b>111,891</b>
No adjusted gross income <sup>3</sup> .....	173	229	*40	*58	--	--	73	490
\$1 under \$5,000.....	1,460	832	54	45	*10	*34	880	1,938
\$5,000 under \$10,000.....	1,613	2,353	199	97	*30	*96	1,234	6,344
\$10,000 under \$15,000.....	1,527	2,669	275	101	60	342	966	6,998
\$15,000 under \$20,000.....	1,449	2,910	532	186	56	490	834	6,382
\$20,000 under \$25,000.....	1,430	2,990	733	252	*30	*115	674	6,743
\$25,000 under \$30,000.....	1,205	2,350	899	429	*21	*184	665	5,734
\$30,000 under \$40,000.....	2,405	4,767	2,347	893	56	334	1,039	9,357
\$40,000 under \$50,000.....	2,295	5,675	2,530	1,045	*30	*485	926	9,431
\$50,000 under \$75,000.....	3,984	9,658	4,601	2,287	*43	*900	1,276	16,600
\$75,000 under \$100,000.....	1,963	5,803	1,810	979	*5	*81	484	9,171
\$100,000 under \$200,000.....	1,863	10,699	1,269	1,400	*5	*366	590	24,140
\$200,000 or more.....	648	25,695	423	1,200	--	--	113	8,564

Size of adjusted gross income	Sources of income—Continued							
	Business net loss		Sales of capital assets from Schedule D				Capital gain distributions <sup>4</sup>	
			Net capital gain <sup>4</sup>		Net capital loss			
	Number of returns	Amount	Number of returns	Amount	Number of returns	Amount	Number of returns	Amount
(17)	(18)	(19)	(20)	(21)	(22)	(23)	(24)	
<b>All returns, total.....</b>	<b>3,023</b>	<b>11,484</b>	<b>8,956</b>	<b>84,831</b>	<b>3,455</b>	<b>6,636</b>	<b>3,468</b>	<b>2,577</b>
No adjusted gross income <sup>3</sup> .....	192	1,310	54	531	144	339	*5	( <sup>5</sup> )
\$1 under \$5,000.....	134	254	439	512	171	311	364	123
\$5,000 under \$10,000.....	193	741	620	1,299	316	600	283	141
\$10,000 under \$15,000.....	234	1,567	580	1,178	232	505	249	140
\$15,000 under \$20,000.....	189	595	553	1,447	198	337	239	131
\$20,000 under \$25,000.....	248	736	513	1,964	208	417	228	224
\$25,000 under \$30,000.....	188	499	441	1,970	181	324	190	88
\$30,000 under \$40,000.....	403	1,129	894	3,444	378	697	423	343
\$40,000 under \$50,000.....	320	1,125	873	4,752	235	322	417	375
\$50,000 under \$75,000.....	527	1,288	1,618	12,338	624	1,130	647	549
\$75,000 under \$100,000.....	185	1,230	854	6,666	298	655	279	292
\$100,000 under \$200,000.....	146	517	1,061	14,746	301	617	160	170
\$200,000 or more.....	58	502	437	33,987	172	382	*5	1

Footnotes at end of table.

# Individual Income Tax Returns, 1993: Early Tax Estimates

**Table 2.—All Returns: Total Income and Sources of Income, by Size of Adjusted Gross Income—Continued**  
 [All figures are estimates based on samples—number of returns is in thousands, amounts are in millions of dollars]

Size of adjusted gross income	Sources of income—Continued							
	Sales of property other than capital assets				Schedule E income or loss <sup>4</sup>			
	Net gain		Net loss		Total net income		Total net loss	
	Number of returns	Amount	Number of returns	Amount	Number of returns	Amount	Number of returns	Amount
	(25)	(26)	(27)	(28)	(29)	(30)	(31)	(32)
All returns, total.....	661	3,465	805	7,817	6,556	117,162	4,980	37,620
No adjusted gross income <sup>3</sup> .....	*5	*1	60	1,763	*45	*1,156	200	4,182
\$1 under \$5,000.....	*10	*35	*35	*88	221	465	181	978
\$5,000 under \$10,000.....	*45	*111	71	342	564	1,936	272	1,572
\$10,000 under \$15,000.....	*35	*67	*30	*54	566	1,971	243	948
\$15,000 under \$20,000.....	72	227	*40	*31	493	1,867	276	1,192
\$20,000 under \$25,000.....	*49	*315	66	120	433	2,078	271	855
\$25,000 under \$30,000.....	*21	*167	*45	*34	325	2,094	291	1,293
\$30,000 under \$40,000.....	73	175	*46	*178	657	3,548	659	2,371
\$40,000 under \$50,000.....	56	457	86	457	712	5,377	502	3,895
\$50,000 under \$75,000.....	93	484	73	644	1,016	9,637	1,039	5,470
\$75,000 under \$100,000.....	70	516	51	217	434	5,788	491	2,535
\$100,000 under \$200,000.....	87	571	116	192	709	24,839	413	2,940
\$200,000 or more.....	*45	*338	88	3,696	382	56,406	143	9,390

Size of adjusted gross income	Sources of income—Continued							
	Schedule E income or loss <sup>4</sup> —Continued							
	Rent and royalty				Partnership and S corporation			
	Net income		Net loss		Net income		Net loss	
Number of returns	Amount	Number of returns	Amount	Number of returns	Amount	Number of returns	Amount	
	(33)	(34)	(35)	(36)	(37)	(38)	(39)	(40)
All returns, total.....	4,146	25,346	3,833	17,706	2,719	88,892	1,667	22,426
No adjusted gross income <sup>3</sup> .....	*45	*567	136	1,094	*35	*737	74	3,261
\$1 under \$5,000.....	153	288	125	657	61	142	60	281
\$5,000 under \$10,000.....	378	1,194	191	935	130	636	80	739
\$10,000 under \$15,000.....	406	1,107	194	705	123	700	70	225
\$15,000 under \$20,000.....	329	1,219	220	772	142	402	80	454
\$20,000 under \$25,000.....	278	867	216	610	121	859	85	293
\$25,000 under \$30,000.....	228	547	220	1,029	112	1,529	71	343
\$30,000 under \$40,000.....	415	841	553	1,960	213	2,498	135	470
\$40,000 under \$50,000.....	455	1,960	394	1,744	261	3,149	157	2,450
\$50,000 under \$75,000.....	651	4,125	833	4,159	500	5,308	257	1,698
\$75,000 under \$100,000.....	255	1,726	374	2,007	214	3,651	163	819
\$100,000 under \$200,000.....	344	5,416	302	1,752	497	18,131	259	1,652
\$200,000 or more.....	207	5,487	76	281	310	51,151	173	9,743

Size of adjusted gross income	Sources of income—Continued							
	Returns with Individual Retirement Arrangement (IRA) distributions			Returns with pensions and annuities			Farm net income	
	Number of returns	Total amount	Taxable amount	Number of returns	Total amount	Taxable amount	Number of returns	Amount
	(41)	(42)	(43)	(44)	(45)	(46)	(47)	(48)
All returns, total.....	4,557	52,797	33,255	17,088	228,884	175,519	798	8,018
No adjusted gross income <sup>3</sup> .....	*15	*34	*34	*89	599	273	*20	*121
\$1 under \$5,000.....	115	402	328	518	1,826	1,050	77	104
\$5,000 under \$10,000.....	467	1,854	1,045	1,956	10,870	9,293	125	536
\$10,000 under \$15,000.....	487	2,316	1,499	2,337	17,244	16,459	88	575
\$15,000 under \$20,000.....	482	2,163	1,516	2,022	19,359	17,527	62	450
\$20,000 under \$25,000.....	450	1,756	1,799	1,623	19,786	18,417	108	643
\$25,000 under \$30,000.....	338	3,011	1,578	1,211	16,154	13,644	*32	*298
\$30,000 under \$40,000.....	535	4,786	2,773	1,873	24,800	21,290	69	1,372
\$40,000 under \$50,000.....	478	4,175	2,284	1,558	29,611	18,526	78	452
\$50,000 under \$75,000.....	653	5,538	3,856	2,339	44,107	32,448	84	1,509
\$75,000 under \$100,000.....	226	5,050	2,973	815	15,288	11,257	*28	*535
\$100,000 under \$200,000.....	228	5,034	4,240	597	19,243	12,141	*26	*786
\$200,000 or more.....	84	16,677	9,329	150	9,997	3,195	*21	*639

Footnotes at end of table.

# Individual Income Tax Returns, 1993: Early Tax Estimates

**Table 2.—All Returns: Total Income and Sources of Income, by Size of Adjusted Gross Income—Continued**

[All figures are estimates based on samples—number of returns is in thousands, amounts are in millions of dollars]

Size of adjusted gross income	Sources of income—Continued				
	Farm net losses		Returns with taxable social security benefits		
	Number of returns	Amount	Number of returns	Total benefits	Taxable amount
	(49)	(50)	(51)	(52)	(53)
<b>All returns, total.....</b>	<b>1,121</b>	<b>8,284</b>	<b>9,564</b>	<b>102,927</b>	<b>21,933</b>
No adjusted gross income <sup>3</sup> .....	*30	*665	90	992	53
\$1 under \$5,000.....	56	359	640	5,226	* <sup>(6)</sup>
\$5,000 under \$10,000.....	115	471	1,276	12,079	61
\$10,000 under \$15,000.....	65	338	1,201	12,739	154
\$15,000 under \$20,000.....	89	414	745	8,050	94
\$20,000 under \$25,000.....	105	903	873	10,099	564
\$25,000 under \$30,000.....	83	647	756	8,339	1,247
\$30,000 under \$40,000.....	161	873	1,166	12,703	3,862
\$40,000 under \$50,000.....	148	694	965	10,164	4,655
\$50,000 under \$75,000.....	164	1,060	1,082	12,271	6,111
\$75,000 under \$100,000.....	*49	*263	367	4,469	2,234
\$100,000 under \$200,000.....	*36	*490	308	3,859	1,929
\$200,000 or more.....	*21	*1,108	94	1,938	969

Size of adjusted gross income	Sources of income—Continued			
	Unemployment compensation		Other income	
	Number of returns	Amount	Number of returns	Amount
	(54)	(55)	(56)	(57)
<b>All returns, total.....</b>	<b>8,808</b>	<b>25,052</b>	<b>4,421</b>	<b>23,287</b>
No adjusted gross income <sup>3</sup> .....	*10	*32	*30	*64
\$1 under \$5,000.....	338	565	269	452
\$5,000 under \$10,000.....	1,232	3,226	316	585
\$10,000 under \$15,000.....	1,327	3,784	314	674
\$15,000 under \$20,000.....	1,056	3,121	309	710
\$20,000 under \$25,000.....	819	2,275	357	543
\$25,000 under \$30,000.....	703	2,159	315	817
\$30,000 under \$40,000.....	1,195	3,497	501	1,179
\$40,000 under \$50,000.....	839	2,578	446	993
\$50,000 under \$75,000.....	956	2,913	747	2,547
\$75,000 under \$100,000.....	238	660	317	1,944
\$100,000 under \$200,000.....	78	216	363	2,778
\$200,000 or more.....	*16	*28	138	10,003

Size of adjusted gross income	Sources of income—Continued			
	Other loss		Less: Foreign earned income exclusion	
	Number of returns	Amount	Number of returns	Amount
	(58)	(59)	(60)	(61)
<b>All returns, total.....</b>	<b>387</b>	<b>17,595</b>	<b>119</b>	<b>4,449</b>
No adjusted gross income <sup>3</sup> .....	160	13,011	*30	*1,299
\$1 under \$5,000.....	*40	*306	*39	*1,415
\$5,000 under \$10,000.....	*40	*147	*5	*317
\$10,000 under \$15,000.....	*20	*65	*5	*52
\$15,000 under \$20,000.....	*5	*18	*15	*193
\$20,000 under \$25,000.....	*16	*117	—	—
\$25,000 under \$30,000.....	*10	*900	—	—
\$30,000 under \$40,000.....	*30	*212	*10	*569
\$40,000 under \$50,000.....	*10	*7	—	—
\$50,000 under \$75,000.....	*15	*1,171	—	—
\$75,000 under \$100,000.....	*10	*574	*10	*259
\$100,000 under \$200,000.....	*16	*958	—	—
\$200,000 or more.....	*15	*107	*5	*345

<sup>1</sup> The sum of all sources of income less loss, before reduction by statutory adjustments. Total income minus statutory adjustments equals adjusted gross income.

<sup>2</sup> Not included in total income or adjusted gross income.

<sup>3</sup> Returns with adjusted gross deficit.

<sup>4</sup> Net capital gain (columns 19-20) excludes capital gain distributions (columns 23-24).

<sup>5</sup> Less than \$500,000.

<sup>6</sup> Includes estate or trust net income not shown separately.

\* Estimate should be used with caution because of the small number of sample returns on which it is based.

NOTES: Detail may not add to totals because of rounding. All data are based on returns filed through April.

# Individual Income Tax Returns, 1993: Early Tax Estimates

**Table 3.--All Returns: Total Income, Selected Statutory Adjustments, and Adjusted Gross Income, by Size of Adjusted Gross Income**

[All figures are estimates based on samples--number of returns is in thousands, amounts are in millions of dollars]

Size of adjusted gross income	Total returns	Total income or loss <sup>1</sup>	Statutory adjustments						
			Total <sup>2</sup>		Deduction for self-employment tax		Payment to an Individual Retirement Arrangement (IRA)		Self-employed health insurance deduction
			Number of returns	Amount	Number of returns	Amount	Number of returns	Amount	Number of returns
(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)	
<b>All returns, total.....</b>	<b>106,769</b>	<b>3,358,306</b>	<b>14,483</b>	<b>30,458</b>	<b>10,126</b>	<b>8,388</b>	<b>4,097</b>	<b>7,987</b>	<b>2,215</b>
No adjusted gross income <sup>3</sup> .....	1,080	-12,778	119	318	95	56	*5	*10	*20
\$1 under \$5,000.....	14,210	35,827	883	278	809	155	*40	*69	78
\$5,000 under \$10,000.....	14,224	107,589	1,574	1,074	1,342	509	172	272	212
\$10,000 under \$15,000.....	12,626	158,423	1,324	1,298	1,035	603	255	441	205
\$15,000 under \$20,000.....	10,520	184,114	1,269	1,476	836	543	390	667	239
\$20,000 under \$25,000.....	8,748	197,701	1,194	1,844	721	549	498	845	197
\$25,000 under \$30,000.....	7,345	202,580	1,110	1,613	683	485	452	789	140
\$30,000 under \$40,000.....	11,330	396,629	1,916	3,019	1,081	902	812	1,625	271
\$40,000 under \$50,000.....	8,220	368,883	1,510	2,483	898	789	635	1,052	176
\$50,000 under \$75,000.....	11,032	670,991	1,731	3,823	1,267	1,330	419	1,042	283
\$75,000 under \$100,000.....	3,876	331,979	683	1,630	539	582	141	354	95
\$100,000 under \$200,000.....	2,731	362,175	890	5,408	670	1,399	196	603	202
\$200,000 or more.....	826	354,194	279	6,195	150	487	82	219	97

Size of adjusted gross income	Statutory adjustments--Continued							Adjusted gross income or deficit
	Self-employed health insurance deduction --Cont'd	Payments to self-employed (Keogh) retirement plans		Penalty on early withdrawal of savings		Alimony paid		
	Amount	Number of returns	Amount	Number of returns	Amount	Number of returns	Amount	
(10)	(11)	(12)	(13)	(14)	(15)	(16)	(17)	
<b>All returns, total.....</b>	<b>1,537</b>	<b>601</b>	<b>7,902</b>	<b>638</b>	<b>117</b>	<b>564</b>	<b>4,468</b>	<b>3,327,848</b>
No adjusted gross income <sup>3</sup> .....	*12	*5	*5	*5	*1	*15	*236	-13,097
\$1 under \$5,000.....	28	*5	*3	*35	*8	*15	*11	35,549
\$5,000 under \$10,000.....	90	*5	*4	67	8	*40	*191	106,515
\$10,000 under \$15,000.....	99	*15	*28	75	10	*46	*116	157,125
\$15,000 under \$20,000.....	120	-	-	65	12	*30	*131	182,638
\$20,000 under \$25,000.....	145	*31	*59	52	9	*30	*236	195,858
\$25,000 under \$30,000.....	97	*30	*73	*45	*4	*45	*165	200,967
\$30,000 under \$40,000.....	199	*31	*102	94	6	51	183	393,610
\$40,000 under \$50,000.....	125	*46	*184	64	42	*50	*271	366,400
\$50,000 under \$75,000.....	207	135	486	80	8	101	726	667,169
\$75,000 under \$100,000.....	114	69	252	*30	*3	*36	*326	330,349
\$100,000 under \$200,000.....	193	163	1,830	*26	*5	81	1,378	356,767
\$200,000 or more.....	109	67	4,878	-	-	*26	*498	347,998

<sup>1</sup> The sum of all sources of income less loss, before reduction by statutory adjustments. Total income less statutory adjustments equals adjusted gross income.

<sup>2</sup> Includes 65,000 returns with other statutory adjustments not shown separately. Other statutory adjustments totaled \$59 million.

<sup>3</sup> Returns with adjusted gross deficit.

\* Estimate should be used with caution because of the small number of sample returns on which it is based.

NOTES: Detail may not add to totals because of rounding. All data are based on returns filed through April.

# Individual Income Tax Returns, 1993: Early Tax Estimates

**Table 4.—Returns with Itemized Deductions: Selected Income and Deduction Items, by Size of Adjusted Gross Income**

[All figures are estimates based on samples—number of returns is in thousands, amounts are in millions of dollars]

Size of adjusted gross income	Number of returns with itemized deductions	Adjusted gross income	Itemized deductions				
			Total <sup>1</sup>	Medical and dental expense		Taxes paid	
				Number of returns	Amount	Number of returns	Amount
(1)	(2)	(3)	(4)	(5)	(6)	(7)	
All returns, total.....	29,211	1,907,618	417,973	5,028	22,830	28,710	145,514
\$1 under \$5,000.....	131	321	1,203	71	381	89	224
\$5,000 under \$10,000.....	519	4,108	5,300	327	2,191	445	817
\$10,000 under \$15,000.....	876	11,137	8,157	536	2,629	810	1,521
\$15,000 under \$20,000.....	1,171	20,665	11,599	591	3,246	1,106	2,103
\$20,000 under \$25,000.....	1,349	30,410	12,706	560	1,913	1,329	2,852
\$25,000 under \$30,000.....	1,687	46,485	16,189	519	2,184	1,627	3,869
\$30,000 under \$40,000.....	4,082	143,284	40,241	917	2,611	4,035	11,139
\$40,000 under \$50,000.....	4,342	194,974	48,236	610	2,823	4,311	14,174
\$50,000 under \$75,000.....	8,227	502,689	106,996	666	3,384	8,166	36,021
\$75,000 under \$100,000.....	3,469	296,652	59,045	147	369	3,448	20,619
\$100,000 under \$200,000.....	2,580	338,125	62,687	69	726	2,570	26,204
\$200,000 or more.....	779	318,768	45,613	*16	*372	774	25,971

Size of adjusted gross income	Itemized deductions—Continued							
	Interest paid deduction						Contributions	
	Total <sup>2</sup>		Deductible home mortgage interest					
			Paid to financial institutions		Paid to individuals			
Number of returns	Amount	Number of returns	Amount	Number of returns	Amount	Number of returns	Amount	
(8)	(9)	(10)	(11)	(12)	(13)	(14)	(15)	
All returns, total.....	24,286	168,704	23,556	157,791	2,043	6,174	26,530	58,392
\$1 under \$5,000.....	74	490	70	443	*5	*46	80	38
\$5,000 under \$10,000.....	286	1,622	281	1,596	*10	*26	355	406
\$10,000 under \$15,000.....	516	2,371	496	2,241	*41	*67	695	933
\$15,000 under \$20,000.....	765	4,049	729	3,876	*40	*140	967	1,209
\$20,000 under \$25,000.....	1,053	5,507	1,019	5,134	130	292	1,127	1,529
\$25,000 under \$30,000.....	1,377	6,759	1,337	6,451	105	239	1,438	1,827
\$30,000 under \$40,000.....	3,381	18,077	3,261	17,118	181	716	3,609	5,019
\$40,000 under \$50,000.....	3,723	21,114	3,632	20,186	266	624	3,959	6,000
\$50,000 under \$75,000.....	7,282	47,192	7,108	44,696	596	1,500	7,697	12,903
\$75,000 under \$100,000.....	3,008	24,596	2,920	22,937	381	969	3,346	8,602
\$100,000 under \$200,000.....	2,213	24,265	2,137	22,600	215	779	2,490	9,544
\$200,000 or more.....	608	12,662	567	10,512	72	776	769	10,384

Footnotes at end of table.

# Individual Income Tax Returns, 1993: Early Tax Estimates

**Table 4.—Returns with Itemized Deductions: Selected Income and Deduction Items, by Size of Adjusted Gross Income—Continued**

[All figures are estimates based on samples—number of returns is in thousands, amounts are in millions of dollars]

Size of adjusted gross income	Itemized deductions—Continued							
	Casualty or theft loss		Moving expenses		Miscellaneous deductions after reduction by 2 percent of adjusted gross income		Other miscellaneous deductions	
	Number of returns	Amount	Number of returns	Amount	Number of returns	Amount	Number of returns	Amount
	(16)	(17)	(18)	(19)	(20)	(21)	(22)	(23)
All returns, total.....	135	1,802	686	3,403	6,860	24,505	714	1,917
\$1 under \$5,000.....	—	—	*10	*17	60	54	—	—
\$5,000 under \$10,000.....	*5	*25	*5	*9	123	223	*11	*8
\$10,000 under \$15,000.....	*10	*64	*15	*46	200	468	*40	*125
\$15,000 under \$20,000.....	*10	*3	*15	*30	338	859	*45	*100
\$20,000 under \$25,000.....	*15	*67	*15	*59	289	727	*19	*52
\$25,000 under \$30,000.....	*26	*215	*25	*41	412	1,148	*49	*147
\$30,000 under \$40,000.....	*15	*63	87	245	1,102	2,798	106	290
\$40,000 under \$50,000.....	*19	*80	110	478	1,051	3,446	82	121
\$50,000 under \$75,000.....	*15	*520	162	763	1,782	5,782	173	444
\$75,000 under \$100,000.....	—	—	139	803	844	3,641	85	422
\$100,000 under \$200,000.....	*15	*296	87	565	479	2,729	73	185
\$200,000 or more.....	*5	*269	*16	*346	181	2,630	*31	*24

<sup>1</sup> For married persons filing separately, itemized deductions could have been limited if adjusted gross income exceeded \$54,225; for all other taxpayers, if adjusted gross income exceeded \$108,450. Total itemized deductions, but not the detailed deductions, are after these limitations.

<sup>2</sup> Includes deductible points and "investment interest" not shown separately.

\* Estimate should be used with caution because of the small number of sample returns on which it is based.

NOTES: Detail may not add to totals because of rounding. All data are based on returns filed through April.

# Individual Income Tax Returns, 1993: Early Tax Estimates

**Table 5.—All Returns: Selected Deduction, Tax and Payment Items by Size of Adjusted Gross Income**

[All figures are estimates based on samples—number of returns is in thousands, amounts are in millions of dollars]

Size of adjusted gross income	Number of returns with itemized deductions	Adjusted gross income or deficit	Itemized deductions		Standard deductions <sup>1</sup>		Exemptions	
			Number of returns	Amount	Number of returns	Amount	Number of returns	Amount
	(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)
<b>All returns, total.....</b>	<b>106,769</b>	<b>3,327,848</b>	<b>29,211</b>	<b>417,973</b>	<b>76,477</b>	<b>359,991</b>	<b>97,194</b>	<b>496,901</b>
No adjusted gross income <sup>2</sup> .....	1,075	-13,418	-	-	-	-	1,026	3,330
\$1 under \$5,000.....	14,215	35,584	131	1,203	14,085	45,163	7,131	27,748
\$5,000 under \$10,000.....	14,224	106,535	519	5,300	13,705	62,605	12,599	49,906
\$10,000 under \$15,000.....	12,626	157,125	876	8,157	11,744	57,245	12,352	53,214
\$15,000 under \$20,000.....	10,520	182,777	1,171	11,599	9,350	46,882	10,470	47,929
\$20,000 under \$25,000.....	8,748	195,854	1,349	12,706	7,398	37,117	8,732	41,043
\$25,000 under \$30,000.....	7,350	201,128	1,687	16,189	5,657	28,946	7,329	37,904
\$30,000 under \$40,000.....	11,334	393,717	4,082	40,241	7,253	38,865	11,334	62,618
\$40,000 under \$50,000.....	8,227	366,976	4,342	48,236	3,885	22,600	8,222	51,085
\$50,000 under \$75,000.....	11,021	666,718	8,227	106,996	2,795	16,768	11,021	75,621
\$75,000 under \$100,000.....	3,876	330,510	3,469	59,045	413	2,603	3,876	26,995
\$100,000 under \$200,000.....	2,731	357,412	2,580	62,687	151	946	2,726	18,420
\$200,000 or more.....	820	346,930	779	45,613	*41	*251	377	1,090

Size of adjusted gross income	Taxable income		Income tax before credits		Tax credits			
	Number of returns	Amount	Number of returns	Amount	Total		Child care credit	
					Number of returns	Amount	Number of returns	Amount
	(9)	(10)	(11)	(12)	(13)	(14)	(15)	(16)
<b>All returns, total.....</b>	<b>84,150</b>	<b>2,150,181</b>	<b>84,091</b>	<b>433,468</b>	<b>11,980</b>	<b>6,131</b>	<b>5,421</b>	<b>2,269</b>
No adjusted gross income <sup>2</sup> .....	-	-	*10 <sup>3</sup>	*10 <sup>3</sup>	-	-	-	-
\$1 under \$5,000.....	3,551	2,082	3,471	339	*42	*2	-	-
\$5,000 under \$10,000.....	6,968	15,251	6,979	2,554	159	21	-	-
\$10,000 under \$15,000.....	9,942	47,064	9,937	7,061	2,023	652	368	120
\$15,000 under \$20,000.....	9,896	78,786	9,891	11,839	3,003	1,641	492	196
\$20,000 under \$25,000.....	8,616	105,535	8,616	15,834	1,688	580	548	259
\$25,000 under \$30,000.....	7,235	118,510	7,245	17,959	570	260	509	242
\$30,000 under \$40,000.....	11,309	252,190	11,309	40,364	906	351	807	305
\$40,000 under \$50,000.....	8,203	245,468	8,203	40,053	971	489	818	344
\$50,000 under \$75,000.....	11,006	467,790	11,006	83,268	1,381	633	1,197	517
\$75,000 under \$100,000.....	3,871	242,172	3,871	50,032	544	310	438	188
\$100,000 under \$200,000.....	2,731	275,359	2,731	66,218	449	474	209	83
\$200,000 or more.....	820	299,976	820	97,937	242	719	*35	*14

Footnotes at end of table.

# Individual Income Tax Returns, 1993: Early Tax Estimates

**Table 5.--All Returns: Selected Deduction, Tax and Payment Items by Size of Adjusted Gross Income --Continued**

[All figures are estimates based on samples-number of returns is in thousands, amounts are in millions of dollars]

Size of adjusted gross income	Tax credits--Continued							
	Credit for the elderly		Foreign tax credit		General business credit		Earned income credit used to offset income tax before credits	
	Number of returns	Amount	Number of returns	Amount	Number of returns	Amount	Number of returns	Amount
	(17)	(18)	(19)	(20)	(21)	(22)	(23)	(24)
<b>All returns, total.....</b>	<b>208</b>	<b>48</b>	<b>1,049</b>	<b>969</b>	<b>156</b>	<b>376</b>	<b>5,863</b>	<b>2,216</b>
No adjusted gross income <sup>2</sup> .....	--	--	--	--	--	--	--	--
\$1 under \$5,000.....	--	--	*37	*1	--	--	--	--
\$5,000 under \$10,000.....	64	12	*26	*1	*5	*4	65	8
\$10,000 under \$15,000.....	60	17	*30	*3	*10	--	1,700	508
\$15,000 under \$20,000.....	70	15	67	5	--	--	2,787	1,415
\$20,000 under \$25,000.....	*15	*4	*41	*4	*20	*23	1,312	285
\$25,000 under \$30,000.....	--	--	52	1	*5	*10	--	--
\$30,000 under \$40,000.....	--	--	73	21	--	--	--	--
\$40,000 under \$50,000.....	--	--	113	83	*16	*36	--	--
\$50,000 under \$75,000.....	--	--	139	49	*25	*26	--	--
\$75,000 under \$100,000.....	--	--	77	83	*20	*36	--	--
\$100,000 under \$200,000.....	--	--	230	306	*25	*43	--	--
\$200,000 or more.....	--	--	165	412	*31	*198	--	--

Size of adjusted gross income	Tax credits--Continued		Income tax after credits		Alternative minimum tax		Total income tax <sup>6</sup>	
	All other credits <sup>5</sup>							
	Number of returns	Amount	Number of returns	Amount	Number of returns	Amount	Number of returns	Amount
	(25)	(26)	(27)	(28)	(29)	(30)	(31)	(32)
<b>All returns, total.....</b>	<b>190</b>	<b>249</b>	<b>79,931</b>	<b>427,337</b>	<b>289</b>	<b>962</b>	<b>79,957</b>	<b>428,299</b>
No adjusted gross income <sup>2</sup> .....	--	--	*10 <sup>3</sup>	*10 <sup>3</sup>	*5	*10	*16 <sup>3</sup>	*20 <sup>3</sup>
\$1 under \$5,000.....	*5	*1	3,466	337	*21	*3	3,466	339
\$5,000 under \$10,000.....	--	--	6,855	2,533	*5	*5	6,855	2,538
\$10,000 under \$15,000.....	--	--	8,000	6,409	--	--	8,000	6,409
\$15,000 under \$20,000.....	*10	*10	7,998	10,199	--	--	7,998	10,199
\$20,000 under \$25,000.....	*5	*4	8,466	15,254	--	--	8,466	15,254
\$25,000 under \$30,000.....	*5	*6	7,230	17,699	--	--	7,230	17,699
\$30,000 under \$40,000.....	*26	*26	11,295	40,012	--	--	11,295	40,012
\$40,000 under \$50,000.....	*25	*23	8,187	39,564	*10	*12	8,187	39,577
\$50,000 under \$75,000.....	*35	*41	11,006	82,635	*30	*31	11,006	82,667
\$75,000 under \$100,000.....	*10	*3	3,871	49,722	*35	*75	3,876	49,797
\$100,000 under \$200,000.....	*21	*41	2,731	65,745	100	299	2,731	66,044
\$200,000 or more.....	*47	*94	815	97,218	82	526	820	97,744

Footnotes at end of table.

# Individual Income Tax Returns, 1993: Early Tax Estimates

**Table 5.—All Returns: Selected Deduction, Tax and Payment Items by Size of Adjusted Gross Income —Continued**

[All figures are estimates based on samples—number of returns is in thousands, amounts are in millions of dollars]

Size of adjusted gross income	Total tax liability <sup>7</sup>		Income tax withheld		Tax overpaid <sup>8</sup>
	Number of returns	Amount	Number of returns	Amount	Number of returns
	(33)	(34)	(35)	(36)	(37)
All returns, total.....	81,768	444,714	82,307	382,922	77,721
No adjusted gross income <sup>2</sup> .....	101 <sup>3</sup>	111 <sup>3</sup>	159	647	201
\$1 under \$5,000.....	4,076	598	10,367	1,796	10,723
\$5,000 under \$10,000.....	7,363	3,220	10,937	5,789	11,272
\$10,000 under \$15,000.....	8,248	7,299	10,570	10,476	10,119
\$15,000 under \$20,000.....	8,304	11,088	9,417	14,530	8,397
\$20,000 under \$25,000.....	8,555	16,364	8,030	18,024	6,568
\$25,000 under \$30,000.....	7,251	18,671	6,943	20,373	5,534
\$30,000 under \$40,000.....	11,268	41,775	10,778	43,554	7,963
\$40,000 under \$50,000.....	8,183	41,138	7,722	41,479	5,929
\$50,000 under \$75,000.....	10,992	85,554	10,469	81,641	7,120
\$75,000 under \$100,000.....	3,876	51,148	3,898	45,146	2,055
\$100,000 under \$200,000.....	2,731	69,038	2,509	50,038	1,456
\$200,000 or more.....	820	98,711	707	49,429	385

Size of adjusted gross income	Tax overpaid <sup>8</sup>	Earned income credit <sup>9</sup>		Tax due at time of filing	
	—Continued	(refundable portion)			
	Amount	Number of returns	Amount	Number of returns	Amount
(38)	(39)	(40)	(41)	(42)	
All returns, total.....	87,811	11,515	11,368	25,353	42,806
No adjusted gross income <sup>2</sup> .....	772	*25	*16	71	76
\$1 under \$5,000.....	2,898	2,157	1,159	1,973	370
\$5,000 under \$10,000.....	8,762	3,611	4,537	2,013	823
\$10,000 under \$15,000.....	10,314	3,574	4,490	2,226	1,217
\$15,000 under \$20,000.....	7,702	2,029	1,142	2,045	1,250
\$20,000 under \$25,000.....	5,354	119	25	2,150	1,807
\$25,000 under \$30,000.....	5,228	—	—	1,801	1,527
\$30,000 under \$40,000.....	9,243	—	—	3,367	3,512
\$40,000 under \$50,000.....	8,345	—	—	2,288	2,770
\$50,000 under \$75,000.....	12,977	—	—	3,887	6,658
\$75,000 under \$100,000.....	4,647	—	—	1,821	4,902
\$100,000 under \$200,000.....	6,571	—	—	1,276	6,589
\$200,000 or more.....	4,789	—	—	435	11,305

<sup>1</sup> Includes both the regular standard deduction and the additional standard deduction for age 65 or over or for blindness.

<sup>2</sup> Includes returns with adjusted gross deficit.

<sup>3</sup> Includes tax from special computations.

<sup>4</sup> Less than \$500,000.

<sup>5</sup> Includes credit for prior-year minimum tax, credit for interest on certain home mortgages, and other credits.

<sup>6</sup> Income tax after credits plus alternative minimum tax.

<sup>7</sup> Income tax after credits plus any additional taxes, such as alternative minimum tax, self-employment tax, tax from recapture of prior-year investment credits, social security tax on certain tip income not reported to employer and tax on Individual Retirement Arrangements (IRA), less any earned income credit used to offset these additional taxes.

<sup>8</sup> Tax overpaid includes refundable portion of earned income credit.

\* Estimate should be used with caution because of the small number of sample returns on which it is based.

NOTES: Detail may not add to totals because of rounding. All data are based on returns filed through April.

# Individual Income Tax Returns, 1993: Early Tax Estimates

**Table 6.—Returns with Earned Income Credit: Selected Earned Income Credit Items, by Size of Adjusted Gross Income**

[All figures are estimates based on samples—number of returns is in thousands, amounts are in millions of dollars]

Size of adjusted gross income	Number of returns with earned income credit <sup>1</sup>	Adjusted gross income or deficit	Total earned income credit <sup>2</sup>	Returns with earned income credit schedule					
				Basic earned income credit		Health insurance credit		Extra credit for children born in 1993	
				Number of returns <sup>3</sup>	Amount	Number of returns	Amount	Number of returns	Amount
				(4)	(5)	(6)	(7)	(8)	(9)
All returns, total.....	14,264	167,451	14,600	14,228	13,454	2,812	722	1,659	406
No adjusted gross income <sup>3</sup> .....	*25	*-328	*24	*25	*23	*5	*1	-	-
\$1 under \$5,000.....	2,167	6,226	1,231	2,157	1,141	159	30	433	56
\$5,000 under \$10,000.....	3,647	27,934	4,929	3,642	4,620	480	156	452	149
\$10,000 under \$15,000.....	3,721	46,399	5,339	3,710	4,903	770	291	396	136
\$15,000 under \$20,000.....	3,298	57,019	2,758	3,287	2,479	974	217	284	58
\$20,000 under \$25,000.....	1,407	30,202	321	1,407	288	424	27	94	6

<sup>1</sup> The number of returns with the basic credit does not equal the number with the earned income credit because of inclusion in the sample used for the statistics of prior year returns filed in 1994, for which the credit computation schedule was not required.

<sup>2</sup> Includes credit used to offset tax plus refundable credit.

<sup>3</sup> Includes returns with adjusted gross deficit.

\* Estimates should be used with caution because of the small number of sample returns on which it is based.

NOTES: Detail may not add to totals because of rounding. All data are based on returns filed through April.

# Individual Income Tax Returns, 1993: Early Tax Estimates

**Table 7.--All Returns: Exemptions by Size of Adjusted Gross Income**

[All figures are estimates based on samples-numbers are in thousands]

Size of adjusted gross income	Number of returns	Total exemptions		Taxpayer exemptions		Dependent exemptions		
		Number of returns	Number of exemptions	Number of returns	Number of exemptions	Total		Exemptions for children at home
						Number of returns	Number of exemptions	Number of returns
	(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)
<b>All returns, total.....</b>	<b>106,769</b>	<b>97,799</b>	<b>213,738</b>	<b>97,799</b>	<b>141,805</b>	<b>39,649</b>	<b>71,933</b>	<b>37,385</b>
No adjusted gross income <sup>1</sup> .....	1,075	1,026	1,453	1,026	1,275	99	178	94
\$1 under \$5,000.....	14,215	7,253	11,919	7,253	8,198	2,274	3,720	2,168
\$5,000 under \$10,000.....	14,224	12,623	21,274	12,623	14,768	3,961	6,506	3,693
\$10,000 under \$15,000.....	12,626	12,357	22,638	12,357	15,480	4,189	7,158	3,816
\$15,000 under \$20,000.....	10,520	10,474	20,421	10,474	13,834	3,819	6,586	3,586
\$20,000 under \$25,000.....	8,748	8,732	17,457	8,732	11,919	3,038	5,538	2,800
\$25,000 under \$30,000.....	7,350	7,329	16,093	7,329	10,445	2,892	5,648	2,693
\$30,000 under \$40,000.....	11,334	11,334	26,632	11,334	17,547	4,882	9,085	4,553
\$40,000 under \$50,000.....	8,227	8,222	21,679	8,222	14,122	3,973	7,557	3,758
\$50,000 under \$75,000.....	11,021	11,021	32,127	11,021	20,127	6,269	12,000	6,099
\$75,000 under \$100,000.....	3,876	3,876	11,477	3,876	7,398	2,252	4,079	2,177
\$100,000 under \$200,000.....	2,731	2,731	8,060	2,731	5,153	1,552	2,906	1,511
\$200,000 or more.....	820	820	2,509	820	1,538	449	970	438

Size of adjusted gross income	Dependent exemptions--Continued						
	Exemptions for children at home--Continued	Exemptions for children away from home		Exemptions for parents		Exemptions for other dependents	
	Number of exemptions	Number of returns	Number of exemptions	Number of returns	Number of exemptions	Number of returns	Number of exemptions
	(9)	(10)	(11)	(12)	(13)	(14)	(15)
<b>All returns, total.....</b>	<b>66,152</b>	<b>698</b>	<b>941</b>	<b>1,686</b>	<b>2,022</b>	<b>2,091</b>	<b>2,817</b>
No adjusted gross income <sup>1</sup> .....	168	*5	*5	*5	*5	--	--
\$1 under \$5,000.....	3,509	*6	*6	*25	*40	135	165
\$5,000 under \$10,000.....	5,940	*15	*15	155	180	288	372
\$10,000 under \$15,000.....	6,368	*49	*79	214	238	368	473
\$15,000 under \$20,000.....	5,901	*44	*63	199	244	288	378
\$20,000 under \$25,000.....	4,916	70	100	179	214	208	307
\$25,000 under \$30,000.....	4,993	*44	*54	194	238	244	363
\$30,000 under \$40,000.....	8,266	147	197	241	276	252	346
\$40,000 under \$50,000.....	7,027	115	160	147	186	135	185
\$50,000 under \$75,000.....	11,483	111	152	186	225	106	141
\$75,000 under \$100,000.....	3,878	*50	*60	71	91	*46	*51
\$100,000 under \$200,000.....	2,749	*36	*41	67	82	*20	*35
\$200,000 or more.....	955	*5	*11	*5	*5	--	--

<sup>1</sup> Includes returns with adjusted gross deficit.

\* Estimate should be used with caution because of the small number of sample returns on which it is based.

NOTES: Detail may not add to totals because of rounding. All data are based on returns filed through April.

# Individual Income Tax Returns, 1993: Early Tax Estimates

**Table 8.--Form 1040, 1040A, Electronically Filed, and Form 1040PC Returns: Number With Selected Forms and Schedules, by Form Type**

[All figures are estimates based on samples--number of returns is in thousands]

Form or schedule	Total	Form 1040 returns <sup>1</sup>	Form 1040A returns <sup>1</sup>	Electronically filed returns	Form 1040PC returns
	(1)	(2)	(3)	(4)	(5)
<b>Total returns.....</b>	<b>106,769</b>	<b>53,856</b>	<b>18,218</b>	<b>13,441</b>	<b>4,055</b>
<b>Form or Schedule:</b>					
A Itemized Deductions.....	29,606	26,503	N/A	1,977	1,126
B/1040A:1 Interest and Dividend Income.....	31,297	25,716	3,462	798	1,321
C Profit (or loss) from Business.....	11,310	10,315	N/A	605	390
C-EZ Profit (or loss) from Business-Short Form.....	1,708	1,494	N/A	159	55
D Capital Gains or Loss.....	12,960	12,246	N/A	322	392
E Supplemental Income Schedule.....	12,243	11,422	N/A	443	378
EIC Earned Income Credit.....	14,352	3,371	4,540	6,141	300
F Farm Income and Expenses.....	1,928	1,788	N/A	76	64
R/1040A:3 Credit for the Elderly or Disabled.....	308	180	93	*15	*20
SE Social Security Self-Employment Tax.....	10,338	9,605	N/A	396	337
2106 Employee Business Expenses.....	3,800	3,201	N/A	445	154
2441/					
1040A:2 Credit for Child Care and Dependent Care Expenses.....	5,825	3,289	1,059	1,227	250
3800 General Business Credit.....	131	126	N/A	-	*5
4136 Computation of Credit for Federal Tax on Fuels.....	461	439	N/A	*16	*6
4562 Depreciation and Amortization.....	9,667	8,959	N/A	426	282
4797 Sales of Business Property.....	2,057	1,978	N/A	61	*18
4835 Farm Rental Income and Expenses.....	605	552	N/A	*20	*33
4952 Investment Interest Expense Deduction.....	927	917	N/A	*10	-
6251 Alternative Minimum Tax.....	2,969	2,884	N/A	80	*5
8582 Passive Activity Loss Limitations.....	3,033	2,916	N/A	70	*47
8606 Nondeductible IRA Contributions.....	1,005	883	*55	*35	*32
8615 Tax for Children Under Age 14.....	222	192	*5	*6	*19
8814 Parent's Election to Report Child's Interest and Dividends.....	211	195	N/A	*5	*11
8829 Expenses for Business Use of Your Home.....	1,060	978	N/A	54	*28

<sup>1</sup> Excludes electronically-filed returns and computer-generated returns (Form 1040 PC), shown separately.

\* Estimate should be used with caution because of the small number of returns on which it is based.

NA - Not applicable.

NOTES: Detail may not add to totals because of rounding. All data are based on returns filed through April. Differences exist between the number of returns with a specific characteristic and the number with a specific schedule in support of the characteristic, e.g., an individual may attach Schedule A (Itemized Deductions) in error, but use the standard deduction on Form 1040. Therefore, data in this table may not be consistent with the statistics in other tables.