

Individual Income Tax Returns, Preliminary Data, 2001

Data Release

Taxpayers filed 130.5 million U.S. individual income tax returns for Tax Year 2001, an increase of 0.9 percent from the 129.3 million returns filed for 2000. Tax Year 2001 had several notable changes. Adjusted gross income less deficit (AGI) decreased 2.3 percent to \$6.2 trillion. Taxable income declined 5.2 percent to \$4.3 trillion. Total income tax decreased 8.6 percent to \$892.3 billion, and the alternative minimum tax fell 32.5 percent to \$6.0 billion.

Figure A shows that the largest component of AGI, salaries and wages, increased 2.6 percent to \$4.6 trillion for Tax Year 2001, while the next largest component of AGI, taxable pensions and annuities, rose 3.9 percent to \$344.3 billion. Declining income items were led by net capital gains, which decreased by 44.5 percent to \$326.4 billion. Dividends also fell 18.4 percent to \$116.0 billion. Other income items with large percentage changes included unemployment compensation, which increased 60.1 percent to \$27.2 billion, and capital gain distributions declined 82.8 percent from \$80.7 billion in 2000 to \$13.9 billion in 2001. Also, net capital loss in AGI was up from Tax Year 2000, increasing by 68.8 percent to \$22.9 billion.

Statutory adjustments to total income increased 3.7 percent to \$58.6 billion for Tax Year 2001. The largest statutory adjustment was the deduction for one-half of self-employment tax, representing 29.6 percent of the total. This adjustment to income increased 4.2 percent to \$17.4 billion. The self-employed health insurance deduction increased 8.1 percent to \$7.7 billion. Payments to self-employed retirement plans rose 4.9 percent to \$12.5 billion. The deduction for interest on qualified student loans increased 3.3 percent to \$2.7 billion (see the Changes in Law section for details).

Total deductions, the sum of the standard deductions and total itemized deductions (after limitation) equaled \$1,348.2 billion, an increase of 6.2 percent from Tax Year 2000. The number of returns claiming the standard deductions decreased 1.4 percent, accounting for 64.8 percent of all returns filed and 34.8 percent of the total deductions amount. Mostly

due to inflation indexing, the average standard deduction (comprised of the basic and additional standard deductions) increased 4.2 percent from \$4,858 for 2000 to \$5,061 for 2001. Itemized deductions were claimed on 34.1 percent of all returns filed for 2001 and represented 64.1 percent of the total deductions amount. The average total for itemized deductions (after limitation) was \$19,392, a 3.3-percent increase from the 2000 average of \$18,777. Due to the AGI limitation on itemized deductions, 5.7 million higher-income taxpayers were unable to deduct \$30.4 billion in itemized deductions, a decrease of 16.4 percent from 2000. The interest paid deduction, comprising the largest portion (39.4 percent) of total itemized deductions (before limitations), increased 9.3 percent to \$340.2 billion. The taxes paid deduction, accounting for 35.3 percent of the total (before limitations), increased 5.1 percent to \$304.4 billion. The charitable contributions deduction increased only 0.3 percent to \$134.0 billion. For 2000, charitable contributions had increased more than 11 percent.

Total tax credits used to offset income tax liabilities increased 23.4 percent to \$45.2 billion. Almost 26.6 million taxpayers claimed \$22.5 billion in child tax credits, up 14.3 percent from \$19.7 billion in 2000 (see the Changes in

Law section for details), and 7.3 million returns showed education tax credits totaling \$5.2 billion, a 6.5-percent increase from \$4.9 billion in 2000. The foreign tax credit increased 16.7 percent to \$5.9 billion.

The total earned income credit (EIC) increased 3.9 percent to \$33.8 billion for Tax Year 2001. The portion of the EIC used to offset income tax before credits decreased 24.7 percent to \$1.5 billion, and the portion of the EIC used to offset other taxes (such as the self-employment tax) rose 14.3 percent to \$2.9 billion. The largest part of the EIC, the refundable portion, was treated as a refund and paid directly to taxpayers who had no tax liability against which to apply the credit, or whose EIC exceeded income tax (and other taxes). The refundable portion of the EIC increased 5.0 percent to \$29.4 billion for 2001.

Total income tax decreased 8.6 percent to \$892.3 billion, and the alternative minimum tax fell 32.5 percent to \$6.0 billion.

This data release was written by Brian Balkovic, an economist with the Individual Returns Analysis Section, under the direction of Terry Nuriddin, Acting Chief.

Individual Income Tax Returns, Preliminary Data, 2001

Figure A

Individual Income Tax Returns, Preliminary Data: Selected Income and Tax Items, Tax Years 2000 and 2001

[Money amounts are in thousands of dollars]

Item	2000	2001	Percentage increase
	(1)	(2)	(3)
All returns.....	129,271,972	130,456,253	0.9
Form 1040 returns.....	78,545,496	80,343,940	2.3
Form 1040A returns.....	28,967,338	28,482,046	-1.7
Form 1040EZ returns ¹	21,759,138	21,630,268	-0.6
Electronically-filed returns ^{1,2}	40,720,273	47,681,420	17.1
Adjusted gross income (less deficit).....	6,330,567,774	6,181,889,543	-2.3
Salaries and wages:			
Number of returns.....	110,352,158	111,600,674	1.1
Amount.....	4,494,476,409	4,611,431,462	2.6
Taxable interest:			
Number of returns.....	68,199,841	67,719,713	-0.7
Amount.....	185,331,768	187,014,125	0.9
Tax-exempt interest: ³			
Number of returns.....	4,672,118	4,571,684	-2.1
Amount.....	54,170,954	56,091,639	3.5
Dividends:			
Number of returns.....	34,099,368	32,596,185	-4.4
Amount.....	142,213,575	116,037,543	-18.4
State income tax refunds:			
Number of returns.....	21,004,958	22,208,840	5.7
Amount.....	17,086,837	20,193,280	18.2
Alimony received:			
Number of returns.....	439,649	425,505	-3.2
Amount.....	5,965,635	6,558,816	9.9
Business or profession net income:			
Number of returns.....	13,280,796	13,608,626	2.5
Amount.....	236,942,304	241,732,033	2.0
Business or profession net loss:			
Number of returns.....	4,293,447	4,432,460	3.2
Amount.....	29,697,146	31,537,028	6.2
Net capital gain: ⁴			
Number of returns.....	22,645,480	15,070,115	-33.5
Amount.....	587,626,494	326,421,064	-44.5
Capital gain distributions: ⁴			
Number of returns.....	17,625,068	12,302,102	-30.2
Amount.....	80,710,066	13,876,951	-82.8
Net capital loss:			
Number of returns.....	6,798,579	10,817,913	59.1
Amount.....	13,574,059	22,916,974	68.8
Sales of property other than capital assets, net gain:			
Number of returns.....	814,986	767,842	-5.8
Amount.....	6,939,263	6,818,134	-1.7
Sales of property other than capital assets, net loss:			
Number of returns.....	834,493	798,078	-4.4
Amount.....	7,343,424	8,209,308	11.8
Taxable Individual Retirement Arrangement distributions:			
Number of returns.....	8,851,883	8,946,754	1.1
Amount.....	99,964,307	95,550,919	-4.4
Taxable pensions and annuities:			
Number of returns.....	22,066,982	22,541,155	2.1
Amount.....	331,461,294	344,248,974	3.9
Rent and royalty net income:			
Number of returns.....	5,299,428	5,356,403	1.1
Amount.....	54,019,072	58,783,275	8.8
Rent and royalty net loss:			
Number of returns.....	4,193,406	4,218,979	0.6
Amount.....	25,921,227	27,197,544	4.9

Footnotes at end of figure.

Individual Income Tax Returns, Preliminary Data, 2001

Figure A--Continued

Individual Income Tax Returns, Preliminary Data: Selected Income and Tax Items, Tax Years 2000 and 2001--Continued

[Money amounts are in thousands of dollars]

Item	2000	2001	Percentage increase
	(1)	(2)	(3)
Partnership and S corporation net income:			
Number of returns.....	3,869,934	4,043,655	4.5
Amount.....	249,988,587	271,311,548	8.5
Partnership and S corporation net loss:			
Number of returns.....	1,952,001	1,995,275	2.2
Amount.....	51,513,937	59,209,907	14.9
Estate and trust net income:			
Number of returns.....	530,649	477,353	-10.0
Amount.....	10,396,225	10,885,736	4.7
Estate and trust net loss:			
Number of returns.....	37,461	42,140	12.5
Amount.....	537,264	445,830	-17.0
Farm net income:			
Number of returns.....	715,121	659,744	-7.7
Amount.....	8,589,215	8,076,885	-6.0
Farm net loss:			
Number of returns.....	1,352,199	1,357,402	0.4
Amount.....	16,760,298	18,335,978	9.4
Unemployment compensation:			
Number of returns.....	6,521,981	8,887,329	36.3
Amount.....	16,982,147	27,186,681	60.1
Taxable Social Security benefits:			
Number of returns.....	10,751,515	10,918,762	1.6
Amount.....	91,606,459	95,117,645	3.8
Total statutory adjustments:			
Number of returns.....	23,047,366	23,375,424	1.4
Amount.....	56,574,862	58,639,871	3.7
Payments to an Individual Retirement Arrangement:			
Number of returns.....	3,525,740	3,489,724	-1.0
Amount.....	7,548,190	7,509,629	-0.5
Student loan interest deduction:			
Number of returns.....	4,491,275	4,425,169	-1.5
Amount.....	2,632,659	2,720,191	3.3
Medical savings account deduction:			
Number of returns.....	64,723	68,437	5.7
Amount.....	120,292	118,698	-1.3
Moving expenses adjustment:			
Number of returns.....	956,226	936,093	-2.1
Amount.....	2,137,301	2,137,051	-0.0
Self-employment tax deduction:			
Number of returns.....	14,167,521	14,463,993	2.1
Amount.....	16,680,147	17,382,627	4.2
Self-employed health insurance deduction:			
Number of returns.....	3,430,224	3,414,913	-0.4
Amount.....	7,153,633	7,730,019	8.1
Payments to a self-employed retirement (Keogh) plan:			
Number of returns.....	1,259,137	1,279,319	1.6
Amount.....	11,894,221	12,471,858	4.9
Penalty on early withdrawal of savings:			
Number of returns.....	863,471	883,265	2.3
Amount.....	283,202	199,332	-29.6
Alimony paid:			
Number of returns.....	651,323	651,630	0.0
Amount.....	7,107,466	7,343,703	3.3

Footnotes at end of figure.

Individual Income Tax Returns, Preliminary Data, 2001

Figure A--Continued

Individual Income Tax Returns, Preliminary Data: Selected Income and Tax Items, Tax Years 2000 and 2001--Continued

[Money amounts are in thousands of dollars]

Item	2000	2001	Percentage increase
	(1)	(2)	(3)
Total deductions:			
Number of returns.....	128,206,215	129,040,587	0.7
Amount.....	1,269,956,994	1,348,173,950	6.2
Basic standard deduction:			
Number of returns.....	85,718,688	84,508,410	-1.4
Amount.....	457,235,898	469,491,595	2.7
Additional standard deduction:			
Number of returns.....	11,470,111	11,227,119	-2.1
Amount.....	14,922,635	15,108,440	1.2
Total itemized deductions (after limitation):			
Number of returns.....	42,487,527	44,532,177	4.8
Amount.....	797,798,460	863,573,915	8.2
Itemized deductions in excess of limitation:			
Number of returns.....	6,029,359	5,673,699	-5.9
Amount.....	36,415,589	30,431,661	-16.4
Medical and dental expenses deduction:			
Number of returns.....	6,469,592	7,497,570	15.9
Amount.....	38,869,303	45,892,847	18.1
Taxes paid deduction:			
Number of returns.....	41,793,893	43,805,620	4.8
Amount.....	289,582,388	304,446,730	5.1
Interest paid deduction:			
Number of returns.....	35,337,975	36,746,377	4.0
Amount.....	311,252,944	340,166,542	9.3
Charitable contributions deduction:			
Number of returns.....	37,575,535	39,447,717	5.0
Amount.....	133,605,239	134,043,582	0.3
Taxable income:			
Number of returns.....	105,374,599	104,411,554	-0.9
Amount.....	4,519,173,414	4,282,988,540	-5.2
Alternative minimum tax:			
Number of returns.....	1,295,319	1,110,565	-14.3
Amount.....	8,864,822	5,980,732	-32.5
Income tax before credits:			
Number of returns.....	105,391,837	104,430,266	-0.9
Amount.....	1,012,803,135	937,495,468	-7.4
Total tax credits: ⁵			
Number of returns.....	37,782,106	49,867,191	32.0
Amount.....	36,650,391	45,229,945	23.4
Child care credit:			
Number of returns.....	6,368,617	6,234,662	-2.1
Amount.....	2,791,220	2,741,353	-1.8
Credit for the elderly or disabled:			
Number of returns.....	154,567	141,117	-8.7
Amount.....	32,457	31,051	-4.3
Child tax credit:			
Number of returns.....	26,436,950	26,564,859	0.5
Amount.....	19,701,742	22,528,880	14.3
Education tax credits:			
Number of returns.....	6,859,478	7,282,324	6.2
Amount.....	4,885,383	5,205,349	6.5
Adoption credit:			
Number of returns.....	41,912	46,886	11.9
Amount.....	91,317	90,778	-0.6
Foreign tax credit:			
Number of returns.....	3,912,650	3,937,418	0.6
Amount.....	5,042,081	5,882,794	16.7

Footnotes at end of figure.

Individual Income Tax Returns, Preliminary Data, 2001

Figure A--Continued

Individual Income Tax Returns, Preliminary Data: Selected Income and Tax Items, Tax Years 2000 and 2001--Continued

[Money amounts are in thousands of dollars]

Item	2000	2001	Percentage increase
	(1)	(2)	(3)
General business credit:			
Number of returns.....	257,275	256,149	-0.4
Amount.....	640,127	611,694	-4.4
Prior year minimum tax credit:			
Number of returns.....	186,993	235,606	26.0
Amount.....	1,254,402	1,434,956	14.4
Income tax after credits:			
Number of returns.....	96,906,847	94,912,461	-2.1
Amount.....	976,152,743	892,265,523	-8.6
Self-employment tax:			
Number of returns.....	14,167,521	14,465,021	2.1
Amount.....	33,353,240	34,758,301	4.2
Total earned income credit (EIC):			
Number of returns.....	19,362,539	19,810,008	2.3
Amount.....	32,529,371	33,803,688	3.9
EIC used to offset income tax before credits:			
Number of returns.....	5,438,685	4,450,085	-18.2
Amount.....	1,975,694	1,486,850	-24.7
EIC used to offset other taxes:			
Number of returns.....	3,161,211	3,549,027	12.3
Amount.....	2,528,423	2,889,108	14.3
Excess EIC, refundable portion:			
Number of returns.....	16,215,143	16,827,409	3.8
Amount.....	28,025,244	29,427,729	5.0
Additional child tax credit:			
Number of returns.....	1,033,584	8,633,160	735.3
Amount.....	906,563	5,014,713	453.2
Total income tax:			
Number of returns.....	96,908,705	94,912,843	-2.1
Amount.....	976,312,472	892,298,267	-8.6
Total tax liability:			
Number of returns.....	99,456,099	97,667,755	-1.8
Amount.....	1,011,728,704	928,262,706	-8.2

¹ Includes TeleFile returns.

² Included in data for Forms 1040, 1040A, and 1040EZ.

³ Not included in adjusted gross income.

⁴ Includes capital gain distributions reported on Form 1040 and Schedule D.

⁵ Includes EIC used to offset income tax before credits.

NOTE: Detail may not add to totals because of rounding.

Individual Income Tax Returns, Preliminary Data, 2001

The comparisons of data for Tax Years 2000 and 2001 in this article are based on the preliminary estimates for both years. A few income and tax items tend to be understated in preliminary estimates; therefore, comparisons based on preliminary estimates for 1 year and final estimates for the previous year could be misleading. Comparisons based entirely on preliminary estimates reduce the likelihood of misinterpretation of the data and afford a more accurate representation of year-to-year changes. Final statistics for Tax Year 2000 are available in the Fall 2002 issue of the *Bulletin*.

Changes in Law

In general, the definitions used in this article are the same as those in *Statistics of Income—2000, Individual Income Tax Returns*. The following is a partial list of tax law and Internal Revenue Service administrative changes that had a major bearing on the Tax Year 2001 preliminary data presented in this article.

Alternative Minimum Tax (AMT).--For Tax Year 2001, the AMT exemption amounts increased by \$4,000 for married taxpayers filing joint returns and surviving spouses, and by \$2,000 for single taxpayers or couples filing separate returns. This increased the AMT exemption amounts to \$49,000 for married couples filing a joint return and surviving spouse, \$24,500 for married couples filing separate returns, estates, and trusts, and \$35,750 for single taxpayers and heads of household.

Child Tax Credits.--Modifications were made to the child tax credit for 2001. In 2001, taxpayers were allowed a maximum tax credit of \$600 for each of their qualifying children under the age of 17, whereas for 2000, the maximum credit was \$500 per child.

Earned Income Credit.--The maximum amount of the earned income credit increased, as did the amounts of earned income and investment income an individual could have and still claim the credit. The maximum amount of investment income (interest, dividends, and capital gain income) a taxpayer could have and still claim the credit increased to \$2,450 from \$2,400. The maximum credit for taxpayers with no qualifying children increased to \$364. For these taxpayers, earned income and modified AGI had to be less than \$10,710 (up from \$10,380 for 2000). For taxpayers with one qualifying child, the maximum credit increased to \$2,428, and, for taxpayers with two or more qualifying children, the maximum credit

increased to \$4,008. To be eligible for the credit, a taxpayer's earned income and modified AGI had to be less than \$28,281 for one qualifying child, or less than \$32,121 for two or more qualifying children.

Indexing.--The following items increased due to indexing for inflation: personal exemption amounts, the basic standard deduction amounts, the tax bracket boundaries, and the beginning income amounts for limiting certain itemized deductions and for the phaseout of personal exemptions. The maximum amount of earnings subject to self-employment tax increased, based on the percentage change in average covered earnings.

Interest on Student Loans.--For Tax Year 2001, eligible taxpayers were allowed to deduct up to \$2,500 of interest paid on qualified higher educational loans, up from \$2,000 for 2000. These loans must have gone toward qualified expenses of either the taxpayer, taxpayer's spouse, or any dependent of the taxpayer at the time the debt was incurred. The taxpayer's modified AGI must have been less than: \$55,000 if single, head of household, or qualifying widow(er); or \$75,000 if married filing jointly.

Rate reduction credit.--Individual taxpayers who did not receive an advance payment equal to or more than the following amounts (\$300 single or married filing separately, \$500 head of household, and \$600 married filing jointly or qualified widower) were eligible to receive the 2001 rate reduction credit.

Tax rate reduction.--For tax years beginning after December 31, 2000, a new 10-percent regular income tax rate schedule will be used for a portion of the taxable income replacing the former 15 percent rate, but for Tax Year 2001, the 10 percent applies to the first \$6,000 for dependent individuals only. Other taxpayers received benefits equivalent to the 10-percent rate bracket via the rate reduction credit. Also, for Tax Year 2001, there was a reduction of the former tax rates of 28 percent, 31 percent, 36 percent, and 39.6 percent to 27.5 percent, 30.5 percent, 35.5 percent, and 39.1 percent, respectively.

Standard mileage rate.--The standard mileage rate for the cost of operating the taxpayer's car, van, pickup, or panel truck for all business purposes rose from 32.5 cents a mile in 2000 to 34.5 cents in 2001.

Data Sources and Limitations

The preliminary statistics in this data release are based on a sample of individual income tax returns

Individual Income Tax Returns, Preliminary Data, 2001

(Forms 1040, 1040A, and 1040EZ, including electronically-filed returns) filed during Calendar Year 2002. Returns in the sample were stratified based on: (1) the larger of positive income or negative income; (2) the size of business and farm receipts; (3) the presence or absence of specific forms or schedules; and (4) the usefulness of returns for Treasury Department tax modeling purposes [1]. Returns were then selected at rates ranging from 0.05 percent to 100 percent. The preliminary Tax Year 2001 data are based on a sample of 156,735 returns and an estimated final population of 130,642,204 returns. The corresponding sample and population for the preliminary 2000 data were 129,585,856 and 160,213 returns, respectively.

Since the data presented here are estimates based on a sample of returns filed, they are subject to sampling error. To properly use the statistical data provided, the magnitude of the potential sampling error must be known; coefficients of variation (CV's) are used to measure that magnitude. The reliability of estimates based on samples, and the use of coefficients of variation for evaluating the precision of

estimates based on samples, are discussed in the appendix to this issue of the *Bulletin*.

While the preliminary estimates are intended to represent a full year of taxpayer reporting, they are actually based on returns processed for tax administration purposes, in the case of 2001 returns, between January and late September of 2002. In general, returns processed during the remainder of each year tend to have somewhat different characteristics compared to returns processed earlier. These characteristics include, for example, disproportionately large amounts of investment income, passive losses, and alternative minimum tax.

Notes and References

- [1] Returns in the sample were stratified, based on the presence or absence of one or more of the following forms or schedules: Form 2555, *Foreign Earned Income*; Form 1116, *Foreign Tax Credit (Individual, Fiduciary, or Non-resident Alien Individual)*; Schedule C, *Profit or Loss from Business (Sole Proprietorship)*; and Schedule F, *Profit or Loss From Farming*.

SOURCE: IRS, Statistics of Income Bulletin, Winter 2002-2003, Publication 1136 (Rev. 4-2003).

Individual Income Tax Returns, Preliminary Data, 2001

Table 1.--Individual Income Tax Returns, Tax Year 2001 Preliminary Data: Selected Income and Tax Items, by Size of Adjusted Gross Income

(All figures are estimates based on samples--money amounts are in thousands of dollars)

Item	All returns	Size of adjusted gross income					
		Under \$15,000 ¹	\$15,000 under \$30,000	\$30,000 under \$50,000	\$50,000 under \$100,000	\$100,000 under \$200,000	\$200,000 or more
	(1)	(2)	(3)	(4)	(5)	(6)	(7)
All returns.....	130,456,253	38,251,965	30,100,098	24,500,057	26,548,597	8,482,323	2,573,214
Form 1040 returns.....	80,343,940	14,877,666	13,665,495	16,062,512	24,682,732	8,482,323	2,573,214
Form 1040A returns.....	28,482,046	10,549,855	10,723,040	5,701,368	1,507,782	--	--
Form 1040EZ returns ²	21,630,268	12,824,446	5,711,562	2,736,176	358,083	--	--
Electronically-filed returns ^{2,3}	47,681,420	14,077,633	13,080,051	9,375,018	8,680,046	2,154,783	313,889
Adjusted gross income (less deficit).....	6,181,889,543	214,672,235	661,003,858	957,645,005	1,844,232,445	1,116,529,653	1,387,806,347
Salaries and wages:							
Number of returns.....	111,600,674	29,902,578	25,603,504	21,902,040	24,196,384	7,753,380	2,242,792
Amount.....	4,611,431,462	220,612,409	526,940,385	785,910,685	1,487,020,835	856,634,405	734,312,745
Taxable interest:							
Number of returns.....	67,719,713	11,909,871	11,536,115	13,556,549	20,472,017	7,753,548	2,491,612
Amount.....	187,014,125	16,400,079	21,837,856	23,970,427	43,608,937	30,702,089	50,494,734
Tax-exempt interest: ⁴							
Number of returns.....	4,571,684	468,083	386,600	671,516	1,313,174	931,182	801,132
Amount.....	56,091,639	2,455,802	2,145,373	4,286,795	9,469,472	10,374,525	27,359,673
Dividends:							
Number of returns.....	32,596,185	5,287,103	4,305,951	5,445,846	9,995,575	5,370,735	2,190,980
Amount.....	116,037,543	7,090,530	7,814,415	10,246,998	22,691,927	21,705,264	46,488,411
State income tax refunds:							
Number of returns.....	22,208,840	668,662	1,929,001	4,554,296	10,017,766	3,859,711	1,179,406
Amount.....	20,193,280	524,251	857,127	2,377,203	6,626,571	4,193,467	5,614,660
Alimony received:							
Number of returns.....	425,505	68,311	124,215	123,177	89,911	15,862	4,033
Amount.....	6,558,816	369,016	1,105,625	1,497,298	2,297,833	667,942	621,102
Business or profession net income:							
Number of returns.....	13,608,626	3,822,779	2,489,723	2,308,761	3,237,140	1,242,511	507,714
Amount.....	241,732,033	24,357,108	27,000,995	30,478,174	55,930,873	47,973,635	55,991,250
Business or profession net loss:							
Number of returns.....	4,432,460	821,559	740,391	947,733	1,313,990	465,269	143,521
Amount.....	31,537,028	10,281,394	3,897,528	5,028,062	6,415,625	3,066,505	2,847,915
Net capital gain reported on Schedule D:							
Number of returns.....	12,577,381	1,890,902	1,670,520	2,061,678	3,747,193	2,169,471	1,037,617
Amount.....	325,081,819	8,137,345	5,736,034	7,487,817	23,504,753	37,219,708	242,996,159
Capital gain distributions reported on Form 1040:							
Number of returns.....	2,492,734	526,251	383,149	457,836	782,792	272,597	70,111
Amount.....	1,339,245	234,160	190,437	166,735	258,637	398,110	91,163
Net capital loss:							
Number of returns.....	10,817,913	1,862,548	1,226,914	1,610,119	3,209,526	1,973,685	935,121
Amount.....	22,916,974	3,813,146	2,450,480	3,091,481	6,687,026	4,444,353	2,430,488
Sales of property other than capital assets, net gain:							
Number of returns.....	767,842	99,678	87,000	137,424	215,997	120,926	106,820
Amount.....	6,818,134	709,743	408,704	854,486	1,413,944	1,234,134	2,197,122
Sales of property other than capital assets, net loss:							
Number of returns.....	798,078	129,128	75,140	111,133	193,926	131,458	157,294
Amount.....	8,209,308	3,692,241	315,355	336,380	1,019,558	507,630	2,338,142
Taxable Individual Retirement Arrangement distributions:							
Number of returns.....	8,946,754	1,237,083	1,886,539	1,808,274	2,766,447	1,008,632	239,775
Amount.....	95,550,919	5,168,331	10,178,639	13,515,724	32,815,634	22,022,277	11,850,315
Taxable pensions and annuities:							
Number of returns.....	22,541,155	3,961,496	5,382,613	4,637,550	6,153,403	1,903,482	502,610
Amount.....	344,248,974	23,867,570	58,590,664	67,698,359	120,660,560	54,464,176	18,967,639
Rent and royalty net income:							
Number of returns.....	5,356,403	820,391	852,735	949,090	1,486,770	809,201	438,217
Amount.....	58,783,275	3,785,239	4,368,329	5,342,447	11,674,119	11,831,386	21,781,753
Rent and royalty net loss:							
Number of returns.....	4,218,979	541,521	616,525	828,739	1,491,935	604,204	136,056
Amount.....	27,197,544	4,653,108	3,122,847	4,616,709	8,679,034	3,978,018	2,147,830
Partnership and S corporation net income:							
Number of returns.....	4,043,655	321,487	342,008	467,710	1,154,906	909,298	848,241
Amount.....	271,311,548	2,893,004	3,162,216	5,367,431	19,836,715	32,771,590	207,280,594

Footnotes at end of table.

Individual Income Tax Returns, Preliminary Data, 2001

Table 1.--Individual Income Tax Returns, Tax Year 2001 Preliminary Data: Selected Income and Tax Items, by Size of Adjusted Gross Income--Continued

(All figures are estimates based on samples--money amounts are in thousands of dollars)

Item	All returns	Size of adjusted gross income					
		Under \$15,000 ¹	\$15,000 under \$30,000	\$30,000 under \$50,000	\$50,000 under \$100,000	\$100,000 under \$200,000	\$200,000 or more
	(1)	(2)	(3)	(4)	(5)	(6)	(7)
Partnership and S corporation net loss:							
Number of returns.....	1,995,275	362,142	217,610	276,161	549,615	347,649	242,100
Amount.....	59,209,907	26,651,828	2,132,643	2,658,556	5,616,499	4,829,642	17,320,740
Estate and trust net income:							
Number of returns.....	477,353	66,183	47,724	69,776	115,192	100,026	78,452
Amount.....	10,885,736	296,202	211,848	482,006	985,104	1,152,210	7,758,364
Estate and trust net loss:							
Number of returns.....	42,140	3,867	8,138	3,491	18,107	2,488	6,047
Amount.....	445,830	165,112	15,916	4,432	51,796	15,558	193,018
Farm net income:							
Number of returns.....	659,744	155,673	144,935	136,092	160,319	42,093	20,632
Amount.....	8,076,885	930,159	1,258,273	1,637,294	2,217,750	1,125,448	907,960
Farm net loss:							
Number of returns.....	1,357,402	267,515	244,959	304,443	376,837	111,148	52,501
Amount.....	18,335,978	5,083,764	2,433,430	3,178,035	3,924,069	1,618,245	2,098,435
Unemployment compensation:							
Number of returns.....	8,887,329	1,815,567	2,595,522	2,044,652	1,991,558	389,637	50,392
Amount.....	27,186,681	4,678,995	7,821,863	6,572,531	6,444,517	1,453,238	215,533
Taxable Social Security benefits:							
Number of returns.....	10,918,762	58,168	1,988,558	3,395,909	3,978,928	1,095,362	401,835
Amount.....	95,117,645	212,025	3,402,832	19,645,571	47,911,619	17,010,669	6,934,931
Total statutory adjustments:							
Number of returns.....	23,375,424	4,738,303	4,583,730	5,031,827	5,827,044	2,157,520	1,037,003
Amount.....	58,639,871	4,271,455	6,244,009	8,452,774	14,477,289	11,814,202	13,380,141
Payments to an Individual Retirement Arrangement:							
Number of returns.....	3,489,724	246,818	598,236	909,290	1,127,644	499,067	108,670
Amount.....	7,509,629	417,432	1,156,547	1,810,836	2,542,571	1,217,687	364,558
Student loan interest deduction:							
Number of returns.....	4,425,169	471,970	1,253,138	1,603,426	1,096,633	--	--
Amount.....	2,720,191	247,185	794,933	1,127,673	550,400	--	--
Medical savings account deduction:							
Number of returns.....	68,437	6,011	7,479	6,607	24,396	13,579	10,365
Amount.....	118,698	9,208	5,325	12,814	36,303	28,885	26,161
Moving expenses adjustment:							
Number of returns.....	936,093	81,208	184,343	212,145	303,204	124,285	30,910
Amount.....	2,137,051	152,082	272,871	411,984	705,743	435,609	158,761
Self-employment tax deduction:							
Number of returns.....	14,463,993	3,889,714	2,607,512	2,419,481	3,284,090	1,474,094	789,105
Amount.....	17,382,627	1,879,881	2,178,015	2,539,216	4,447,007	3,263,783	3,074,724
Self-employed health insurance deduction:							
Number of returns.....	3,414,913	517,697	613,787	637,546	797,081	471,182	377,618
Amount.....	7,730,019	836,099	1,104,346	1,279,121	1,785,307	1,342,171	1,382,975
Payments to a self-employed retirement (Keogh) plan:							
Number of returns.....	1,279,319	35,005	66,879	129,887	365,017	387,453	295,081
Amount.....	12,471,858	79,393	171,711	543,667	1,999,752	3,819,621	5,857,717
Penalty on early withdrawal of savings:							
Number of returns.....	883,265	174,922	201,028	185,148	248,532	58,154	15,480
Amount.....	199,332	42,979	36,987	32,558	48,510	25,664	12,635
Alimony paid:							
Number of returns.....	651,630	42,498	80,446	119,296	243,892	103,157	62,343
Amount.....	7,343,703	393,919	453,826	556,342	2,110,139	1,518,855	2,310,621
Total deductions:							
Number of returns.....	129,040,587	36,847,803	30,090,816	24,498,000	26,548,597	8,482,307	2,573,063
Amount.....	1,348,173,950	194,780,393	207,788,254	215,154,359	360,573,071	200,573,407	169,304,470
Basic standard deduction:							
Number of returns.....	84,508,410	35,129,743	25,270,423	15,236,265	7,959,030	757,828	155,122
Amount.....	469,491,595	168,904,745	146,048,629	93,573,587	54,541,543	5,344,316	1,078,773

Footnotes at end of table.

Individual Income Tax Returns, Preliminary Data, 2001

Table 1.--Individual Income Tax Returns, Tax Year 2001 Preliminary Data: Selected Income and Tax Items, by Size of Adjusted Gross Income--Continued

(All figures are estimates based on samples--money amounts are in thousands of dollars)

Item	All returns	Size of adjusted gross income					
		Under \$15,000 ¹	\$15,000 under \$30,000	\$30,000 under \$50,000	\$50,000 under \$100,000	\$100,000 under \$200,000	\$200,000 or more
	(1)	(2)	(3)	(4)	(5)	(6)	(7)
Additional standard deduction:							
Number of returns.....	11,227,119	4,063,920	3,471,499	1,898,692	1,523,226	227,083	42,696
Amount.....	15,108,440	5,161,327	4,774,835	2,599,479	2,166,610	343,034	63,154
Total itemized deductions (after limitation):							
Number of returns.....	44,532,177	1,718,061	4,820,394	9,261,735	18,589,566	7,724,480	2,417,942
Amount.....	863,573,915	20,714,320	56,964,786	118,981,293	303,864,917	194,886,057	168,162,542
Itemized deductions in excess of limitation:							
Number of returns.....	5,673,699	--	--	--	109,565	3,146,896	2,417,238
Amount.....	30,431,661	--	--	--	47,359	2,470,546	27,913,757
Medical and dental expenses deduction:							
Number of returns.....	7,497,570	1,031,167	2,062,225	2,102,867	1,984,193	282,740	34,375
Amount.....	45,892,847	7,507,791	11,581,555	11,543,033	10,977,455	3,048,013	1,235,000
Taxes paid deduction:							
Number of returns.....	43,805,620	1,534,420	4,607,938	9,110,590	18,450,667	7,694,069	2,407,935
Amount.....	304,446,730	3,274,709	10,647,328	27,806,092	94,247,225	74,728,757	93,742,623
Interest paid deduction:							
Number of returns.....	36,746,377	1,014,981	3,414,001	7,547,561	16,045,238	6,682,779	2,041,819
Amount.....	340,166,542	6,986,882	21,869,432	51,197,757	133,651,697	78,967,476	47,493,298
Charitable contributions deduction:							
Number of returns.....	39,447,717	1,184,148	3,822,902	7,809,933	16,959,227	7,338,072	2,333,435
Amount.....	134,043,582	1,573,782	7,169,628	14,882,139	41,185,941	27,598,377	41,633,715
Taxable income:							
Number of returns.....	104,411,554	14,584,327	28,041,980	24,260,966	26,484,142	8,472,349	2,567,789
Amount.....	4,282,988,540	45,756,585	299,978,883	594,633,354	1,283,254,407	846,324,865	1,213,040,447
Alternative minimum tax:							
Number of returns.....	1,110,565	4,899	2,632	24,956	234,812	423,621	419,642
Amount.....	5,980,732	41,130	12,174	23,308	384,587	1,161,077	4,358,456
Income tax before credits:							
Number of returns.....	104,430,266	14,581,584	28,045,161	24,263,053	26,491,999	8,477,000	2,571,466
Amount.....	937,495,468	6,316,686	44,755,041	93,316,092	228,190,100	188,975,801	375,941,749
Total tax credits:⁵							
Number of returns.....	49,867,191	6,502,637	15,210,302	10,812,062	13,102,895	3,243,459	995,837
Amount.....	45,229,945	1,174,120	9,495,761	10,344,434	14,699,072	3,007,796	6,508,762
Child care credit:							
Number of returns.....	6,234,662	94,481	1,273,833	1,447,473	2,428,654	839,995	150,223
Amount.....	2,741,353	18,804	546,788	630,298	1,080,678	391,391	73,393
Credit for the elderly or disabled:							
Number of returns.....	141,117	78,685	62,432	--	--	--	--
Amount.....	31,051	19,569	11,483	--	--	--	--
Child tax credit:							
Number of returns.....	26,564,859	586,645	7,067,575	7,327,085	9,801,035	1,782,515	--
Amount.....	22,528,880	97,888	3,868,300	6,755,361	10,256,981	1,550,350	--
Education tax credits:							
Number of returns.....	7,282,324	716,822	1,896,037	1,915,997	2,753,468	--	--
Amount.....	5,205,349	305,849	1,358,612	1,378,645	2,162,246	--	--
Adoption credit:							
Number of returns.....	46,886	--	2,042	7,383	34,092	3,202	166
Amount.....	90,778	--	2,837	7,932	70,294	6,750	2,966
Foreign tax credit:							
Number of returns.....	3,937,418	213,017	334,514	519,437	1,196,941	932,708	740,802
Amount.....	5,882,794	5,769	37,456	105,530	326,735	671,157	4,736,150
General business credit:							
Number of returns.....	256,149	7,515	11,731	30,891	72,144	74,277	59,589
Amount.....	611,694	1,945	6,451	43,432	125,897	121,238	312,730
Prior year minimum tax credit:							
Number of returns.....	235,606	3,786	6,191	12,324	50,863	79,064	83,378
Amount.....	1,434,956	276	4,000	14,050	38,483	139,871	1,238,279
Income tax after credits:							
Number of returns.....	94,912,461	12,881,458	21,424,376	23,195,998	26,365,248	8,475,346	2,570,037
Amount.....	892,265,523	5,142,565	35,259,279	82,971,660	213,491,027	185,968,005	369,432,985
Self-employment tax:							
Number of returns.....	14,465,021	3,890,742	2,607,512	2,419,481	3,284,090	1,474,094	789,105
Amount.....	34,758,301	3,757,970	4,354,753	5,077,237	8,892,457	6,526,818	6,149,065

Footnotes at end of table.

Individual Income Tax Returns, Preliminary Data, 2001

Table 1.--Individual Income Tax Returns, Tax Year 2001 Preliminary Data: Selected Income and Tax Items, by Size of Adjusted Gross Income--Continued

(All figures are estimates based on samples--money amounts are in thousands of dollars)

Item	All returns	Size of adjusted gross income					
		Under \$15,000 ¹	\$15,000 under \$30,000	\$30,000 under \$50,000	\$50,000 under \$100,000	\$100,000 under \$200,000	\$200,000 or more
	(1)	(2)	(3)	(4)	(5)	(6)	(7)
Total earned income credit (EIC):							
Number of returns.....	19,810,008	11,293,770	8,147,948	368,288	--	--	--
Amount.....	33,803,688	20,450,857	13,276,946	75,882	--	--	--
EIC used to offset income tax before credits:							
Number of returns.....	4,450,085	1,011,470	3,214,448	224,168	--	--	--
Amount.....	1,486,850	92,172	1,358,259	36,422	--	--	--
EIC used to offset other taxes:							
Number of returns.....	3,549,027	2,379,427	1,135,347	34,253	--	--	--
Amount.....	2,889,108	1,816,995	1,064,420	7,696	--	--	--
Excess EIC, refundable portion:							
Number of returns.....	16,827,409	10,053,842	6,618,427	155,142	--	--	--
Amount.....	29,427,729	18,541,689	10,854,276	31,765	--	--	--
Additional child tax credit:							
Number of returns.....	8,633,160	2,809,787	4,762,894	946,985	112,498	995	--
Amount.....	5,014,713	908,720	3,129,363	851,119	124,415	1,097	--
Total income tax:							
Number of returns.....	94,912,843	12,881,627	21,424,376	23,196,038	26,365,293	8,475,463	2,570,046
Amount.....	892,298,267	5,143,157	35,259,279	82,974,008	213,497,666	185,980,560	369,443,599
Total tax liability:							
Number of returns.....	97,667,755	14,778,297	22,012,227	23,426,148	26,403,506	8,476,675	2,570,900
Amount.....	928,262,706	7,237,025	38,644,992	88,425,307	223,664,916	193,556,200	376,734,266

¹ Includes returns with adjusted gross deficit.

² Includes TeleFile returns.

³ Included in data for Forms 1040, 1040A, and 1040EZ.

⁴ Not included in adjusted gross income.

⁵ Includes EIC used to offset income tax before credits.

NOTE: Detail may not add to totals because of rounding.