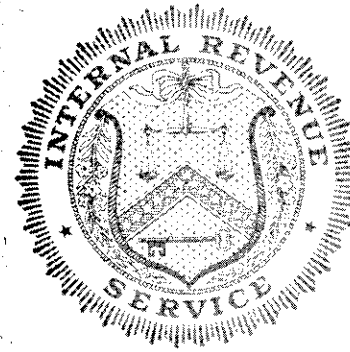


COMMISSIONER OF  
INTERNAL REVENUE

# ANNUAL REPORT 1959

FOR THE FISCAL YEAR  
ENDED JUNE 30, 1959  
INTERNAL REVENUE SERVICE  
UNITED STATES  
TREASURY DEPARTMENT



# REPORT ON OPERATIONS

## NOTES

All yearly data are on a fiscal year basis, unless otherwise specified. For example, data headed "1959" pertain to the fiscal year ended June 30, 1959, and "July 1" inventory items under this heading reflect inventories as of July 1, 1958.

In many tables and charts, figures have been rounded and therefore will not necessarily add to the printed totals which are based on unrounded figures.

# INTERNAL REVENUE COLLECTIONS

## General

Internal revenue collections amounted to \$79,797,973,000 in the fiscal year 1959. This represents a decrease of \$180,503,000, or 0.2 percent, under the \$79,978,476,000 collected in the previous fiscal year.

Collections of individual income taxes increased by \$2,166,185,000, or 5.6 percent, and employment tax collections increased by \$209,358,000, or 2.4 percent. However, these increases were not sufficient to offset a decrease of \$2,441,807,000, or 11.9 percent, in corporation income tax collections. Amounts collected from estate and gift taxes and from excise taxes showed only slight decreases from the preceding year.

A comparison of collections by major categories follows:

### Internal revenue collections

(In thousands of dollars. For details, see table 3, p. 106)

| Source  | 1959       | 1958       |
|---|------------|------------|
| Grand total <sup>1</sup> .....                      | 79,797,973 | 79,978,476 |
| Income taxes, total.....                            | 58,826,254 | 59,101,874 |
| Corporation.....                                    | 18,091,509 | 20,533,316 |
| Individual, total.....                              | 48,734,744 | 38,568,559 |
| Withheld by employer <sup>2</sup> .....             | 29,001,375 | 27,040,911 |
| Other <sup>2</sup> .....                            | 11,733,369 | 11,527,648 |
| Employment taxes, total.....                        | 8,853,744  | 8,644,386  |
| Old-age and disability insurance <sup>2</sup> ..... | 8,004,355  | 7,733,223  |
| Unemployment insurance.....                         | 324,020    | 335,888    |
| Railroad retirement.....                            | 525,369    | 575,282    |
| Estate and gift taxes.....                          | 1,352,982  | 1,410,925  |
| Excise taxes, total.....                            | 10,759,549 | 10,814,268 |
| Alcohol taxes.....                                  | 3,002,096  | 2,946,461  |
| Tobacco taxes.....                                  | 1,806,816  | 1,734,021  |
| Other excise taxes.....                             | 5,950,637  | 6,133,786  |
| Taxes not otherwise classified <sup>3</sup> .....   | 5,444      | 7,024      |

Note.—Calendar year figures by regions, districts, States, and Territories, for selected types of taxes, may be obtained from the Public Information Division, Internal Revenue Service, Washington 25, D.C.

<sup>1</sup> Collections are adjusted to exclude amounts transferred to the Government of Guam. For details, see table 1, p. 88, and footnote 5, p. 110.

<sup>2</sup> Estimated. Collections of individual income tax withheld are not reported separately from old-age and disability insurance taxes on wages and salaries. Similarly, collections of individual income tax not withheld are not reported separately from old-age and disability insurance taxes on self-employment income. The amount of old-age and disability insurance tax collections shown is based on estimates made by the Secretary of the Treasury pursuant to the provisions of sec. 201(a) of the Social Security Act, as amended, and includes all old-age and disability insurance taxes. The estimates shown for the 2 classes of individual income taxes were derived by subtracting the old-age and disability insurance tax estimates from the combined totals reported.

<sup>3</sup> Includes amounts of unidentified and excess collections and profit from sale of acquired property.

The use of the depositary receipt method of paying taxes continued to expand during 1959, with depositary receipt purchases totaling \$31,946,440,000. This represents an increase of \$1,537,542,000, or 5.1 percent, over last year's purchases. The 1959 depositary receipt purchases accounted for 40 percent of total internal revenue receipts and 71 percent of the employment taxes collected. In the excise tax area, nearly 89 percent of the taxes shown on Form 720 returns were paid by depositary receipts.

### Corporation Income Taxes

Corporation income taxes collected during 1959 totaled \$18,091,509,000, and accounted for about 23 percent of the total internal revenue collections. As compared with 1958, this represents a decrease of \$2,441,807,000, or 11.9 percent. The decrease resulted from the sharp decline in corporate profits in the first half of calendar year 1958.

### Individual Income Taxes

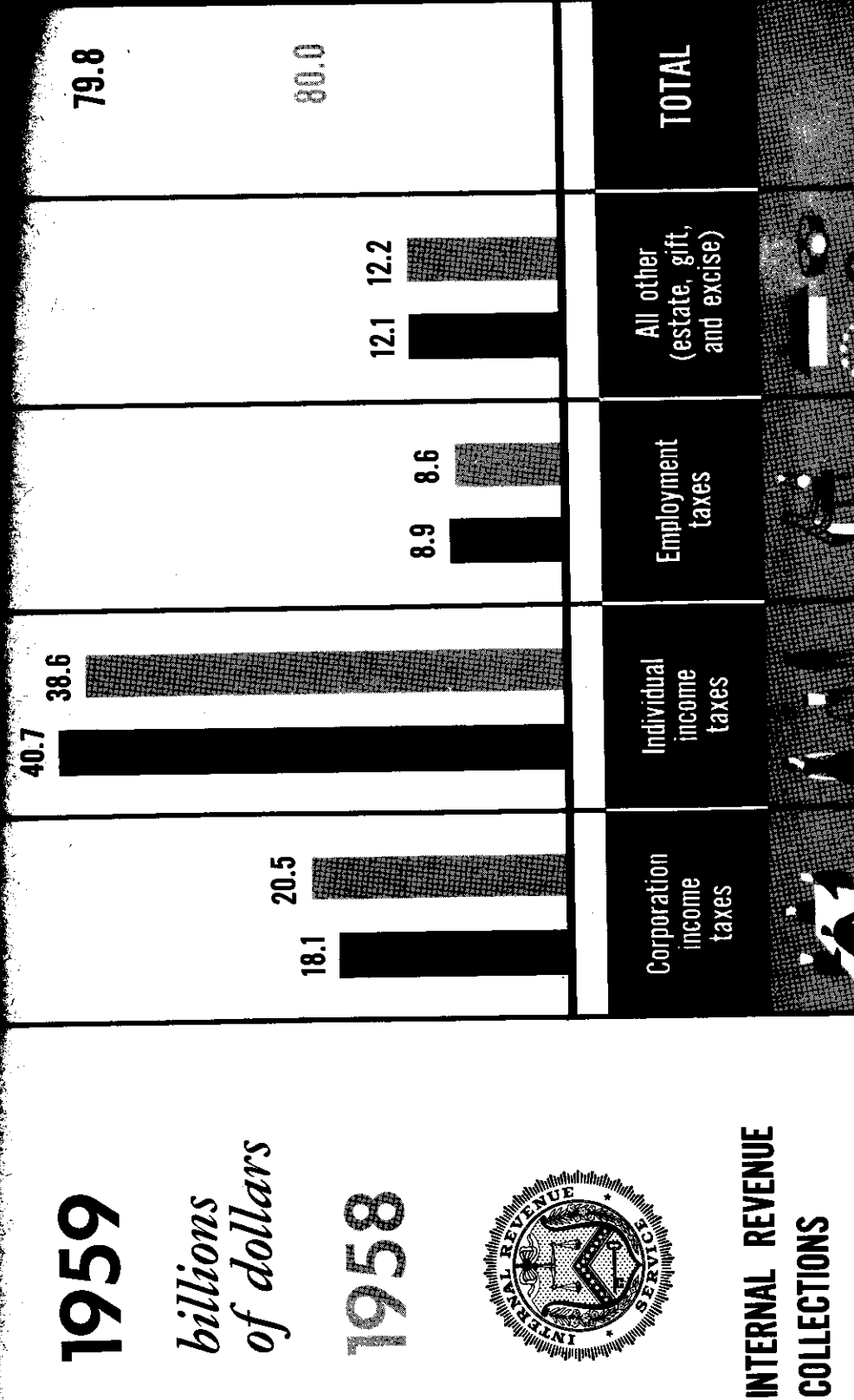
Reflecting the rise in personal incomes, collections of individual income tax withheld showed a gain of \$1,960,464,000 and other individual income tax collections increased by \$205,721,000. Individual income taxes accounted for 51 percent of the total internal revenue receipts. Withheld taxes accounted for over 71 percent of all individual income taxes.

### Employment Taxes

Employment taxes collected during 1959 totaled \$8,853,744,000, an increase of \$209,358,000, or 2.4 percent, over the preceding year. Old-age and disability insurance taxes increased by \$271,132,000, due mainly to the increase in the tax rate of one-fourth percent each on employers and employees and the increase in the maximum amount taxable from \$4,200 to \$4,800 effective January 1, 1959. Collections of unemployment insurance taxes and railroad retirement taxes showed slight decreases.

### Other Internal Revenue Collections

Other internal revenue collections, including estate and gift taxes, alcohol and tobacco taxes, other excise taxes, and taxes not otherwise classified, amounted to \$12,117,975,000. This amount represents a decrease of \$114,241,000, or 0.9 percent, under similar collections last year. Excise taxes other than alcohol and tobacco taxes dropped by 3.1 percent. A new system for payment of all Federal liquor and tobacco excise taxes by means of returns is described on page 43.





Electronic computer used to process tax returns at Northeast Service Center, Lawrence, Mass.

## RECEIPT AND PROCESSING OF RETURNS

### Number of Tax Returns

In the 1959 fiscal year, 92,852,000 tax returns of all classes were received by the Internal Revenue Service. This was 679,000, or 0.7 percent less than the number received in the preceding year.

Most of the decrease occurred in individual income tax returns where the combined total of Forms 1040 and 1040A numbered 59,185,000 and showed a decline of 822,000, or 1.4 percent, from the previous year. This decrease was due largely to economic factors. While the number of Forms 1040 declined by 3,859,000, there was an increase of 3,037,000 in the number of Forms 1040A. The increase in number of Forms 1040A received was due partly to the efforts of the Service to increase the use of this simplified card return form and partly to a revision in its coverage to include salary and wage incomes up to \$10,000. In previous years, the Form 1040A could only be used by persons with salary and wage incomes under \$5,000.

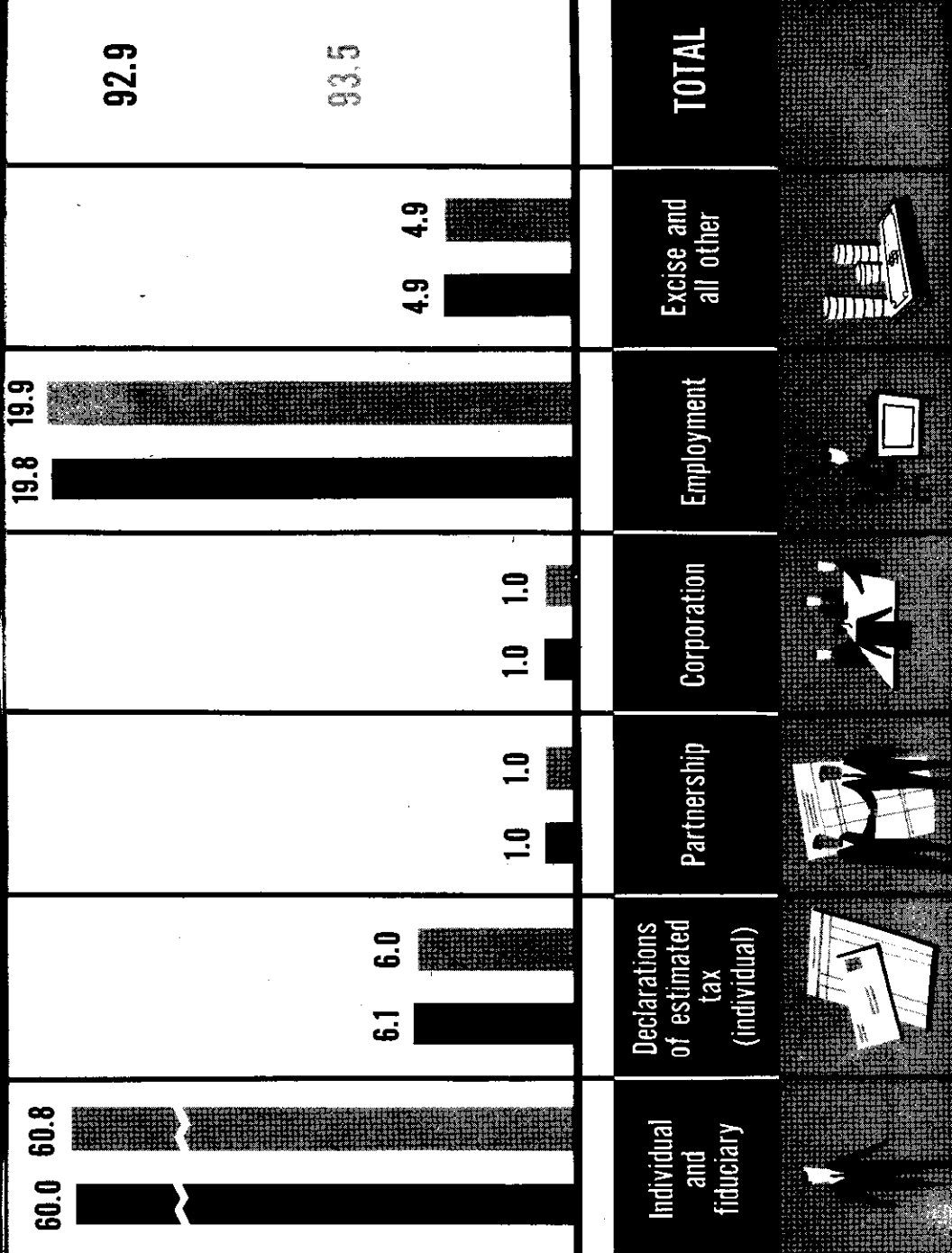
Individual declarations of estimated tax numbered 6,102,000, which represented a gain of 107,000 from the preceding year.

Employment tax returns filed in 1959 totaled almost 20,000,000, about the same number as in the preceding year.

Major changes among other classes of tax returns were an increase of 70,000 in occupational tax returns and a decline of 144,000 in all other excise taxes.

1959  
in millions  
1958

NUMBER OF  
RETURNS FILED



A comparison of the number filed in fiscal 1959 with the number filed in fiscal 1958, by principal types of returns, follows:

Number of returns filed, by principal type of return

[Figures in thousands. For details, see table 5, p. 112]

| Type of return   | 1959   | 1958   |
|--|--------|--------|
| Grand total  | 92,852 | 93,532 |
| Income tax returns, total                                | 68,593 | 69,202 |
| Individual and fiduciary, total                          | 60,008 | 60,793 |
| Individual—citizens and resident aliens, total           | 59,185 | 60,007 |
| Form 1040  | 41,959 | 45,818 |
| Form 1040A   | 17,226 | 14,188 |
| All other individual and fiduciary                       | 824    | 786    |
| Declarations of estimated tax, total                     | 6,120  | 6,015  |
| Individual   | 6,102  | 5,995  |
| Corporation  | 18     | 20     |
| Partnership  | 1,016  | 1,047  |
| Corporation <sup>1</sup>                                 | 998    | 971    |
| Other <sup>2</sup>                                       | 451    | 377    |
| Employment tax returns, total                            | 19,847 | 19,856 |
| Withheld income tax and old-age and disability insurance | 18,645 | 18,618 |
| Railroad retirement and unemployment insurance           | 1,202  | 1,238  |
| Estate tax   | 61     | 54     |
| Gift tax   | 85     | 80     |
| Special occupational taxes                               | 1,338  | 1,268  |
| All other excise taxes                                   | 2,928  | 3,071  |

<sup>1</sup> Revised.

<sup>2</sup> Includes 30,000 corporation returns, Form 1120S, filed in the period Jan. 1 through June 30, 1959, by small business corporations electing to have their undistributed taxable income taxed to shareholders.

<sup>3</sup> Consists principally of exempt organization returns, tentative returns, and self-employment tax returns filed in Puerto Rico and Virgin Islands.

Service Centers

Large-scale centralized machine processing of individual income tax returns and declarations of estimated tax was further extended this year both as to area served and volume of returns processed.

The area served was extended to cover 63 districts. The Midwest Service Center at Kansas City, Mo., served all districts in the Atlanta, Chicago, and Cincinnati regions. The Northeast Service Center at Lawrence, Mass., served all districts in the Boston, New York, and Philadelphia regions. The Western Service Center at Ogden, Utah, served all districts in the Dallas, Omaha, and San Francisco regions except Honolulu.

In addition to extended district coverage, the centers processed a larger portion of the individual income tax workload for districts served in the past and undertook the processing of other returns on an experimental basis to determine how they may be adapted to machine processing.

During 1959, the three service centers processed an aggregate of 41 million Forms 1040 and 1040A, or approximately 70 percent of the total number filed.

## Mathematical Verification

During the year, 52,465,000 income tax returns of individuals filed on Forms 1040 and 1040A were mathematically verified. This was a decrease of about 9 percent from the preceding fiscal year. The decrease is due primarily to the fact that some verification originally scheduled for 1959 was performed in 1958 and to an increase in the number of returns made available for prerefund audit. In addition there was less manpower available for verification work during 1959.

The number of error cases disclosed by mathematical verification declined by slightly more than 5 percent, as compared with the 9-percent decline in the number of returns verified. Among the error cases, the number with a tax increase declined by 7 percent, while the number with tax decreases dropped 2 percent. The increases averaged \$73 while the average decrease was \$65.

The results of mathematical verification of individual income tax returns during the last 2 years are shown in the following table:

Individual income tax returns mathematically verified

| Item   | Type of return |         |           |        |            |        |
|--|----------------|---------|-----------|--------|------------|--------|
|  | Total          |         | Form 1040 |        | Form 1040A |        |
|  | 1959           | 1958    | 1959      | 1958   | 1959       | 1958   |
| Number of returns verified.....thousands..                   | 52,465         | 57,372  | 39,534    | 47,919 | 12,931     | 9,454  |
| Number of returns on which changes were made.....thousands.. | 1,800          | 1,904   | 1,278     | 1,666  | 522        | 237    |
| Returns with increase:                                       |                |         |           |        |            |        |
| Number.....thousands..                                       | 1,153          | 1,244   | 857       | 1,091  | 295        | 153    |
| Amount.....thousand dollars..                                | 84,688         | 107,256 | 62,664    | 95,360 | 22,023     | 11,097 |
| Returns with decrease:                                       |                |         |           |        |            |        |
| Number.....thousands..                                       | 647            | 659     | 421       | 575    | 226        | 84     |
| Amount.....thousand dollars..                                | 42,268         | 45,480  | 25,406    | 38,401 | 16,862     | 7,078  |

## Information Returns

More than 302 million information returns were received by the Internal Revenue Service during 1959. The majority of these, numbering over 200 million,<sup>1</sup> were Forms W-2 (employer's state-

<sup>1</sup> Includes number of Forms W-2, Copy B, involved in instances where two or more of these forms are attached to one income tax return. This differs from reporting basis employed in earlier reports, which, in such instances, took into account only the number of "sets" of Form W-2, Copy B.

ments of wages paid and tax withheld) and included both copies A, filed by employers, and B, filed by employees. Forms 1099 (information returns on payments of dividends, interest, and various other items) totaled nearly 96,000,000. The remaining information documents processed consisted of nearly 5,500,000 Forms 1087, Ownership Certificates—Dividends on Stock, and small numbers of other types of documents.

## Collection Activity Reorganization

The new organizational alinement of collection division office branches which had been developed and tested in the Pittsburgh and Phoenix districts during 1958 was extended to all district offices prior to the 1959 filing period. The new organization establishes a balanced grouping of office functions and provides a straight line workflow with fewer control points and reduced transportation costs. An important feature is a Taxpayer Service Branch which provides prompt service at one central point on many of the inquiries and requests for assistance received from taxpayers.

Continuing the development of a "Blue Ribbon" Service in all functional areas, a study was undertaken which has as its objective improvement in organization and management in the delinquent accounts and returns branches of the district collection divisions.



## ENFORCEMENT WORK

### Audit of Returns

*General.*—The volume of returns examined was increased during 1959 for the fourth consecutive year, notwithstanding the fact that there was a slight decrease in audit personnel. The gain in examinations resulted from steps taken to streamline audit operations and permit more effective utilization of manpower.

Emphasis was concentrated on audit procedures to accelerate the closing of older cases and assure prompt examination of returns currently filed. Savings in clerical manpower were achieved through expanded use of service center machine facilities in the preparation of questionnaires to taxpayers and in the compilation of audit management reports. Post-audit-review operations also were strengthened to provide for a more effective coordination of the audit work throughout the nine regions.

A reorganization of district audit divisions was initiated which will redistribute middle management positions according to the needs of the respective offices. The audit training program was extended to provide for the training of office auditors, estate and gift tax agents, and pension trust specialists, and to provide advanced training for revenue agents.

Studies were undertaken to determine the best possible distribution of technical personnel among the regional and district offices; to improve the office audit operations in district offices by making guides, techniques, and related instructions available for use of office auditors; and to outline the duties and responsibilities of the regional audit staff in assisting district audit management in the development and execution of audit programs.

*Post-audit-review operations.*—A new program has been initiated to improve the coordination of the Regional Post Review operations and to achieve a high level of uniformity in the application of the Code, regulations, and procedures. Information obtained will provide an improved basis for appraising the quality of audit work, preparing training materials, and determining the needs for changes in the Code or regulations.

*Reorganization of district audit divisions.*—Changes in the organizational structure of district audit divisions were authorized in May 1959 to provide greater flexibility, a more effective span of control, and better utilization of both supervisory and technical personnel. The new organization provides for variations in the number of branches and the extent of intermediate supervision, to fit the size and scope of the district's audit mission.

*Returns examined.*—The number of returns examined totaled 2,888,000, representing an increase of 59,000 or 2 percent as compared with the 2,829,000 returns examined in 1958.

A comparison of the number of returns examined during the last 2 years follows:

Number of tax returns examined

[Figures in thousands]

| Type of return                               | 1959  | 1958  |
|--|-------|-------|
| Grand total .....                            | 2,888 | 2,829 |
| Income tax, total .....                      | 2,595 | 2,496 |
| Corporation .....                            | 173   | 159   |
| Individual and fiduciary .....               | 2,422 | 2,336 |
| Estate and gift tax .....                    | 29    | 28    |
| Excise and employment tax <sup>1</sup> ..... | 264   | 306   |

<sup>\*</sup> Revised.

<sup>1</sup> Excludes examinations resulting in no tax change where such examination was made from the taxpayer's copies of returns in the course of an audit covering both income and excise and/or employment tax. The number of such "no change" returns thus excluded is 819,000 for 1959 and 871,000 for 1958.

The district audit divisions also completed action on 13,678 offers in compromise involving income, profits, estate, gift, excise (other than alcohol), and employment taxes. For general discussion on offers in compromise activity, see page 40.

### Fraud Investigations

Continued emphasis on identification and completion of cases of substance, combined with a decrease of 3 percent in technical personnel, resulted in a decline of 5 percent in the number of full-scale investigations completed and 16 percent in the number of prosecution recommendations. Additional tax and penalties involved in completed cases decreased slightly as compared with 1958, but remained well above totals for 1956 and 1957. The presentation to courts and juries of larger fraud cases of broad significance, while time consuming, is accompanied by more widespread news coverage and creates greater deterrent effect among would-be violators. However, in maintaining a balanced enforcement effort, cases involving the smaller, less complicated tax



frauds, usually committed by taxpayers in the lower income brackets, are recommended for criminal action whenever the violation is of such flagrancy as to warrant prosecution as a felony.

There was only a slight decrease in the number of investigations of applicants for enrollment to practice. This work and the investigation of charges against enrollees to practice will be transferred early in the next fiscal year to the Inspection Service, thereby permitting the Intelligence Division to devote its efforts exclusively to the identification and investigation of possible tax fraud violations.

A comprehensive training program for special agents was developed which is aimed at bringing the newly appointed special agent into production more quickly and at improving the performance of incumbent special agents (see p. 70).

A summary of investigations by special agents follows:

#### Tax fraud and other investigations completed by Intelligence Division

| Type  | 1959   | 1958   |
|---|--------|--------|
| Grand total   | 25,417 | 25,923 |
| Suspected fraud and miscellaneous type cases investigated:            |        |        |
| Unnumbered (preliminary) investigations, total                        | 14,237 | 14,416 |
| Fraud   | 12,368 | 12,736 |
| Wagering  | 1,499  | 1,247  |
| Coin-operated gaming devices  | 242    | 306    |
| Miscellaneous   | 136    | 127    |
| Numbered (full-scale) investigations, total                           | 3,969  | 4,184  |
| Prosecution recommended, total  | 1,640  | 1,946  |
| Fraud   | 1,026  | 1,280  |
| Wagering  | 514    | 547    |
| Coin-operated gaming devices  | 66     | 88     |
| Miscellaneous   | 34     | 31     |
| Prosecution not recommended, total                                    | 1,399  | 1,426  |
| Fraud   | 1,251  | 1,254  |
| Wagering  | 89     | 75     |
| Coin-operated gaming devices  | 41     | 83     |
| Miscellaneous   | 18     | 14     |
| Investigations discontinued, total                                    | 930    | 812    |
| Fraud   | 889    | 748    |
| Wagering  | 31     | 52     |
| Coin-operated gaming devices  | 10     | 12     |
| Other investigations, total   | 7,211  | 7,323  |
| Applications for admission to practice before the Treasury Department | 7,160  | 7,241  |
| Charges against enrollees to practice                                 | 51     | 82     |

<sup>1</sup> In addition to the applications for admission to practice before the Treasury Department, there were 3,698 renewal applications processed and renewal cards issued during fiscal year 1959.

## Federal-State Cooperation

Further steps were taken to develop the program for coordination of Internal Revenue and State tax enforcement efforts. The potential value of joint uses of information by both jurisdictions is receiving wider recognition. More States have shown an interest in obtaining the adjustments made in Federal audit of tax returns. State efforts to reciprocate, but not their willingness, have been limited in a number of respects, particularly in the audit area. Because the Revenue Service cannot reach all returns needing audit, it has encouraged State tax authorities to develop supplemental audit programs geared to the Federal limitations. It has been found also that the States can provide many auxiliary types of information that may be useful in Federal enforcement.

All existing exchange relationships between Internal Revenue field offices and State tax administrators, which still predominantly reflect informal arrangements made on a local basis, are being carefully reviewed. This review is intended to bring out ways in which improved planning would facilitate expansion of the benefits that may be obtained from exchange of information and assistance.

The recent rapid adoption of mechanized systems by the States has provided a broader opportunity for meshing sources of tax information. For example, one State recently carried out a mechanical match of its sales tax returns and Federal income tax returns, with gratifying results. It is expected that the interchangeability of data on taxpayers will have more scope as systems for rapid data processing develop.

## Alcohol and Tobacco Tax Program

This was the second complete year for the new enforcement program which continues to produce very tangible results in the effort to combat production and sale of illicit alcoholic beverages. This program places primary emphasis on—

- (1) a concentrated drive to detect and prosecute organized groups of large-scale operators;
- (2) the extension of investigations and the planning of raids so as to arrest groups of violators together (more arrests per seizure);
- (3) an intensified raw materials preventive program.

Field and case reports show marked success in the efforts to detect and prosecute large-scale violators. In connection with the second area of emphasis, the percentage of stills seized with defendants increased over the past two years by more than one-third.

The pressure of the preventive raw materials program, the third area of emphasis, caused increasing disruption of the "moonshiner's" traditional sources of supply. The cost of sugar used in the manufacture of nontaxpaid distilled spirits rose to a level exceeded only during World War II sugar rationing. Substitutes are frequently used and major violators often have several employees whose only duty is to make small retail sugar purchases and accumulate enough to operate. Consequently, the uninterrupted operation of the larger stills is the exception, not the rule.

The success of the new enforcement program is indicated in the unusual interest of the courts and the U.S. attorneys as evidenced by their many favorable comments on the soundness of the program, more successful convictions, and the imposing of longer sentences for violation of Federal liquor and raw materials laws.

Seizures for violations of alcohol, tobacco, and firearms tax laws decreased generally, and arrests decreased also during the year. As compared with the preceding year, the seizure of stills decreased only nominally; seizures of nontaxpaid distilled spirits increased by 4 percent; and the appraised value of property seized decreased 12 percent, from \$3,403,778 to \$2,993,054. The number of vehicles seized decreased 1 percent, from 3,229 to 3,193. Seizures of nontaxpaid wines decreased from 7,448 gallons to 4,301.

The number of arrests decreased from 11,631 to 10,912, including 42 arrests for tobacco tax violations and 597 arrests for firearms violations.

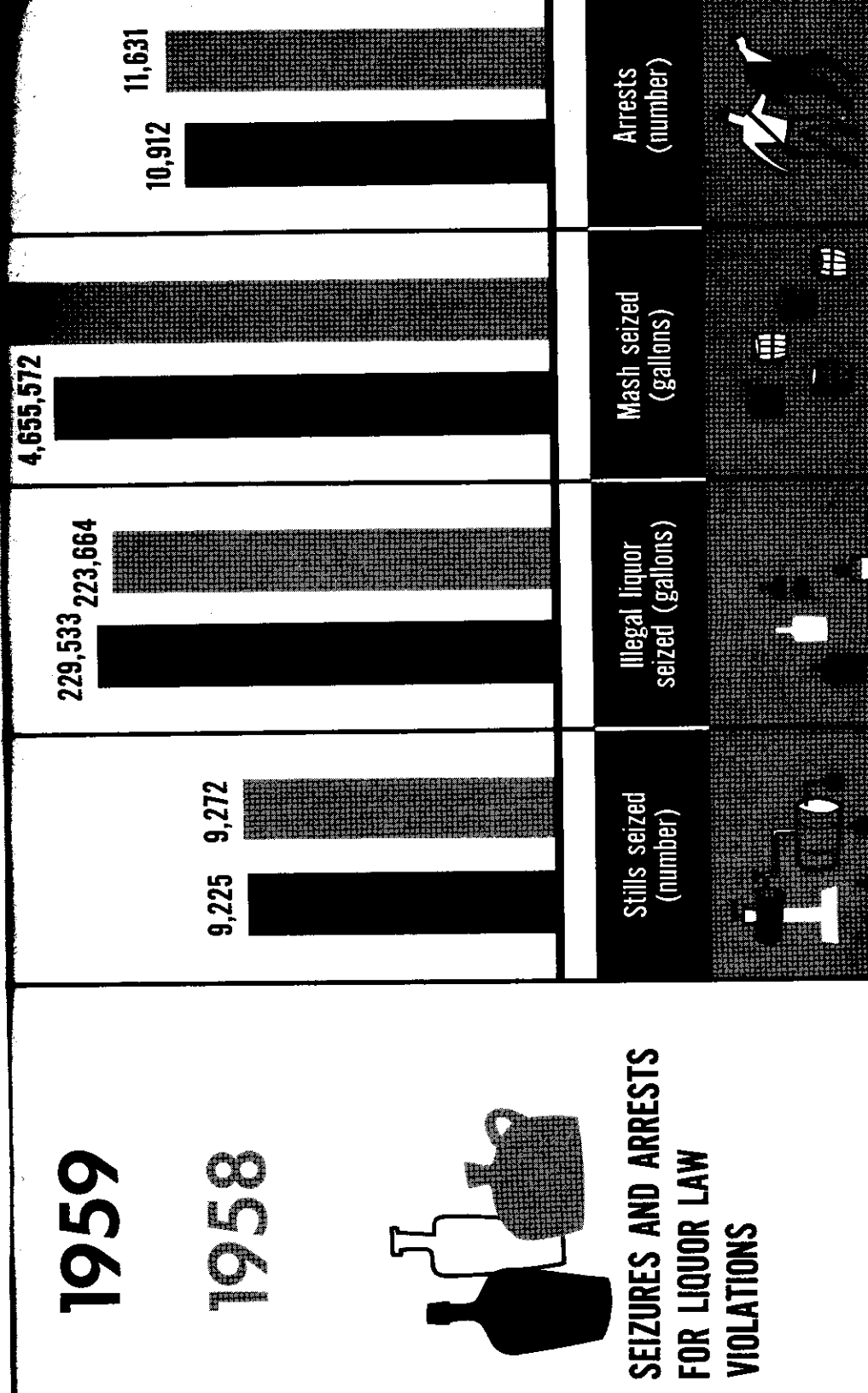
A comparison of seizures and arrests follows:

Seizures and arrests for alcohol, tobacco, and firearms violations

| Item  | 1959      | 1958      |
|---|-----------|-----------|
| Seizures:                                     |           |           |
| Stills.....number.....                        | 9,225     | 9,272     |
| Nontaxpaid distilled spirits.....gallons..... | 225,232   | 216,216   |
| Nontaxpaid wines.....do.....                  | 4,301     | 7,448     |
| Mash.....do.....                              | 4,655,572 | 5,140,846 |
| Vehicles.....number.....                      | 3,193     | 3,229     |
| Property (appraised value).....dollars.....   | 2,993,054 | 3,403,778 |
| Arrests <sup>1</sup> .....number.....         | 10,912    | 11,631    |

Note.—Includes seizures and arrests in cases adopted, as well as originated by the Alcohol and Tobacco Tax Division.

<sup>1</sup> Includes 42 arrests for tobacco tax violations and 597 arrests for firearms violations in 1959, and 9 arrests for tobacco tax violations and 513 arrests for firearms violations in 1958.



Action under the Liquor Enforcement Act of 1936 (now 18 U.S.C. 1261, 1262, 3615) against persons attempting to import liquor into the State of Oklahoma resulted in 28 arrests and the seizure of 1,367 gallons of taxpaid liquor and 20 vehicles, valued at \$42,952. This act ceased to apply to any State, upon the repeal of the Oklahoma Prohibition Ordinance and the enabling act by a vote of the electorate on April 7, 1959, and the signing of the House Bill 825 of the Oklahoma Legislature, on June 23, 1959, by the Governor.

During the year, 4,459 case files were examined in connection with preparation and submission to the wardens of Federal institutions under the jurisdiction of the Bureau of Prisons, Department of Justice, of background information required by prison officials and pardon and parole boards for classifying persons serving sentences resulting from convictions in alcohol, tobacco, and firearms cases, and/or considering applications from such persons for pardon and parole.

### Firearms Program

During 1959, registration of firearms totaled 52,156 compared with 9,254 in 1958. This substantial increase in registrations resulted from the importation in 1959 of large quantities of rifles which, because of their barrel length of less than 18 inches, are subject to the provisions of the National Firearms Act. Investigational work under the National and Federal Firearms Acts, and the Act of August 9, 1939 (49 U.S.C. 781), resulted in 597 arrests, the seizure of 161 vehicles, the seizure of 887 firearms, and the completion of 611 criminal prosecution cases.

### Rewards to Informers

Individuals who sought rewards as informers submitted 4,157 claims during 1959. Of the year's receipts and those still on hand at the end of the prior year, 5,102 were closed. A majority of the claims closed were disallowed either because they could not be substantiated or because they did not fulfill the eligibility requirements of the regulations.

Although 708 of these claims were approved, the recommended payments of \$416,704 decreased by \$76,831 from last year. Taxes, interest, and penalties recovered on the strength of informants' disclosures were nearly 30 times the amount of rewards recommended.

Continued emphasis on disposing of these claims as rapidly as possible has resulted in a substantial decrease in the number of unprocessed claims as compared with the prior fiscal year.

A comparison of results for this activity during the last 2 years is shown below:

Receipt and disposal of claims for informers' rewards

| Status  | 1959    | 1958    |
|---|---------|---------|
| Pending July 1.....number.....                                    | 5,689   | 7,076   |
| Received during year.....do.....                                  | 4,157   | 4,173   |
| Disposed of during year, total.....do.....                        | 5,102   | 5,560   |
| Rejected.....do.....  | 4,394   | 4,866   |
| Allowed.....do.....   | 708     | 694     |
| Pending June 30.....do.....                                       | 4,744   | 5,689   |
| Amount allowed on claims disposed of during year.....dollars..... | 416,704 | 493,535 |

### Cases Involving Criminal Prosecution

Total additional taxes and penalties of \$87,622,773 were involved in cases received in the Chief Counsel's office with recommendations of criminal prosecution. This reflected an increase of about \$5,500,000 over the amount involved in the prior year.

An analysis of criminal tax cases of all types (other than wagering-occupational tax cases handled at the District level) flowing from the Assistant Regional Commissioner, Intelligence, through

the office of the Chief Counsel and the Department of Justice follows:

Receipt and disposal of cases in Chief Counsel's office

| Status                              | 1959  | 1958  |
|-------------------------------------|-------|-------|
| Pending July 1 <sup>1</sup>         | 2,132 | 3,148 |
| Received during year, total         | 1,640 | 1,565 |
| With recommendation for prosecution | 1,552 | 1,501 |
| With requests for opinion           | 88    | 64    |
| Disposed of during year, total      | 1,641 | 2,573 |
| Prosecution not warranted           | 325   | 285   |
| Department of Justice declined      | 69    | 208   |
| Prosecutions                        | 985   | 1,770 |
| Opinions delivered                  | 91    | 84    |
| All other closings                  | 171   | 226   |
| Pending June 30 <sup>1</sup>        | 2,131 | 2,132 |

<sup>1</sup> Includes cases awaiting action in Department of Justice exclusive of wagering tax cases referred by Intelligence Division.

A total of 823 income and miscellaneous criminal cases, with prosecution recommendations involving 905 prospective defendants, was forwarded to the Department of Justice. Compared with the prior year, this was a decrease of 13 percent in the volume of referrals. Indictments in such cases were down 23 percent in 1959 and the total disposal of cases in these categories in the district courts decreased by 25 percent.

In income, excise, and wagering tax cases reaching the courtroom, 796 defendants pleaded guilty or nolo contendere, 113 were convicted after trial, 72 were acquitted, and 177 were dismissed. In alcohol, tobacco, and firearms tax cases, 5,694 pleaded guilty, 789 were convicted after trial, 360 were acquitted, and 724 were dismissed.

A comparison of indictments and courtroom actions for the last 2 years follows:

Results of criminal action

| Action  | Number of defendants |       |
|---|----------------------|-------|
|   | 1959 *               | 1958  |
| Total   | 8,770                | 8,705 |
| Indictments and informations                    | 8,725                | 8,647 |
| Disposals, total                                | 6,490                | 6,243 |
| Plea—guilty or nolo contendere                  | 902                  | 962   |
| Convicted after trial                           | 432                  | 531   |
| Acquitted                                       | 1,901                | 911   |
| Not-processed or dismissed                      |                      |       |
| Income tax and miscellaneous cases <sup>1</sup> |                      |       |
| Indictments and informations                    | 702                  | 918   |
| Disposals, total                                | 743                  | 995   |
| Plea—guilty or nolo contendere                  | 543                  | 720   |
| Convicted after trial                           | 88                   | 87    |
| Acquitted                                       | 48                   | 46    |
| Not-processed or dismissed                      | 164                  | 142   |
| Wagering tax cases                              |                      |       |
| Indictments and informations                    | 483                  | 441   |
| Disposals, total                                | 415                  | 532   |
| Plea—guilty or nolo contendere                  | 253                  | 248   |
| Convicted after trial                           | 25                   | 41    |
| Acquitted                                       | 24                   | 60    |
| Not-processed or dismissed                      | 113                  | 183   |
| Alcohol, tobacco, and firearms taxes            |                      |       |
| Indictments and informations                    | 7,585                | 7,346 |
| Disposals, total                                | 7,567                | 7,120 |
| Plea—guilty or nolo contendere                  | 5,694                | 5,275 |
| Convicted after trial                           | 789                  | 834   |
| Acquitted                                       | 360                  | 425   |
| Not-processed or dismissed                      | 724                  | 586   |

<sup>1</sup> Includes cases dismissed for the following reasons: 7 because of death of principal defendant, 1 because of serious illness, and 44 because major defendant had pleaded guilty or had been convicted in a related case.

<sup>2</sup> Includes 27 terminations because of trials in other cases.

<sup>3</sup> Includes income, estate, gift, and excise taxes other than wagering, alcohol, tobacco, and firearms taxes.

*Supreme Court decisions in criminal cases.*—Certiorari was denied and rehearing was refused in the case of *Paul DeLucia*, a notorious gambler and racketeer, convicted and sentenced to imprisonment for 3 years and fined \$5,000 on charges of attempted evasion of taxes on income alleged by the defense to represent expenditure of a cash hoard on hand in the 1940's after a conspiracy to extort money from the movie industry.

The Supreme Court, in affirming a tax evasion conviction in *Palermo v. United States* (360 U.S. 343), restricted the extent to which defendants can inspect prior statements of government witnesses under section 3500, Title 18, U.S.C., by excluding memoranda of interviews prepared by special agents from the scope of the *Jencks Act*.

A major decision in the field of conspiracy to violate the Federal wagering tax statutes affirmed the conviction of two principals engaged in evasion of the wagering taxes and reversed the conviction of two minor employees of the lottery not shown to have knowledge of the principals' failure to pay the Federal gambling tax. *Ingram et al. v. United States* (360 U.S. 672).

*Other court action of significance.*—The further hearing on the motion to suppress in *United States v. Shotwell Manufacturing Company et al.*, ordered by the Supreme Court (355 U.S. 233) on the basis of newly discovered evidence impugning the truthfulness of trial testimony as to an alleged voluntary disclosure, was held and the motion was denied, and the defendants were resentenced for the attempted evasion of income taxes.

The trial of *Dave Beck*, former president of the International Brotherhood of Teamsters, Chauffeurs, Warehousemen and Helpers of America, resulted in his conviction on charges of the attempted evasion of about \$240,000 in income taxes for the years 1950 to 1953, inclusive, and assisting in the preparation of false information returns on behalf of the union's Joint Council Building Association. Judge Boldt imposed a sentence of 5 years' imprisonment and the maximum fines in the total of \$60,000.

*Eugene James*, secretary-treasurer of Local 46 of the International Union of Laundry Workers, was convicted and sentenced to 3 years' imprisonment for the attempted evasion of approximately \$563,000 in income taxes on unreported moneys received by him, including substantial diversions of funds from welfare payments made by union members.

## Collection of Delinquent Accounts

The number of delinquent accounts on hand was reduced in 1959 to the lowest point reached in nearly 7 years. Dollar amounts outstanding also showed a substantial reduction, with the year-end figure dropping below that of any year since 1954.

The inventory of delinquent accounts on June 30, 1959, totaled 1,202,000 cases and \$1,206,005,000. This represents a reduction of 20 percent in number and 18 percent in amount, compared to a year ago.

In order to bring this work as nearly up to date as possible, efforts were continued to reduce the number of older accounts, without diminishing the attention given to current cases. By June 30, the proportion of cases with balances 2 years old and over had dropped to 18 percent, compared with nearly 20 percent a year earlier.

This year 2,656,000 delinquent account assemblies (each assembly consists of a notice to the taxpayer and 2 office records) were issued, which is 11 percent less than the alltime high reached last year. The amount of tax on these cases was \$1,195,919,000, which was 12 percent lower than last year.

Delinquent accounts disposed of totaled 2,960,000 cases and \$1,456,137,000 this year. Both the number and dollar value of these disposals are slightly higher than last year. This disposal action reflects the effort which resulted in the reduced delinquent accounts' inventory even though employment in the delinquent accounts and returns branches of district offices was slightly lower than last year.

The collection of delinquent accounts by office collection methods was further expanded, with the result that the Office Collection Force was responsible for over one-half of all delinquent accounts closed during the year. The increased use of office collection methods on easier cases has made it possible for the revenue officer staff to concentrate on the more difficult cases. This year revenue officers closed 16 percent fewer cases than the Office Collection Force but 69 percent more in dollars.

The amount collected from delinquent accounts in 1959 totaled \$978,283,000, which was 3.3 percent lower than 1958.

A comparison of the results of delinquent account activity for the last 2 years is shown below:

Taxpayer delinquent accounts

| Status                               | Number (thousands) |       | Amount (thousand dollars) |           |
|--------------------------------------|--------------------|-------|---------------------------|-----------|
|                                      | 1959               | 1958  | 1959                      | 1958      |
| Assemblies issued <sup>1</sup> ..... | 2,656              | 2,978 | 1,195,919                 | 1,352,478 |
| Closed, total .....                  | 2,960              | 2,960 | 1,456,137                 | 1,446,785 |
| By type of action:                   |                    |       |                           |           |
| Collected .....                      | 2,396              | 2,434 | 978,283                   | 1,011,948 |
| Other disposals <sup>2</sup> .....   | 565                | 526   | 477,854                   | 434,837   |
| By method of handling:               |                    |       |                           |           |
| Revenue officers .....               | 1,288              | 1,295 | 791,278                   | 754,734   |
| Office Collection Force .....        | 1,533              | 1,487 | 469,533                   | 436,085   |
| Other <sup>3</sup> .....             | 139                | 178   | 195,326                   | 255,966   |
| Pending June 30, total .....         | 1,202              | 1,505 | 1,206,005                 | 1,466,223 |
| Active .....                         | 1,079              | 1,368 | 762,024                   | 976,466   |
| Inactive <sup>4</sup> .....          | 122                | 137   | 443,981                   | 489,756   |

<sup>1</sup> The assembly comprises several parts, all for office use, except one which is a notice to the taxpayer indicating legal action unless immediate payment is made.

<sup>2</sup> Includes adjustments to reflect erroneous and duplicate assessments, uncollectibility, etc.

<sup>3</sup> Consists of closings by the office group designated to handle inactive accounts.

<sup>4</sup> Consists of inactive accounts on which collection has been deferred, such as cases involving military personnel, offers in compromise, etc.

## Delinquency Investigations and Delinquent Returns

Approximately 1 million investigations were completed involving individuals or firms on which preliminary information indicated a failure to file some type of return. There were 440,000 delinquency investigations pending at the end of this year compared with 585,000 last year.

During the year 761,000 delinquent returns were secured involving \$92,020,000 in tax, penalties, and interest. Most of these were quarterly returns of employment and excise taxes. This is a decrease of 15 percent in number and 14 percent in amount as compared with last year. The decrease is due principally to the fact that, during 1959, emphasis was placed on the collection of delinquent accounts, with the result that less manpower was available for securing delinquent returns.

## APPEALS AND CIVIL LITIGATION

### General

The number of protested income, profits, estate, and gift tax cases received in pre-90-day and 90-day status by the regional appellate divisions from the district offices during 1959 was somewhat higher than the number received during 1957 or 1958. However, during 1959 the upward trend in receipts showed signs of leveling off. This is in contrast to the 1954-57 period when receipts were increasing rapidly each year.

The larger volume of protested cases referred to the regional appellate divisions is reflected in increases in both the number of cases disposed of and the number pending. Notwithstanding the larger workload, the policy of considering protested cases promptly has continued with the result that disposals increased and the inventory at the close of the year was in current condition.

The number of petitions filed with the Tax Court of the United States also increased during the year. This is attributable to the larger volume of regional appellate division disposals of protested cases and to an increase in the number of cases which were not considered by the regional appellate divisions prior to the issuance of the statutory notice. Disposals of petitioned cases also increased, but did not equal receipts.

### Income, Profits, Estate, and Gift Taxes

The following tables reflect case receipts, dispositions, and pending inventories for the regional appellate divisions as a whole during the last 2 fiscal years:

**Appellate Division processing of protested income, profits, estate, and gift tax cases prior to issuance of statutory notice of deficiency (pre-90-day cases)**

| Status  | Number of cases |        |
|---|-----------------|--------|
|   | 1959            | 1958   |
| Pending in pre-90-day status July 1.....                                      | 12,394          | 11,123 |
| Net receipts from district directors during year.....                         | 17,379          | 16,512 |
| Processed during year, total.....   | 16,475          | 15,241 |
| Agreed.....   | 11,785          | 10,109 |
| Unagreed overassessment and claim rejections.....                             | 625             | 604    |
| Appellate Division statutory notices issued—transferred to 90-day status..... | 4,065           | 4,528  |
| Pending in pre-90-day status June 30.....                                     | 13,298          | 12,394 |

**Appellate Division processing of protested income, profits, estate, and gift tax cases in which statutory notices of deficiency were outstanding (90-day cases)**

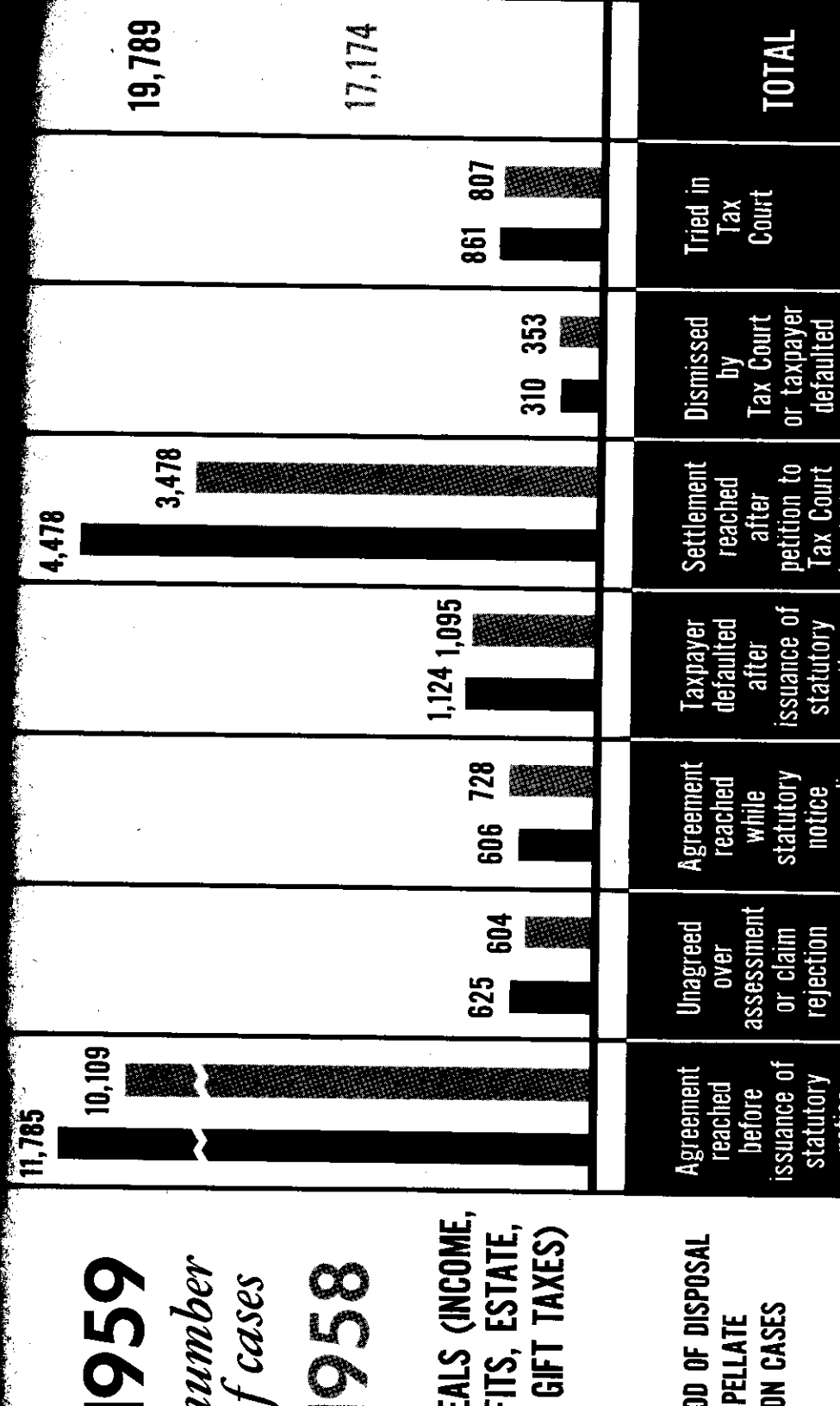
| Status  | Number of cases |       |
|---|-----------------|-------|
|   | 1959            | 1958  |
| Pending in 90-day status July 1.....                              | 1,874           | 1,453 |
| Net receipts during year, total.....                              | 4,384           | 4,945 |
| Statutory notices issued by Appellate Division <sup>1</sup> ..... | 4,004           | 4,469 |
| Cases resulting from district directors' statutory notices.....   | 380             | 476   |
| Processed during year, total.....                                 | 4,928           | 4,524 |
| Agreed.....   | 606             | 728   |
| Defaulted.....  | 1,124           | 1,095 |
| Petitioned to the Tax Court—transferred to docketed status.....   | 3,198           | 2,701 |
| Pending in 90-day status June 30.....                             | 1,330           | 1,874 |

<sup>1</sup> Difference from preceding table is caused by cases being combined or split for the purpose of issuing the statutory notice, cases in transit, etc.

**Appellate Division processing of income, profits, estate, and gift tax cases petitioned to the Tax Court (docketed cases)**

| Status  | Number of cases |        |
|---|-----------------|--------|
|   | 1959            | 1958   |
| Pending in docketed status July 1.....                    | 10,395          | 8,761  |
| Net receipts during year, total.....                      | 7,002           | 6,272  |
| Petitions filed in response to—                           |                 |        |
| District directors' statutory notices.....                | 4,131           | 3,677  |
| Appellate Division's statutory notices <sup>1</sup> ..... | 2,824           | 2,546  |
| Cases reconsidered after trial.....                       | 47              | 49     |
| Processed during year, total.....                         | 5,649           | 4,638  |
| Agreed—stipulated.....                                    | 4,478           | 3,478  |
| Dismissed or defaulted.....                               | 310             | 353    |
| Tried before the Tax Court on merits.....                 | 861             | 807    |
| Pending in docketed status June 30.....                   | 11,748          | 10,395 |

<sup>1</sup> Difference from number shown as petitioned in preceding table is caused by excluding district directors' statutory notices considered by Appellate in 90-day status, cases in transit, etc.



1959

number  
of cases

1958

**DEALS (INCOME,  
PROFITS, ESTATE,  
AND GIFT TAXES)**

**MODE OF DISPOSAL  
OF APPELLATE  
CASES**



## Excise and Employment Taxes

The receipts of excise and employment tax cases increased over prior years. The increase in 1959 was offset to some extent by an increase in disposals.

The following table reflects the results in excise and employment tax cases:

### Appellate Division processing of protested excise and employment tax cases

| Status                            | Number of cases |       |
|-----------------------------------|-----------------|-------|
|                                   | 1959            | 1958  |
| Pending July 1.....               | 799             | 628   |
| Received during year.....         | 1,656           | 1,498 |
| Processed during year, total..... | 1,418           | 1,327 |
| Settled by agreement.....         | 675             | 591   |
| Closed without agreement.....     | 743             | 736   |
| Pending June 30.....              | 1,037           | 799   |

## Effect of New Settlement Procedure

The new procedure for settling Tax Court cases in various field offices has been in effect for approximately a year. As indicated in last year's report, under this procedure a determination as to settlement of a "presession" case is within the joint responsibility of the regional counsel and the regional appellate division, while a determination as to settlement of a "session" case is within the responsibility of the regional counsel. The results of this year's operation under the new procedure show that cases are being disposed of more efficiently, thus enabling the taxpayers and the Government to close cases at an earlier date. One of the effects of this new procedure has been to close cases at trial sessions of the court without a continuance, and it has enabled the court to dispose of more cases at motion sessions of the court in Washington without resetting such cases at trial sessions. This, of course, has enabled the court to set cases for trial which otherwise could not have been set at an early date.

## Claims for Relief From Excess Profits Tax

Substantial progress was made during the year in the disposition of the remaining claims for relief from the World War II excess profits tax (sec. 722, Internal Revenue Code of 1939). The number of cases pending in the Tax Court was reduced 62 percent, from 99 to 38; and no nondocketed cases were pending before the Excess

Profits Tax Council by the close of the year. The results for the year were as follows:

### Claims for relief from excess profits tax

| Status                     | Cases net petitioned to the Tax Court |                                   | Cases petitioned to the Tax Court |                                   |
|----------------------------|---------------------------------------|-----------------------------------|-----------------------------------|-----------------------------------|
|                            | Number of cases                       | Amount claimed (thousand dollars) | Number of cases                   | Amount claimed (thousand dollars) |
| Pending July 1, 1958.....  | 1                                     | 255                               | 99                                | 341,983                           |
| Received.....              | 1                                     | 13                                |                                   |                                   |
| Total.....                 | 2                                     | 268                               | 99                                | 341,983                           |
| Closed.....                | 2                                     | 268                               | 61                                | 194,564                           |
| Pending June 30, 1959..... |                                       |                                   | 38                                | 147,419                           |

## Compromise and Closing Agreement Cases

Final closing agreement cases relating to completed transactions are considered by the Appellate Division. The table shown below reflects the activity in this area during the year 1959. (Rulings on proposed closing agreements involving prospective transactions are discussed on p. 54.)

The table below also shows the number of offer-in-compromise cases appealed to the regional appellate divisions and the results of such appeals. This information is also included in the data on compromise cases appearing on pages 40 and 41.

### Appellate Division processing of compromise and final closing agreement cases

| Status                              | Compromise cases |      | Final closing agreement cases |      |
|-------------------------------------|------------------|------|-------------------------------|------|
|                                     | 1959             | 1958 | 1959                          | 1958 |
| Pending July 1.....                 | 212              | 210  | 12                            | 15   |
| Received during year.....           | 447              | 398  | 31                            | 27   |
| Processed during year, total.....   | 449              | 396  | 36                            | 30   |
| Accepted, granted, or approved..... | 134              | 111  |                               |      |
| Rejected.....                       | 272              | 244  |                               |      |
| Withdrawn.....                      | 43               | 41   |                               |      |
| Pending June 30.....                | 210              | 212  | 7                             | 12   |

## Civil Litigation

*Litigation results.*—The Supreme Court decided 23 tax cases last year, sustaining the Government's position in all of the cases.

The circuit courts of appeals decided 405 tax cases (exclusive of bankruptcy, receivership, insolvency, compromise, and liquor

cases). The Government's position was supported in 230 of these cases.

In most cases, a taxpayer who has paid a disputed tax can, if he wishes, sue for refund in the Court of Claims or in a U.S. district court. Last year the district courts decided 168 cases for the Government, 200 for the taxpayer, and 46 cases partly for the Government and partly for the taxpayer. The Court of Claims decided 57 cases for the Government, 18 cases for the taxpayer, and 3 cases partly for each.

There were at year-end 2,334 civil cases (principally suits for refund of taxes, other than those relating to alcohol, tobacco, and firearms taxes) involving tax questions pending in district and State courts, and 467 pending in the Court of Claims.

For details of the cases in courts other than the Tax Court, see tables 20, 21, and 22 on pages 130 and 131.

*Decisions of Supreme Court.*—Among civil tax cases (see "Enforcement" section for criminal cases) decided by the Supreme Court were the following:

On November 10, 1958, the Supreme Court decided three cases in favor of the Government: *Commissioner v. James E. Peurifoy*, *Commissioner v. Paul V. Stines and Betty O. Stines*, *Commissioner v. John S. Hall and Doris D. Hall*, 358 U.S. 59. These cases involved the deductibility of travel and living expenses of construction workers while away from home (where their families resided). The Supreme Court upheld the decision of the Court of Appeals for the Fourth Circuit which had reversed the Tax Court's allowance of these expenses. The Fourth Circuit reversed because one of the men had worked on the project for 20 months, another for a year, and a third for 8 months, and since each had left this project for either personal or undisclosed reasons while work was still available, the Court decided the work was for an indeterminate duration rather than just temporary. The Supreme Court held that the question was one of fact, and inasmuch as the court of appeals had made a fair assessment of the record, it refused to intervene.

Also on November 10, 1958, the Supreme Court decided the case of *United States v. Hulley* (1958), 358 U.S. 66, reversing, per curiam, the Supreme Court of Florida (102 So. 2d 599). The trial court had held that mechanics' liens became effective on the date of the visible commencement of operations for improvement of certain property belonging to the taxpayer, a date prior to the filing of the notice of Federal tax lien, and therefore had priority over the Federal tax lien even though such mechanics' liens were not filed until after the date of the filing of the notice of Federal tax lien.

This decision was affirmed, per curiam, by the Supreme Court of Florida. The decision of the Supreme Court in this case cited the case of *United States v. Vorreiter* (1957), 355 U.S. 15, reversing the Supreme Court of Colorado (307 P. 2d 475) together with the line of cases dealing with this problem beginning with *United States v. Security Trust & Savings Bank* (1950), 340 U.S. 47.

On February 24, 1959, the Supreme Court affirmed the decision of the Ninth Circuit in *William B. Cammarano, et ux. v. U.S.* and the decision of the Eighth Circuit in *F. Strauss & Son, Inc. v. Commissioner* (see 358 U.S. 498). The decision was for the Government. The issues involved the interpretation and validity of Treasury Regulations 111, section 29.23(o)-1 and section 29.23(q)-1 to deny deductions, as "ordinary and necessary" business expenses under section 23(a)(1)(A) of the Internal Revenue Code of 1939, of sums expended by taxpayers in furtherance of publicity programs designed to help defeat initiative measures pending before the voters of Washington and Arkansas. Certiorari was granted because of the recurring nature of the problem and because of its importance in the administration of the revenue laws. The Court held that these regulations had acquired the force of law and were applicable to the situations involved in these two cases.

On April 6, 1959, the Third Circuit decisions in favor of the Government in *Parsons v. Smith* and *Huss v. Smith* (six cases) were affirmed (see 359 U.S. 215). Involved was the question of whether strip-coal miners (petitioners) had a depletable economic interest in the mineral in place. The Court reviewed the economic interest doctrine from its enunciation in *Palmer v. Bender* (1933), 287 U.S. 551, and reaffirmed the distinction between an economic interest in the minerals in place and a mere economic advantage derived from production, citing *Helvering v. Bankline Oil Co.* (1938), 303 U.S. 362, and section 29.23(m)-1, Regs. 111. Applying the principles set down in the *Palmer* decision and later decisions, the Court concluded that under the contracts involved in the instant cases, petitioners did not make any capital investment in or acquire any economic interest in the coal in place.

On March 9, 1959, the Supreme Court decided the case of *United States v. Embassy Restaurant, Inc.* (1959), 359 U.S. 29, reversing the Court of Appeals for the Third Circuit (254 F. 2d 475) which had upheld the District Court. The District Court had held that unpaid contributions to a union welfare fund were "wages . . . due to workmen" and as such were entitled, in bankruptcy, to priority under section 64(a)(2) of the Bankruptcy Act. The Supreme Court held that the contributions were not due to the

workmen but to the trustees of the welfare fund and further that they did not have the customary attributes of wages. In so doing the Court distinguished its prior decision in *United States v. Carter* (1957), 353 U.S. 210. In *Carter* the Court was concerned with the right of trustees of a welfare fund to sue on a contractor's payment bond "for sums justly due" under the Miller Act which does not limit recovery on the statutory bond to "wages." In the instant case it was concerned with the Bankruptcy Act and the relative priority of claims of classes of creditors.

On March 23, 1959, the Supreme Court decided the case of *Edgar B. Sims v. United States of America* (1959), 359 U.S. 108, affirming the decision of the Court of Appeals for the Fourth Circuit (252 F. 2d 434) upholding the District Court. The District Court had held that the failure of the petitioner, the State Auditor of West Virginia, to honor levies served upon him to reach the salary due certain State employees who were indebted to the Government on account of unpaid Federal tax assessments, rendered him personally liable in a sum equal to the amount he refused to surrender pursuant to the levies. The decision of the Supreme Court rejected the petitioner's argument that a State is not a "person" upon whom a levy could be served. It also rejected the argument that the petitioner was not a person "obligated with respect to" the salaries involved and therefore not personally liable, citing several decisions of the Court of Appeals of West Virginia involving the petitioner and his power to control the disposition of salary funds. This is the first U.S. Supreme Court decision on the questions involved and should do much to clarify these particular aspects of Federal and State relationships.

The so-called "dealers' reserve" cases were decided in the Government's favor by the Supreme Court under date of June 22, 1959, 79 S. Ct. 1270, in *Commissioner v. John R. and Shirley G. Hansen*, *Commissioner v. Burl P. Glover*, and *Commissioner v. Clifton E. and Violet R. Baird*, representing appeals from the Courts of Appeals of the Seventh, Eighth, and Ninth Circuits. In these cases the taxpayers, two automobile dealers and a house trailer dealer, were required to accrue, as income, the percentage of the price withheld on sales by them to finance companies and banks of installment payments received from customers and credited to the dealers' reserve accounts. The Court overruled the dealers' contention that the substance of the transaction was a loan from the finance companies or banks to the buyer who then authorized payment to the dealer of the full amount of the paper less that portion retained in the dealers' reserve. The substance of the transaction, as viewed by the Supreme Court, was to the effect

that the dealer takes the buyers' notes and then sells them to the finance company or bank; hence, the retention of the amount placed in the reserve was found to depend upon the note-sales agreements between the dealer and the finance companies or banks. And, since these amounts would ultimately either be paid to the dealer or used for his benefit in satisfying his obligations to the finance company or bank as guarantor of the installment paper, the amount retained for the reserve was held to be properly accruable at the time the finance company or bank credited it to the dealer's account.

On June 29, 1959, the consolidated cases of *Hine Pontiac v. United States*, *Modern Olds, Inc. v. United States*, and *Commissioner v. Kilborn*, and of *Colonial Chevrolet Corp. v. United States* and *Marine Chevrolet Co. v. United States* were decided in per curiam opinion in favor of the Government; see 79 S. Ct. 1443 and 1444. The Court followed its decisions in the *Hansen*, *Glover*, and *Baird* cases. The Court has thus adopted the position taken by the Board of Tax Appeals and the Tax Court in a long line of decisions, and has resolved a conflict which had existed among the courts of appeal.

*Statement on adverse Tax Court decisions.*—There were published in the Internal Revenue Bulletin acquiescences of the Commissioner in 211 adverse decisions of the Tax Court and non-acquiescences in 41 adverse decisions.

1959

millions  
of dollars

1958

ADDITIONAL TAX FROM  
ENFORCEMENT EFFORTS  
INCLUDING INTEREST  
AND PENALTIES)

1,619

1,450

1,822

1,688

85

110

117

128

From  
audit

From  
mathematical  
verification

From  
delinquent  
returns secured

TOTAL

## CHANGES IN TAX LIABILITY

### Additional Tax

Additional tax, interest, and penalties assessed as the result of enforcement activities totaled \$1,821,616,000. This represents an 8-percent increase over 1958 and marks the highest total reached since the reorganization of the Service in 1952.

Assessments resulting from audit of returns rose to \$1,619,148,000, showing a gain of \$169,584,000 as compared with last year. The major portion of this gain is attributable to the increase of \$110,726,000 shown in the corporation income tax area. In the case of individual and fiduciary income taxes, the increase over 1958 amounted to \$20,981,000 and occurred in the area of regular audit. Estate and gift tax assessments rose by \$35,716,000, while smaller gains were reported in the amounts resulting from audit of employment tax returns and excise tax returns.

Other types of enforcement activities, such as the mathematical verification of returns and the securing of delinquent returns, showed decreases in assessments during the year. Mathematical verification resulted in assessments of \$85,233,000, or 22 percent less than 1958. Delinquent returns secured decreased to \$117,235,000, which is 9 percent less than 1958.

The amount saved through the audit and disallowance of improper refund claims totaled \$259,002,000 as compared with \$271,168,000 in the preceding year.

Results for the last 2 years are shown in the following table:

**Tax, interest, and penalties resulting from enforcement efforts**

[In thousands of dollars]

| Item   | 1959      | 1958        |
|--|-----------|-------------|
| Additional tax, interest, and penalties assessed, total.....     | 1,821,616 | * 1,687,671 |
| From audit, total.....   | 1,619,148 | 1,449,564   |
| Income and profits taxes, total.....                             | 1,422,657 | 1,290,949   |
| Corporation income and profits.....                              | 747,426   | 636,700     |
| Individual and fiduciary:  |           |             |
| Prerefund audit.....   | 97,775    | 102,595     |
| Regular audit.....   | 577,455   | 551,654     |
| Estate and gift taxes.....                                       | 164,528   | 128,812     |
| Employment taxes <sup>1</sup> .....                              | 6,338     | * 5,351     |
| Excise taxes.....  | 25,624    | 24,452      |
| From mathematical verification of income tax returns, total..... | 85,233    | 109,674     |
| Individual (Forms 1040 and 1040A).....                           | 84,688    | 107,256     |
| Fiduciary (Form 1041).....                                       | 276       | 510         |
| Corporation.....   | * 470     | 1,907       |
| From delinquent returns secured, total.....                      | 117,235   | 128,433     |
| By Collection Division.....                                      | 92,020    | * 107,124   |
| By Audit Division.....   | 25,214    | 21,308      |
| Claims disallowed.....   | 259,002   | 271,168     |

\* Revised.

<sup>1</sup> Includes withheld income tax.

<sup>2</sup> July-December 1958 only. Not available for periods subsequent to Dec. 31, 1958.

## Overassessments and Overpayments

**Refunds.**—The number of internal revenue refunds totaled 37,580,000, representing a slight decrease as compared with 1958. However, the amount refunded, including interest, increased 10.9 percent to a total of \$5,156,969,000. The amount of interest allowed on the refunds was \$69,480,000, which was 5.7 percent below last year's figure.

The increases in amount of refunds occurred chiefly in the "prepayment" refunds of individual income taxes, which increased 4.8 percent, and in the refunds of corporation income taxes which rose by almost 64 percent as the result of a sharp increase in allowances of loss carryback claims (see p. 38). A significant factor in the issuances of refunds was the decrease in the amount of interest paid even though the amount of refunds increased considerably. This is the result of a more efficient processing of claims and overpaid returns by both the audit and collection divisions of district offices.

Included in the manufacturers' and retailers' excise taxes were 1,407,000 refunds made to farmers, transit systems, and users of nonhighway vehicles, which aggregated approximately \$99,700,000.

The following table shows by class of tax the number and amount of refunds and interest allowed during the last 2 years.

**Internal revenue refunds, including interest**

| Type of tax  | Number       |            | Amount refunded (principal and interest—thousand dollars) |           | Amount of interest included (thousand dollars) |        |
|--|--------------|------------|---|-----------|--|--------|
|  | 1959         | 1958       | 1959  | 1958      | 1959   | 1958   |
| Total refunds of internal revenue <sup>1</sup> .....       | 37,579,642   | 38,097,839 | * 5,156,969   | 4,651,656 | 69,480   | 73,675 |
| Corporation income and profits taxes.....                  | 96,577       | 66,791     | 829,083   | 505,799   | 46,617   | 46,588 |
| Individual income and employment taxes, total.....         | * 36,032,736 | 36,609,118 | * 4,122,110   | 3,947,574 | 19,108   | 23,725 |
| Excessive prepayment income tax.....                       | * 35,873,009 | 35,528,081 | * 3,956,326   | 3,777,919 | 6,569  | 7,850  |
| Other income tax and old-age and disability insurance..... | 930,098      | 1,053,867  | 162,203   | 165,953   | 12,449   | 15,791 |
| Railroad retirement.....                                   | 158          | 158        | 149   | 383       | 21   | 2      |
| Unemployment insurance.....                                | 29,471       | 27,012     | 3,431   | 3,318     | 68   | 82     |
| Estate tax.....  | 4,730        | 4,304      | 21,827  | 19,024    | 2,487  | 2,061  |
| Gift tax.....  | 590          | 692        | 806   | 1,199     | 73   | 154    |
| Excise taxes, total.....                                   | 1,435,535    | 1,406,601  | 182,366   | 177,360   | 1,096  | 1,129  |
| Alcohol taxes <sup>2</sup> .....                           | 8,888        | 9,170      | 63,716  | 64,526    | 4  | 1      |
| Tobacco taxes <sup>2</sup> .....                           | 2,063        | 2,111      | 8,446   | 6,388     |  | (*)    |
| Manufacturers' and retailers' excise taxes.....            | 1,410,033    | 1,380,056  | 102,703   | 99,512    | 374  | 363    |
| All other excise taxes <sup>3</sup> .....                  | 14,551       | 15,264     | 7,502   | 6,934     | 718  | 764    |
| Not otherwise classified.....                              | 9,474        | 10,333     | 777   | 700       | 99   | 18     |

\* Less than \$500.

<sup>1</sup> Figures have not been reduced to reflect reimbursements from the Federal Old-age and Survivors Insurance Trust Fund, amounting to \$83,430,000 in 1959 and \$75,465,000 in 1958, and from the Highway Trust Fund, amounting to \$96,900,000 in 1959 and \$89,913,000 in 1958.

<sup>2</sup> Net of 177,072 undeliverable checks totaling \$8,290,000.

<sup>3</sup> Includes drawbacks and stamp redemptions.

<sup>4</sup> Includes narcotics, silver, wagering tax (excise) and stamps, capital stock tax, and other excise refunds.

**Excessive prepayments of individual income tax.**—During the six-month period ending June 30, 1959, 34.2 million refunds were scheduled on individual income tax returns filed for the 1958 tax year. The bulk of the refunds relating to tax year 1958 were scheduled by the end of May, just 6 weeks after the filing deadline. The refunds scheduled on the tax year 1958 returns averaged \$111 per item as compared with an average of \$104 per item for the refunds issued through June 1958 on the 1957 tax year returns. The number and amount of credits allowed on tax year 1958 returns decreased 14 percent and 2 percent, respectively.

The following table shows the number and amount of refunds and credits, and interest paid as a result of excessive prepayments of tax on returns filed for the tax years 1953 through 1958 (usually received and processed by June 30 of the following year):

### Refunds and credits resulting from excessive prepayments of individual income tax

| Tax year          | Refunds            |                              |                             | Credits            |                           |
|-------------------|--------------------|------------------------------|-----------------------------|--------------------|---------------------------|
|                   | Number (thousands) | Principal (thousand dollars) | Interest (thousand dollars) | Number (thousands) | Amount (thousand dollars) |
| 1958 <sup>1</sup> | 34,183             | 3,777,579                    | 482                         | 1,323              | 539,614                   |
| 1957              | 35,155             | 3,726,000                    | 3,192                       | 1,828              | 732,840                   |
| 1956              | 34,096             | 3,323,779                    | 3,936                       | 1,602              | 599,012                   |
| 1955              | 33,274             | 3,074,128                    | 3,589                       | 1,596              | 543,501                   |
| 1954              | 33,138             | 2,932,261                    | 3,559                       | 1,681              | 573,243                   |
| 1953              | 31,591             | 2,739,932                    | 3,879                       | 1,130              | 462,818                   |

<sup>1</sup> Figures are preliminary and reflect refunds or credits to June 30, 1959. Revised figures to Dec. 31, 1959, will appear in next year's report.

<sup>2</sup> Principal and interest for tax year 1957 are estimated.

<sup>3</sup> Includes 248,000 returns requiring split between credit to ensuing tax year (or prior year) and current year refund.

<sup>4</sup> Includes 262,000 returns requiring split between credit to ensuing tax year (or prior year) and current year refund.

**Carryback allowances.**—As a result of the temporary decline in business activity during calendar year 1958, there was a substantial increase in the filing of applications for tentative adjustments of prior years' income taxes to give effect to operating loss carrybacks. The increase consisted principally of filings by corporate taxpayers.

Applications adjusted in 1959 numbered 67,230, with tax reductions amounting to \$619,095,000. As compared with 1958, the number of cases handled rose by 34 percent and the dollar allowances were twice as large.

Notwithstanding the larger volume of applications filed, the required tax adjustments were made promptly and the inventory of cases under consideration was reduced by 20 percent during the year.

A comparison of the carryback applications received and adjusted in the last 2 years is shown below:

#### Receipt and disposal of tentative carryback applications

| Status                       | Number |        | Amount (thousand dollars) |         |          |         |
|------------------------------|--------|--------|---------------------------|---------|----------|---------|
|                              | 1959   | 1958   | Claimed                   |         | Adjusted |         |
|                              |        |        | 1959                      | 1958    | 1959     | 1958    |
| Pending July 1               | 10,336 | 7,107  | 76,316                    | 43,271  |          |         |
| Applications received        | 65,178 | 53,514 | 651,047                   | 360,230 |          |         |
| Applications adjusted, total | 67,230 | 50,285 | 658,744                   | 327,184 |          |         |
| Allowed                      | n.a.   | n.a.   |                           |         | 619,095  | 308,139 |
| Disallowed                   | n.a.   | n.a.   |                           |         | 42,465   | 19,724  |
| Pending June 30              | 8,284  | 10,336 | 68,619                    | 76,316  |          |         |

<sup>1</sup> Revised.  
n.a.—Not available.

**Claims for refund.**—During 1959 district audit divisions closed more than 485,700 claims, an increase of about 67,000 over the preceding year's closings.

Claims activity in the individual income tax area was increased by reason of claims filed by teachers and others in connection with educational expenses. Income tax regulations issued April 5, 1958, permitted the deduction, on income tax returns for 1954 and subsequent tax years, of certain educational expenses not previously allowable. As a result, many taxpayers filed claims involving this issue.

Based on number of claims, over 89 percent of the closings involved individual income taxes and about 5 percent involved corporation income taxes, while the remaining 6 percent was spread among estate, gift, excise, and employment taxes. However, over 56 percent of the total dollar amount of claims closed involved corporate income taxes, while individual income tax claims amounted to but 32 percent.

The amount claimed was disallowed to the extent of 26 percent on individual income tax claims and 60 percent on corporation income tax claims.

Data on claims for refund closed during 1959 are reflected below:

#### Claims for refund closed by district audit divisions

| Class of tax           | Number  | Amount (thousand dollars) |         |            |
|------------------------|---------|---------------------------|---------|------------|
|                        |         | Claimed by taxpayer       | Allowed | Disallowed |
| Total                  | 485,758 | 415,685                   | 210,974 | 204,711    |
| Individual income tax  | 432,226 | 134,292                   | 99,199  | 35,093     |
| Corporation income tax | 24,574  | 234,077                   | 94,194  | 139,883    |
| Estate tax             | 1,223   | 12,982                    | 6,231   | 6,751      |
| Gift tax               | 217     | 939                       | 323     | 616        |
| Excise taxes           | 16,063  | 30,453                    | 9,162   | 21,291     |
| Employment taxes       | 11,455  | 2,943                     | 1,865   | 1,078      |

**Review of overassessments exceeding \$100,000.**—A total of 300 cases involving overassessments of \$373,187,163 was reported to the Joint Committee on Internal Revenue Taxation in accordance with the provisions of section 6405 of the Internal Revenue Code of 1954 which requires review by the committee of all refunds and credits of income, war profits, excess profits, estate, or gift tax exceeding \$100,000. These figures compared with 278 cases involving \$245,260,358 reported in the preceding year.

## Offers in Compromise

Offer-in-compromise inventories reached an alltime low by the end of the year. This downward trend, which has been continuous since 1953, is due primarily to the emphasis which all management levels have placed on the accelerated compromise program. This program provides for better management through a more thorough understanding of the responsibilities connected with compromise functions. Its accomplishments include: (1) Developing investigative and review techniques to improve the quality of field reports; (2) providing more effective coordination between regional and district offices to maintain technical consistency in the decentralized compromise activity; and (3) emphasizing the need for specialized training of district technical personnel in basic policies and evaluation techniques.

An important administrative development during the year placed in district collection divisions the sole responsibility for processing all specific penalty offers and those delinquency penalty offers involving employment-withholding taxes. This realignment will provide a smoother workflow, more efficient and effective use of district personnel, and better managerial planning.

During the year district offices received for consideration 6,121 tax offers, 5,635 delinquency penalty offers, and 3,336 specific penalty offers. The district offices, together with the National Office's Compromise Branch and regional appellate divisions, disposed of 15,985 offers, leaving 4,797 on hand as of June 30, 1959.

Tax offers in cases in which court proceedings (except those of the Tax Court of the United States) are involved, or criminal prosecution is pending, are considered by the Chief Counsel or by the appropriate regional counsel. These offices received 311 offers, disposed of 317, and had 192 offers on hand as of June 30, 1959.

In the alcohol, tobacco, and firearms categories, the National Office's Alcohol and Tobacco Tax Division and its regional offices received 501 offers and disposed of 481, leaving a total of 85 cases on hand as of June 30, 1959.

The overall compromise workload as of June 30, 1959, consisted of 5,074 cases awaiting consideration at all Revenue Service levels.

A comparative summary of compromise cases closed in the last 2 years follows:

### Offers in compromise disposed of

| Type of tax or penalty                       | Number |        | Amount (thousand dollars) |        |        |        |
|--|--------|--------|---------------------------|--------|--------|--------|
|  | 1959   | 1958   | Liabilities               |        | Offers |        |
|  |        |        | 1959                      | 1958   | 1959   | 1958   |
| Offers accepted, total.....                  | 11,192 | 14,648 | 48,718                    | 47,340 | 10,570 | 12,528 |
| Income, profits, estate, and gift taxes..... | 1,297  | 1,326  | 37,447                    | 35,643 | 7,727  | 9,313  |
| Employment and withholding taxes.....        | 1,275  | 1,261  | 6,060                     | 6,007  | 1,761  | 1,803  |
| Alcohol taxes.....                           | 158    | 178    | 588                       | 605    | 120    | 117    |
| Other excise taxes.....                      | 274    | 286    | 2,459                     | 2,655  | 483    | 711    |
| Delinquency penalties on all taxes.....      | 4,569  | 6,393  | 2,164                     | 2,430  | 413    | 487    |
| Specific penalties.....                      | 3,619  | 5,204  |                           |        | 66     | 97     |
| Offers rejected or withdrawn, total.....     | 5,591  | 5,458  | 81,647                    | 77,414 | 14,719 | 12,090 |
| Income, profits, estate, and gift taxes..... | 2,225  | 2,183  | 65,283                    | 64,403 | 11,738 | 9,615  |
| Employment and withholding taxes.....        | 1,518  | 1,316  | 9,102                     | 7,659  | 1,804  | 1,544  |
| Alcohol taxes.....                           | 150    | 175    | 811                       | 597    | 78     | 65     |
| Other excise taxes.....                      | 468    | 424    | 5,565                     | 4,018  | 940    | 711    |
| Delinquency penalties on all taxes.....      | 1,196  | 1,333  | 886                       | 737    | 150    | 149    |
| Specific penalties.....                      | 34     | 27     |                           |        | 9      | 6      |



# SUPERVISION OF THE ALCOHOL AND TOBACCO INDUSTRIES

## General

On September 2, 1958, Public Law 85-859 (H.R. 7125), the Excise Tax Technical Changes Act of 1958, was enacted. It incorporates the Revenue Service's recommendations for modernization of the distilled spirits provisions of the Internal Revenue Code, together with minor revisions in the wine, beer, and tobacco statutes.

A semimonthly return system for the payment of Federal taxes on alcohol and tobacco products was instituted on June 24, 1959, thus eliminating the use of stamps for this purpose. The abolition of the historic stamp system (in use since 1868) marked a significant change in the method of collecting these taxes, from the purchase of stamps before removal, to a return system, similar to the methods employed to collect most other excise taxes. This change will effect considerable savings to the Government by eliminating the cost of printing, distributing, stocking, and accounting for the stamps.

Detailed tabulations relating to the production of alcohol, distilled spirits, beer, wine, and tobacco manufactures during the fiscal year 1959 are presented in a separate Internal Revenue Service publication entitled "Statistics Relating to the Alcohol and Tobacco Industries," which may be obtained from the Superintendent of Documents, Washington 25, D.C.

## Authorization of Operations

The number of permits issued during the year under the provisions of chapters 51 and 52 of the Internal Revenue Code and sections 3 and 4 of the Federal Alcohol Administration Act totaled 2,611, of which 2,353 covered operations relating to alcohol and liquors and 258 involved tobacco. Permits terminated during the year numbered 5,304 comprising 2,699 relating to alcohol and

liquors and 2,605 in the tobacco area. The last-mentioned figure includes the automatic termination of 2,478 permits of dealers in tobacco materials and 4 permits of cigarette paper and tube manufacturers, these groups having been removed from the scope of the permit system by Public Law 85-859, effective September 3, 1958. Details as to permit actions during the year are shown in tables 9-11 on pages 115 and 116.

The number of establishments qualified to engage in the production, distribution, storage, or use of alcohol and alcoholic liquors totaled 469,122 as of June 30, 1959, showing a slight increase as compared with the 463,436 establishments reported at the close of fiscal 1958. Corresponding figures for tobacco manufacturers and distributors show 3,209 qualified establishments on June 30, 1959, as compared with 3,301 a year earlier. A breakdown of these figures by class of establishment is shown in tables 7 and 8 on pages 114 and 115 of this report.

A total of 38,129 applications for approval or exemption of alcoholic beverage labels were considered in 1959, with 36,241 receiving certificates of approval, 301 found exempt from label approval, 401 disapproved, and 1,186 applications returned without action. For additional information, see table 12, page 117.

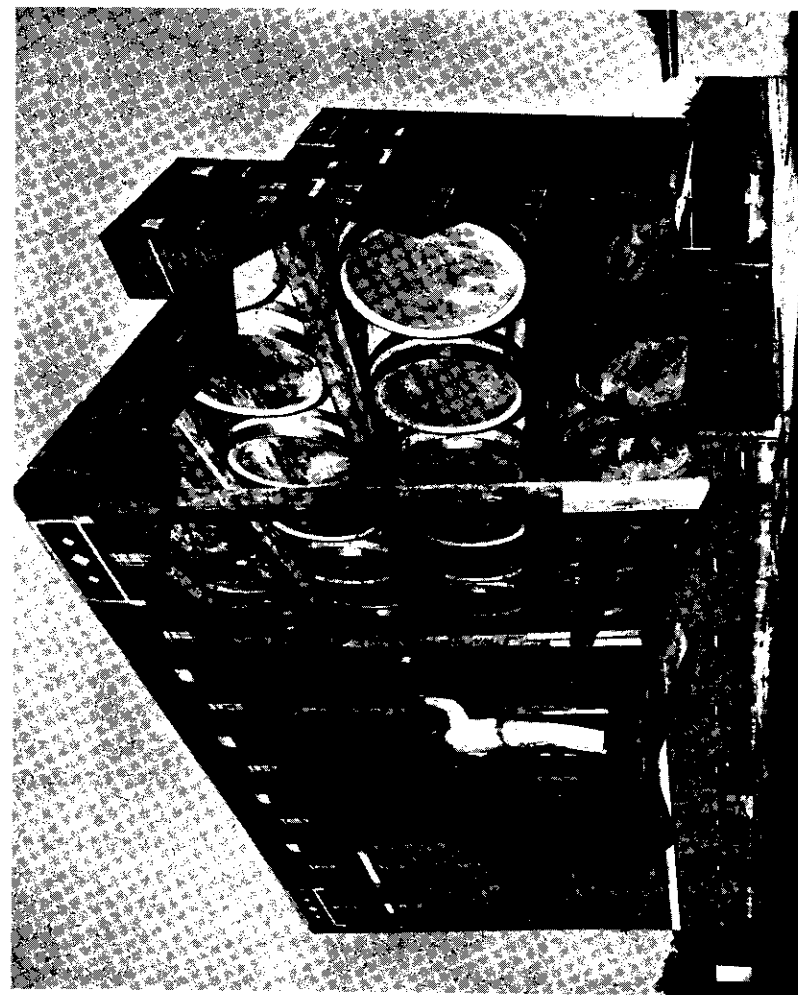
Sixty applications for approval of interlocking directorates were favorably acted upon during the year.

### On-Premises Supervision

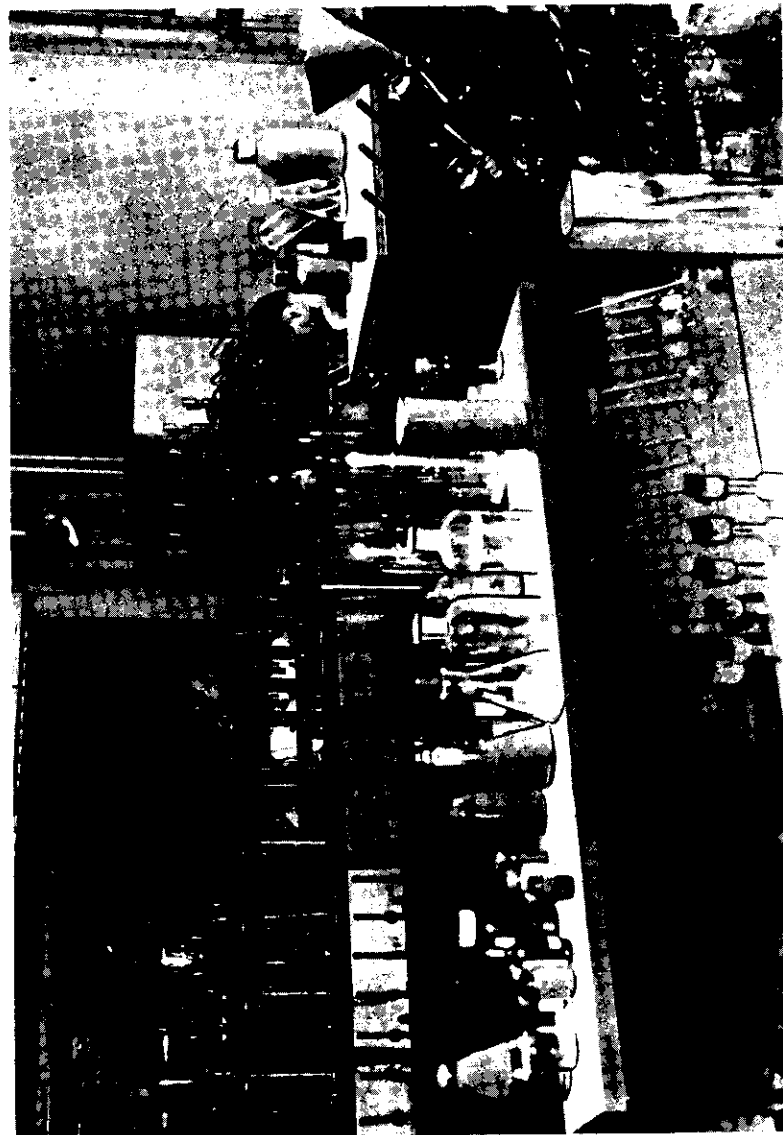
Storekeeper-gauger supervision was provided at distilleries, warehouses, denaturing and rectifying plants, bottling houses, and other facilities which accounted for the production of 494,132,066 proof-gallons of ethyl alcohol, the denaturation of 478,412,160 proof-gallons of ethyl alcohol, the warehousing of 32,746,616 proof-gallons of ethyl alcohol, the production of 260,406,618 tax-gallons of distilled spirits of various kinds, the warehousing of 888,778,713 tax-gallons of distilled spirits, the tax payment on 167,756,627 tax-gallons of distilled spirits including alcohol, the rectification of 81,511,553 proof-gallons of distilled spirits and wines, and the bottling of 193,315,347 wine-gallons of distilled spirits.

### Inspection of Establishments

Inspections of establishments for the fiscal year aggregated 40,855, of which 29,703 related to plants and permittees other than dealers. During the previous fiscal year total inspections num-



Internal revenue bonded warehouse, with interior view of storage racks



National Laboratory of the Alcohol and Tobacco Tax Division, Washington, D.C.

bered 45,957, of which 33,124 related to plants and permittees other than dealers. The reduction in the number of inspections was caused primarily by a change in emphasis on certain aspects of brewery meter tests and investigation of nonbeverage drawback claims, the necessity of extensive training of field officers to implement the provisions of Public Law 85-859, and to make the return system for payment of taxes on alcohol and tobacco products effective.

During the year, the plants and permittees (other than dealers), subject to inspection and having no on-premises supervision, produced alcoholic beverages and tobacco products as follows: 90,973,768 barrels (of 31 gallons each) of beer, 165,749,699 gallons of still wines, 3,047,661 gallons of effervescent wines, 3,975,047 gallons of vermouth, and 10,954,183 gallons of special natural wines other than vermouth. Tobacco plants, also subject to inspection, produced in the 1958 calendar year 6,395,432,691 cigars, 470,067,919,673 cigarettes, and 180,067,394 pounds of other tobacco products (including smoking and plug tobacco, and snuff).

## Chemical Analyses and Research

The national and regional laboratories of the Alcohol and Tobacco Tax Division received approximately 39,000 samples for examination during the year. This reflects very little change from the volume of samples received in past years, and the percentage of illicit alcohol and narcotic samples also remained about the same, 28 percent and 13 percent, respectively.

Formulas using taxpaid spirits were approved for 2,431 medicines, flavors, and foods, while 6,416 formulas and 5,210 labels were approved for products and processes using specially denatured alcohol.

Several new analytical procedures were developed and were reported in five articles published in periodicals of national circulation. A number of other procedures were improved and reported as Internal Revenue documents.

In collaboration with industry, the laboratories worked on a number of problems of mutual interest. Of most importance were testing procedures for carbon dioxide in wine and congeners in distilled spirits.

## TECHNICAL SERVICES

### Regulations Program

Enactment during the fiscal year of the Technical Amendments Act of 1958 (Public Law 85-866) and the Excise Tax Technical Changes Act of 1958 (Public Law 85-859) required the issuance of numerous temporary rules—pending the issuance of final regulations—to permit taxpayers to conclude necessary business transactions, make tax elections, etc. Four Treasury Decisions, providing such temporary rules, were issued under each of these acts within a few weeks following their enactment.

Three complete new regulations under the 1954 Code were published during the fiscal year, as follows:

Gift Tax Regulations (T.D. 6334) to supersede Regulations 108.

Documentary Stamp Tax Regulations (T.D. 6351) to supersede Regulations 71.

Wagering Tax Regulations (T.D. 6370) to supersede Regulations 132.

In all, 61 Treasury Decisions and 28 notices of proposed rulemaking were published during the fiscal year. In addition to the temporary rules and the new complete regulations noted above, some of the more important regulations published related to the following topics and sections of the Code:

Regulations under subchapter F, chapter 1 of the Code, relating to exempt organizations. These regulations, published in final form as Treasury Decision 6301 on July 9, 1958, and Treasury Decision 6391 on June 26, 1959, provide the regulations required under the statutory provisions which deal with general rules for exemption from tax, taxation of business income of certain exempt organizations, etc.

Regulations under section 162 of the Code, relating to the reporting and substantiation of traveling and other business expenses of employees. These regulations, published in final form as Treasury Decision 6306, on August 28, 1958, provide rules for the reporting of information on income tax returns by taxpayers who pay or incur ordinary and necessary business expenses in connection with the performance of services as an employee.

Regulations under section 6104 of the Code, relating to publicity of information required from certain exempt organizations and certain

trusts. These regulations, published in final form as Treasury Decision 6331 on November 1, 1958, provide rules relating to public inspection of applications for tax exemption.

Regulations under section 481 of the Code, relating to adjustments required by changes in method of accounting. These regulations, published in final form as Treasury Decision 6366 on February 20, 1959, provide important rules relating to transitional adjustments.

Fourteen public hearings in relation to proposed regulations were held in accordance with the provisions of the Administrative Procedure Act. Approximately 275 taxpayers or their representatives participated in these public hearings.

*Alcohol and tobacco tax.*—A total of 33 regulations, implementing the alcohol and tobacco tax provisions of the 1954 Code, have been issued. A new regulation, 26 CFR Part 296, "Miscellaneous Regulations Relating to Tobacco Materials, Tobacco Products, and Cigarette Papers and Tubes," was issued, and two additional tobacco regulations, 26 CFR Part 285, relating to cigarette papers and tubes, and 26 CFR Part 290, relating to the exportation of tobacco materials and products, remain to be issued.

Treasury Decisions of major import issued during the year included—

T.D. 6307, effective September 2, 1958, which prescribed requirements regarding the extension of the bonding period on distilled spirits from 8 to 20 years; changed the conditions of certain bond forms; and removed the restriction that the bottling of gin in bond for export must be within 8 years after entry in bond. The amendment also authorized the consolidation of packages of spirits for further storage in bond.

T.D. 6315, effective September 3, 1958, which provided procedures for the payment of amounts by the United States equal to the taxes or duties paid on losses of alcoholic liquors caused by a disaster occurring after December 31, 1954, and before September 3, 1958; and for the period on and after September 3, 1958, and not later than June 30, 1959.

T.D. 6316, effective September 3, 1958, which provided procedures to permit continuation of the terms of existing distillers bonds to cover operations from May 1, 1959, to June 30, 1959, both dates inclusive, and for payments which might be made by the United States of amounts equal to taxes paid on beer lost, rendered unmarketable, or condemned by reason of the floods of 1951 or the hurricanes of 1954.

T.D. 6323 and T.D. 6359, effective May 1, 1959, prescribed regulations to implement Public Law 85-323 to prevent unjust enrichment by precluding refunds to persons who have not borne the ultimate burden of the alcohol or tobacco tax involved.

T.D. 6325, effective September 3, 1958, provided regulations relating to losses of tobacco products and cigarette papers and tubes caused by disasters occurring after December 31, 1954, and not later than September 2, 1958.

T.D. 6392, effective September 3, 1958, provided similar regulations for disasters occurring after September 2, 1958.

T.D. 6381, effective June 24, 1959, provided temporary regulations for the payment of taxes on beer, wine, and distilled spirits and rectified products by a semimonthly or prepayment return.

T.D. 6382, effective June 24, 1959, similarly provided temporary regulations for the taxpayment of cigars, cigarettes, and manufactured tobacco by return on either a semimonthly or prepayment basis.

## Tax Return Forms Program

Numerous changes in forms and instructions were made during the year under a continuing program seeking to improve forms to achieve more simplicity, to promote more efficient processing and audit, and provide legal accuracy. In addition, many changes were made and some additional forms were developed to reflect changes in the tax law.

A total of 236 tax return and information forms and instructions were prepared, reviewed, or revised. Some of the noteworthy changes in old forms and some of the new forms developed are as follows:

Form 1040A was revised so as to permit its use by employees with incomes up to \$10,000 consisting of wages subject to withholding and not more than \$200 of dividends, interest, and wages not subject to withholding. Previously, the form could be used only by employees with incomes of less than \$5,000.

Form 1120. A line for entering the amount of depreciation deducted under the new additional first-year depreciation allowance was added to the summary of schedules I and J.

Form 1065 was revised so as to reflect adjustments in the computation of net earnings from self-employment for gain or loss from the sale or exchange of property other than capital assets.

Form 1041. A new line (29) was added to page 1 to provide a specific entry space for the tax paid with a tentative return and tax withheld from wages and salaries of a decedent.

Form 1120S, U.S. Small Business Corporation Return of Income. This is a new form required to implement subchapter S of chapter 1 of the Code, as added by the Technical Amendments Act of 1958. Subchapter S permits a "small business corporation" to elect not to be subject to the corporate income tax. If the election is made, the corporate income is taxed to the shareholders whether or not distributed. Form 1120S is not a tax return form inasmuch as it does not provide for the computation of any tax; rather, it is a return of income and includes such information as items of gross income and allowable deductions and the supporting schedules, names and addresses of shareholders during the year, number of shares owned by each shareholder and amounts of money and property distributed to each, and beginning and ending balance sheets.

Form 2553, Election by Small Business Corporation. This is also a new form required to implement subchapter S.

Form 2555, Statement to Support Exclusion of Income Earned Abroad. This is a new form required to implement section 72 of the Technical Amendments Act of 1958, which amended the Code to provide that the exclusion for income earned abroad is not to apply for purposes of determining whether a taxpayer is required to file an income tax return.

Numerous suggestions for improvements in returns and instructions, received from Revenue Service personnel, taxpayers, professional groups, and other sources, were analyzed and many were adopted.

## Tax Rulings

During the year, 38,596 requests from taxpayers for rulings and requests from field offices of the Service for technical advice were processed. The number processed included 33,670 requests which had been received from taxpayers or their representatives and 4,926 requests received from field offices. At the close of the fiscal year, 10,037 requests for rulings and technical advice were on hand to be processed.

In addition to the processing of rulings and technical advice, 15,881 technical conferences were held with taxpayers or their representatives.

An analysis of the rulings and technical advice processed, by subject matter, follows:

Requests for tax rulings and technical advice processed

| Subject                                    | Total  | Taxpayers' requests | Field requests |
|--|--------|---------------------|----------------|
| Total                                      | 38,596 | 33,670              | 4,926          |
| Income and excess profits taxes            | 30,652 | 28,058              | 2,594          |
| Employment and self-employment taxes       | 1,147  | 857                 | 290            |
| Estate and gift taxes                      | 801    | 622                 | 179            |
| Alcohol and tobacco taxes                  | 1,917  | 903                 | 1,014          |
| Other excise taxes                         | 3,256  | 2,560               | 696            |
| Engineering questions (depreciation, etc.) | 823    | 670                 | 153            |

## Determination Letters

District audit divisions issue determination letters in cases where a reply can be based on clearly established rulings and regulations. Rulings requested of district offices involving new or complex issues are referred to the National Office for consideration. During 1959 the audit divisions issued 12,716 determination

letters involving pension trust plans and exempt organizations. The following table reflects the activity in these areas:

Pension trust and exempt organization determination letters issued

| Item  | Pension trust plans |                    |             | Exempt organizations |
|---|---------------------|--------------------|-------------|----------------------|
|   | Profit-sharing      | Pension or annuity | Stock bonus |                      |
| Initial qualifications:                         |                     |                    |             |                      |
| Approved  | 3,097               | 3,834              | 24          | 4,920                |
| Employees participating under plan              | 361,697             | 448,325            | 2,335       |                      |
| Total number employed                           | 631,462             | 1,088,157          | 4,398       |                      |
| Disapproved                                     | 30                  | 33                 | 2           | 317                  |
| Terminations:                                   |                     |                    |             |                      |
| Closed without issuance of determination letter | 204                 | 253                | 2           |                      |
|   | 108                 | 118                | 3           | 1,557                |

Under established procedure taxpayers may appeal adverse field determinations relating to pension trust and profit-sharing plans. During the year, 31 appeals were considered by the National Office. Of these, 16 appeals were decided in favor of the taxpayer; 12 decisions were against the taxpayer, and 3 decisions were partially in favor of the taxpayer.

## Technical Publication Program

Technical Information Release No. 164, issued on June 16, 1959, announced a new policy designed to promote prompt publication of rulings in the Internal Revenue Bulletin. The previous policy was to have all rulings published in the Bulletin reviewed and concurred in by the Chief Counsel. Under the new policy, Revenue Rulings will not be referred to the Office of the Chief Counsel unless they come under standards governing the referral of individual taxpayer letter rulings. This will not affect the status of Revenue Rulings as official pronouncements.

"Index-Digest Supplement to Cumulative Bulletins 1953-1956" was issued as Publication No. 401 as a research and reference aid to promote a systematic and reasonably simple location of the rulings, procedures, decisions, and other authorities published in the Cumulative Bulletins for 1953-56, inclusive. It is a consolidation in digest form and by topical arrangement of the specific issues and principles covered in the matters so published during those years.

The number of rulings published in the Internal Revenue Bulletin decreased by 21 percent during 1959. The principal decline was in the number of income tax rulings published which totaled 224 as compared with a peak total of 342 in 1958.

A comparison of the rulings published in the last 2 fiscal years follows:

Revenue rulings and procedures published

| Type                             | 1959 | 1958 |
|----------------------------------|------|------|
| Total                            | 546  | 687  |
| Income tax                       | 224  | 342  |
| Employment taxes                 | 21   | 35   |
| Estate and gift taxes            | 10   | 13   |
| Alcohol and tobacco taxes        | 71   | 71   |
| Other excise taxes               | 191  | 196  |
| Excess profits tax               |      | 2    |
| Firearms                         | 4    | 2    |
| Engineering issues               | 6    | 10   |
| Administrative and miscellaneous | 19   | 16   |

Among the more significant Revenue Rulings and Revenue Procedures published during the year were the following:

Generally, contracts and claims to receive indefinite amounts, such as those received in exchange for stock in liquidation of a corporation, must be valued for Federal income tax purposes (Rev. Rul. 58-402, C.B. 1958-2, 15).

An employee, governmental or otherwise, receiving a fixed mileage allowance or a per diem allowance in lieu of subsistence at rates not in excess of 125 percent of the maximum mileage rates or per diem rates authorized to be paid by the Federal Government in the locality in which the travel is performed is considered, for purposes of section 1.162-17(b) of the Income Tax Regulations, as having been required to account to his employer for his business travel and transportation expenses (Rev. Rul. 58-453, C.B. 1958-2, 67). He therefore is not normally required to itemize such expenses in detail on his tax return.

A ruling was published which discusses the tax consequences of the repayment by stockholders to a corporation of the excess of Federal Housing Administration mortgage loan proceeds over the cost of property covered by the loan which excess had previously been distributed by the corporation to its stockholders (Rev. Rul. 58-456, C.B. 1958-2, 415).

Payments as commissions by a marine supplier to masters, or other personnel, of "tramp steamers" of foreign registry when normal, usual, and customary in the industry, appropriate and helpful in obtaining business, and with the knowledge and consent of the shipowner, constitute ordinary and necessary business expenses. Such payments are subject to the withholding of income tax under section 1441 of the Code (Rev. Rul. 58-479, C.B. 1958-2, 60).

A timely filed claim for refund of amounts erroneously paid as manufacturers' excise tax is not rendered invalid because the required written consents of ultimate purchasers were filed after the expiration of the statutory period of limitations (Rev. Rul. 58-563, C.B. 1958-2, 892).

The Service compiled and published a list of the categories of tires that are subject to the manufacturers' excise tax, indicating whether they are taxable at 8 cents a pound or at 5 cents a pound (Rev. Rul. 58-583, C.B. 1958-2, 776).

The Service set forth the criteria or tests for determining whether an organization qualifies for exemption from Federal income tax under section 501(a) of the Code as a club organized for pleasure, recreation, and other nonproftable purposes as described in section 501(c)(7) of the Code (Rev. Rul. 58-589, C.B. 1958-2, 266).

The retailers' excise tax on jewelry and related items applies to transactions involving merchandise obtained by fraudulent uses of charge plates or through the use of fictitious names, addresses, and forged credentials (Rev. Rul. 58-608, C.B. 1958-2, 748).

Standards of conduct, extent of authority, and circumstances and conditions governing the recognition of unenrolled preparers of Federal tax returns are prescribed pursuant to section 10.7(a)(7) of Department Circular No. 230 (Rev. Proc. 59-3, IRB 1959-7, 29).

The value of a turkey, ham, or other item of merchandise of similar nominal value, distributed by an employer to an employee at Christmas, or other comparable holiday, does not constitute "wages" for employment tax purposes and need not be treated as income by the employee. However, the cost of such items is deductible by the employer (Rev. Rul. 59-58, IRB 1959-8, 7).

For purposes of the statutory provisions relating to involuntary conversions involving the "destruction" of property, it is not necessary that the taxpayer satisfy the test of "suddenness" if the causes of destruction otherwise fall within the general concept of a casualty. This modified the position the Service had taken in two previously published rulings (Rev. Rul. 59-102, IRB 1959-13, 20).

For the purposes of the "sick pay" exclusion under section 105(d) of the Code, "sickness" exists from commencement of labor to the termination of the period during which a woman is physically incapacitated as a result of childbirth or miscarriage, regardless of the place of delivery. Wages, or payments in lieu of wages, received by a taxpayer during such a period of incapacity are excludable from gross income in the manner and to the extent provided under section 105(d) of the Code (Rev. Rul. 59-170, IRB 1959-20, 8).

Where a corporation purchases life insurance on the lives of its stockholders, the proceeds of which are to be used in payment for the stock of the stockholder, the premiums on such insurance do not constitute income to the stockholder, even though the stockholder has the right to designate a beneficiary, provided the right of the beneficiary to receive the proceeds is conditioned upon the transfer of the corporate stock to the corporation (Rev. Rul. 59-184, IRB 1959-21, 8).

## Closing Agreement Cases

Closing agreements involving the tax status of prospective transactions are considered by the Tax Rulings Division of the National Office. (For information on cases involving completed transactions, see p. 29.) Two cases pending at the beginning of the year were completed, but no new cases were received during the year.

## Civil Advisory Legal Services

Five years have now elapsed since the commencement of the reorganization program under which there was decentralized to the regional counsels much of the legal work connected with the functions of the district directors' offices. This period has witnessed an increase in cases received from approximately 7,000 in fiscal 1955 to nearly 11,000 for the current fiscal year. Despite this increase in case receipts, the civil advisory lawyers have been able to maintain a sufficient disposal rate so that the volume of pending cases has not been increased but has in fact declined from nearly 6,000 at the beginning of fiscal 1955 to slightly more than 4,800 at the end of the current fiscal year. (For a statistical report of the cases received and disposed of during the current fiscal year, see tables 23, 24, and 25 on pp. 131 and 132.)

Along with this substantial increase in case receipts, the offices of the regional counsel have steadily increased their less formal assistance to the district directors' offices in daily contact, both by telephone and in person, and through the continuing visitation program under which the lawyers who handle the civil advisory cases make periodic visits to the district directors' offices within their respective regions. This visitation program provides a means for establishing direct personal contact between the administrative personnel in the district directors' offices and the civil advisory lawyers in the regional counsels' offices. Through question-and-answer sessions during these periodic visits, troublesome problems are threshed out which would, under ordinary procedures, require extensive written correspondence back and forth between the respective offices.

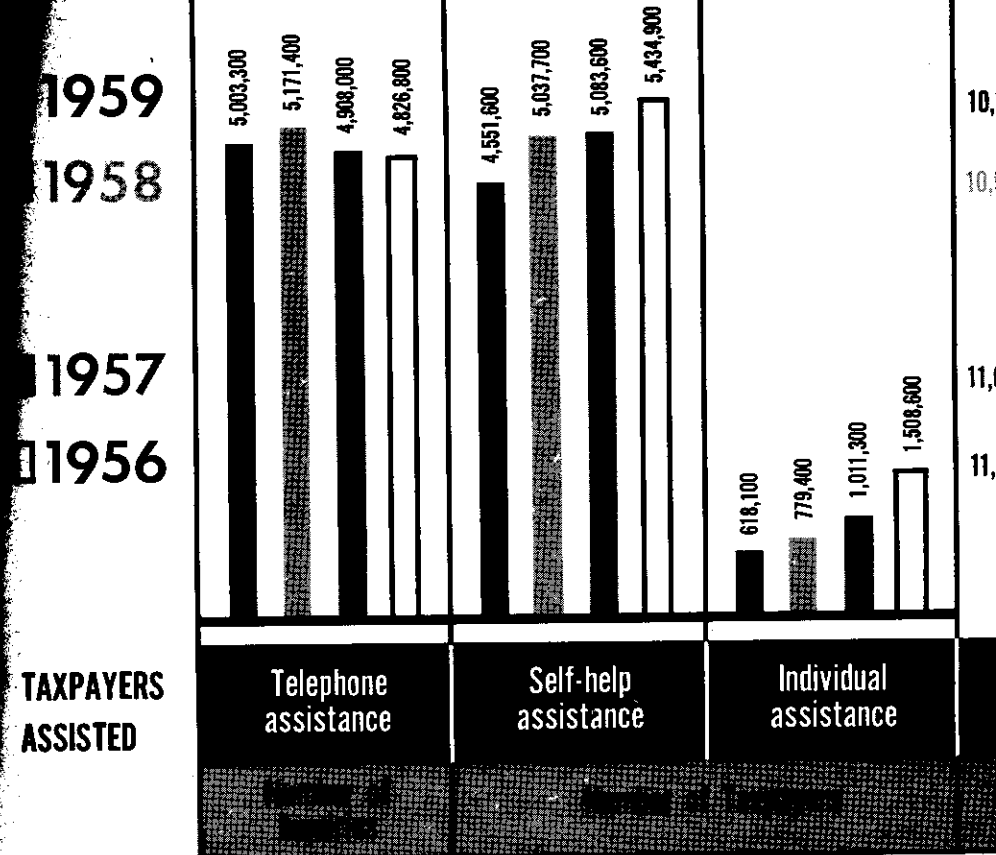
Again, as in 1958, the civil advisory lawyers in the regional counsels' offices participated in the expanded inservice training program for revenue officers. The lectures given by these lawyers covered the problems involved in proceedings under the Bankruptcy Act, receiverships and other insolvencies, suits to quiet title and for foreclosure by mortgagees, applications for discharge of property from the effect of Federal tax liens, and requests for release of such liens. These lectures also dealt with offers in compromise, decedent estate cases, suits to reduce tax claims to judgment and enforce Federal tax liens, suits for failure to honor a levy, suits to establish transferee liability and set aside fraudulent transfers, injunctions, subpoenas and summonses, and in general those matters dealing with the collection of taxes by administrative procedures as well as those matters relating to instances where the ordinary administrative processes may be ineffectual



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or inadequate. During the current fiscal year this activity was further expanded to include a limited participation in the in-service refresher training program for the more experienced revenue officers.

During the fiscal year 1959 three cases pertaining to problems considered in connection with civil advisory legal work were decided by the U.S. Supreme Court. For a summary of these cases, see *United States v. Hulley*, page 30, *United States v. Embassy Restaurant, Inc.*, page 31, and *Edgar B. Sims v. United States of America*, page 32.



## AIDS FOR TAXPAYERS

### Direct Taxpayer Assistance

Each year more and more taxpayers are preparing their tax returns without help from the Revenue Service. This has been the trend for the past 4 years despite an increase in the number of returns filed.

During the 1959 filing period, 10,173,000 persons received assistance compared with 10,988,000 in 1958. The number of taxpayers requiring individual assistance decreased by 21 percent, from 779,000 in 1958 to 618,000 in 1959, while the number receiving "self-help" showed a 10 percent drop from 5,038,000 to 4,552,000. The number of inquiries handled by telephone, the most economical method, decreased only about 4 percent, from 5,171,000 to 5,003,000.

Factors contributing to the self-sufficiency of taxpayers in preparing returns include the educational programs sponsored by the Revenue Service in secondary schools and colleges, an improved series of tax guides and related publications, and the expanded use of the simplified card return, Form 1040A.

The average number of taxpayers assisted per man-day was increased from 90.9 in 1958 to 96.4 in 1959. This increase resulted partially from wider use of self-help and telephone assistance and partially from better utilization of the time available. Most offices designated certain days of the week for taxpayer assistance in order to minimize time lost due to slack periods.

Time spent on the program declined from 144,012 man-days in 1958 to 124,025 man-days in 1959. The decrease in man-days was 19,987, or 14 percent.

The program cost amounted to \$2,896,318, which is 11 percent less than the cost in 1958.

## Taxpayer Publications

Further improvements were made in the Service's Taxpayer Assistance Publications.

*Your Federal Income Tax*, IRS Publication No. 17, is an authoritative and comprehensive manual on Federal income taxes for individual taxpayers. The booklet contains 128 pages of simplified explanations and examples of thousands of problems with which taxpayers are confronted when they prepare their income tax returns. Some 180 new rules resulting from changes in law or administrative rulings were discussed and illustrated. Rearrangement of material and an expanded index added to its utility as a ready-reference book. More than 612,000 copies were sold, approximately 12,000 more than the previous year.

*Tax Guide for Small Business*, IRS Publication No. 334, a 128-page booklet, explains and answers most of the Federal tax problems confronting the small business and professional man. Although the 1959 edition was written primarily for use in preparing the 1958 returns, it is also designed for use as a ready reference all during the year. It includes detailed explanations of the tax results of the establishment, operation, and disposition of a business, whether it is a proprietorship, partnership, or a corporation. The explanations cover income, excise, employment, self-employment, and withholding taxes. A Federal Tax Calendar for 1959 and a detailed Federal Tax Check List (of especial interest to new business) are also included. Approximately 200,000 copies were sold, about the same as the previous year.

*Farmers' Tax Guide*, IRS Publication No. 225, a 64-page pamphlet designed especially for farmers, was revised and improved as the result of suggestions received from readers, and discussions with representatives of the Agricultural Extension Service of the U.S. Department of Agriculture. One million copies of this booklet were distributed to farmers.

*Tax Guide for U.S. Citizens Abroad*, IRS Publication No. 54, was revised to include the new rules applicable to citizens residing abroad which resulted from changes in law. This 24-page booklet tells the U.S. citizen who resides or works abroad the extent to which he has to pay Federal taxes on his income. Coverage includes discussions of pensions and annuities, dependents, royalties, foreign tax problems peculiar to the marital relationship, and estate and gift taxes, in addition to a comprehensive explanation of the Federal income tax laws as they relate to such citizens. Nearly half a million copies of this edition were distributed through consulates and other Government offices to U.S. citizens abroad. This is an increase of more than 400,000 over the previous year.

*Motor fuel tax pamphlets*.—These publications were revised and issued to explain the Highway Revenue Act of 1956 as it relates to—

“Federal Use Tax on Highway Motor Vehicles” (IRS Publication No. 349)

“Federal Gas Tax Refund for Nonhighway and Transit Users” (IRS Publication No. 378)

“Farmer's Gas Tax Refund” (IRS Publication No. 308)

*Other publications*.—Thirty-one other publications were printed and distributed free to taxpayers. These publications contained modified versions of separate chapters of *Your Federal Income Tax* and *Tax Guide for Small Business*. In some instances, material from both booklets was combined to present a more comprehensive discussion of the subject matter. In other instances, two or more related chapters or parts of chapters were included in a single publication. Some of the more important publications include—

|                                       |  |
|---------------------------------------|--|
| Filing Your Return                    | Excise Taxes                           |
| What Is Income                        | Net Operating Loss                     |
| Sick Pay, Disability Pay, etc.        | Employee and Travel Expenses           |
| Personal Exemptions and Dependents    | Entertainment for Business             |
| Selling Your Home                     | Casualty and Theft Losses              |
| Medical and Dental Expenses           | Installment and Deferred Payment Sales |
| Depreciation, Amortization, Depletion | Tax Withholding and Estimated Tax      |
| What Are Business Expenses            |  |

## Information Program

The public information program to improve taxpayer understanding of Federal tax laws and to provide filing information for taxpayers was carried out in several ways.

"Since the Beginning of Time," a public service documentary film, was produced and distributed for bookings through Revenue Service field offices.

Showings included 201 telecasts before an estimated audience of more than 40 million and over 1,000 other bookings before schools, civic groups, and luncheon clubs with an estimated audience of 35,000. Advance bookings extending to the next filing period have been made with district offices.

The film was selected for later showing at the International Film Festival in Edinburgh, Scotland. Another honor was its selection by the television stations of the country as one of the 50 best films in the news and documentary category.

During the year, approximately 175 releases were issued to news media. These releases contained national office policy statements, announcements of personnel changes and other administrative matters, actions on technical matters, and items of interest for release by field offices.

In addition to press releases, the Public Information Division answered inquiries and acted as a clearinghouse for writers working on special articles. One of the results of this function was the appearance of several articles on enforcement activities in national magazines.

The annual public information kit containing releases, scripts, radio and TV spot announcements, and other material for use during the filing period was prepared and distributed to field offices.

A sample survey by the National Association of Broadcasters of free public service broadcast and telecast time during the 1958 filing period revealed that Revenue Service spot announcements received the second greatest amount of time of all organizations, and the highest amount of time of any Government agency.

In its sixth year, the "Teaching Taxes" program of student handbooks, teacher's guides, and other teaching aids was used in 22,308 high schools and colleges. Approximately 2,648,000 students received this tax instruction under 72,000 teachers.

Schools and classes in adult education, other Federal agencies, U.S. Armed Forces, industry, veterans' hospitals, and even prisons are using these materials free of charge.

## INTERNATIONAL ACTIVITIES

### International Operations

Responsibility for administering the internal revenue laws in areas of the world outside the United States is centralized in the International Operations Division. Through this Division, the Revenue Service devotes attention to the special tax problems in this area and endeavors to raise the level of voluntary compliance among U.S. taxpayers residing abroad.

The Division has permanent foreign posts at Paris, France; Ottawa, Canada; Manila, Philippines; and London, England, with one or two technical employees assigned to each post. A field office in Puerto Rico collects social security taxes in Puerto Rico and the Virgin Islands, and performs other Internal Revenue functions to the extent applicable in Puerto Rico. The bulk of the work of the Division is conducted by correspondence from Washington or where necessary by temporary visits to foreign countries by agents assigned to Washington. The Division also secures a substantial amount of information from foreign countries for other offices of the Internal Revenue Service.

Since the establishment of the Division in 1955, international tax activities have been transferred to the Division as rapidly as they could effectively be absorbed within planning, recruiting, and budgetary limitations. During the past year this assimilation of foreign tax work was nearly completed. Over 10,000 delinquent tax accounts with foreign addresses were transferred to the Division from district offices for specialized collection action. Responsibility was assumed by the Division during the year for certifying compliance with the death duty provisions of the tax treaties, and exchanging estate information with foreign tax treaty countries.

Compliance with U.S. tax laws by U.S. citizens residing abroad was facilitated by the enactment of the Technical Amendments Act of 1958 (Public Law 85-866). This law requires U.S. citizens residing in foreign countries to file U.S. tax returns and report all of their income, including earned income subject to exclusion

under section 911 of the Internal Revenue Code, even though no tax may be due. Form 2555 was developed as an attachment to individual income tax returns to facilitate the reporting of income excluded under section 911. A comprehensive information program was conducted to notify U.S. citizens residing in foreign countries of the change in income tax return filing requirements under the new law.

## International Tax Conventions

*Belgium.*—The Senate ratified a supplementary convention between the United States and Belgium which will extend the United States-Belgium convention to the Belgian Congo and the Trust Territory of Ruanda-Urundi. For technical reasons, Belgium had not ratified the convention as of the end of the fiscal year.

*Pakistan.*—On May 21, 1959, instruments of ratification of the income tax convention between the United States and Pakistan were exchanged, thus bringing the tax convention with that country into effect for taxable years beginning on or after January 1, 1959.

*United Kingdom.*—A supplementary protocol, with respect to the tax treatment of royalties, amending the existing tax convention with the United Kingdom, came into force January 1, 1959. That convention, as thus amended, was extended, with certain modifications, to 15 United Kingdom oversea territories, also effective January 1, 1959. Five other oversea territories did not qualify, as of January 1, 1959, due to certain internal procedures in such territories not having been completed as of the end of the calendar year 1958.

*Norway.*—A supplementary convention with Norway was submitted to the Senate in August 1958 and is now pending before that body.

*General.*—Extended discussions with a number of countries took place during the year, resulting in texts of proposed conventions which are in various stages of development.

*Foreign visitors.*—There is continuing worldwide interest in the study of the tax laws and tax administration methods of the United States. The International Tax Relations Division was host to approximately 140 officials from 43 countries during the fiscal year for varying periods of time.

## LEGISLATIVE DEVELOPMENTS

### Legislative Preparations

H.R. 10, a bill to encourage the establishment of voluntary pension plans by self-employed individuals, was reported out on February 24, 1959, by the House Ways and Means Committee and was passed by the House of Representatives on March 16, 1959. The Senate Finance Committee held some hearings before the close of the fiscal year and hearings were scheduled to be continued.

H.R. 7086, to extend the Renegotiation Act of 1951, was acted upon by both Houses of the Congress and a conference report on the bill was pending at the close of the fiscal year.

Some other bills of lesser importance received active consideration by the Congress and action on these bills was in various stages of completion at the close of the year.

Revenue Service representatives attended public hearings and executive sessions held by the committees in connection with this pending legislation as well as the legislation enacted as set forth below. They also performed services in connection with the drafting of these bills and the related committee reports.

During the year, 35 reports on bills were prepared and forwarded to the office of the Assistant to the Secretary. Information was also furnished to that office informally in instances where time did not permit the preparation of a formal report. In addition, the Revenue Service carried out its own research and study projects to develop information about tax administrative problems, tax loopholes, and tax inequities. It considered and evaluated suggestions submitted by taxpayers, including Members of Congress.

### Legislation Enacted

On September 2, 1958, H.R. 7125 (85th Cong.), the Excise Tax Technical Changes Act of 1958, was enacted. This law makes a technical revision of the excise tax and the alcohol and tobacco tax provisions of the Code. It also makes numerous substantive changes in these provisions (Public Law 85-859).

H.R. 8381 (85th Cong.), Technical Amendments Act of 1958, was also enacted on September 2, 1958. This law eliminates many substantive unintended benefits and hardships in the existing income, estate, and gift tax provisions of the Code and removes many technical errors and ambiguities (Public Law 85-866).

H.R. 13549 (85th Cong.), the Social Security Amendments of 1958, was enacted on August 28, 1958. This enactment increases the rates of the self-employment income tax and the FICA tax on employees and employers effective for taxable years beginning after December 31, 1958. It also increases the tax base for these taxes from \$4,200 to \$4,800 effective after 1958 (Public Law 85-840).

On June 25, 1959, H.R. 4245 (86th Cong.) was enacted, providing a permanent formula for the taxation of life insurance companies (Public Law 86-69).

H.R. 7523 (86th Cong.), the Tax Rate Extension Act of 1959, was enacted on June 30, 1959. This act extends to July 1, 1960, the present corporation income tax rate and the rates of certain excise taxes which were scheduled to be reduced as of July 1, 1959. It also provides for reduction of the tax on transportation of persons from 10 percent to 5 percent effective July 1, 1960, and for termination of the tax on general telephone service effective July 1, 1960 (Public Law 86-75).

Thirteen other bills which have some effect on the Federal tax statutes were enacted, the following being of particular interest:

Public Law 85-595 amended title 18 of the United States Code to permit a defendant, in a prosecution for an offense described in section 7201 or 7206 of the Internal Revenue Code and involving use of the mails, to elect to be tried in the judicial district in which he resided at the time the alleged offense was committed.

Public Law 85-920 amended section 1402(a) of title 28 of the United States Code to set up express rules for determining venue in suits by corporations against the United States for refunds of taxes.

Public Law 85-930 extended the Renegotiation Act of 1951 from its expiration date of December 31, 1958, to June 30, 1959.

Public Law 86-28 amended the Internal Revenue Code to increase the rate of the railroad retirement tax on employees, employee representatives, and employers effective with respect to compensation paid on or after June 1, 1959, for services rendered on or after such date.

Public Law 86-70 made certain amendments to the Internal Revenue Code which were necessitated by the admission of Alaska to the Union.

The Revenue Service formulated and carried out plans for the implementation of the legislation that was enacted. These plans included the issuance of statements to the public, circulars, and regulations, and the revision of tax forms.

## INTERNAL CONTROLS

### Internal Audit

The internal audit program is designed to promote efficient administration. All phases of Revenue Service work are subject to audit and internal audit coverage of all major field activities is required at least once each year. Utilizing recognized sampling techniques, the program gives greatest attention to those organizational segments which are most closely connected with the collection of tax revenues and the enforcement of tax laws.

The following summary covers the regular internal audit activity for the fiscal year 1959:

Internal audit activity

| Offices or divisions audited              | Subject to audit | In process July 1, 1958 | Started | Completed | In process June 30, 1959 |
|---|------------------|-------------------------|---------|-----------|--------------------------|
| Grand total.....                          | 255              | 41                      | 255     | 267       | 29                       |
| Regional offices, total.....              | 63               | 15                      | 59      | 68        | 6                        |
| Regional counsels' offices.....           | 9                | 3                       | 8       | 11        |                          |
| Regional commissioners' offices:          |                  |                         |         |           |                          |
| Collection.....                           | 9                | 1                       | 9       | 10        |                          |
| Audit.....                                | 9                | 2                       | 8       | 9         | 1                        |
| Intelligence.....                         | 9                | 3                       | 9       | 10        | 2                        |
| Alcohol and tobacco tax.....              | 9                | 2                       | 9       | 11        |                          |
| Appellate.....                            | 9                | 4                       | 7       | 8         | 3                        |
| Administrative.....                       | 9                |                         |         |           |                          |
| District directors' divisions, total..... | 189              | 25                      | 194     | 196       | 23                       |
| Collection.....                           | 64               | 10                      | 65      | 65        | 10                       |
| Audit.....                                | 64               | 11                      | 66      | 68        | 9                        |
| Intelligence.....                         | 61               | 4                       | 63      | 63        | 4                        |
| Service centers.....                      | 3                | 1                       | 2       | 3         |                          |

In addition to these regular internal audits, an internal audit of the International Operations Division was in process at the end of the year.

### Internal Security

During the fiscal year regional inspectors gave increased emphasis to on-the-job training of Internal Security inspectors. The National Office distributed to regional inspectors comprehensive

training material pertaining to criminal investigative procedures and techniques. With respect to formalized training, 12 Internal Security inspectors successfully completed the comprehensive course conducted by the Treasury Law Enforcement School. Three Internal Security inspectors completed the Treasury Technical School course.

There were 4,136 personnel investigations closed during fiscal year 1959. In addition, police checks were conducted on 4,135 employees who served in temporary appointments for 90 days or less. The large increase in the police check cases over the preceding fiscal year (2,748 such cases in fiscal year 1958) was due to the hiring of many more temporary employees in connection with the Service's efforts to facilitate the processing of tax returns and remittances during the filing period. Inspection also completed 126 formal tort claim investigations of motor vehicle accidents and other accidents involving personal injuries to non-Federal employees in connection with Internal Revenue Service activities. The overall dropoff in investigations completed in fiscal year 1959 was caused by a very low attrition rate within the Service, coupled with a cutback in the recruitment and hiring of new permanent employees due to budget limitations. The decrease in investigations conducted resulted in a corresponding decrease in the number of disciplinary actions taken for the year.

A comparison of personnel investigation cases in the past 2 years follows:

**Personnel investigations and disciplinary actions**

| Type of investigation and action                                     | 1959  | 1958  |
|--|-------|-------|
| <b>Personnel investigations</b>                                      |       |       |
| Number of cases closed, total.....                                   | 4,136 | 6,007 |
| Character and security investigations.....                           | 2,462 | 3,986 |
| Conduct investigations.....  | 607   | 610   |
| Special inquiries.....   | 1,067 | 1,411 |
| <b>Actions taken as a result of personnel investigations</b>         |       |       |
| Disciplinary actions, total.....                                     | 523   | 719   |
| Separations, total <sup>1</sup> .....                                | 189   | 260   |
| Bribery, extortion, or collusion.....                                | 5     | 1     |
| Embezzlement or theft of Government funds or property.....           | 21    | 9     |
| Failure of employee to pay proper tax.....                           | 13    | 14    |
| Falsification or distortion of Government reports, records, etc..... | 50    | 83    |
| Unauthorized outside activity.....                                   | 5     | 14    |
| Failure to discharge duties properly.....                            | 18    | 13    |
| Refusal to cooperate.....  | 1     | 3     |
| Divulgence of confidential information.....                          | 5     | 5     |
| Acceptance of fees or gratuities.....                                | 3     | 7     |
| Personal and other misconduct.....                                   | 68    | 111   |
| Suspensions from duty and pay.....                                   | 31    | 25    |
| Reprimands, warnings, reassignments, transfers, or demotions.....    | 303   | 434   |
| Nondisciplinary actions.....   | 3,613 | 5,288 |

<sup>1</sup> Includes resignations, retirements, or other separations while employees were under investigation or before administrative decision was made on disciplinary action where investigation disclosed derogatory information.

## MANAGEMENT ACTIVITIES

### Personnel

Emphasis during the year was on (1) evaluating progress made thus far, (2) improving procedures and decentralizing additional authorities in the interests of efficiency and economy, and (3) maintaining and extending the "Blue Ribbon" career service program. For the fourth consecutive year the Revenue Service continued the successful operation of its executive development training program. Participants in this program, carefully selected for their executive potential, are assigned to the position of assistant district director or other key positions in the Revenue Service upon completion of a 6-month training course. During the year, a study was started to develop a plan to broaden the program with a view toward covering various levels of supervision leading to key executive positions.

New recruiting sources for employees with good potential for advancement in semitechnical Service occupations were made possible through development and negotiation with the Civil Service Commission of a qualification standard which permits recruiting, at the GS-4 level, graduates of junior and business colleges and technical accounting schools. This eliminates dependence upon clerical registers which generally provide applicants possessing much lower potential for success in these occupations.

A new development in college recruitment was the statutory authorization for recruiting superior college students at the GS-7 grade level upon graduation. Well over one-half of the approximately 600 trainees recruited annually to meet Service needs for technical personnel will be hired at the GS-7 grade level.

Service-wide promotion guidelines were issued to implement the Civil Service Commission's Federal merit promotion program required to be placed in operation by January 1, 1959. It was already the policy of the Service to make promotions based upon merit, but the promotion plans issued under the new guidelines by all regions and the National Office require a more formal appli-

cation and documentation of merit principles in the selection of employees for promotion.

Regional Commissioners of Internal Revenue were authorized to approve additional personnel actions. They now have authority to take action on all positions in district offices, with the exception of those pertaining to district directors and assistant district directors.

As an essential part of the policy to decentralize authority, the Administrative Assistant to the Commissioner was delegated the authority to make decisions and take final action for the Revenue Service in grievances, appeals, suitability, and disciplinary cases involving employees in positions for which the Administrative Assistant has personnel action authority.

Concerted effort was continued in identifying and rewarding employees whose performance of work was outstanding. During the year, 674 employees were recommended for outstanding performance ratings of which 399, or 59 percent, were approved. This was a substantial increase in the number of recommendations and approvals over the previous 2 years. There were 282 outstanding performance ratings approved in 1957 and 96 approved in 1956.

A Service-wide survey was conducted to determine the status of employee and employee group relations with management. Field reports revealed a reasonably good employee-management relations program throughout the Service and highlighted the following: (a) Top management officials are providing positive leadership for improvement of this program, (b) excellent relationships exist with employee organization representatives, (c) established procedures are being used for handling grievances and appeals, (d) the incentive awards and suggestion programs have made excellent progress this year, and (e) adequate channels of communication exist between employees and management.

A post retirement program was inaugurated during the year. A retiree emblem was designed and is given to retirees having at least 10 years of Revenue Service employment. The Commissioner's Letter which contains IRS items of general interest is mailed to retirees for a reasonable period of time. Also, a retirement planning pamphlet has been published for the purpose of making available to employees information which may be helpful in their timely and orderly preparation for retirement.

The incentive awards program contributed materially to management improvement and employee morale. Employee recognition for superior work accomplishment increased more than 25 percent over the same period a year ago.

The following table shows the participation in the program during the last 2 years:

Incentive awards program

| Item                                  | 1959  | 1958  |
|---------------------------------------|-------|-------|
| Suggestions received.....             | 4,453 | 5,110 |
| Suggestions adopted.....              | 1,118 | 1,235 |
| Superior work performance awards..... | 1,075 | 859   |
| Special acts and services awards..... | 78    | 89    |

The preparation of position classification guides and standards continued to receive primary attention. Guides were issued covering several large groups of employees, including internal revenue agents, revenue officers, and most office employees in district collection divisions. Emphasis has accordingly been shifted to smaller specialized groups of employees in order to assure that their grades are in line with the grades established for the large number of employees already covered.

The basic purposes of these standards and descriptions are to define promotional ladders, maintain grade equity among various positions, eliminate unnecessary paperwork, facilitate assignment of work in accordance with management concepts, and help in the recruitment and retention of well-qualified people.



The number of internal revenue employees on the rolls at the close of 1959 totaled 50,200 as compared with 50,816 at the close of 1958. A comparison by principal categories is shown in the following summary:

**Personnel summary**

| Location and type                                       | Man-years realized |        | Number on rolls at close of year |        |
|---|--------------------|--------|----------------------------------|--------|
|   | 1959               | 1958   | 1959                             | 1958   |
| Service, total.....                                     | 51,226             | 52,516 | 50,200                           | 50,816 |
| Permanent.....  | 49,284             | 50,849 | 47,972                           | 49,834 |
| Temporary.....  | 1,942              | 1,667  | 2,228                            | 982    |
| National Office.....                                    | 2,969              | 2,959  | 2,633                            | 2,638  |
| Field service, total <sup>1</sup> .....                 | 48,257             | 49,557 | 47,567                           | 48,178 |
| Collection, total.....                                  | 23,326             | 23,948 | 23,111                           | 23,038 |
| Revenue officers.....                                   | 5,344              | 5,693  | 5,172                            | 5,476  |
| Returns examiners.....                                  | 1,604              | 1,525  | 2,062                            | 1,604  |
| Other.....  | 16,378             | 16,730 | 15,877                           | 15,958 |
| Audit, total.....                                       | 15,479             | 16,123 | 15,099                           | 15,756 |
| Revenue agents.....                                     | 10,429             | 10,822 | 10,171                           | 10,510 |
| Office auditors.....                                    | 2,101              | 2,129  | 2,003                            | 2,095  |
| Other.....  | 2,949              | 3,172  | 2,925                            | 3,151  |
| Intelligence, total.....                                | 1,939              | 2,015  | 1,914                            | 1,968  |
| Special agents.....                                     | 1,445              | 1,504  | 1,423                            | 1,470  |
| Other.....  | 494                | 511    | 491                              | 498    |
| Alcohol and tobacco tax, total.....                     | 2,944              | 3,068  | 2,897                            | 3,005  |
| Investigators.....                                      | 901                | 936    | 884                              | 912    |
| Inspectors.....   | 421                | 446    | 411                              | 438    |
| Storekeeper-gaugers.....                                | 749                | 802    | 730                              | 771    |
| Other.....  | 873                | 884    | 872                              | 884    |
| Appellate, total.....                                   | 1,294              | 1,162  | 1,354                            | 1,191  |
| Technical advisers.....                                 | 587                | 507    | 625                              | 533    |
| Other.....  | 707                | 655    | 729                              | 658    |
| Administration.....                                     | 2,192              | 2,183  | 2,125                            | 2,142  |
| Regional Counsel.....                                   | 656                | 641    | 641                              | 654    |
| Inspection.....   | 427                | 417    | 426                              | 424    |
| Enforcement personnel included above <sup>2</sup> ..... | 22,994             | 23,857 | 22,856                           | 23,276 |

<sup>1</sup> Includes International Operations Division.

<sup>2</sup> Includes revenue officers, returns examiners, revenue agents, office auditors, special agents, and alcohol and tobacco tax investigators, inspectors, and storekeeper-gaugers.

## Training

Enactment of the Government Employees Training Act (Public Law 85-507) on July 7, 1958, greatly facilitated administration of the training program and opened new avenues for strengthening the program to achieve greater operating effectiveness and economy.

A new training program for special agents was introduced through a series of preview seminars attended by field supervisory personnel. The new program will provide classroom instruction

in tax law, procedures, and investigative techniques for newly appointed agents as well as for incumbents. A handbook for special agents was prepared as an integral part of the program.

Further progress was made in implementing the audit training program. Approximately 1,000 internal revenue agents were trained in the new 6 weeks' "Advanced Agent Training Program." Field instructors and trainees also met for special training in the new 4 weeks' course in "Pension Trust and Profit Sharing Plans."

In the collection area, the survey committee recommendations of 1957 were completed. Approximately 2,000 revenue officers were given a new 1-week refresher course.

In addition to these programs, each of which is based on the findings of a special training survey committee, steps were taken to meet other training needs. Plans were developed and Civil Service Commission approval was received for tax examiner training programs in both audit and collection areas.

To keep technical personnel informed as to current developments in tax laws, regulations, and administrative policies, a periodic newsletter entitled "Tax Briefs for Revenue Agents and Office Auditors" was issued throughout the year and an annual Technical Review Institute was inaugurated. The Institute consists of a series of comprehensive lectures presented in district offices to explain and fit into perspective the major technical developments of the past year.

Special committees were established in June 1959 to survey the effectiveness of the training given personnel in both the enforcement and the permissive areas of alcohol and tobacco tax activities, and to make recommendations for improvement.

Three hundred fifteen Intelligence, Inspection, and Alcohol and Tobacco Tax investigators completed courses at the Treasury Law Enforcement Officers Training School.

The Management Institute Program was continued, again utilizing various non-Service sites across the country to train approximately 1,200 participants, principally branch chiefs, analysts, and group supervisors. Included in this number were 46 employees of other Treasury Department bureaus.

Thirteen employees completed the 6-month executive development course designed for potential key officials. Basic and specialized supervisory training continued for both incumbent and potential management personnel throughout the Service under local sponsorship.

Continued usefulness of the 14 tax law and tax accounting courses offered by correspondence is reflected in the completion by employee-students of approximately 62,000 lessons during the year.

Work was begun on the development for Service-wide use of (1) a standardized supervisory training course, (2) an instructor guide for use by regional appellate divisions in training technical advisers, (3) an on-the-job training guide for coaches and supervisors, (4) a standardized secretarial development course, and (5) a report writing course.

Contracts were negotiated outside the Service for (1) the preparation of a Taxpayer Contacts course, (2) a study to be made of the training needs of regional analysts, and (3) the preparation of scripts and films for use alone or for incorporation in other training programs.

## Operating Facilities

*Property management.*—Improved property inventory techniques were developed this year which will (1) simplify the taking of an inventory, (2) provide an adequate basis for computing the capital assets account without adjusting for acquisitions and disposals, (3) furnish current data for budget requests, (4) provide a basis for allocation of equipment funds, and (5) furnish a more factual replacement picture since 90 percent of equipment purchases will have already been received and trade-ins and disposals accomplished each year prior to the taking of an annual inventory.

Progress was made in the standardization of storeroom supplies which permitted reduction of storeroom inventory in some offices as high as 200 items. Standards were also developed for such items as envelopes, special equipment for enforcement vehicles, money chests, binders, and paper cartons for shelf filing. These standards provide for uniform sources of supply, more favorable prices, and savings in administrative costs.

Regional requirements for passenger vehicles for enforcement work were determined and a ceiling established for each region. Authority to acquire cars from forfeitures and transfers from other agencies was decentralized to regional offices. These two authorities together with prior delegations now permit regions to do a complete fleet management function to acquire, assign, control, and dispose of their motor vehicle fleet.

*Space.*—Upgrading and consolidation of office space were accomplished in Los Angeles, Milwaukee, and Cincinnati district offices and in the Philadelphia Regional Office. Space improvements were also made in various other smaller locations. As a result of negotiations with the General Services Administration and the lessor, the Newark District Office was air conditioned and the cost included in the lease to be amortized over a 5-year period.

Several other Internal Revenue Service offices have been air conditioned as a result of the GSA program of air-conditioning Federal office buildings. Some of these locations are the Omaha, St. Paul, Louisville, and Little Rock district offices.

The new office building for the Baltimore district office is scheduled for completion by the end of calendar year 1959.

Internal Revenue Service space requirements are included in Federal office buildings now under construction in Albuquerque, N. Mex., Burlington, Vt., and Omaha, Nebr. These buildings will be completed and ready for occupancy some time during calendar year 1960. In addition, Revenue Service space requirements are included in Federal office buildings which have been fully approved and will be constructed in Parkersburg, W. Va., Richmond, Va., and Little Rock, Ark. These buildings should be constructed and ready for occupancy within the next 2 to 3 years.

*Records and correspondence.*—The records administration program has continued to free Service operations of unnecessary and complicated paperwork, and at the same time to insure that adequate official records are created to document activities. In this connection, additional standards, guidelines, and management analysis assistance aimed at reducing records and eliminating or simplifying their related paperwork were furnished operating units in the National Office and the field.

Continuing emphasis on the management of forms resulted in fewer, more understandable forms and form letters for use by the Service and the public. Concentrated forms standardization work, which resulted in a 32-percent decrease in local district office forms, is illustrated by these figures:

| Forms prescribed by—  | Inventory<br>July 1, 1958 | New forms added<br>during year | Forms elimi-<br>nated | Inventory<br>June 30, 1959 |
|-----------------------|---------------------------|--------------------------------|-----------------------|----------------------------|
| National Office.....  | 3,021                     | 436                            | 159                   | 3,298                      |
| Regional offices..... | 6,630                     | 2,039                          | 1,016                 | 7,653                      |
| District offices..... | 22,547                    | 2,694                          | 9,841                 | 15,400                     |

The Service-wide systematic retirement and disposal of inactive records resulted in the elimination of 208,430 cubic feet of records, and the recapture for other use of floorspace and filing equipment valued at \$719,000.

Improved and timely correspondence to the public, with less clerical effort, has been a direct result of intensive reviews of public-use form letters. Likewise, there has been a significant improvement in the quality of dictated correspondence resulting from Service-wide implementation of the Correspondence Handbook.



Improved facilities for publications distribution are provided at National Office Distribution Center, Alexandria, Va.

*Safety.*—The Secretary of the Treasury presented an employee of the Internal Revenue Service with the Secretary's Individual Award of Honor for his outstanding work in the field of safety. This was the first such award presented in the Department. A safety award program was established to encourage accident prevention competition between the three Service Centers and to stimulate efforts to reduce on-the-job injuries and man-days of lost production due to such injuries. The Secretary's Safety Award was presented to 22 district offices for working without a lost-time injury for a year. In addition, Upper Manhattan District established a safety record of 2,467,272 man-hours without a lost-time injury and received a similar award.

*Publications.*—Publications distribution activities of the National Office were moved from the basement of the headquarters building to a warehouse at a suburban location where adequate facilities have been provided for receiving, storing, handling, and distributing forms. As a result, the average length of time for filling requisitions was reduced from about 3 weeks to less than a week.

Adoption of the semimonthly return system for payment of alcohol and tobacco taxes, described on p. 43, placed heavy demands on publications facilities. During the closing 6-week period of the fiscal year, 21 individual forms, 9 industrial circulars, and 2 styles of envelopes had to be designed, developed, printed, and distributed to provide the tools for the changeover. Approximately 926,500 forms and circulars were distributed to the field during the first week in June in order to provide for their use effective June 24, 1959. The envelopes were shipped in 3 days instead of the 45 days normally required.

## Fiscal Management

The cost of operating the Revenue Service during the year was \$355,469,000, including \$819,000 in advance procurement from the 1959 appropriation, made available prior to the beginning of the 1959 fiscal year through special legislation. Over \$15 million of the approximately \$18 million increase over the preceding fiscal year was attributable to annualization of the costs of the Government-wide salary increase effective in January 1958.

centers, where high-speed, data-processing machines are used to perform these operations.

The success of this program, together with recent advancements in the capacity and versatility of data-processing equipment, have prompted the Service to survey the possibilities for further improvements through mechanization. Studies of large-scale electronic data-processing (EDP) equipment were initiated in 1959 to determine the availability of types having potential application to Revenue Service procedures and to determine the feasibility of adapting and modifying existing operations to utilize such equipment.

These studies showed that the use of EDP methods to perform the bulk of the Service's work involving accounting, clerical, and statistical operations is a practicable and achievable goal. Broad outlines were developed for a system which would not only handle present operations more rapidly and economically but would also perform many additional tasks that cannot now be done.

The proposed system would include a permanent tax account for each taxpayer through which all transactions, for all taxes and tax periods, would be cleared before issuance of a net bill or refund. This consolidation of financial and technical essentials from all returns and information documents would permit more efficient billing, refunding, and verifying, and would provide the tools for major advances in enforcement.

The process of installation will be very gradual, of course, since the size and complexity of the project mean that its full implementation will take several years. Initially, the Service proposes to install the plan in a single region, thus obtaining the benefits of a pilot application. When a satisfactory operation in that region has been achieved, the system will be extended gradually to the other eight regions. Present estimates contemplate that the pilot regional setup will be under way sometime in 1961, with all the remaining regions converted within a few years thereafter.

## Current Research Program

Research studies have covered an increasingly wide range of compliance and enforcement problems. These deal with such varied subjects as filing requirements for estimated tax and annual returns, the effect of simplification measures on taxpayer compliance, as well as examination of numerous technical provisions of the Code, where clarification or coordination of unrelated provisions would assist taxpayers and the Service in dealing with complicated questions. One such study, for example, has devel-

oped a basis for standardizing the statutory rules dealing with "related persons" and "attribution of ownership." During the past year a great deal of attention has been given to research supported by surveys. Several surveys were designed to add to existing information on underreporting of different types of income. The increasing public attention being given to indicated gaps between income reported by taxpayers and what they are presumed to have received has stressed the need for more accurate information. Work in this area has a prominent place in future research plans.

## Advisory Group

An advisory group, consisting of 12 outstanding representatives of the legal, accounting, and tax teaching professions was organized in June 1959. This group will serve as a clearinghouse for suggestions from practitioners and the public for improving tax administration. They will meet with Revenue Service officials several times a year to discuss ways in which operations can be improved, to offer constructive criticism of Service policies and procedures, and to provide valuable advice on general problems facing the Service.

## Coordinated Evaluation Program

A program for evaluation of regional management on a coordinated basis by all National Office divisions having counterparts in regional commissioners' offices was initiated in 1959. The basic purpose of the program is to determine how effectively regional offices are carrying out their responsibilities and to determine areas where the National Office can be of greater assistance. These visits make it possible for top management to participate jointly in discussions of the evaluations made by the various functional directors and reach certain overall conclusions on the caliber of regional management. This coordinated approach has proved very effective and an increasing number of regions are putting their district evaluation programs on a coordinated basis.

## Statistical Reporting

Unusual progress occurred during the year in the utilization of high-speed electronic computer equipment and in the issuance of two important sets of statistics, "Tax Analysis" and "Selected Financial Data," in advance of the annual "Statistics of Income" volumes. For the first time in the history of the Service, income-

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## Statistical Reporting

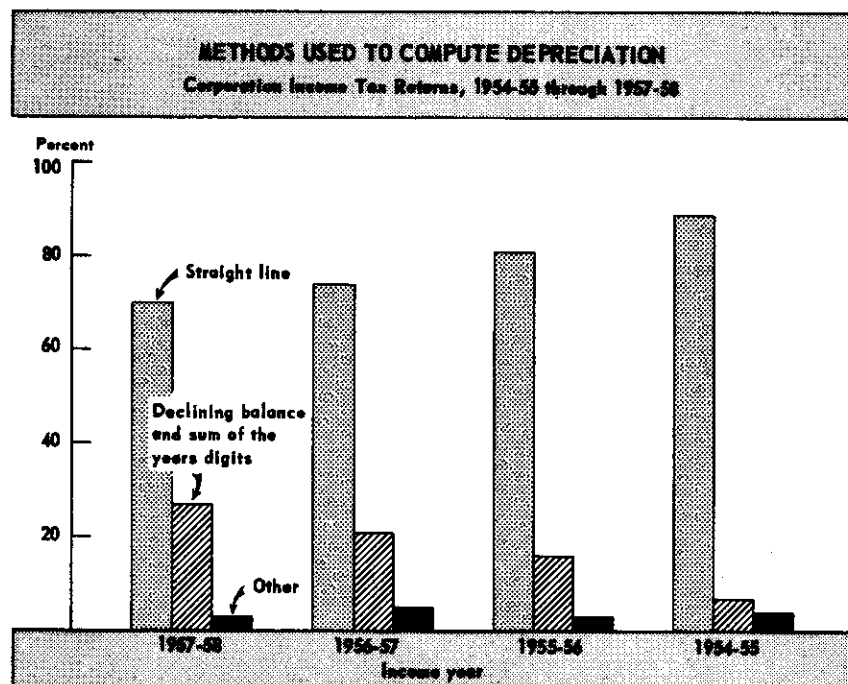
Unusual progress occurred during the year in the utilization of high-speed electronic computer equipment and in the issuance of two important sets of statistics, "Tax Analysis" and "Selected Financial Data," in advance of the annual "Statistics of Income" volumes. For the first time in the history of the Service, income-

analysis data were completed as soon as 8 months after the last-included returns were due to be filed.

The first issue of "Tax Analysis of Individual Income Tax Returns," relating to returns filed during 1958, was released in December 1958. This release was prepared in response to a request in Staff Study II of the Joint Committee on Internal Revenue Taxation. It contained data compiled from page 1 of Form 1040 (and comparable data from Form 1040A), classified by taxable and nontaxable returns and by size of adjusted gross income.

The second issue of "Selected Financial Data," covering certain items reported on business income returns for 1957-58, was released in April 1959. Comparable selected statistics, classified by industry, were prepared for nonmanufacturing corporations and for sole proprietorships and partnerships engaged in nonagricultural activities. These business statistics, first prepared for 1956-57, have proved essential to the Federal Government estimates of national income and gross national product and will be continued annually.

New information showing methods used by corporations to compute depreciation has recently been prepared in connection with the annual program of providing statistics with respect to the operation of the income tax laws. As shown in the following chart, significant changes have occurred in the methods used by corporations in computing depreciation since 1954.



The total amount of depreciation and amortization claimed as a deduction by corporations has grown from \$13.7 billion in 1954-55 to \$19.4 billion in 1957-58. The 1954-55 and 1955-56 methods data are based on information reported in the majority of the corporation returns filed for those years. The 1956-57 data were derived from a study of the returns filed by the largest corporations only. The 1957-58 percentages relate to all corporations.

A comparison of major types of income for both individuals and corporations, as given in the "Statistics of Income" for the 5 most recent years, is shown in the following tables.

Individual income tax returns: Number of returns and sources of income, 1953-57

| Item                                   | Income year |         |         |         |         |
|--|-------------|---------|---------|---------|---------|
|  | 1957        | 1956    | 1955    | 1954    | 1953    |
| (Thousands)                            |             |         |         |         |         |
| A. Number of returns                   |             |         |         |         |         |
| All individual returns, total          | 59,825      | 59,197  | 58,250  | 56,747  | 57,838  |
| Taxable                                | 46,865      | 46,259  | 44,689  | 42,633  | 45,223  |
| Nontaxable                             | 12,960      | 12,938  | 13,561  | 14,114  | 12,615  |
| Returns with itemized deduction, total | 20,155      | 18,459  | 16,891  | 15,702  | 14,426  |
| Taxable                                | 18,569      | 16,973  | 15,435  | 13,712  | 12,932  |
| Nontaxable                             | 1,586       | 1,486   | 1,456   | 1,990   | 1,494   |
| Returns with standard deduction, total | 39,670      | 40,738  | 41,359  | 41,045  | 43,412  |
| Taxable                                | 28,296      | 29,286  | 29,254  | 28,921  | 32,291  |
| Nontaxable                             | 11,374      | 11,453  | 12,105  | 12,124  | 11,121  |
| B. Sources of income                   |             |         |         |         |         |
| (Million dollars)                      |             |         |         |         |         |
| All individual returns:                |             |         |         |         |         |
| Adjusted gross income, total           | 280,321     | 267,724 | 248,530 | 229,221 | 228,708 |
| Salaries and wages                     | 228,077     | 215,618 | 200,712 | 185,953 | 187,734 |
| Business or profession                 | 20,339      | 21,285  | 18,430  | 16,926  | 16,664  |
| Dividends received                     | 9,124       | 8,606   | 7,851   | 7,048   | 5,828   |
| Interest received                      | 3,319       | 2,872   | 2,584   | 2,370   | 2,043   |
| Rents and royalties                    | 3,259       | 3,344   | 3,086   | 3,107   | 3,128   |
| Other income                           | 16,202      | 16,000  | 15,868  | 13,818  | 13,312  |
| Taxable returns:                       |             |         |         |         |         |
| Adjusted gross income, total           | 262,169     | 249,551 | 229,595 | 209,669 | 212,375 |
| Salaries and wages                     | 214,187     | 201,837 | 186,154 | 170,501 | 173,518 |
| Business or profession                 | 18,596      | 19,176  | 16,349  | 14,987  | 15,959  |
| Dividends received                     | 8,627       | 8,201   | 7,454   | 6,720   | 5,568   |
| Interest received                      | 2,841       | 2,468   | 2,187   | 2,003   | 1,786   |
| Rents and royalties                    | 2,582       | 2,731   | 2,526   | 2,485   | 2,568   |
| Other income                           | 15,336      | 15,139  | 14,926  | 12,972  | 12,967  |

Note.—The classification of taxable and nontaxable returns for 1954-57 was based only on the income tax (after credits) for the years 1952 and 1953. It was based on the combined income tax (after credits) and self-employment tax. Thus, returns with adjusted gross deficit and no income tax but having self-employment tax were classed as taxable. These returns had adjusted gross deficits of \$46 million in 1953. For 1955 and subsequent years, nontaxable returns with adjusted gross deficit and returns with a breakeven in adjusted gross income were classified as returns with a standard deduction, whereas in prior years they were classified as returns with itemized deductions.

Corporation income tax returns: Number of returns and sources of receipts,  
1953-57

| Item  | Income year              |         |         |         |         |
|---|--------------------------|---------|---------|---------|---------|
|   | 1957-58<br>(preliminary) | 1956-57 | 1955-56 | 1954-55 | 1953-54 |
| <b>A. Number of returns</b>                 |                          |         |         |         |         |
| All corporation returns, total              | 984,516                  | 924,961 | 842,125 | 754,019 | 730,974 |
| Active corporations, total                  | 940,147                  | 885,747 | 807,303 | 722,805 | 697,975 |
| With net income                             | 572,936                  | 559,710 | 513,270 | 441,177 | 441,767 |
| Without net income                          | 367,211                  | 326,037 | 294,033 | 281,628 | 256,208 |
| Inactive corporations                       | 44,369                   | 39,214  | 34,822  | 31,214  | 32,999  |
| <b>B. Sources of receipts</b>               |                          |         |         |         |         |
| (Million dollars)                           |                          |         |         |         |         |
| Active corporations:<br>Receipts, total     | 720,436                  | 679,868 | 642,248 | 554,822 | 558,242 |
| Gross sales                                 | 567,719                  | 540,040 | 514,864 | 443,637 | 452,061 |
| Gross receipts from operations              | 117,193                  | 106,633 | 97,819  | 85,269  | 82,507  |
| Dividends received                          | 3,453                    | 3,446   | 3,344   | 2,945   | 2,965   |
| Interest received                           | 16,893                   | 15,058  | 13,207  | 11,618  | 10,801  |
| Rents and royalties                         | 7,068                    | 6,830   | 5,875   | 5,343   | 4,936   |
| Other receipts                              | 8,110                    | 7,861   | 7,140   | 6,010   | 4,973   |
| Returns with net income:<br>Receipts, total | 625,621                  | 614,857 | 584,975 | 484,727 | 506,450 |
| Gross sales                                 | 499,494                  | 493,633 | 472,447 | 388,712 | 411,212 |
| Gross receipts from operations              | 96,108                   | 92,476  | 86,549  | 73,352  | 74,151  |
| Dividends received                          | 3,286                    | 3,352   | 3,303   | 2,860   | 2,938   |
| Interest received                           | 14,298                   | 12,855  | 11,415  | 10,155  | 9,567   |
| Rents and royalties                         | 5,549                    | 5,613   | 4,862   | 4,405   | 4,184   |
| Other receipts                              | 6,885                    | 6,927   | 6,399   | 5,244   | 4,397   |

## Enrollment of Practitioners

Treasury Department rules governing the practice of attorneys, agents, and other persons before the Internal Revenue Service were revised in fiscal year 1959 to recognize two new classes of practitioners and thus provide additional channels through which taxpayers may obtain assistance in their tax problems. The new regulations, which became effective March 15, 1959, reflect many helpful comments received from the public and interested professional groups.

The first change permits unenrolled persons to represent taxpayers before revenue agents and examining officers in district directors' offices with respect to returns prepared by them for the taxpayer. This change was made to meet the increased need for competent assistance to taxpayers resulting from the tremendous increase in the number of tax returns filed, since the original Treasury provisions governing these matters were put into effect.

The other immediate change permits qualified and experienced persons to be specially enrolled to practice before the Internal Revenue Service through a simplified examination procedure. On

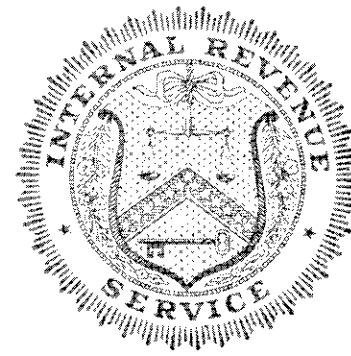
June 24 and 25, 1959, approximately 2,100 properly qualified applicants, who were not eligible for enrollment as lawyers, certified public accountants, or former Internal Revenue Service officers or employees took the special examination designed to test adequately the technical competency of the candidate to represent taxpayers at all levels of the Service. Those who successfully pass the examination, and the character investigation which will follow, will be given a card permitting unlimited practice before all levels of the Internal Revenue Service. As in the case of attorneys and certified public accountants and former Internal Revenue Service employees, they will be required to conform to the standards of conduct and ethical practice, as set forth in Treasury Department Circular 230, Revised.

Applications for general enrollment approved in 1959 included 7,280 original applications and 3,616 renewals. Comparative figures as to the disposition of enrollment and disbarment cases during the past two years are shown below:

### Disposition of enrollment and disbarment cases

| Type of case   | 1959  | 1958  |
|--|-------|-------|
| <b>General enrollment—attorneys and agents:</b>  |       |       |
| Applications for enrollment approved   | 7,280 | 6,720 |
| Applications for enrollment disapproved  | 14    | 17    |
| Applications withdrawn on advice of the Director   | 110   | 110   |
| Applications for enrollment withdrawn with prejudice   | 1     | 1     |
| Applications abandoned   | 5     | 30    |
| <b>Special enrollment to practice before the Internal Revenue Service:</b>   |       |       |
| Applications approved by reason of examination   |       | 1     |
| Applications approved pursuant to standards and procedures based upon former service with the Treasury Department (Sec. 10.3(f), Department Circular No. 230, revised) | 125   | 199   |
| Applications of former employees denied  | 4     | 15    |
| Applications withdrawn   |       | 7     |
| Applications abandoned   |       | 54    |
| <b>Renewal of enrollment cases:</b>  |       |       |
| Applications for renewal approved  | 3,616 | 7,422 |
| Applications for renewal disapproved   | 5     | 16    |
| Applications for renewal withdrawn   | 23    | 24    |
| Applications for renewal abandoned   |       | 4     |
| <b>Disbarment cases:</b>   |       |       |
| Disbarments  |       | 2     |
| Resignations accepted  | 1     | 1     |
| Resignations accepted with prejudice   |       | 39    |
| Reprimands issued  | 8     | 1     |
| Suspensions  | 2     | 2     |
| Closed without action  |       | 1     |
| Formal complaints pending against enrolled persons   | 3     |       |

Note.—When the time limit specified in 31 CFR 10.6(d), as amended, is not met, a former enrollee is required to submit the original application which is processed by this office. The item, "Applications for enrollment approved" includes 1,077 of this type in 1958 and 1,742 in 1959.



# STATISTICAL TABLE



## NOTES

All yearly data are on a fiscal year basis, unless otherwise specified. For example, data headed "1959" pertain to the fiscal year ended June 30, 1959, and "July 1" inventory items under this heading reflect inventories as of July 1, 1958.

In many tables and charts, figures have been rounded and therefore will not necessarily add to the printed totals which are based on unrounded figures.

Internal revenue districts are listed in this section by the names of headquarters cities. Each district is identical with the boundaries of the State in which the headquarters city is located except for the States and Territories recapitulated at the bottom of tables 1, 5, and 13. A map of the districts appears on page xiii.

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Table 1.—Internal revenue collections by sources and by internal revenue regions, districts, States, and Territories

(In thousands of dollars. See table 3, p. 106, for tax rates and further breakdown of national totals by sources)

| Internal revenue regions and districts; States and Territories <sup>1</sup><br>(States represented by single districts indicated in parentheses; totals for other States shown at bottom of table) | Total internal revenue collections | Corporation income and profits taxes <sup>2</sup> | Individual income and employment taxes |                                      |   |                                    |                        |
|--|------------------------------------|---|--|--------------------------------------|---|------------------------------------|------------------------|
|  |                                    |   | Total                                  | Income tax not withheld <sup>3</sup> | Income tax withheld and old-age and disability insurance <sup>3,4,5</sup> | Railroad retirement <sup>4,6</sup> | Unemployment insurance |
|  | (1)                                | (2)   | (3)                                    | (4)                                  | (5)   | (6)                                | (7)                    |
| <b>United States, total</b>  | <b>79,797,973</b>                  | <b>18,091,509</b>                                 | <b>49,588,488</b>                      | <b>12,348,714</b>                    | <b>36,390,385</b>   | <b>525,369</b>                     | <b>324,020</b>         |
| <b>Atlanta region</b>  | <b>5,688,821</b>                   | <b>1,824,815</b>                                  | <b>3,235,482</b>                       | <b>1,889,512</b>                     | <b>2,179,831</b>  | <b>20,391</b>                      | <b>25,747</b>          |
| Atlanta (Georgia)  | 888,919                            | 195,848   | 582,847                                | 149,739                              | 424,524   | 3,788                              | 4,796                  |
| Birmingham (Alabama)   | 534,681                            | 115,659   | 396,904                                | 117,027                              | 272,452   | 4,387                              | 3,039                  |
| Columbia (South Carolina)  | 287,565                            | 56,396  | 216,194                                | 59,177                               | 154,794   | 110                                | 2,113                  |
| Greensboro (North Carolina)  | 1,983,742                          | 294,162   | 580,851                                | 152,208                              | 415,097   | 8,004                              | 5,541                  |
| Jackson (Mississippi)  | 193,130                            | 25,861  | 150,830                                | 51,919                               | 97,282  | 340                                | 1,290                  |
| Jacksonville (Florida)   | 1,147,281                          | 209,508   | 829,834                                | 327,023                              | 495,113   | 2,386                              | 5,311                  |
| Nashville (Tennessee)  | 644,702                            | 127,381   | 478,022                                | 152,419                              | 320,570   | 1,376                              | 3,657                  |
| <b>Boston region</b>   | <b>4,280,618</b>                   | <b>897,341</b>                                    | <b>2,981,987</b>                       | <b>728,592</b>                       | <b>2,217,518</b>  | <b>14,827</b>                      | <b>21,058</b>          |
| Augusta (Maine)  | 192,884                            | 39,002  | 144,394                                | 41,569                               | 99,295  | 2,417                              | 1,112                  |
| Boston (Massachusetts)   | 2,209,768                          | 475,558   | 1,526,038                              | 330,113                              | 1,180,932   | 4,107                              | 10,886                 |
| Burlington (Vermont)   | 78,139                             | 10,760  | 59,826                                 | 16,593                               | 41,773  | 1,040                              | 420                    |
| Hartford (Connecticut)   | 1,335,778                          | 291,056   | 903,474                                | 254,377                              | 635,954   | 7,214                              | 5,930                  |
| Portsmouth (New Hampshire)   | 152,792                            | 25,790  | 120,509                                | 31,130                               | 88,438  | 39                                 | 902                    |
| Providence (Rhode Island)  | 311,258                            | 55,176  | 227,746                                | 54,810                               | 171,119   | 9                                  | 1,808                  |
| <b>Chicago region</b>  | <b>12,815,142</b>                  | <b>3,828,211</b>                                  | <b>7,371,116</b>                       | <b>1,600,958</b>                     | <b>5,626,517</b>  | <b>83,370</b>                      | <b>52,271</b>          |
| Chicago (See (c) below)  | 5,427,064                          | 1,463,698   | 3,419,186                              | 724,434                              | 2,594,075   | 76,716                             | 23,961                 |
| Detroit (Michigan)   | 5,010,803                          | 1,037,143   | 2,549,802                              | 483,274                              | 2,041,879   | 5,750                              | 18,899                 |
| Milwaukee (Wisconsin)  | 1,409,488                          | 352,157   | 889,771                                | 227,570                              | 655,600   | 302                                | 6,299                  |
| Springfield (See (c) below)  | 967,787                            | 175,215   | 512,357                                | 173,679                              | 334,963   | 602                                | 3,117                  |
| <b>Cincinnati region</b>   | <b>9,886,998</b>                   | <b>2,026,276</b>                                  | <b>5,489,918</b>                       | <b>1,258,489</b>                     | <b>4,133,514</b>  | <b>63,656</b>                      | <b>34,258</b>          |
| Cincinnati (See (g) below)   | 1,329,028                          | 390,117   | 742,848                                | 168,169                              | 568,733   | 897                                | 5,050                  |
| Cleveland (See (g) below)  | 2,688,447                          | 646,994   | 1,675,900                              | 291,574                              | 1,343,039   | 31,227                             | 10,060                 |
| Columbus (See (g) below)   | 432,305                            | 87,568  | 324,769                                | 88,636                               | 234,071   | 8                                  | 2,054                  |
| Indianapolis (Indiana)   | 1,759,087                          | 303,269   | 1,129,026                              | 249,216                              | 873,429   | 595                                | 5,786                  |
| Louisville (Kentucky)  | 1,541,037                          | 154,704   | 392,622                                | 132,943                              | 245,120   | 12,073                             | 2,486                  |
| Parkersburg (West Virginia)  | 308,029                            | 52,964  | 234,473                                | 67,506                               | 164,953   | 95                                 | 1,920                  |
| Richmond (Virginia)  | 1,231,453                          | 207,781   | 635,554                                | 167,971                              | 445,064   | 18,200                             | 4,319                  |
| Toledo (See (g) below)   | 597,605                            | 182,879   | 354,725                                | 92,474                               | 259,106   | 561                                | 2,584                  |
| <b>Dallas region</b>   | <b>4,556,745</b>                   | <b>886,657</b>                                    | <b>3,093,195</b>                       | <b>1,112,881</b>                     | <b>1,934,290</b>  | <b>25,967</b>                      | <b>20,056</b>          |
| Albuquerque (New Mexico)   | 177,693                            | 20,560  | 149,431                                | 52,002                               | 96,664  | 2                                  | 764                    |
| Austin (See (i) below)   | 1,377,167                          | 286,146   | 938,808                                | 338,850                              | 581,821   | 12,121                             | 6,016                  |
| Dallas (See (i) below)   | 1,305,311                          | 259,188   | 929,707                                | 348,718                              | 563,218   | 11,932                             | 5,839                  |
| Little Rock (Arkansas)   | 197,480                            | 29,452  | 159,162                                | 64,009                               | 93,853  | 151                                | 1,148                  |
| New Orleans (Louisiana)  | 689,229                            | 149,437   | 461,237                                | 164,871                              | 291,758   | 1,410                              | 3,198                  |
| Oklahoma City (Oklahoma)   | 809,866                            | 141,875   | 454,580                                | 144,431                              | 306,976   | 351                                | 3,091                  |
| <b>New York City region</b>  | <b>15,433,164</b>                  | <b>5,898,596</b>                                  | <b>8,536,182</b>                       | <b>1,780,428</b>                     | <b>6,626,476</b>  | <b>67,599</b>                      | <b>61,687</b>          |
| Albany (See (f) below)   | 889,496                            | 275,601   | 584,009                                | 79,594                               | 497,926   | 2,435                              | 4,053                  |
| <b>Brooklyn</b> (See (f) below)  | 1,506,244                          | 203,713   | 1,164,908                              | 378,893                              | 774,638   | 3,788                              | 7,589                  |
| <b>Buffalo</b> (See (f) below)   | 977,156                            | 272,549   | 620,478                                | 154,675                              | 461,426   | 44                                 | 4,333                  |
| <b>Lower Manhattan</b> (See (f) below)   | 5,643,607                          | 2,569,029   | 2,476,976                              | 471,091                              | 1,981,932   | 6,578                              | 17,376                 |
| <b>Syracuse</b> (See (f) below)  | 546,121                            | 99,893  | 370,322                                | 83,116                               | 284,373   | 33                                 | 2,800                  |
| <b>Upper Manhattan</b> (See (f) below)   | 5,870,561                          | 1,677,810   | 3,319,490                              | 613,051                              | 2,626,181   | 54,721                             | 25,536                 |
| <b>Omaha region</b>  | <b>6,216,007</b>                   | <b>1,297,891</b>                                  | <b>4,314,694</b>                       | <b>1,232,191</b>                     | <b>2,950,969</b>  | <b>108,068</b>                     | <b>23,466</b>          |
| Aberdeen (South Dakota)  | 107,600                            | 13,538  | 90,302                                 | 45,141                               | 44,758  | 4                                  | 399                    |
| Cheyenne (Wyoming)   | 77,794                             | 8,345   | 60,734                                 | 29,133                               | 31,325  | 4                                  | 272                    |
| Denver (Colorado)  | 975,968                            | 119,590   | 769,473                                | 131,636                              | 631,200   | 4,163                              | 2,474                  |
| Des Moines (Iowa)  | 683,712                            | 146,635   | 500,565                                | 213,723                              | 283,572   | 554                                | 2,715                  |
| Fargo (North Dakota)   | 95,576                             | 10,287  | 82,238                                 | 40,533                               | 41,279  | 25                                 | 401                    |
| Kansas City (See (d) below)  | 637,285                            | 173,308   | 411,244                                | 117,912                              | 287,394   | 3,091                              | 2,847                  |
| Omaha (Nebraska)   | 484,774                            | 72,672  | 357,578                                | 118,702                              | 215,229   | 21,802                             | 1,845                  |
| St. Louis (See (d) below)  | 1,278,604                          | 294,617   | 793,448                                | 181,591                              | 578,735   | 27,720                             | 5,401                  |
| St. Paul (Minnesota)   | 1,291,944                          | 337,239   | 836,797                                | 203,721                              | 599,210   | 28,729                             | 5,137                  |
| Wichita (Kansas)   | 582,750                            | 121,662   | 412,316                                | 150,099                              | 238,268   | 21,975                             | 1,974                  |
| <b>Philadelphia region</b>   | <b>18,489,170</b>                  | <b>2,227,924</b>                                  | <b>6,822,925</b>                       | <b>1,523,027</b>                     | <b>5,153,062</b>  | <b>100,980</b>                     | <b>45,857</b>          |
| Baltimore (Maryland and District of Columbia)  | 1,937,468                          | 242,355   | 1,409,978                              | 282,759                              | 1,084,626   | 36,345                             | 6,248                  |
| Camden (See (e) below)   | 460,777                            | 89,561  | 340,636                                | 101,391                              | 236,946   | 7                                  | 2,291                  |
| Newark (See (e) below)   | 1,982,023                          | 416,683   | 1,267,877                              | 340,856                              | 913,984   | 3,434                              | 9,603                  |
| Philadelphia (See (h) below)   | 2,687,527                          | 498,133   | 1,781,933                              | 389,195                              | 1,328,844   | 51,946                             | 11,949                 |
| Pittsburgh (See (h) below)   | 2,163,608                          | 438,688   | 1,377,375                              | 256,230                              | 1,103,404   | 6,946                              | 10,796                 |
| Scranton (See (h) below)   | 541,663                            | 152,730   | 358,687                                | 65,990                               | 287,219   | 2,301                              | 3,178                  |
| Wilmington (See (h) below)   | 686,104                            | 389,773   | 286,438                                | 86,606                               | 198,039   | (*)                                | 1,792                  |
| <b>San Francisco region</b>  | <b>9,499,358</b>                   | <b>1,602,164</b>                                  | <b>6,870,275</b>                       | <b>1,992,887</b>                     | <b>4,800,600</b>  | <b>37,170</b>                      | <b>39,619</b>          |
| Boise (Idaho)  | 147,103                            | 25,655  | 116,472                                | 40,365                               | 75,153  | 235                                | 719                    |
| Helena (Montana)   | 144,973                            | 23,219  | 112,914                                | 48,336                               | 63,753  | 308                                | 517                    |
| Honolulu (Hawaii)  | 175,176                            | 30,730  | 132,769                                | 35,280                               | 96,504  | 240                                | 744                    |
| Los Angeles (See (b) below)  | 3,830,273                          | 661,843   | 2,815,581                              | 799,850                              | 1,998,184   | 679                                | 16,869                 |
| Phoenix (Arizona)  | 266,366                            | 40,614  | 213,615                                | 80,707                               | 131,620   | 74                                 | 1,214                  |
| Portland (Oregon)  | 491,917                            | 68,534  | 400,067                                | 119,125                              | 276,274   | 2,241                              | 2,426                  |
| Reno (Nevada)  | 114,898                            | 15,151  | 86,108                                 | 30,098                               | 55,524  | (*)                                | 486                    |
| Salt Lake City (Utah)  | 217,076                            | 42,709  | 157,094                                | 42,510                               | 112,695   | 988                                | 900                    |
| San Francisco (See (b) below)  | 3,093,345                          | 514,156   | 2,077,654                              | 586,113                              | 1,448,492   | 31,776                             | 11,273                 |
| Seattle (See (a) and (j) below)  | 1,018,230                          | 179,554   | 758,000                                | 210,503                              | 542,400   | 626                                | 4,470                  |
| <b>International Operations Division</b>   | <b>160,078</b>                     | <b>2,006</b>                                      | <b>127,448</b>                         | <b>101,757</b>                       | <b>25,690</b>   |                                    |                        |
| Puerto Rico  | 45,365                             | 19  | 21,898                                 | 2,443                                | 19,455  |                                    |                        |
| Other  | 114,713                            | 1,987   | 105,550                                | 99,315                               | 6,236   |                                    |                        |
| <b>Collections not distributed by region and district:</b>   |                                    |   |  |                                      |   |                                    |                        |
| Undistributed depositary receipts  | 815,004                            |   | 749,233                                |                                      | 745,892   | 3,341                              |                        |
| Transferred to Government of Guam  | (-4,343)                           | (-376)  | (-3,967)                               |                                      | (-3,967)  |                                    |                        |
| <b>Totals for States not shown above</b>   |                                    |   |  |                                      |   |                                    |                        |
| (a) Alaska   | 47,942                             | 3,319   | 42,822                                 | 8,104                                | 34,559  |                                    | 159                    |
| (b) California   | 6,923,618                          | 1,175,999   | 4,893,235                              | 1,385,962                            | 3,446,676   | 32,455                             | 28,142                 |
| (c) Illinois   | 6,394,851                          | 1,638,813   | 3,931,543                              | 898,114                              | 2,929,038   | 77,318                             | 27,073                 |
| (d) Missouri   | 1,915,889                          | 467,925   | 1,204,692                              | 299,503                              | 866,129   | 30,811                             | 8,249                  |
| (e) New Jersey   | 2,442,800                          | 506,244   | 1,608,513                              | 442,247                              | 1,150,930   | 3,441                              | 11,894                 |
| (f) New York   | 15,433,184                         | 5,098,596   | 8,536,182                              | 1,780,420                            | 6,626,476   | 67,599                             | 61,687                 |
| (g) Ohio   | 5,047,385                          | 1,307,558   | 3,098,242                              | 640,852                              | 2,404,949   | 32,694                             | 19,747                 |
| (h) Pennsylvania   | 5,392,798                          | 1,089,551   | 3,517,996                              | 711,414                              | 2,719,466   | 61,193                             | 25,922                 |
| (i) Texas  | 2,682,478                          | 545,334   | 1,868,515                              | 687,568                              | 1,145,039   | 24,053                             | 11,855                 |
| (j) Washington   | 970,288                            | 176,235   | 715,178                                | 202,399                              | 507,842   | 626                                | 4,312                  |

Table 1.—Internal revenue collections by sources and by internal revenue regions, districts, States, and Territories—Continued

[In thousands of dollars. See table 3, p. 106, for tax rates and further breakdown of national totals by sources]

| Internal revenue regions and districts; States and Territories <sup>1</sup><br><br>(States represented by single districts indicated in parentheses; totals for other States shown at bottom of table) | Estate tax<br><br>(8) | Gift tax<br><br>(9) | Excise taxes,<br>total (sum of<br>columns 11,<br>26, 31, 35, 43,<br>48, and 69) | Total<br><br>(11) | Alcohol taxes           |   |                                   |   |   |                                |
|--|-----------------------|---------------------|---|-------------------|-------------------------|---|-----------------------------------|---|---|--------------------------------|
|  |                       |                     |   |                   | Distilled spirits taxes |   |                                   |   |   |                                |
|  |                       |                     |   |                   | Total<br><br>(12)       | Imported<br>(collected<br>by Customs)<br><br>(13) | Domestic <sup>2</sup><br><br>(14) | Rectifica-<br>tion <sup>2</sup><br><br>(15) | Occupa-<br>tional<br>taxes <sup>3</sup><br><br>(16) | Other <sup>4</sup><br><br>(17) |
| <b>United States, total</b>  | <b>1,235,823</b>      | <b>117,160</b>      | <b>10,759,549</b>   | <b>3,002,096</b>  | <b>2,137,149</b>        | <b>339,692</b>                                    | <b>1,757,307</b>                  | <b>22,037</b>                               | <b>16,612</b>                                       | <b>1,501</b>                   |
| <b>Atlanta region</b>  | <b>92,575</b>         | <b>7,707</b>        | <b>1,318,059</b>  | <b>31,127</b>     | <b>20,068</b>           | <b>13,142</b>                                     | <b>5,248</b>                      | <b>1</b>                                    | <b>661</b>  | <b>1,016</b>                   |
| Atlanta (Georgia)  | 14,672                | 1,294               | 94,138  | 3,511             | 1,320                   | 646   | 502                               | 1   | 93  | 78                             |
| Birmingham (Alabama)   | 7,914                 | 594                 | 13,604  | 533               | 454                     | 342   | 16                                |   | 36  | 60                             |
| Columbia (South Carolina)  | 6,843                 | 429                 | 7,685   | 907               | 512                     | 383   |                                   |   | 69  | 59                             |
| Greensboro (North Carolina)  | 12,153                | 940                 | 1,095,639   | 798               | 548                     | 206   |                                   |   | 58  | 266                            |
| Jackson (Mississippi)  | 5,752                 | 278                 | 10,394  | 210               | 116                     |   | 17                                |   | 64  | 44                             |
| Jacksonville (Florida)   | 36,649                | 3,004               | 67,869  | 19,431            | 11,527                  | 10,975  | 223                               |   | 266   | 64                             |
| Nashville (Tennessee)  | 8,592                 | 1,167               | 29,529  | 5,736             | 5,591                   | 591   | 4,482                             |   | 74  | 444                            |
| <b>Boston region</b>   | <b>111,598</b>        | <b>10,222</b>       | <b>279,245</b>  | <b>128,512</b>    | <b>106,513</b>          | <b>15,426</b>                                     | <b>89,028</b>                     | <b>925</b>                                  | <b>1,111</b>  | <b>23</b>                      |
| Augusta (Maine)  | 5,352                 | 304                 | 3,819   | 937               | 670                     | 4   | 633                               | 11  | 19  | 2                              |
| Boston (Massachusetts)   | 49,437                | 4,634               | 153,989   | 72,987            | 61,342                  | 8,340   | 51,730                            | 709   | 546   | 18                             |
| Burlington (Vermont)   | 2,231                 | 367                 | 4,926   | 3,592             | 3,494                   | 3,463   |                                   |   | 30  |                                |
| Hartford (Connecticut)   | 37,456                | 4,596               | 99,153  | 41,760            | 40,048                  | 2,836   | 36,665                            | 199   | 346   | 3                              |
| Portsmouth (New Hampshire)   | 3,755                 | 141                 | 2,573   | 77                | 35                      |   |                                   | 7   | 28  | (*)                            |
| Providence (Rhode Island)  | 13,367                | 182                 | 14,785  | 9,160             | 924                     | 783   |                                   |   | 141   |                                |
| <b>Chicago region</b>  | <b>151,356</b>        | <b>17,414</b>       | <b>2,245,650</b>  | <b>497,277</b>    | <b>328,357</b>          | <b>85,472</b>                                     | <b>235,958</b>                    | <b>3,725</b>                                | <b>3,175</b>  | <b>27</b>                      |
| Chicago (See (c) below)  | 66,808                | 7,967               | 467,958   | 55,966            | 33,043                  | 24,975  | 7,021                             | 60  | 982   | 5                              |
| Detroit (Michigan)   | 54,041                | 6,113               | 1,363,814   | 105,916           | 67,301                  | 59,132  | 6,924                             | 286   | 943   | 16                             |
| Milwaukee (Wisconsin)  | 14,382                | 1,513               | 151,677   | 98,159            | 2,295                   | 1,366   | (*)                               | 5   | 924   | (*)                            |
| Springfield (See (c) below)  | 16,124                | 1,820               | 262,200   | 237,236           | 225,718                 |   | 222,013                           | 3,373                                       | 327   | 6                              |
| <b>Cincinnati region</b>   | <b>117,423</b>        | <b>8,994</b>        | <b>2,244,005</b>  | <b>968,187</b>    | <b>886,461</b>          | <b>13,923</b>                                     | <b>861,348</b>                    | <b>9,008</b>                                | <b>2,049</b>  | <b>132</b>                     |
| Cincinnati (See (g) below)   | 17,999                | 1,377               | 176,727   | 131,559           | 120,119                 |   | 118,128                           | 1,613                                       | 377   | 1                              |
| Cleveland (See (g) below)  | 34,743                | 2,308               | 328,300   | 28,267            | 5,319                   | 4,242   | 294                               | 19  | 762   | 3                              |
| Columbus (See (g) below)   | 7,436                 | 295                 | 12,235  | 1,868             | 163                     |   |                                   |   | 162   | 1                              |
| Indianapolis (Indiana)   | 17,871                | 2,393               | 306,412   | 235,013           | 214,950                 | 5,341   | 204,442                           | 4,838                                       | 325   | 4                              |
| Louisville (Kentucky)  | 11,287                | 594                 | 981,835   | 559,894           | 541,812                 | 4,267   | 534,813                           | 2,539                                       | 158   | 35                             |
| Parkersburg (West Virginia)  | 6,627                 | 255                 | 13,709  | 650               | 110                     |   | 57                                |   | 30  | 23                             |
| Richmond (Virginia)  | 13,473                | 1,209               | 373,338   | 6,395             | 3,786                   | 73  | 3,614                             |   | 35  | 64                             |
| Toledo (See (g) below)   | 7,987                 | 563                 | 51,448  | 4,540             | 201                     |   | (*)                               |   | 200   | 1                              |
| <b>Dallas region</b>   | <b>88,670</b>         | <b>10,271</b>       | <b>477,707</b>  | <b>61,244</b>     | <b>16,629</b>           | <b>12,082</b>                                     | <b>3,694</b>                      | <b>1</b>                                    | <b>769</b>  | <b>82</b>                      |
| Albuquerque (New Mexico)   | 1,868                 | 518                 | 5,286   | 87                | 81                      | (*)   |                                   |   | 80  | (*)                            |
| Austin (See (i) below)   | 33,814                | 3,925               | 114,364   | 32,778            | 8,447                   | 8,320   | 2                                 |   | 121   | 4                              |
| Dallas (See (i) below)   | 29,324                | 3,279               | 83,798  | 288               | 147                     |   |                                   |   | 144   | 3                              |
| Little Rock (Arkansas)   | 2,909                 | 479                 | 5,443   | 309               | 79                      |   | 12                                |   | 56  | 11                             |
| New Orleans (Louisiana)  | 10,815                | 839                 | 66,867  | 27,262            | 7,781                   | 3,761   | 3,675                             | 1   | 338   | 6                              |
| Oklahoma City (Oklahoma)   | 9,939                 | 1,231               | 201,948   | 519               | 94                      |   | 5                                 |   | 31  | 58                             |
| <b>New York City region</b>  | <b>203,957</b>        | <b>22,473</b>       | <b>1,571,015</b>  | <b>306,157</b>    | <b>193,561</b>          | <b>128,690</b>                                    | <b>61,866</b>                     | <b>998</b>                                  | <b>1,976</b>  | <b>32</b>                      |
| Albany (See (f) below)   | 13,920                | 477                 | 15,501  | 8,197             | 323                     |   | 1                                 | 27  | 288   | 6                              |
| <b>Brooklyn</b> (See (f) below)  | 46,287                | 1,790               | 88,861  | 52,479            | 3,443                   |   | 2,817                             | 99  | 514   | 13                             |
| <b>Buffalo</b> (See (f) below)   | 15,367                | 670                 | 67,945  | 26,921            | 4,585                   | 4,213   |                                   |   | 367   | 2                              |
| <b>Lower Manhattan</b> (See (f) below)   | 6,082                 | 10,070              | 581,451   | 114,238           | 103,314                 | 103,161   | (*)                               | (*)   | 151   | 2                              |
| <b>Syracuse</b> (See (f) below)  | 16,974                | 477                 | 58,262  | 26,480            | 21,589                  | 21,316  | (*)                               | (*)   | 270   | 3                              |
| <b>Upper Manhattan</b> (See (f) below)   | 105,327               | 8,989               | 759,016   | 77,843            | 60,308                  | 59,045  | 873                               |   | 385   | 5                              |
| <b>Omaha region</b>  | <b>93,773</b>         | <b>6,576</b>        | <b>501,707</b>  | <b>154,705</b>    | <b>27,950</b>           | <b>7,555</b>                                      | <b>18,948</b>                     | <b>117</b>                                  | <b>1,282</b>  | <b>48</b>                      |
| Aberdeen (South Dakota)  | 1,128                 | 37                  | 2,593   | 124               | 68                      |   |                                   |   | 66  | 2                              |
| Cheyenne (Wyoming)   | 2,056                 | 186                 | 6,368   | 53                | 43                      |   |                                   |   | 41  | 2                              |
| Denver (Colorado)  | 13,391                | 603                 | 72,353  | 16,697            | 1,220                   | 1,050   |                                   |   | 166   | 4                              |
| Des Moines (Iowa)  | 11,517                | 375                 | 24,617  | 1,973             | 1,159                   |   | 1,049                             | (*)   | 108   | 2                              |
| Fargo (North Dakota)   | 919                   | 46                  | 2,084   | 105               | 84                      |   |                                   |   | 83  | (*)                            |
| Kansas City (See (d) below)  | 7,651                 | 1,496               | 43,562  | 9,969             | 2,252                   | 1   | 2,080                             | 1   | 164   | 6                              |
| Omaha (Nebraska)   | 9,066                 | 412                 | 45,028  | 9,158             | 112                     |   | (*)                               |   | 111   | 1                              |
| St. Louis (See (d) below)  | 18,835                | 1,071               | 170,491   | 69,964            | 10,168                  | 4,194   | 5,640                             | 75  | 249   | 10                             |
| St. Paul (Minnesota)   | 15,727                | 1,220               | 100,474   | 39,780            | 6,064                   | 2,310   | 3,488                             | 40  | 215   | 11                             |
| Wichita (Kansas)   | 13,483                | 1,131               | 34,138  | 6,881             | 6,790                   |   | 6,691                             |   | 80  | 9                              |
| <b>Philadelphia region</b>   | <b>191,533</b>        | <b>21,916</b>       | <b>1,194,466</b>  | <b>523,679</b>    | <b>367,764</b>          | <b>15,308</b>                                     | <b>344,045</b>                    | <b>5,787</b>                                | <b>2,585</b>  | <b>90</b>                      |
| Baltimore (Maryland and District of Columbia)  | 35,156                | 2,727               | 247,251   | 129,257           | 108,356                 | 7,045   | 98,328                            | 2,608                                       | 353   | 22                             |
| Camden (See (e) below)   | 13,814                | 1,227               | 15,525  | 4,922             | 1,468                   |   | 1,172                             | 74  | 214   | 7                              |
| Newark (See (e) below)   | 49,487                | 1,427               | 246,469   | 138,451           | 71,257                  |   | 70,386                            | 291   | 575   | 7                              |
| Philadelphia (See (h) below)   | 52,842                | 3,616               | 350,888   | 130,465           | 95,066                  | 5,866   | 87,654                            | 984   | 519   | 43                             |
| Pittsburgh (See (h) below)   | 30,353                | 8,406               | 308,715   | 114,788           | 91,297                  | 2,396   | 86,505                            | 1,829                                       | 553   | 13                             |
| Scranton (See (h) below)   | 6,438                 | 231                 | 23,548  | 5,745             | 274                     |   |                                   |   | 273   | (*)                            |
| Wilmington (Delaware)  | 3,444                 | 4,282               | 2,069   | 49                | 47                      |   |                                   |   | 47  | (*)                            |
| <b>San Francisco region</b>  | <b>178,322</b>        | <b>11,036</b>       | <b>837,655</b>  | <b>311,571</b>    | <b>170,209</b>          | <b>48,095</b>                                     | <b>118,081</b>                    | <b>929</b>                                  | <b>3,054</b>  | <b>50</b>                      |
| Boise (Idaho)  | 1,951                 | 82                  | 2,934   | 367               | 51                      |   |                                   |   | 51  | (*)                            |
| Helena (Montana)   | 3,629                 | 265                 | 4,920   | 2,374             | 113                     |   |                                   |   | 112   | (*)                            |
| Honolulu (Hawaii)  | 3,761                 | 356                 | 7,552   | 1,600             | 953                     | 859   |                                   |   | 164   | (*)                            |
| Los Angeles (See (b) below)  | 70,620                | 4,600               | 277,509   | 76,196            | 40,433                  | 19,519  | 19,852                            | (*)   | 930   | 12                             |
| Phoenix (Arizona)  | 4,616                 | 365                 | 7,151   | 1,817             | 159                     |   | (*)                               | (*)   | 157   | (*)                            |
| Portland (Oregon)  | 7,514                 | 671                 | 15,107  | 4,334             | 2,574                   | 1,689   | 693                               |   | 189   | 2                              |
| Reno (Nevada)  | 2,886                 | 144                 | 10,667  | 83                | 75                      |   | (*)                               |   | 74  | (*)                            |
| Salt Lake City (Utah)  | 2,138                 | 92                  | 15,567  | 1,233             |                         |   |                                   |   | 15  | 1                              |
| San Francisco (See (b) below)  | 63,123                | 3,401               | 434,787   | 186,260           | 113,416                 | 14,093  | 97,513                            | 808   | 986   | 16                             |
| Seattle (See (a) and (j) below)  | 18,084                | 1,060               | 61,927  | 37,307            | 12,419                  | 11,933  |                                   | (*)   | 466   | 18                             |
| <b>International Operations Division</b>   | <b>6,615</b>          | <b>551</b>          | <b>23,448</b>   | <b>19,638</b>     | <b>19,638</b>           |   | <b>19,091</b>                     | <b>544</b>                                  |   | <b>3</b>                       |
| Puerto Rico  |                       |                     | 23,448  | 19,638            | 19,638                  |   | 19,091                            | 544   |   | 3                              |
| Other  | 6,615                 | 551                 | 2   |                   |                         |   |                                   |   |   |                                |
| Collections not distributed by region and district: Undistributed depository receipts  |                       |                     | 65,771  |                   |                         |   |                                   |   |   |                                |
| Totals for States not shown above  |                       |                     |   |                   |                         |   |                                   |   |   |                                |
| (a) Alaska   | 62                    | (*)                 | 1,738   | 43                | 40                      | 1   |                                   |   | 39  |                                |
| (b) California   | 133,743               | 8,000               | 712,297   | 262,456           | 153,850                 | 33,612  | 117,366                           | 929   | 1,916   | 28                             |
| (c) Illinois   | 82,932                | 9,788               | 730,159   | 293,202           | 258,760                 | 24,975  | 229,034                           | 3,433                                       | 1,308   | 11                             |
| (d) Missouri   | 26,486                | 2,566               | 214,053   | 79,933            | 12,420                  | 4,194   | 7,720                             | 77  | 413   | 17                             |
| (e) New Jersey   | 63,301                | 2,654               | 261,994   | 143,374           | 72,725                  |   | 71,558                            | 366   | 790   | 11                             |
| (f) New York   | 203,957               | 22,473              | 1,571,015   | 306,157           | 193,561                 | 128,690   | 61,866                            | 998   | 1,976   | 32                             |
| (g) Ohio   | 68,164                | 4,543               | 568,711   | 166,235           | 125,802                 | 4,242   | 118,422                           | 1,632                                       | 1,501   | 6                              |
| (h) Pennsylvania   | 89,632                | 12,253              | 683,152   | 250,999           | 186,637                 | 8,263   | 174,159                           | 2,813                                       | 1,345   | 57                             |
| (i) Texas  | 63,138                | 7,205               | 198,162   | 33,066            | 8,594                   | 8,320   |                                   |   | 265   | 7                              |
| (j) Washington   | 18,022                | 1,060               | 59,788  | 37,263            | 12,378                  | 11,932  | 2                                 | (*)   | 427   | 18                             |

Table 1.—Internal revenue collections by sources and by internal revenue regions, districts, States, and Territories—Continued

[In thousands of dollars. See table 3, p. 106, for tax rates and further breakdown of national totals by sources]

| Internal revenue regions and districts; States and Territories <sup>1</sup><br>(States represented by single districts indicated in parentheses; totals for other States shown at bottom of table) |                                     | Alcohol taxes—Continued      |                                       |                       |                                     |                |                                       |                       |                                     |
|--|-------------------------------------|------------------------------|---------------------------------------|-----------------------|-------------------------------------|----------------|---------------------------------------|-----------------------|-------------------------------------|
|  |                                     | Wines, cordials, etc., taxes |                                       |                       |                                     | Beer taxes     |                                       |                       |                                     |
|  |                                     | Total                        | Imported<br>(collected<br>by Customs) | Domestic <sup>2</sup> | Occupational<br>taxes <sup>10</sup> | Total          | Imported<br>(collected<br>by Customs) | Domestic <sup>2</sup> | Occupational<br>taxes <sup>11</sup> |
|  |                                     | (18)                         | (19)                                  | (20)                  | (21)                                | (22)           | (23)                                  | (24)                  | (25)                                |
| <b>United States, total</b>  |                                     | <b>92,442</b>                | <b>6,111</b>                          | <b>84,808</b>         | <b>1,524</b>                        | <b>772,505</b> | <b>3,222</b>                          | <b>763,983</b>        | <b>5,300</b>                        |
| <b>Atlanta region</b>  |                                     | <b>1,420</b>                 | <b>215</b>                            | <b>731</b>            | <b>475</b>                          | <b>9,639</b>   | <b>132</b>                            | <b>8,796</b>          | <b>711</b>                          |
| Atlanta  | (Georgia)                           | 201                          | 8                                     | 140                   | 53                                  | 1,990          | 15                                    | 1,926                 | 49                                  |
| Birmingham   | (Alabama)                           | 2                            | 1                                     | (*)                   | (*)                                 | 78             | 6                                     |                       | 71                                  |
| Columbia   | (South Carolina)                    | 276                          | 3                                     | 187                   | 86                                  | 120            | 11                                    |                       | 109                                 |
| Greensboro   | (North Carolina)                    | 117                          | (*)                                   | 1                     | 117                                 | 133            | 4                                     |                       | 129                                 |
| Jackson  | (Mississippi)                       | 6                            |                                       |                       | 6                                   | 88             |                                       |                       | 88                                  |
| Jacksonville   | (Florida)                           | 812                          | 196                                   | 403                   | 213                                 | 7,092          | 95                                    | 6,869                 | 128                                 |
| Nashville  | (Tennessee)                         | 6                            | 6                                     |                       |                                     | 138            | 1                                     |                       | 138                                 |
| <b>Boston region</b>   |                                     | <b>2,320</b>                 | <b>343</b>                            | <b>1,914</b>          | <b>63</b>                           | <b>19,680</b>  | <b>77</b>                             | <b>19,356</b>         | <b>247</b>                          |
| Augusta  | (Maine)                             | 196                          | (*)                                   | 196                   | (*)                                 | 72             | 3                                     | (*)                   | 69                                  |
| Boston   | (Massachusetts)                     | 1,210                        | 241                                   | 967                   | 2                                   | 10,434         | 57                                    | 10,341                | 36                                  |
| Burlington   | (Vermont)                           | 87                           | 28                                    |                       | 59                                  | 11             | 5                                     |                       | 7                                   |
| Hartford   | (Connecticut)                       | 664                          | 37                                    | 625                   | 1                                   | 1,048          | 6                                     | 958                   | 84                                  |
| Portsmouth   | (New Hampshire)                     |                              |                                       |                       |                                     | 42             |                                       |                       | 42                                  |
| Providence   | (Rhode Island)                      | 162                          | 37                                    | 125                   | (*)                                 | 8,073          | 7                                     | 8,057                 | 9                                   |
| <b>Chicago region</b>  |                                     | <b>6,847</b>                 | <b>818</b>                            | <b>5,905</b>          | <b>123</b>                          | <b>162,073</b> | <b>503</b>                            | <b>161,180</b>        | <b>390</b>                          |
| Chicago  | (See (c) below)                     | 4,958                        | 589                                   | 4,367                 | 2                                   | 17,965         | 164                                   | 17,721                | 80                                  |
| Detroit  | (Michigan)                          | 1,722                        | 153                                   | 1,449                 | 120                                 | 36,894         | 318                                   | 36,541                | 34                                  |
| Milwaukee  | (Wisconsin)                         | 166                          | 77                                    | 89                    | 1                                   | 95,698         | 20                                    | 95,437                | 240                                 |
| Springfield  | (See (c) below)                     | 2                            |                                       | 1                     | (*)                                 | 11,517         |                                       | 11,481                | 36                                  |
| <b>Cincinnati region</b>   |                                     | <b>3,733</b>                 | <b>146</b>                            | <b>3,112</b>          | <b>475</b>                          | <b>77,993</b>  | <b>42</b>                             | <b>77,543</b>         | <b>408</b>                          |
| Cincinnati   | (See (g) below)                     | 360                          |                                       | 337                   | 22                                  | 11,080         |                                       | 11,054                | 26                                  |
| Cleveland  | (See (g) below)                     | 334                          | 115                                   | 218                   | 1                                   | 22,614         | 19                                    | 22,580                | 15                                  |
| Columbus   | (See (g) below)                     | 40                           |                                       | 3                     | 38                                  | 1,665          |                                       | 1,651                 | 13                                  |
| Indianapolis   | (Indiana)                           | 265                          | 9                                     | 103                   | 153                                 | 19,798         | (*)                                   | 19,751                | 47                                  |
| Louisville   | (Kentucky)                          | 1,289                        | 19                                    | 1,269                 | (*)                                 | 16,793         | (*)                                   | 16,709                | 83                                  |
| Parkersburg  | (West Virginia)                     | 25                           |                                       |                       | 25                                  | 515            |                                       | 405                   | 110                                 |
| Richmond   | (Virginia)                          | 1,322                        | 3                                     | 1,082                 | 237                                 | 1,287          | 23                                    | 1,168                 | 97                                  |
| Toledo   | (See (g) below)                     | 99                           |                                       | 99                    | (*)                                 | 4,240          |                                       | 4,225                 | 15                                  |
| <b>Dallas region</b>   |                                     | <b>2,086</b>                 | <b>213</b>                            | <b>1,662</b>          | <b>210</b>                          | <b>42,530</b>  | <b>80</b>                             | <b>41,676</b>         | <b>774</b>                          |
| Albuquerque  | (New Mexico)                        | 4                            | (*)                                   | 2                     | 1                                   | 3              | (*)                                   |                       | 3                                   |
| Austin   | (See (f) below)                     | 1,499                        | 139                                   | 1,211                 | 150                                 | 22,832         | 62                                    | 22,421                | 349                                 |
| Dallas   | (See (f) below)                     | 36                           |                                       | 1                     | 35                                  | 105            |                                       |                       | 105                                 |
| Little Rock  | (Arkansas)                          | 172                          |                                       | 149                   | 22                                  | 58             |                                       |                       | 58                                  |
| New Orleans  | (Louisiana)                         | 373                          | 74                                    | 298                   | 1                                   | 19,108         | 18                                    | 18,968                | 122                                 |
| Oklahoma City  | (Oklahoma)                          | 1                            |                                       |                       |                                     | 424            |                                       | 287                   | 137                                 |
| <b>New York City region</b>  |                                     | <b>14,899</b>                | <b>9,192</b>                          | <b>11,658</b>         | <b>48</b>                           | <b>97,697</b>  | <b>1,738</b>                          | <b>95,105</b>         | <b>854</b>                          |
| Albany   | (See (f) below)                     | 197                          |                                       | 196                   | 1                                   | 7,677          |                                       | 7,570                 | 107                                 |
| Brooklyn   | (See (f) below)                     | 3,081                        |                                       | 3,067                 | 14                                  | 45,955         |                                       | 45,641                | 313                                 |
| Buffalo  | (See (f) below)                     | 5,908                        | 42                                    | 5,865                 | 1                                   | 16,428         | 584                                   | 15,709                | 135                                 |
| Lower Manhattan  | (See (f) below)                     | 3,777                        | 3,150                                 | 609                   | 17                                  | 7,147          | 1,055                                 | 6,049                 | 43                                  |
| Syracuse   | (See (f) below)                     | 1                            | (*)                                   |                       | 1                                   | 4,890          | 99                                    | 4,693                 | 98                                  |
| Upper Manhattan  | (See (f) below)                     | 1,935                        |                                       | 1,921                 | 14                                  | 15,601         |                                       | 15,443                | 158                                 |
| <b>Omaha region</b>  |                                     | <b>2,326</b>                 | <b>137</b>                            | <b>2,175</b>          | <b>15</b>                           | <b>124,429</b> | <b>7</b>                              | <b>123,525</b>        | <b>897</b>                          |
| Aberdeen   | (South Dakota)                      | (*)                          |                                       | (*)                   |                                     | 56             |                                       | (*)                   | 56                                  |
| Cheyenne   | (Wyoming)                           | 189                          | 28                                    | 158                   | 2                                   | 15,289         | 5                                     | 15,240                | 10                                  |
| Denver   | (Colorado)                          | 168                          |                                       | 161                   | 8                                   | 646            |                                       | 463                   | 183                                 |
| Des Moines   | (Iowa)                              | (*)                          | (*)                                   |                       | (*)                                 | 21             | (*)                                   |                       | 21                                  |
| Fargo  | (North Dakota)                      | 522                          |                                       | 520                   | 2                                   | 7,195          |                                       | 7,140                 | 56                                  |
| Kansas City  | (See (d) below)                     |                              |                                       |                       |                                     | 9,046          |                                       | 8,996                 | 50                                  |
| Omaha  | (Nebraska)                          | 1,055                        | 66                                    | 987                   | 1                                   | 58,741         | 2                                     | 58,631                | 109                                 |
| St. Louis  | (See (d) below)                     | 392                          | 42                                    | 348                   | 1                                   | 33,324         | (*)                                   | 33,056                | 267                                 |
| St. Paul   | (Minnesota)                         | (*)                          |                                       | (*)                   | (*)                                 | 101            |                                       |                       | 101                                 |
| Wichita  | (Kansas)                            | 10,982                       | 394                                   | 10,559                | 28                                  | 144,933        | 176                                   | 144,281               | 476                                 |
| <b>Philadelphia region</b>   |                                     | <b>10,982</b>                | <b>394</b>                            | <b>10,559</b>         | <b>28</b>                           | <b>144,933</b> | <b>176</b>                            | <b>144,281</b>        | <b>476</b>                          |
| Baltimore  | (Maryland and District of Columbia) | 2,293                        | 214                                   | 2,053                 | 26                                  | 18,609         | 98                                    | 18,436                | 75                                  |
| Camden   | (See (e) below)                     | 814                          |                                       | 813                   | 1                                   | 2,640          |                                       | 2,617                 | 24                                  |
| Newark   | (See (e) below)                     | 4,302                        |                                       | 4,302                 |                                     | 62,893         |                                       | 62,864                | 29                                  |
| Philadelphia   | (See (h) below)                     | 3,471                        | 180                                   | 3,291                 | 1                                   | 31,928         | 77                                    | 31,700                | 151                                 |
| Pittsburgh   | (See (h) below)                     | 93                           | (*)                                   | 92                    |                                     | 23,399         | (*)                                   | 23,250                | 148                                 |
| Scranton   | (See (h) below)                     | 9                            |                                       | 9                     |                                     | 5,463          |                                       | 5,415                 | 48                                  |
| Wilmington   | (Delaware)                          | (*)                          |                                       | (*)                   | (*)                                 | 2              |                                       |                       | 2                                   |
| <b>San Francisco region</b>  |                                     | <b>47,838</b>                | <b>651</b>                            | <b>47,092</b>         | <b>86</b>                           | <b>93,532</b>  | <b>467</b>                            | <b>92,521</b>         | <b>544</b>                          |
| Boise  | (Idaho)                             | (*)                          |                                       | (*)                   | (*)                                 | 316            |                                       | 266                   | 50                                  |
| Helena   | (Montana)                           | (*)                          |                                       | (*)                   |                                     | 2,261          | (*)                                   | 2,238                 | 24                                  |
| Honolulu   | (Hawaii)                            | 15                           | 11                                    |                       | 4                                   | 633            | 37                                    |                       | 4                                   |
| Los Angeles  | (See (b) below)                     | 6,018                        | 336                                   | 5,681                 | 1                                   | 29,745         | 267                                   | 29,310                | 168                                 |
| Phoenix  | (Arizona)                           | 5                            | (*)                                   |                       | 5                                   | 1,653          | (*)                                   | 1,642                 | 11                                  |
| Portland   | (Oregon)                            | 57                           | 12                                    | 45                    | 1                                   | 1,703          | 10                                    | 1,634                 | 59                                  |
| Reno   | (Nevada)                            |                              |                                       |                       |                                     | 8              |                                       |                       | 8                                   |
| Salt Lake City   | (Utah)                              |                              |                                       |                       |                                     | 1,217          |                                       | 1,171                 | 46                                  |
| San Francisco  | (See (b) below)                     | 40,971                       | 262                                   | 40,634                | 75                                  | 31,873         | 135                                   | 31,613                | 125                                 |
| Seattle  | (See (a) and (j) below)             | 764                          | 30                                    | 733                   |                                     | 24,125         | 18                                    | 24,057                | 50                                  |
| <b>International Operations Division</b>   |                                     |                              |                                       |                       |                                     | (*)            |                                       | (*)                   |                                     |
| Puerto Rico  |                                     |                              |                                       |                       |                                     | (*)            |                                       | (*)                   |                                     |
| Dther.   |                                     |                              |                                       |                       |                                     |                |                                       |                       |                                     |
| Totals for States not shown above  |                                     |                              |                                       |                       |                                     |                |                                       |                       |                                     |
| (a) Alaska   | (*)                                 | (*)                          |                                       |                       |                                     | 3              | (*)                                   |                       | 3                                   |
| (b) California   | 46,989                              | 599                          | 46,314                                | 76                    | 61,618                              | 401            |                                       | 60,923                | 293                                 |
| (c) Illinois   | 4,959                               | 589                          | 4,368                                 | 3                     | 29,482                              | 164            |                                       | 29,202                | 116                                 |
| (d) Missouri   | 1,577                               | 66                           | 1,507                                 | 3                     | 65,936                              | 2              |                                       | 65,770                | 164                                 |
| (e) New Jersey   | 5,116                               |                              | 5,115                                 | 1                     | 65,533                              |                |                                       | 65,480                | 52                                  |
| (f) New York   | 14,899                              | 3,192                        | 11,658                                | 48                    | 97,697                              | 1,738          |                                       | 95,105                | 854                                 |
| (g) Ohio   | 833                                 | 115                          | 658                                   | 61                    | 39,599                              | 19             |                                       | 39,511                | 70                                  |
| (h) Pennsylvania   | 3,573                               | 180                          | 3,392                                 | 1                     | 60,790                              | 78             |                                       | 60,365                | 347                                 |
| (i) Texas  | 1,536                               | 139                          | 1,212                                 | 184                   | 22,936                              | 62             |                                       | 22,421                | 454                                 |
| (j) Washington   | 764                                 | 30                           | 733                                   |                       | 24,121                              | 18             |                                       | 24,057                | 46                                  |

**Table 1.—Internal revenue collections by sources and by internal revenue regions, districts, States, and Territories—Continued**  
 [In thousands of dollars. See table 3, p. 106, for tax rates and further breakdown of national totals by sources]

| Internal revenue regions and districts; States and Territories <sup>1</sup><br>(States represented by single districts indicated in parentheses; totals for other States shown at bottom of table) | Tobacco taxes    |                  |                     |                                   |                     | Stamp taxes on documents, other instruments, and playing cards |   |   |              |
|--|------------------|------------------|---------------------|-----------------------------------|---------------------|--|---|---|--------------|
|  | Total            | Cigarettes       | Cigars <sup>2</sup> | Manufactured tobacco <sup>3</sup> | Other <sup>18</sup> | Total  | Issues and transfers of bonds or indebtedness or capital stock, foreign insurance policies, and deeds of conveyance | Playing cards, silver bullion transfers |              |
|  | (26)             | (27)             | (28)                | (29)                              | (30)                | (31)   | Sales by postmasters<br>(32)  | Sales by directors<br>(33)              | (34)         |
| <b>United States, total</b>  | <b>1,806,816</b> | <b>1,738,050</b> | <b>51,101</b>       | <b>16,916</b>                     | <b>750</b>          | <b>133,817</b>   | <b>36,478</b>   | <b>89,746</b>                           | <b>7,592</b> |
| <b>Atlanta region</b>  | <b>1,089,648</b> | <b>1,068,283</b> | <b>13,805</b>       | <b>6,842</b>                      | <b>719</b>          | <b>7,057</b>   | <b>6,443</b>  | <b>1,613</b>                            | (*)          |
| Atlanta (Georgia)  | 694              | (*)              | 694                 | (*)                               | (*)                 | 1,127  | 814   | 312                                     | (*)          |
| Birmingham (Alabama)   | 1,150            | (*)              | 1,150               | (*)                               | (*)                 | 723  | 530   | 193                                     | (*)          |
| Columbia (South Carolina)  | 2,098            | (*)              | 2,098               | (*)                               | (*)                 | 371  | 298   | 73                                      | (*)          |
| Greensboro (North Carolina)  | 1,074,082        | 1,068,281        | (*)                 | 5,154                             | 647                 | 819  | 659   | 160                                     | (*)          |
| Jackson (Mississippi)  | (*)              | (*)              | (*)                 | (*)                               | (*)                 | 310  | 220   | 90                                      | (*)          |
| Jacksonville (Florida)   | 9,721            | 2                | 9,720               | (*)                               | (*)                 | 2,789  | 2,286   | 502                                     | (*)          |
| Nashville (Tennessee)  | 1,902            | (*)              | 142                 | 1,688                             | 72                  | 918  | 636   | 283                                     | (*)          |
| <b>Boston region</b>   | <b>834</b>       | <b>2</b>         | <b>822</b>          | <b>11</b>                         | (*)                 | <b>4,967</b>   | <b>2,041</b>  | <b>2,924</b>                            | <b>2</b>     |
| Augusta (Maine)  | (*)              | (*)              | (*)                 | (*)                               | (*)                 | 163  | 155   | 8                                       | (*)          |
| Boston (Massachusetts)   | 365              | 2                | 354                 | 10                                | (*)                 | 3,229  | 992   | 2,237                                   | (*)          |
| Burlington (Vermont)   | (*)              | (*)              | (*)                 | (*)                               | (*)                 | 85   | 62  | 24                                      | (*)          |
| Hartford (Connecticut)   | 184              | (*)              | 183                 | 1                                 | (*)                 | 1,077  | 619   | 458                                     | (*)          |
| Portsmouth (New Hampshire)   | 280              | (*)              | 280                 | (*)                               | (*)                 | 148  | 98  | 49                                      | (*)          |
| Providence (Rhode Island)  | (*)              | (*)              | (*)                 | (*)                               | (*)                 | 265  | 116   | 149                                     | (*)          |
| <b>Chicago region</b>  | <b>2,504</b>     | <b>(*)</b>       | <b>812</b>          | <b>1,692</b>                      | (*)                 | <b>14,235</b>  | <b>3,005</b>  | <b>9,734</b>                            | <b>1,496</b> |
| Chicago (See (c) below)  | 1,080            | (*)              | 43                  | 1,037                             | (*)                 | 9,882  | 1,315   | 7,599                                   | 968          |
| Detroit (Michigan)   | 1,321            | (*)              | 682                 | 639                               | (*)                 | 2,435  | 984   | 1,450                                   | (*)          |
| Milwaukee (Wisconsin)  | 99               | (*)              | 83                  | 15                                | (*)                 | 1,761  | 705   | 529                                     | 527          |
| Springfield (See (c) below)  | (*)              | (*)              | (*)                 | (*)                               | (*)                 | 157  | (*)   | 157                                     | (*)          |
| <b>Cincinnati region</b>   | <b>690,685</b>   | <b>668,321</b>   | <b>6,224</b>        | <b>6,140</b>                      | (*)                 | <b>12,387</b>  | <b>3,758</b>  | <b>3,146</b>                            | <b>5,482</b> |
| Cincinnati (See (g) below)   | 149              | (*)              | 123                 | 26                                | (*)                 | 7,696  | 1,371   | 849                                     | 5,476        |
| Cleveland (See (g) below)  | 5                | 1                | (*)                 | 4                                 | (*)                 | 1,022  | (*)   | 1,022                                   | (*)          |
| Columbus (See (g) below)   | (*)              | (*)              | (*)                 | (*)                               | (*)                 | 365  | (*)   | 359                                     | 6            |
| Indianapolis (Indiana)   | 925              | (*)              | 925                 | 1                                 | (*)                 | 1,072  | 757   | 315                                     | (*)          |
| Louisville (Kentucky)  | 332,985          | 329,147          | 1,190               | 2,648                             | (*)                 | 699  | 469   | 229                                     | (*)          |
| Parkersburg (West Virginia)  | 1,346            | (*)              | 348                 | 999                               | (*)                 | 270  | 228   | 42                                      | (*)          |
| Richmond (Virginia)  | 342,822          | 339,174          | 1,540               | 2,108                             | (*)                 | 1,090  | 933   | 157                                     | (*)          |
| Toledo (See (g) below)   | 2,452            | (*)              | 2,099               | 354                               | (*)                 | 173  | (*)   | 173                                     | (*)          |
| <b>Dallas region</b>   | <b>1,224</b>     | <b>(*)</b>       | <b>1,224</b>        | <b>1</b>                          | (*)                 | <b>7,852</b>   | <b>3,571</b>  | <b>4,281</b>                            | <b>1</b>     |
| Albuquerque (New Mexico)   | (*)              | (*)              | (*)                 | (*)                               | (*)                 | 331  | 165   | 166                                     | (*)          |
| Austin (See (i) below)   | 105              | (*)              | 105                 | (*)                               | (*)                 | 1,891  | (*)   | 1,891                                   | (*)          |
| Dallas (See (i) below)   | (*)              | (*)              | (*)                 | (*)                               | (*)                 | 3,235  | 1,741   | 1,493                                   | 1            |
| <b>Little Rock</b> (Arkansas)  | (*)              | (*)              | (*)                 | (*)                               | (*)                 | 359  | 243   | 116                                     | (*)          |
| <b>New Orleans</b> (Louisiana)   | 1,119            | (*)              | 1,119               | (*)                               | (*)                 | 1,209  | 817   | 392                                     | (*)          |
| <b>Oklahoma City</b> (Oklahoma)  | (*)              | (*)              | (*)                 | (*)                               | (*)                 | 826  | 694   | 222                                     | (*)          |
| <b>New York City region</b>  | <b>1,200</b>     | <b>111</b>       | <b>984</b>          | <b>103</b>                        | <b>3</b>            | <b>52,969</b>  | <b>1,397</b>  | <b>51,568</b>                           | <b>184</b>   |
| Albany (See (f) below)   | 61               | (*)              | 61                  | (*)                               | (*)                 | 180  | (*)   | 82                                      | 99           |
| Brooklyn (See (f) below)   | 368              | 48               | 295                 | 25                                | (*)                 | 430  | (*)   | 430                                     | (*)          |
| Buffalo (See (f) below)  | 3                | (*)              | 3                   | (*)                               | (*)                 | 831  | (*)   | 831                                     | (*)          |
| Lower Manhattan (See (f) below)  | 676              | 55               | 585                 | 34                                | 3                   | 51,104   | 1,397   | 49,655                                  | 52           |
| Syracuse (See (f) below)   | 32               | (*)              | 31                  | (*)                               | (*)                 | 241  | (*)   | 241                                     | (*)          |
| Upper Manhattan (See (f) below)  | 60               | 7                | 40                  | 13                                | (*)                 | 183  | (*)   | 150                                     | 33           |
| <b>Omaha region</b>  | <b>1,208</b>     | <b>(*)</b>       | <b>18</b>           | <b>1,190</b>                      | (*)                 | <b>7,655</b>   | <b>3,957</b>  | <b>3,304</b>                            | <b>394</b>   |
| Aberdeen (South Dakota)  | (*)              | (*)              | (*)                 | (*)                               | (*)                 | 139  | (*)   | 15                                      | (*)          |
| Cheyenne (Wyoming)   | (*)              | (*)              | (*)                 | (*)                               | (*)                 | 111  | (*)   | 15                                      | (*)          |
| Denver (Colorado)  | (*)              | (*)              | (*)                 | (*)                               | (*)                 | 1,117  | 529   | 588                                     | (*)          |
| Des Moines (Iowa)  | (*)              | (*)              | (*)                 | (*)                               | (*)                 | 734  | 726   | 8                                       | (*)          |
| Fargo (North Dakota)   | (*)              | (*)              | (*)                 | (*)                               | (*)                 | 122  | 108   | 14                                      | (*)          |
| Kansas City (See (d) below)  | (*)              | (*)              | (*)                 | (*)                               | (*)                 | 729  | (*)   | 729                                     | (*)          |
| Omaha (Nebraska)   | 1,207            | (*)              | 17                  | 1,189                             | (*)                 | 526  | 287   | 239                                     | (*)          |
| St. Louis (See (d) below)  | (*)              | (*)              | (*)                 | (*)                               | (*)                 | 1,584  | 1,161   | 423                                     | (*)          |
| St. Paul (Minnesota)   | (*)              | (*)              | (*)                 | (*)                               | (*)                 | 1,980  | 482   | 1,105                                   | 393          |
| Wichita (Kansas)   | (*)              | (*)              | (*)                 | (*)                               | (*)                 | 612  | 444   | 169                                     | (*)          |
| <b>Philadelphia region</b>   | <b>27,979</b>    | <b>1,328</b>     | <b>25,743</b>       | <b>881</b>                        | <b>28</b>           | <b>9,377</b>   | <b>3,462</b>  | <b>5,914</b>                            | <b>1</b>     |
| Baltimore (Maryland and District of Columbia)  | 51               | (*)              | 50                  | 1                                 | (*)                 | 1,586  | 827   | 759                                     | (*)          |
| Camden (See (e) below)   | 1,771            | (*)              | 1,771               | (*)                               | (*)                 | 177  | (*)   | 177                                     | (*)          |
| Newark (See (e) below)   | 975              | (*)              | 201                 | 747                               | 28                  | 2,618  | 1,552   | 1,066                                   | (*)          |
| Philadelphia (See (h) below)   | 13,307           | 1,281            | 11,894              | 132                               | (*)                 | 2,874  | (*)   | 2,874                                   | (*)          |
| Pittsburgh (See (h) below)   | 20               | (*)              | 19                  | 1                                 | (*)                 | 1,730  | 1,057   | 673                                     | (*)          |
| Scranton (See (h) below)   | 11,854           | 46               | 11,808              | (*)                               | (*)                 | 136  | (*)   | 136                                     | (*)          |
| Wilmington (Delaware)  | (*)              | (*)              | (*)                 | (*)                               | (*)                 | 256  | 25  | 230                                     | (*)          |
| <b>San Francisco region</b>  | <b>142</b>       | <b>6</b>         | <b>81</b>           | <b>56</b>                         | <b>(*)</b>          | <b>17,317</b>  | <b>9,844</b>  | <b>7,441</b>                            | <b>32</b>    |
| Boise (Idaho)  | (*)              | (*)              | (*)                 | (*)                               | (*)                 | 208  | 183   | 24                                      | 1            |
| Helena (Montana)   | 15               | (*)              | 15                  | (*)                               | (*)                 | 201  | 188   | 13                                      | 5            |
| Honolulu (Hawaii)  | 65               | 1                | 34                  | 30                                | (*)                 | 230  | 8   | 216                                     | 9            |
| Los Angeles (See (b) below)  | 2                | (*)              | (*)                 | (*)                               | (*)                 | 3,800  | (*)   | 3,791                                   | 16           |
| Phoenix (Arizona)  | (*)              | (*)              | (*)                 | (*)                               | (*)                 | 701  | 237   | 448                                     | (*)          |
| Portland (Oregon)  | (*)              | (*)              | (*)                 | (*)                               | (*)                 | 753  | 444   | 309                                     | (*)          |
| Reno (Nevada)  | (*)              | (*)              | (*)                 | (*)                               | (*)                 | 188  | 84  | 104                                     | (*)          |
| Salt Lake City (Utah)  | 59               | 5                | 31                  | 23                                | (*)                 | 270  | 83  | 187                                     | (*)          |
| San Francisco (See (b) below)  | 1                | (*)              | 1                   | (*)                               | (*)                 | 9,500  | 8,144   | 1,355                                   | 1            |
| Seattle (See (a) and (i) below)  | (*)              | (*)              | (*)                 | (*)                               | (*)                 | 1,467  | 473   | 993                                     | (*)          |
| <b>International Operations Division</b>   | <b>1,392</b>     | <b>(*)</b>       | <b>1,389</b>        | <b>2</b>                          | (*)                 |  |   |   |              |
| Puerto Rico  | 1,392            | (*)              | 1,389               | 2                                 | (*)                 |  |   |   |              |
| Other  | (*)              | (*)              | (*)                 | (*)                               | (*)                 |  |   |   |              |
| Totals for States not shown above  |                  |                  |                     |                                   |                     |  |   |   |              |
| (a) Alaska   | 124              | 6                | 65                  | 54                                | (*)                 | 42   | 42  | 5,146                                   | 10           |
| (b) California   | 1,084            | (*)              | 47                  | 1,037                             | (*)                 | 13,300   | 8,144   | 7,756                                   | 968          |
| (c) Illinois   | 1,207            | (*)              | 18                  | 1,189                             | (*)                 | 10,039   | 1,315   | 1,152                                   | 1            |
| (d) Missouri   | 2,746            | (*)              | 1,972               | 747                               | 28                  | 2,313  | 1,161   | 1,243                                   | (*)          |
| (e) New Jersey   | 1,200            | 111              | 984                 | 103                               | 3                   | 2,795  | 1,552   | 51,388                                  | 184          |
| (f) New York   | 2,606            | 1                | 2,222               | 384                               | (*)                 | 52,969   | 1,397   | 2,403                                   | 5,482        |
| (g) Ohio   | 25,182           | 1,327            | 23,721              | 134                               | (*)                 | 9,256  | 1,371   | 3,683                                   | (*)          |
| (h) Pennsylvania   | 105              | (*)              | 105                 | 1                                 | (*)                 | 4,740  | 1,057   | 3,384                                   | 1            |
| (i) Texas  | (*)              | (*)              | (*)                 | (*)                               | (*)                 | 5,126  | 1,741   | 3,384                                   | (*)          |
| (j) Washington   | 1                | (*)              | 1                   | (*)                               | (*)                 | 1,425  | 432   | 993                                     | (*)          |

Table 1.—Internal revenue collections by sources and by internal revenue regions, districts, States, and Territories—Continued

[In thousands of dollars. See table 3, p. 106, for tax rates and further breakdown of national totals by sources]

| Internal revenue regions and districts; States and Territories <sup>1</sup><br>(States represented by single districts indicated in parentheses;<br>totals for other States shown at bottom of table) | Manufacturers' excise taxes |                  |                          |  |  |  |   |                     |
|---|-----------------------------|------------------|--------------------------|--|--|--|---|---------------------|
|   | Total                       | Gasoline         | Lubricating<br>oil, etc. | Tires (wholly<br>or in part of<br>rubber), inner<br>tubes, and<br>tread rubber | Motor vehicles,<br>chassis, bodies,<br>parts, and<br>accessories | Radio and<br>television sets,<br>phonographs,<br>components,<br>etc. | Refrigerators,<br>freezers, air<br>conditioners,<br>etc.; electric,<br>gas, and oil<br>appliances | Other <sup>14</sup> |
|   | (35)                        | (36)             | (37)                     | (38)   | (39)   | (40)   | (41)  | (42)                |
| <b>United States, total</b>   | <b>3,958,789</b>            | <b>1,700,253</b> | <b>73,685</b>            | <b>278,911</b>   | <b>1,420,785</b>   | <b>152,566</b>   | <b>102,966</b>  | <b>229,622</b>      |
| <b>Atlanta region</b>   | <b>34,769</b>               | <b>8,063</b>     | <b>216</b>               | <b>7,167</b>   | <b>8,103</b>   | <b>3,951</b>   | <b>4,745</b>  | <b>2,524</b>        |
| Atlanta (Georgia)   | 4,357                       | 995              | 54                       | 543  | 1,701  | 8  | 80  | 977                 |
| Birmingham (Alabama)  | 3,590                       | 60               | 1                        | 1,531  | 1,748  | (*)  | 113   | 137                 |
| Columbia (South Carolina)   | 102                         |                  | (*)                      |  | 102  |  | 1   | 170                 |
| Greensboro (North Carolina)   | 2,048                       | 1                | 31                       | 1  | 1,342  | 9  | 378   | 287                 |
| Jackson (Mississippi)   | 6,631                       | 654              |                          | 5,034  | 309  |  | 542   | 93                  |
| Jacksonville (Florida)  | 6,923                       | 4,991            | 23                       | 1  | 1,457  | 42   | 152   | 257                 |
| Nashville (Tennessee)   | 10,946                      | 1,363            | 109                      | 58   | 1,443  | 3,892  | 3,480   | 602                 |
| <b>Boston region</b>  | <b>57,126</b>               | <b>6,331</b>     | <b>83</b>                | <b>5,180</b>   | <b>6,998</b>   | <b>10,662</b>  | <b>5,718</b>  | <b>22,154</b>       |
| Augusta (Maine)   | 172                         | 2                |                          | 25   | 32   |  | 4   | 110                 |
| Boston (Massachusetts)  | 21,059                      | 5,015            | 72                       | 3  | 2,447  | 5,726  | 521   | 7,275               |
| Burlington (Vermont)  | 147                         | 1                | (*)                      | (*)  | 2  |  | 1   | 145                 |
| Hartford (Connecticut)  | 32,700                      | 846              | 10                       | 5,014  | 3,021  | 4,921  | 5,171   | 13,717              |
| Portsmouth (New Hampshire)  | 726                         | (*)              |                          | 36   | 41   | 15   | 20  | 631                 |
| Providence (Rhode Island)   | 2,322                       | 467              | 1                        | 103  | 1,455  | (*)  | 2   | 277                 |
| <b>Chicago region</b>   | <b>1,501,115</b>            | <b>165,441</b>   | <b>6,073</b>             | <b>217</b>   | <b>1,195,912</b>   | <b>57,819</b>  | <b>44,267</b>   | <b>31,385</b>       |
| Chicago (See (c) below)   | 261,418                     | 135,260          | 5,578                    | 10   | 40,287   | 49,245   | 13,410  | 17,628              |
| Oakbrook (Michigan)   | 1,197,360                   | 14,445           | 276                      | 205  | 1,145,538  | 7,290  | 22,544  | 7,062               |
| Milwaukee (Wisconsin)   | 28,216                      | 11,255           | 179                      | (*)  | 8,953  | 27   | 6,115   | 1,636               |
| Springfield (See (c) below)   | 14,122                      | 4,480            | 41                       | 1  | 1,134  | 1,258  | 2,198   | 5,009               |
| <b>Cincinnati region</b>  | <b>426,475</b>              | <b>100,176</b>   | <b>4,437</b>             | <b>180,426</b>   | <b>79,584</b>  | <b>10,215</b>  | <b>22,641</b>   | <b>29,597</b>       |
| Cincinnati (See (g) below)  | 23,152                      | 1,690            | 45                       | 4,830  | 381  | 381  | 2,222   | 8,200               |
| Cleveland (See (g) below)   | 248,790                     | 30,075           | 1,556                    | 171,661  | 22,670   | 67   | 3,788   | 18,973              |
| Columbus (See (g) below)  | 2,947                       | 58               | 11                       | (*)  | 894  | 1,689  | 1,779   | 1,135               |
| Indianapolis (Indiana)  | 40,243                      | 6,892            | 199                      | 13   | 28,261   | 1,804  | 1,510   | 1,565               |
| Louisville (Kentucky)   | 72,788                      | 48,925           | 2,172                    |  | 863  | 7,889  | 12,713  | 227                 |
| Parkersburg (West Virginia)   | 1,295                       | 1,087            | 142                      | (*)  | 56   | (*)  | 8   | 409                 |
| Richmond (Virginia)   | 1,187                       | 4                | 34                       | 1  | 732  | 4  | 4   | 87                  |
| Toledo (See (g) below)  | 36,074                      | 11,447           | 278                      | 3,921  | 20,324   | 540  | 16  | 878                 |
| <b>Dallas region</b>  | <b>309,441</b>              | <b>291,274</b>   | <b>9,377</b>             | <b>994</b>   | <b>6,184</b>   | <b>540</b>   | <b>194</b>  | <b>878</b>          |
| Albuquerque (New Mexico)  | 1,786                       | 1,744            | (*)                      | (*)  | 35   | (*)  | 1   | 5                   |
| Austin (See (j) below)  | 55,433                      | 53,439           | 896                      | (*)  | 899  | 19   | 42  | 138                 |
| Dallas (See (j) below)  | 44,933                      | 38,891           | 1,038                    | 973  | 3,361  | 467  | 46  | 157                 |
| Little Rock (Arkansas)  | 490                         | 152              | 48                       | (*)  | 179  | (*)  | 70  | 40                  |
| New Orleans (Louisiana)   | 16,790                      | 15,250           | 615                      | 20   | 689  | 49   | 26  | 140                 |
| Oklahoma City (Oklahoma)  | 190,010                     | 181,798          | 6,778                    |  | 1,021  | 5  | 9   | 399                 |
| <b>New York City region</b>   | <b>851,436</b>              | <b>565,091</b>   | <b>27,599</b>            | <b>55,655</b>  | <b>44,423</b>  | <b>40,637</b>  | <b>5,376</b>  | <b>112,655</b>      |
| Albany (See (f) below)  | 1,078                       | 263              | 130                      | 14   | 515  | 170  | 3   | 114                 |
| Brooklyn (See (f) below)  | 19,389                      | 2,070            | 59                       | 961  | 6,336  | 5,009  | 1,477   | 3,407               |
| Buffalo (See (f) below)   | 28,745                      | 3,017            | 59                       | 6,124  | 2,158  | 441  | 475   | 16,472              |
| Lower Manhattan (See (f) below)   | 235,177                     | 213,945          | 8,937                    | 108  | 522  | 1,369  | 765   | 9,531               |
| Syracuse (See (f) below)  | 22,858                      | 2,841            | (*)                      | (*)  | 691  | 9,052  | 1,047   | 9,225               |
| Upper Manhattan (See (f) below)   | 544,189                     | 342,955          | 18,473                   | 48,449   | 34,202   | 24,596   | 1,609   | 73,905              |
| <b>Omaha region</b>   | <b>100,469</b>              | <b>57,649</b>    | <b>2,311</b>             | <b>12,512</b>  | <b>14,790</b>  | <b>2,123</b>   | <b>6,732</b>  | <b>4,352</b>        |
| Aberdeen (South Dakota)   | 311                         | 243              | 2                        | (*)  | 65   |  | (*)   | (*)                 |
| Cheyenne (Wyoming)  | 4,734                       | 4,719            | 3                        | (*)  | 10   |  |   | 2                   |
| Denver (Colorado)   | 9,612                       | 2,137            | 170                      | 5,497  | 1,680  | (*)  | 1   | 127                 |
| Des Moines (Iowa)   | 12,100                      | 60               | 122                      | 6,029  | 1,317  | 883  | 2,313   | 1,377               |
| Fargo (North Dakota)  | 372                         | 325              | 12                       | (*)  | 34   |  |   | (*)                 |
| Kansas City (See (d) below)   | 9,990                       | 7,455            | 374                      |  | 1,427  | 15   | 621   | 98                  |
| Omaha (Nebraska)  | 943                         | 347              | 102                      | (*)  | 446  | 1  | 39  | 8                   |
| St. Louis (See (d) below)   | 18,084                      | 11,158           | 555                      | 754  | 3,901  | 59   | 744   | 912                 |
| St. Paul (Minnesota)  | 30,792                      | 19,015           | 775                      | 231  | 5,316  | 1,096  | 2,554   | 1,806               |
| Wichita (Kansas)  | 13,531                      | 12,191           | 196                      | (*)  | 594  | 69   | 460   | 21                  |
| <b>Philadelphia region</b>  | <b>429,600</b>              | <b>303,291</b>   | <b>14,888</b>            | <b>15,315</b>  | <b>49,112</b>  | <b>22,484</b>  | <b>10,425</b>   | <b>14,886</b>       |
| Baltimore (Maryland and District of Columbia)   | 66,896                      | 54,145           | 1,398                    | 9,412  | 322  | 1,096  | 105   | 417                 |
| Camden (See (e) below)  | 1,618                       | 9                | 38                       |  | 689  | 147  | 180   | 555                 |
| Newark (See (e) below)  | 61,412                      | 13,748           | 582                      | 176  | 35,478   | 5,253  | 453   | 5,722               |
| Philadelphia (See (h) below)  | 126,020                     | 92,959           | 3,856                    | 4,762  | 7,786  | 11,908   | 3,339   | 1,410               |
| Pittsburgh (See (h) below)  | 173,091                     | 142,283          | 8,214                    | 964  | 4,587  | 4,070  | 6,331   | 6,643               |
| Scranton (See (h) below)  | 348                         | 3                | (*)                      |  | 229  | 10   | 17  | 89                  |
| Wilmington (Delaware)   | 215                         | 144              | (*)                      |  | 22   |  | (*)   | 49                  |
| <b>San Francisco region</b>   | <b>248,356</b>              | <b>202,938</b>   | <b>9,500</b>             | <b>1,446</b>   | <b>15,679</b>  | <b>4,134</b>   | <b>3,468</b>  | <b>11,191</b>       |
| Boise (Idaho)   | 152                         | 10               | (*)                      | (*)  | 55   |  |   | 88                  |
| Helena (Montana)  | 125                         | 80               | (*)                      | (*)  | 41   | (*)  | (*)   | 4                   |
| Honolulu (Hawaii)   | 430                         | 5                |                          | 1  | 373  | 15   | 1   | 35                  |
| Los Angeles (See (b) below)   | 132,923                     | 104,745          | 5,231                    | 815  | 7,392  | 3,846  | 3,182   | 7,712               |
| Phoenix (Arizona)   | 230                         | 95               | (*)                      | (*)  | 80   | 8  | 9   | 41                  |
| Portland (Oregon)   | 1,925                       | (*)              | (*)                      | (*)  | 1,780  |  | 76  | 61                  |
| Reno (Nevada)   | 11                          |                  | (*)                      | (*)  | 10   |  |   | 1                   |
| Salt Lake City (Utah)   | 5,181                       | 4,056            | 99                       | 1  | 239  | 3  | (*)   | 782                 |
| San Francisco (See (b) below)   | 101,390                     | 90,681           | 4,079                    | 628  | 3,577  | 246  | 80  | 2,099               |
| Seattle (See (a) and (j) below)   | 5,988                       | 3,267            | 88                       | (*)  | 2,131  | 14   | 121   | 367                 |
| <b>International Operations Division</b>  |                             |                  |                          |  |  |  |   |                     |
| Puerto Rico   |                             |                  |                          |  |  |  |   |                     |
| Other   |                             |                  |                          |  |  |  |   |                     |
| <b>Totals for States not shown above</b>  |                             |                  |                          |  |  |  |   |                     |
| (a) Alaska  | 4                           | 4                |                          |  | (*)  |  |   | (*)                 |
| (b) California  | 234,313                     | 195,425          | 9,310                    | 1,443  | 10,969   | 4,083  | 3,262   | 9,811               |
| (c) Illinois  | 275,539                     | 139,741          | 5,619                    | 11   | 41,421   | 50,503   | 15,608  | 22,637              |
| (d) Missouri  | 28,074                      | 18,612           | 929                      | 754  | 5,329  | 1,365  | 1,633   | 1,010               |
| (e) New Jersey  | 63,030                      | 13,757           | 620                      | 176  | 36,166   | 5,400  | 5,376   | 6,277               |
| (f) New York  | 851,436                     | 565,091          | 27,599                   | 55,655   | 44,423   | 40,637   | 5,376   | 112,655             |
| (g) Ohio  | 310,963                     | 43,269           | 1,890                    | 180,412  | 49,672   | 518  | 7,806   | 27,395              |
| (h) Pennsylvania  | 299,460                     | 235,245          | 12,070                   | 5,726  | 12,602   | 15,988   | 9,687   | 8,142               |
| (i) Texas   | 100,366                     | 92,329           | 1,935                    | 973  | 4,260  | 486  | 87  | 295                 |
| (j) Washington  | 5,984                       | 3,264            | 88                       | (*)  | 2,131  | 14   | 121   | 367                 |

Table 1.—Internal revenue collections by sources and by internal revenue regions, districts, States, and Territories—Continued  
[In thousands of dollars. See table 3, p. 106, for tax rates and further breakdown of national totals by sources]

| Internal revenue regions and districts; States and Territories <sup>1</sup><br>(States represented by single districts indicated in parentheses;<br>totals for other States shown at bottom of table) | Retailers' excise taxes |                  |                  |               |                        | Miscellaneous excise taxes |   |                                       |                                       |
|---|-------------------------|------------------|------------------|---------------|------------------------|----------------------------|---|---------------------------------------|---------------------------------------|
|   | Total                   | Luggage,<br>etc. | Jewelry,<br>etc. | Furs          | Toilel<br>preparations | Total                      | Theaters,<br>concerts,<br>athletic<br>contests,<br>etc. <sup>1b</sup> | Roof<br>gardens,<br>cabarets,<br>etc. | Club dues<br>and initia-<br>tion fees |
|   | (43)                    | (44)             | (45)             | (46)          | (47)                   | (48)                       | (49)  | (50)                                  | (51)                                  |
| <b>United States, total</b>   | <b>355,728</b>          | <b>61,468</b>    | <b>156,382</b>   | <b>29,909</b> | <b>107,968</b>         | <b>1,435,953</b>           | <b>49,977</b>   | <b>45,117</b>                         | <b>64,813</b>                         |
| <b>Atlanta region</b>   | <b>28,789</b>           | <b>4,816</b>     | <b>14,542</b>    | <b>1,403</b>  | <b>8,028</b>           | <b>127,600</b>             | <b>2,704</b>  | <b>3,836</b>                          | <b>5,749</b>                          |
| Atlanta (Georgia)   | 5,425                   | 1,050            | 2,816            | 265           | 1,294                  | 79,815                     | 340   | 290                                   | 868                                   |
| Birmingham (Alabama)  | 3,123                   | 451              | 1,666            | 164           | 843                    | 4,488                      | 112   | 112                                   | 575                                   |
| Columbia (South Carolina)   | 1,819                   | 276              | 845              | 67            | 632                    | 2,206                      | 84  | 50                                    | 381                                   |
| Graensboro (North Carolina)   | 4,580                   | 683              | 2,318            | 249           | 1,330                  | 13,385                     | 167   | 90                                    | 886                                   |
| Jackson (Mississippi)   | 1,409                   | 233              | 644              | 76            | 456                    | 1,836                      | 39  | 87                                    | 271                                   |
| Jacksonville (Florida)  | 8,193                   | 1,348            | 4,227            | 290           | 2,328                  | 20,978                     | 1,762   | 3,039                                 | 1,855                                 |
| Nashville (Tennessee)   | 4,240                   | 775              | 2,026            | 292           | 1,147                  | 5,772                      | 200   | 167                                   | 983                                   |
| <b>Boston region</b>  | <b>19,108</b>           | <b>3,178</b>     | <b>8,914</b>     | <b>1,621</b>  | <b>5,395</b>           | <b>68,606</b>              | <b>2,578</b>  | <b>1,903</b>                          | <b>4,042</b>                          |
| Augusta (Maine)   | 894                     | 122              | 459              | 65            | 238                    | 1,558                      | 75  | 151                                   | 116                                   |
| Boston (Massachusetts)  | 18,353                  | 2,828            | 5,317            | 1,813         | 1,996                  | 46,001                     | 1,657   | 1,122                                 | 1,814                                 |
| Burlington (Vermont)  | 294                     | 35               | 178              | 13            | 67                     | 807                        | 11  | 26                                    | 55                                    |
| Hartford (Connecticut)  | 5,390                   | 613              | 1,831            | 374           | 2,572                  | 18,851                     | 411   | 371                                   | 1,607                                 |
| Portsmouth (New Hampshire)  | 547                     | 76               | 291              | 35            | 145                    | 796                        | 185   | 30                                    | 94                                    |
| Providence (Rhode Island)   | 1,640                   | 382              | 838              | 122           | 378                    | 1,392                      | 239   | 203                                   | 356                                   |
| <b>Chicago region</b>   | <b>47,360</b>           | <b>8,939</b>     | <b>20,474</b>    | <b>5,254</b>  | <b>12,694</b>          | <b>183,057</b>             | <b>5,720</b>  | <b>6,073</b>                          | <b>8,444</b>                          |
| Chicago (See (c) below)   | 26,332                  | 5,433            | 11,397           | 3,276         | 6,227                  | 113,295                    | 3,344   | 3,529                                 | 4,176                                 |
| Detroit (Michigan)  | 12,832                  | 2,099            | 5,290            | 1,231         | 4,212                  | 43,857                     | 1,528   | 1,595                                 | 2,792                                 |
| Milwaukee (Wisconsin)   | 5,387                   | 997              | 2,409            | 598           | 1,383                  | 18,849                     | 680   | 391                                   | 824                                   |
| Springfield (See (c) below)   | 2,809                   | 418              | 1,378            | 149           | 872                    | 7,856                      | 169   | 558                                   | 652                                   |
| <b>Cincinnati region</b>  | <b>31,743</b>           | <b>4,656</b>     | <b>15,696</b>    | <b>2,182</b>  | <b>9,210</b>           | <b>124,464</b>             | <b>3,067</b>  | <b>3,269</b>                          | <b>7,213</b>                          |
| Cincinnati (See (g) below)  | 5,437                   | 941              | 2,200            | 364           | 1,932                  | 8,773                      | 514   | 421                                   | 900                                   |
| Cleveland (See (g) below)   | 6,798                   | 891              | 3,440            | 563           | 1,904                  | 43,289                     | 940   | 811                                   | 1,943                                 |
| Columbus (See (g) below)  | 2,361                   | 458              | 1,156            | 167           | 581                    | 4,691                      | 178   | 376                                   | 433                                   |
| Indianapolis (Indiana)  | 6,055                   | 799              | 3,367            | 373           | 1,516                  | 23,131                     | 457   | 565                                   | 1,118                                 |
| Louisville (Kentucky)   | 2,671                   | 429              | 1,443            | 171           | 628                    | 12,804                     | 325   | 550                                   | 684                                   |
| Parkersburg (West Virginia)   | 1,831                   | 260              | 902              | 138           | 531                    | 8,308                      | 147   | 119                                   | 549                                   |
| Richmond (Virginia)   | 4,492                   | 577              | 2,189            | 282           | 1,448                  | 17,353                     | 390   | 99                                    | 1,101                                 |
| Toledo (See (g) below)  | 2,897                   | 302              | 999              | 124           | 673                    | 6,109                      | 117   | 748                                   | 496                                   |
| <b>Dallas region</b>  | <b>27,470</b>           | <b>3,870</b>     | <b>14,534</b>    | <b>1,696</b>  | <b>7,370</b>           | <b>70,232</b>              | <b>1,467</b>  | <b>1,706</b>                          | <b>6,878</b>                          |
| Albuquerque (New Mexico)  | 1,028                   | 136              | 500              | 35            | 357                    | 2,047                      | 121   | 214                                   | 249                                   |
| Austin (See (i) below)  | 7,693                   | 1,149            | 3,998            | 427           | 2,117                  | 16,387                     | 258   | 328                                   | 2,305                                 |
| Dallas (See (i) below)  | 9,876                   | 1,254            | 5,934            | 668           | 2,028                  | 25,317                     | 560   | 396                                   | 2,335                                 |
| Little Rock (Arkansas)  | 1,477                   | 228              | 737              | 76            | 436                    | 2,776                      | 92  | 81                                    | 281                                   |
| New Orleans (Louisiana)   | 4,019                   | 611              | 1,825            | 303           | 1,280                  | 16,497                     | 197   | 639                                   | 818                                   |
| Oklahoma City (Oklahoma)  | 3,378                   | 492              | 1,538            | 187           | 1,160                  | 7,209                      | 239   | 49                                    | 898                                   |
| <b>New York City region</b>   | <b>83,710</b>           | <b>17,341</b>    | <b>28,811</b>    | <b>8,242</b>  | <b>29,294</b>          | <b>275,331</b>             | <b>17,662</b>   | <b>6,384</b>                          | <b>9,152</b>                          |
| Albany (See (f) below)  | 1,726                   | 249              | 808              | 192           | 477                    | 4,272                      | 453   | 415                                   | 549                                   |
| Brooklyn (See (f) below)  | 6,407                   | 1,216            | 2,452            | 615           | 2,124                  | 9,709                      | 1,505   | 719                                   | 1,793                                 |
| Buffalo (See (f) below)   | 4,397                   | 672              | 1,919            | 490           | 1,315                  | 7,872                      | 459   | 587                                   | 1,128                                 |
| Lower Manhattan (See (f) below)   | 24,799                  | 7,161            | 8,531            | 3,310         | 5,797                  | 155,399                    | 504   | 655                                   | 772                                   |
| Syracuse (See (f) below)  | 5,091                   | 367              | 3,590            | 214           | 820                    | 3,573                      | 214   | 269                                   | 500                                   |
| Upper Manhattan (See (f) below)   | 41,291                  | 7,698            | 11,511           | 3,420         | 18,662                 | 95,305                     | 14,527  | 3,740                                 | 4,410                                 |
| <b>Omaha region</b>   | <b>30,367</b>           | <b>6,362</b>     | <b>13,211</b>    | <b>2,340</b>  | <b>8,673</b>           | <b>287,563</b>             | <b>2,081</b>  | <b>3,525</b>                          | <b>5,324</b>                          |
| Aberdeen (South Dakota)   | 669                     | 72               | 333              | 35            | 229                    | 1,353                      | 61  | 66                                    | 61                                    |
| Cheyenne (Wyoming)  | 404                     | 47               | 223              | 13            | 122                    | 1,065                      | 16  | 72                                    | 38                                    |
| Denver (Colorado)   | 2,507                   | 341              | 1,225            | 242           | 699                    | 42,418                     | 429   | 875                                   | 734                                   |
| Des Moines (Iowa)   | 3,348                   | 453              | 1,569            | 173           | 1,153                  | 6,388                      | 166   | 177                                   | 623                                   |
| Fargo (North Dakota)  | 613                     | 71               | 324              | 35            | 182                    | 876                        | 30  | 94                                    | 51                                    |
| Kansas City (See (d) below)   | 3,943                   | 568              | 1,666            | 313           | 1,396                  | 18,928                     | 322   | 518                                   | 658                                   |
| Omaha (Nebraska)  | 2,115                   | 309              | 919              | 153           | 734                    | 32,286                     | 151   | 231                                   | 325                                   |
| St. Louis (See (d) below)   | 8,157                   | 3,139            | 2,591            | 751           | 1,675                  | 71,547                     | 435   | 376                                   | 1,040                                 |
| St. Paul (Minnesota)  | 6,263                   | 864              | 3,226            | 548           | 1,626                  | 21,957                     | 376   | 972                                   | 1,054                                 |
| Wichita (Kansas)  | 2,369                   | 299              | 1,135            | 79            | 856                    | 10,745                     | 95  | 144                                   | 740                                   |
| <b>Philadelphia region</b>  | <b>35,260</b>           | <b>5,710</b>     | <b>16,238</b>    | <b>3,729</b>  | <b>9,583</b>           | <b>168,412</b>             | <b>5,614</b>  | <b>4,688</b>                          | <b>8,941</b>                          |
| Baltimore (Maryland and District of Columbia)   | 8,978                   | 1,550            | 3,739            | 943           | 2,746                  | 40,463                     | 1,542   | 1,323                                 | 1,931                                 |
| Camden (See (a) below)  | 1,963                   | 279              | 976              | 195           | 513                    | 5,065                      | 1,462   | 1,429                                 | 616                                   |
| Newark (See (a) below)  | 5,959                   | 979              | 2,562            | 689           | 1,730                  | 36,925                     | 598   | 705                                   | 1,684                                 |
| Philadelphia (See (h) below)  | 9,760                   | 1,632            | 4,531            | 1,258         | 2,339                  | 68,432                     | 1,127   | 627                                   | 2,266                                 |
| Pittsburgh (See (h) below)  | 6,308                   | 933              | 3,258            | 418           | 1,699                  | 12,786                     | 561   | 597                                   | 1,677                                 |
| Scranton (See (h) below)  | 1,828                   | 275              | 922              | 181           | 449                    | 3,636                      | 48  | 178                                   | 446                                   |
| Wilmington (Delaware)   | 464                     | 61               | 250              | 45            | 108                    | 1,084                      | 276   | 37                                    | 321                                   |
| <b>San Francisco region</b>   | <b>51,900</b>           | <b>6,773</b>     | <b>23,963</b>    | <b>3,443</b>  | <b>17,722</b>          | <b>208,267</b>             | <b>9,083</b>  | <b>13,512</b>                         | <b>9,069</b>                          |
| Boise (Idaho)   | 776                     | 89               | 382              | 20            | 285                    | 1,430                      | 31  | 182                                   | 79                                    |
| Holena (Montana)  | 768                     | 96               | 390              | 48            | 233                    | 1,448                      | 50  | 187                                   | 100                                   |
| Honolulu (Hawaii)   | 1,113                   | 186              | 596              | 9             | 321                    | 4,129                      | 142   | 845                                   | 155                                   |
| Los Angeles (See (b) below)   | 22,768                  | 2,955            | 9,787            | 1,806         | 8,219                  | 41,530                     | 5,644   | 3,758                                 | 3,835                                 |
| Phoenix (Arizona)   | 1,808                   | 225              | 940              | 70            | 572                    | 2,586                      | 167   | 462                                   | 461                                   |
| Portland (Oregon)   | 2,718                   | 381              | 1,267            | 96            | 975                    | 5,351                      | 216   | 638                                   | 565                                   |
| Reno (Nevada)   | 705                     | 82               | 381              | 34            | 287                    | 9,617                      | 35  | 3,725                                 | 57                                    |
| Salt Lake City (Utah)   | 1,423                   | 180              | 651              | 83            | 510                    | 7,451                      | 134   | 94                                    | 356                                   |
| San Francisco (See (b) below)   | 14,928                  | 1,907            | 7,192            | 998           | 4,830                  | 122,900                    | 2,199   | 2,967                                 | 2,617                                 |
| Seattle (See (a) and (j) below)   | 4,894                   | 678              | 2,376            | 279           | 1,578                  | 11,825                     | 466   | 656                                   | 843                                   |
| <b>International Operations Division</b>  | <b>(*)</b>              | <b>(*)</b>       | <b>(*)</b>       | <b>(*)</b>    | <b>(*)</b>             | <b>2,418</b>               |   |                                       | <b>1</b>                              |
| Puerto Rico   | (*)                     |                  |                  |               |                        | 1                          |   |                                       | 1                                     |
| Other   | (*)                     |                  |                  |               |                        |                            |   |                                       |                                       |
| Totals for States not shown above   |                         |                  |                  |               |                        |                            |   |                                       |                                       |
| (a) Alaska  | 299                     | 35               | 126              | 37            | 101                    | 1,350                      | 28  | 89                                    | 1                                     |
| (b) California  | 37,696                  | 4,863            | 16,980           | 2,804         | 13,849                 | 164,430                    | 7,843   | 6,725                                 | 6,452                                 |
| (c) Illinois  | 29,141                  | 5,843            | 12,774           | 3,425         | 7,099                  | 121,151                    | 3,513   | 4,087                                 | 4,829                                 |
| (d) Missouri  | 12,100                  | 3,706            | 4,258            | 1,064         | 3,072                  | 90,475                     | 757   | 894                                   | 1,698                                 |
| (e) New Jersey  | 7,922                   | 1,258            | 3,537            | 884           | 2,242                  | 41,991                     | 2,060   | 2,134                                 | 2,300                                 |
| (f) New York  | 83,710                  | 17,364           | 28,811           | 8,242         | 29,294                 | 275,331                    | 17,662  | 6,384                                 | 9,152                                 |
| (g) Ohio  | 16,694                  | 2,591            | 7,795            | 1,218         | 5,090                  | 62,861                     | 1,749   | 1,956                                 | 3,761                                 |
| (h) Pennsylvania  | 17,895                  | 2,840            | 8,712            | 1,856         | 4,487                  | 84,854                     | 1,736   | 1,393                                 | 4,389                                 |
| (i) Texas   | 17,569                  | 2,403            | 9,933            | 1,895         | 4,138                  | 41,704                     | 818   | 723                                   | 4,641                                 |
| (j) Washington  | 4,596                   | 635              | 2,250            | 242           | 1,468                  | 10,474                     | 438   | 567                                   | 842                                   |

Table 1.—Internal revenue collections by sources and by internal revenue regions, districts, States, and Territories—Continued

{In thousands of dollars. See table 3, p. 106, for tax rates and further breakdown of national totals by sources}

| Internal revenue regions and districts; States and Territories <sup>1</sup><br>(States represented by single districts indicated in parentheses; totals for other States shown at bottom of table) | Miscellaneous excise taxes—Continued                                       |   |                                       |                            |                 |                  |  |  |               |  |
|--|--|---|---------------------------------------|----------------------------|-----------------|------------------|--|--|---------------|--|
|  | Long-distance<br>telephone,<br>telegraph,<br>cable, radio,<br>etc.<br>(52) | Leased<br>wires,<br>wire and<br>equip-<br>ment<br>service<br>(53) | Local<br>telephone<br>service<br>(54) | Transportation of—         |                 |                  | Use of<br>safe<br>deposit<br>boxes<br>(58) | Coconut<br>and other<br>vegetable<br>oils proc-<br>essed <sup>10</sup><br>(59) | Sugar<br>(60) | Diesel and<br>special<br>motor fuels<br>(61) |
|  |  |   |                                       | Oil by<br>pipeline<br>(55) | Persons<br>(56) | Property<br>(57) |  |  |               |  |
| <b>United States, total</b>  | <b>269,192</b>   | <b>23,221</b>   | <b>398,023</b>                        | <b>7,962</b>               | <b>227,044</b>  | <b>143,250</b>   | <b>6,142</b>                               | <b>1,689</b>   | <b>86,378</b> | <b>52,528</b>                                |
| <b>Atlanta region</b>  | <b>31,651</b>  | <b>1,055</b>  | <b>41,983</b>                         | <b>483</b>                 | <b>16,668</b>   | <b>10,099</b>    | <b>416</b>                                 | (*)  | <b>4,172</b>  | <b>2,863</b>                                 |
| Atlanta (Georgia)  | 26,011   | 792   | 35,497                                | 471                        | 7,467           | 1,582            | 62   |  | 4,097         | 385  |
| Birmingham (Alabama)   | 416  | 13  | 356                                   |                            | 450             | 1,517            | 41   |  |               | 321  |
| Columbia (South Carolina)  | 264  | 15  | 286                                   |                            | 96              | 282              | 21   |  |               | 295  |
| Greensboro (North Carolina)  | 2,030  | 17  | 2,976                                 |                            | 2,406           | 2,830            | 53   | (*)  |               | 494  |
| Jackson (Mississippi)  | 56   | 6   | 46                                    | 12                         | 10              | 492              | 24   |  |               | 338  |
| Jacksonville (Florida)   | 2,373  | 179   | 2,161                                 |                            | 5,950           | 1,978            | 157  |  | 75            | 547  |
| Nashville (Tennessee)  | 501  | 33  | 662                                   |                            | 287             | 1,418            | 57   |  |               | 483  |
| <b>Boston region</b>   | <b>14,751</b>  | <b>1,233</b>  | <b>24,975</b>                         | <b>1</b>                   | <b>7,434</b>    | <b>5,462</b>     | <b>423</b>                                 | <b>3</b>   | <b>2,648</b>  | <b>747</b>                                   |
| Augusta (Maine)  | 102  | 6   | 104                                   | (*)                        | 126             | 594              | 27   |  |               | 64   |
| Boston (Massachusetts)   | 11,231   | 395   | 20,136                                | 1                          | 3,188           | 2,266            | 232  | (*)  | 2,648         | 258  |
| Burlington (Vermont)   | 55   | 10  | 51                                    |                            | 153             | 293              | 18   |  |               | 78   |
| Hartford (Connecticut)   | 3,328  | 781   | 4,646                                 |                            | 3,776           | 1,982            | 99   |  | 2             | 294  |
| Portsmouth (New Hampshire)   | 36   | 6   | 36                                    |                            | 48              | 163              | 19   |  |               | 42   |
| Providence (Rhode Island)  | (*)  | 34  | 2                                     |                            | 143             | 164              | 35   |  |               | 20   |
| <b>Chicago region</b>  | <b>29,956</b>  | <b>1,972</b>  | <b>54,519</b>                         | <b>452</b>                 | <b>38,729</b>   | <b>24,504</b>    | <b>853</b>                                 | <b>13</b>  | <b>1,365</b>  | <b>3,711</b>                                 |
| Chicago (See (c) below)  | 14,862   | 1,148   | 27,116                                | 382                        | 37,558          | 16,018           | 402  | 11   | 23            | 2,131  |
| Detroit (Michigan)   | 9,421  | 563   | 17,440                                | 45                         | 781             | 5,718            | 240  | 2  | 1,185         | 625  |
| Milwaukee (Wisconsin)  | 4,828  | 236   | 7,779                                 | 24                         | 241             | 1,802            | 110  | (*)  | 157           | 585  |
| Springfield (See (c) below)  | 1,645  | 25  | 2,184                                 | 2                          | 149             | 965              | 101  |  |               | 369  |
| <b>Cincinnati region</b>   | <b>23,157</b>  | <b>997</b>  | <b>37,838</b>                         | <b>577</b>                 | <b>15,303</b>   | <b>16,762</b>    | <b>611</b>                                 | <b>1,143</b>   | <b>202</b>    | <b>5,225</b>                                 |
| Cincinnati (See (g) below)   | 1,676  | 119   | 2,835                                 |                            | 149             | 1,025            | 62   | 189  |               | 286  |
| Cleveland (See (g) below)  | 8,894  | 466   | 15,199                                | 158                        | 5,906           | 5,096            | 149  | 845  | 2             | 1,284  |
| Columbus (See (g) below)   | 809  | 9   | 1,434                                 |                            | 101             | 601              | 42   | 109  |               | 176  |
| Indianapolis (Indiana)   | 5,350  | 174   | 8,193                                 | 18                         | 752             | 2,867            | 133  | (*)  | 97            | 894  |
| Louisville (Kentucky)  | 782  | 19  | 1,182                                 | 70                         | 4,446           | 1,976            | 48   |  |               | 1,117  |
| Parkersburg (West Virginia)  | 1,676  | 130   | 2,774                                 | 24                         | 1,254           | 408              | 43   |  |               | 196  |
| Richmond (Virginia)  | 2,881  | 70  | 4,715                                 |                            | 2,547           | 3,903            | 90   |  |               | 790  |
| Toledo (See (g) below)   | 1,090  | 11  | 1,505                                 | 307                        | 148             | 887              | 45   |  | 104           | 481  |
| <b>Dallas region</b>   | <b>3,690</b>   | <b>261</b>  | <b>3,455</b>                          | <b>3,541</b>               | <b>12,144</b>   | <b>9,512</b>     | <b>383</b>                                 | <b>(*)</b>   | <b>13,872</b> | <b>7,304</b>                                 |
| Albuquerque (New Mexico)   | 89   | 14  | 64                                    | 14                         | 103             | 224              | 19   |  |               | 703  |
| Austin (See (i) below)   | 383  | 71  | 321                                   | 1,486                      | 1,448           | 3,126            | 115  |  | 3,294         | 1,832  |
| Dallas (See (i) below)   | 2,662  | 116   | 2,487                                 | 501                        | 8,845           | 3,763            | 107  |  | 2             | 1,825  |
| Little Rock (Arkansas)   | 212  | 7   | 255                                   | 22                         | 372             | 432              | 32   |  | 1             | 395  |
| New Orleans (Louisiana)  | 145  | 15  | 120                                   | 363                        | 975             | 1,091            | 48   | (*)  | 10,576        | 464  |
| Oklahoma City (Oklahoma)   | 199  | 38  | 208                                   | 1,155                      | 402             | 875              | 61   |  |               | 2,086  |
| <b>New York City region</b>  | <b>49,399</b>  | <b>12,403</b>   | <b>60,833</b>                         | <b>445</b>                 | <b>58,469</b>   | <b>18,057</b>    | <b>965</b>                                 | <b>205</b>   | <b>29,906</b> | <b>7,966</b>                                 |
| Albany (See (f) below)   | 516  | 33  | 542                                   |                            | 267             | 774              | 57   | (*)  |               | 268  |
| Brooklyn (See (f) below)   | 31   | 74  | 3                                     | 1                          | 3,225           | 1,340            | 190  | 4  | (*)           | 127  |
| Buffalo (See (f) below)  | 995  | 55  | 2,095                                 | 1                          | 144             | 691              | 97   | (*)  |               | 267  |
| Lower Manhattan (See (f) below)  | 47,527   | 12,109  | 57,828                                | 126                        | 660             | 5,333            | 439  |  | 25,875        | 3,158  |
| Syracuse (See (f) below)   | 300  | 6   | 363                                   | (*)                        | 774             | 576              | 53   | 2  |               | 141  |
| Upper Manhattan (See (f) below)  | 29   | 126   | 1                                     | 317                        | 53,399          | 9,343            | 130  | 198  | 4,111         | 4,006  |
| <b>Omaha region</b>  | <b>46,154</b>  | <b>1,691</b>  | <b>65,533</b>                         | <b>1,422</b>               | <b>36,804</b>   | <b>21,706</b>    | <b>658</b>                                 | <b>1</b>   | <b>12,089</b> | <b>4,978</b>                                 |
| Aberdeen (South Dakota)  | 119  | 3   | 163                                   |                            | 71              | 349              | 22   |  |               | 171  |
| Choyenne (Wyoming)   | 26   | 3   | 13                                    | 15                         | 25              | 125              | 12   |  |               | 533  |
| Denver (Colorado)  | 9,020  | 338   | 12,454                                | 10                         | 3,200           | 1,798            | 62   |  | 11,915        | 943  |
| Des Moines (Iowa)  | 904  | 28  | 1,218                                 | (*)                        | 64              | 1,519            | 117  |  |               | 709  |
| Fargo (North Dakota)   | 91   |   | 162                                   |                            | 23              | 116              | 16   |  |               | 134  |
| Kansas City (See (d) below)  | 216  | 20  | 299                                   | 732                        | 13,497          | 1,644            | 71   | (*)  |               | 416  |
| Omaha (Nebraska)   | 9,849  | 258   | 14,801                                | (*)                        | 2,576           | 2,952            | 61   |  |               | 549  |
| St. Louis (See (d) below)  | 24,432   | 1,013   | 34,498                                | 15                         | 2,631           | 5,454            | 101  | (*)  | 174           | 529  |
| St. Paul (Minnesota)   | 685  | 25  | 971                                   | 41                         | 11,561          | 4,726            | 115  | 1  |               | 466  |
| Wichita (Kansas)   | 811  | 18  | 955                                   | 607                        | 3,157           | 3,023            | 81   |  |               | 528  |
| <b>Philadelphia region</b>   | <b>31,948</b>  | <b>1,677</b>  | <b>50,023</b>                         | <b>351</b>                 | <b>24,022</b>   | <b>21,494</b>    | <b>836</b>                                 | <b>323</b>   | <b>4,222</b>  | <b>5,856</b>                                 |
| Baltimore (Maryland and District of Columbia)  | 5,112  | 223   | 9,853                                 | (*)                        | 10,652          | 6,020            | 112  | (*)  | (*)           | 839  |
| Camden (See (e) below)   | 2  | 3   | 16                                    | (*)                        | 446             | 504              | 63   | (*)  | (*)           | 133  |
| Newark (See (e) below)   | 12,682   | 560   | 13,922                                | (*)                        | 1,678           | 2,320            | 199  | 321  |               | 1,066  |
| Philadelphia (See (h) below)   | 12,931   | 682   | 24,120                                | 270                        | 10,636          | 8,465            | 236  | 1  | 4,222         | 1,038  |
| Pittsburgh (See (h) below)   | 958  | 198   | 1,699                                 | 81                         | 249             | 2,747            | 153  | (*)  |               | 2,589  |
| Scranton (See (h) below)   | 262  | 9   | 413                                   | (*)                        | 282             | 1,248            | 52   |  | (*)           | 155  |
| Wilmington (Delaware)  | 2  | 1   |                                       |                            | 79              | 191              | 21   |  |               | 26   |
| <b>San Francisco region</b>  | <b>38,485</b>  | <b>1,933</b>  | <b>58,864</b>                         | <b>689</b>                 | <b>17,471</b>   | <b>15,654</b>    | <b>998</b>                                 | <b>1</b>   | <b>15,403</b> | <b>13,878</b>                                |
| Boise (Idaho)  | 62   | 6   | 55                                    |                            | 32              | 288              | 22   |  | 98            | 332  |
| Helena (Montana)   | 92   | 9   | 86                                    | 25                         | 85              | 228              | 28   |  |               | 330  |
| Honolulu (Hawaii)  | 383  | 31  | 1,303                                 | 5                          | 923             | 132              | 11   |  | (*)           | 33   |
| Los Angeles (See (b) below)  | 6,403  | 174   | 6,454                                 | 276                        | 4,612           | 3,422            | 213  | (*)  |               | 4,902  |
| Phoenix (Arizona)  | 85   | 23  | 30                                    |                            | 103             | 226              | 29   | (*)  |               | 738  |
| Portland (Oregon)  | 419  | 7   | 353                                   |                            | 261             | 1,065            | 78   | (*)  |               | 796  |
| Reno (Nevada)  | 349  | 4   | 261                                   |                            | 330             | 40               | 12   |  |               | 419  |
| Salt Lake City (Utah)  | 56   | 3   | 61                                    | 118                        | 70              | 380              | 21   |  | 5,122         | 643  |
| San Francisco (See (b) below)  | 29,109   | 1,600   | 48,348                                | 261                        | 9,737           | 8,332            | 458  | (*)  | 10,175        | 5,055  |
| Seattle (See (a) and (j) below)  | 1,525  | 75  | 1,913                                 | 5                          | 1,317           | 1,540            | 128  | (*)  |               | 629  |
| <b>International Operations Division</b>   |  |   |                                       |                            |                 |                  |  |  | <b>2,418</b>  |  |
| Puerto Rico  |  |   |                                       |                            |                 |                  |  |  | 2,418         |  |
| Other  |  |   |                                       |                            |                 |                  |  |  |               |  |
| <b>Totals for States not shown above</b>   |  |   |                                       |                            |                 |                  |  |  |               |  |
| (a) Alaska   | 231  | 22  | 249                                   |                            | 435             | 117              | 4  |  |               | 10   |
| (b) California   | 35,512   | 1,774   | 54,802                                | 536                        | 14,348          | 11,754           | 678  | (*)  | 10,175        | 9,957  |
| (c) Illinois   | 16,507   | 1,173   | 29,301                                | 384                        | 37,707          | 16,983           | 503  | 11   | 23            | 2,501  |
| (d) Missouri   | 24,649   | 1,033   | 34,797                                | 747                        | 16,128          | 7,098            | 172  | (*)  | 174           | 946  |
| (e) New Jersey   | 12,684   | 563   | 13,936                                | (*)                        | 2,123           | 2,825            | 262  | 321  | (*)           | 1,199  |
| (f) New York   | 49,399   | 12,403  | 60,833                                | 445                        | 58,469          | 18,057           | 965  | 205  | 29,906        | 7,966  |
| (g) Ohio   | 12,468   | 605   | 20,973                                | 464                        | 6,303           | 7,608            | 297  | 1,143  | 105           | 2,228  |
| (h) Pennsylvania   | 14,150   | 889   | 26,232                                | 350                        | 11,167          | 12,460           | 441  | 1  | 4,222         | 3,792  |
| (i) Texas  | 3,045  | 187   | 2,808                                 | 1,987                      | 10,292          | 6,889            | 223  |  | 3,295         | 3,657  |
| (j) Washington   | 1,294  | 53  | 1,664                                 | 5                          | 882             | 1,423            | 174  | (*)  |               | 628  |



Table 1.—Internal revenue collections by sources and by internal revenue regions, districts, States, and Territories—Continued

(In thousands of dollars. See table 3, p. 106, for tax rates and further breakdown of national totals by sources)

| Miscellaneous excise taxes—Continued  |   |   |  |                   |        |                                   |                     |  |  |
|---|---|---|--|-------------------|--------|-----------------------------------|---------------------|--|--|
| Internal revenue regions and districts; States and Territories <sup>1</sup><br>(States represented by single districts indicated in parentheses;<br>totals for other States shown at bottom of table) | Narcotics and<br>marihuana,<br>including<br>occupational<br>taxes | Coin-<br>operated<br>amusement<br>and gaming<br>devices | Bowling<br>alleys,<br>pool tables,<br>etc. | Wagering taxes    |        | Use tax on<br>certain<br>vehicles | Other <sup>17</sup> | Unclassified<br>excise<br>taxes <sup>4</sup> | Taxes not<br>otherwise<br>classified <sup>18</sup> |
|   |   |   |  | Occupa-<br>tional | Wagers |                                   |                     |  |  |
|   |   |   |  |                   |        |                                   |                     |  |  |
| United States, total  | 969   | 16,894  | 3,403                                      | 566               | 6,221  | 32,532                            | 31                  | 66,351                                       | 5,444  |
| Atlanta region  | 61  | 1,487   | 299  | 43                | 396    | 3,634                             | 2                   | (-132)                                       | 582  |
| Atlanta (Georgia)   | 9   | 518   | 35   | 5                 | 67     | 527                               | (*)                 | 9  | 120  |
| Birmingham (Alabama)  | 8   | 45  | 33   | 2                 | 94     | 391                               | 1                   | (-4)   | 6  |
| Columbia (South Carolina)   | 6   | 199   | 25   | 1                 | 7      | 273                               | (*)                 | 11   | 17   |
| Greensboro (North Carolina)   | 10  | 147   | 76   | 7                 | 44     | 1,072                             | (*)                 | 8  | (-3)   |
| Jackson (Mississippi)   | 4   | 137   | 21   | 4                 | 63     | 226                               | (*)                 | (-3)   | 15   |
| Jacksonville (Florida)  | 14  | 141   | 60   | 19                | 49     | 609                               | (*)                 | (-167)                                       | 417  |
| Nashville (Tennessee)   | 11  | 308   | 49   | 4                 | 73     | 536                               | (*)                 | 15   | 11   |
| Boston region   | 38  | 318   | 199  | 30                | 50     | 1,767                             | 2                   | 91   | 224  |
| Augusta (Maine)   | 5   | 24  | 21   | (*)               | (*)    | 144                               | (*)                 | 104  | 14   |
| Boston (Massachusetts)  | 18  | 153   | 99   | 17                | 31     | 734                               | (*)                 | (-4)   | 113  |
| Burlington (Vermont)  | 1   | 5   | 7  | (*)               |        | 59                                |                     | (*)  | 29   |
| Hartford (Connecticut)  | 10  | 80  | 41   | 8                 | 9      | 605                               | 1                   | (-8)   | 43   |
| Portsmouth (New Hampshire)  | 2   | 24  | 13   | 3                 | 4      | 93                                |                     | (-1)   | 24   |
| Providence (Rhode Island)   | 3   | 33  | 20   | 1                 | 6      | 132                               |                     | 1  | 2  |
| Chicago region  | 72  | 1,272   | 518  | 32                | 914    | 3,934                             | 5                   | 101  | 1,393  |
| Chicago (See (c) below)   | 27  | 303   | 165  | 14                | 725    | 1,358                             | 2                   | (-14)  | 1,445  |
| Detroit (Michigan)  | 26  | 232   | 166  | 4                 | 19     | 1,478                             | (*)                 | 92   | (-111)   |
| Milwaukee (Wisconsin)   | 13  | 349   | 112  | 1                 | (*)    | 716                               | 1                   | 7  | (-13)  |
| Springfield (See (c) below)   | 6   | 388   | 76   | 12                | 169    | 382                               | 2                   | 16   | 71   |
| Cincinnati region   | 93  | 2,065   | 463  | 111               | 2,141  | 4,201                             | 3                   | 65   | 375  |
| Cincinnati (See (g) below)  | 9   | 93  | 57   | 5                 | 59     | 375                               | (*)                 | (-39)  | (-40)  |
| Cleveland (See (g) below)   | 12  | 212   | 110  | 17                | 204    | 1,043                             | (*)                 | 130  | 202  |
| Columbus (See (g) below)  | 5   | 60  | 32   | 7                 | 65     | 253                               | (*)                 | 2  | 3  |
| Indianapolis (Indiana)  | 37  | 538   | 89   | 44                | 786    | 1,019                             | (*)                 | (-27)  | 117  |
| Louisville (Kentucky)   | 6   | 495   | 56   | 19                | 731    | 296                               | (*)                 | (-5)   | (-6)   |
| Parkersburg (West Virginia)   | 4   | 482   | 30   | 11                | 168    | 294                               | (*)                 | 7  | (*)  |
| Richmond (Virginia)   | 18  | 80  | 50   | 4                 | 23     | 596                               | 2                   | (-8)   | 98   |
| Toledo (See (g) below)  | 3   | 104   | 40   | 4                 | 106    | 324                               | (*)                 | 4  | 3  |
| Dallas region   | 54  | 1,051   | 257  | 50                | 895    | 3,801                             | 1                   | 243  | 245  |
| Albuquerque (New Mexico)  | 4   | 29  | 18   | 1                 | 4      | 175                               | (*)                 | 8  | 29   |
| Austin (See (i) below)  | 18  | 113   | 73   | 11                | 261    | 943                               | 1                   | 77   | 109  |
| Dallas (See (i) below)  | 13  | 79  | 56   | 2                 | 31     | 1,538                             | (*)                 | 149  | 14   |
| Little Rock (Arkansas)  | 4   | 180   | 30   | 5                 | 150    | 226                               | (*)                 | 33   | 36   |
| New Orleans (Louisiana)   | 8   | 433   | 30   | 23                | 287    | 272                               | (*)                 | (-30)  | 34   |
| Oklahoma City (Oklahoma)  | 6   | 216   | 52   | 7                 | 71     | 647                               | (*)                 | 6  | 24   |
| New York City region  | 262   | 532   | 308  | 24                | 60     | 2,217                             | 2                   | 231  | 941  |
| Albany (See (f) below)  | 76  | 78  | 34   | 1                 | 1      | 216                               | (*)                 | (-13)  | (-11)  |
| Brooklyn (See (f) below)  | 96  | 149   | 86   | (*)               | 30     | 338                               |                     | 79   | 685  |
| Buffalo (See (f) below)   | 25  | 97  | 88   | 1                 | 5      | 334                               | (*)                 | (-24)  | 147  |
| Lower Manhattan (See (f) below)   | 9   | 22  | 16   | (*)               | 20     | 365                               | 1                   | 58   | (-1)   |
| Syracuse (See (f) below)  | 5   | 111   | 45   | 6                 | 20     | 188                               | (*)                 | (-12)  | 193  |
| Upper Manhattan (See (f) below)   | 51  | 82  | 48   | 16                | 3      | 777                               | (*)                 | 144  | (-71)  |
| Omaha region  | 90  | 1,039   | 505  | 23                | 144    | 3,794                             | 2                   | (-279)                                       | 1,364  |
| Aberdeen (South Dakota)   | 2   | 136   | 22   | 1                 | 15     | 93                                | (*)                 | (-2)   | 2  |
| Cheyenne (Wyoming)  | 1   | 68  | 9  | 9                 | 16     | 85                                | (*)                 | 1  | 105  |
| Denver (Colorado)   | 7   | 74  | 46   | 1                 | 2      | 508                               | 1                   | 74   | 558  |
| Des Moines (Iowa)   | 7   | 104   | 91   | (*)               |        | 667                               | (*)                 | 3  | 3  |
| Fargo (North Dakota)  | 1   | 68  | 25   | 2                 | 15     | 47                                | (*)                 | (-3)   | 2  |
| Kansas City (See (d) below)   | 11  | 85  | 53   | 3                 | 27     | 356                               | (*)                 | 3  | 24   |
| Omaha (See (d) below)   | 6   | 61  | 62   | 2                 | 32     | 369                               | (*)                 | (-53)  | 19   |
| St. Louis (See (d) below)   | 39  | 156   | 58   | 1                 | 4      | 590                               | 1                   | (-298)                                       | 143  |
| St. Paul (Minnesota)  | 10  | 157   | 85   | 1                 | 21     | 690                               | (*)                 | (-1)   | 487  |
| Wichita (Kansas)  | 7   | 130   | 54   | 3                 | 12     | 390                               | (*)                 | 21   | 21   |
| Philadelphia region   | 204   | 3,247   | 441  | 41                | 347    | 3,932                             | 5                   | 158  | 407  |
| Baltimore (Maryland and District of Columbia)   | 13  | 2,165   | 75   | (*)               | 22     | 596                               | 4                   | 7  | 14   |
| Camden (See (e) below)  | 5   | 135   | 32   | 1                 | 3      | 215                               | (*)                 | 129  | 79   |
| Newark (See (e) below)  | 115   | 149   | 83   | 10                | 7      | 825                               | (*)                 | 30   | 115  |
| Philadelphia (See (h) below)  | 53  | 355   | 94   | 6                 | 158    | 1,145                             | 1                   | (-8)   | 70   |
| Pittsburgh (See (h) below)  | 12  | 267   | 114  | 14                | 93     | 768                               | (*)                 | 29   | 98   |
| Scranton (See (h) below)  | 5   | 165   | 39   | 9                 | 34     | 302                               |                     | 98   | 98   |
| Wilmington (Delaware)   | 1   | 12  | 5  | 1                 | 31     | 81                                | 9                   | 102  | (-95)  |
| San Francisco region  | 94  | 5,882   | 412  | 213               | 1,364  | 5,253                             | 9                   | 102  | (-95)  |
| Boise (Idaho)   | 2   | 34  | 15   | (*)               | 3      | 189                               | (*)                 | 1  | 9  |
| Helena (Montana)  | 2   | 63  | 17   | 21                | 30     | 94                                | (*)                 | 4  | 25   |
| Honolulu (Hawaii)   | 1   | 37  | 18   | (*)               | 1      | 100                               | (*)                 | 36   | 8  |
| Los Angeles (See (b) below)   | 42  | 198   | 126  | 7                 | 60     | 1,398                             | 6                   | 228  | 119  |
| Phoenix (Arizona)   | 4   | 95  | 17   | 1                 | 16     | 128                               | (*)                 | 6  | 5  |
| Portland (Oregon)   | 7   | 193   | 40   | 4                 | 21     | 688                               | (*)                 | 28   | 31   |
| Reno (Nevada)   | 1   | 3,809   | 6  | 7                 | 517    | 46                                | (*)                 | 4  | 3  |
| Salt Lake City (Utah)   | 3   | 67  | 23   | 33                | 95     | 173                               | (*)                 | 9  | (-523)   |
| San Francisco (See (b) below)   | 22  | 233   | 90   | 4                 | 32     | 1,658                             | 2                   | (-250)                                       | 224  |
| Seattle (See (a) and (j) below)   | 10  | 1,153   | 59   | 136               | 589    | 779                               | (*)                 | 45   | 5  |
| International Operations Division   | (*)   |   |  |                   |        |                                   |                     |  | 7  |
| Puerto Rico   | (*)   |   |  |                   |        |                                   |                     |  | 7  |
| Other   | (*)   |   |  |                   |        |                                   |                     |  | 7  |
| Collections not distributed by region and district: Undistributed depos-<br>itory receipts  |   |   |  |                   |        |                                   |                     | 65,771                                       |  |
| Totals for States not shown above   |   |   |  |                   |        |                                   |                     |  |  |
| (a) Alaska  | (*)   | 121   | 5  | 5                 | 24     | 8                                 | (*)                 | (-23)  | (*)  |
| (b) California  | 64  | 431   | 216  | 11                | 93     | 3,056                             | 8                   | 2  | 343  |
| (c) Illinois  | 33  | 691   | 241  | 27                | 894    | 1,740                             | 4                   | 1,516  | 167  |
| (d) Missouri  | 58  | 241   | 110  | 5                 | 31     | 945                               | 1                   | (-50)  | 94   |
| (e) New Jersey  | 121   | 283   | 115  | 11                | 10     | 1,040                             | (*)                 | 136  | 941  |
| (f) New York  | 262   | 532   | 308  | 24                | 60     | 2,217                             | 2                   | 231  | 167  |
| (g) Ohio  | 29  | 471   | 238  | 33                | 434    | 1,995                             | 1                   | 98   | 214  |
| (h) Pennsylvania  | 69  | 786   | 246  | 29                | 284    | 2,215                             | 1                   | 22   | 123  |
| (i) Texas   | 31  | 192   | 129  | 13                | 293    | 2,481                             | 1                   | 226  | 5  |
| (j) Washington  | 18  | 1,032   | 54   | 130               | 564    | 771                               | (*)                 | 45   |  |

Table 2.—Internal revenue collections by sources and by quarters

[In thousands of dollars]

| Source of revenue  | Quarter ended—        |                      |                      |                      |
|--|-----------------------|----------------------|----------------------|----------------------|
|  | Sept. 30, 1958<br>(1) | Dec. 31, 1958<br>(2) | Mar. 31, 1959<br>(3) | June 30, 1959<br>(4) |
| Grand total, all sources.....  | 17, 079, 073          | 15, 295, 060         | 22, 821, 985         | 24, 601, 856         |
| Corporation income and profits taxes <sup>1</sup> .....  | 3, 061, 451           | 3, 112, 601          | 6, 244, 639          | 5, 672, 818          |
| Individual income and employment taxes, total.....   | 10, 970, 151          | 9, 277, 959          | 13, 543, 542         | 15, 796, 836         |
| Income tax not withheld <sup>2</sup> .....   | 2, 209, 526           | 630, 020             | 3, 626, 160          | 5, 883, 008          |
| Income tax withheld and old-age and disability insurance <sup>3</sup> .....  | 8, 625, 152           | 8, 513, 594          | 9, 473, 357          | 9, 778, 282          |
| Railroad retirement <sup>4</sup> .....   | 132, 985              | 132, 131             | 128, 397             | 131, 856             |
| Unemployment insurance.....  | 2, 488                | 2, 215               | 315, 628             | 3, 690               |
| Estate tax.....  | 295, 450              | 282, 286             | 335, 439             | 322, 648             |
| Gift tax.....  | 4, 751                | 5, 365               | 16, 639              | 90, 405              |
| Excise taxes, total.....   | 2, 746, 156           | 2, 618, 161          | 2, 680, 521          | 2, 714, 711          |
| Alcohol taxes, total.....  | 765, 891              | 833, 863             | 655, 299             | 747, 044             |
| Distilled spirits <sup>7</sup> .....   | 518, 297              | 631, 970             | 476, 803             | 510, 079             |
| Wines, cordials, etc. <sup>7</sup> .....   | 21, 601               | 26, 016              | 21, 747              | 23, 079              |
| Beer <sup>7</sup> .....  | 225, 993              | 175, 877             | 156, 749             | 213, 886             |
| Tobacco taxes, total.....  | 477, 690              | 453, 350             | 446, 399             | 429, 377             |
| Cigarettes.....  | 460, 188              | 435, 169             | 431, 215             | 411, 478             |
| Cigars <sup>7</sup> <sup>12</sup> .....  | 12, 783               | 13, 627              | 10, 702              | 13, 989              |
| Other <sup>7</sup> .....   | 4, 719                | 4, 555               | 4, 482               | 3, 910               |
| Stamp taxes on documents, ether instruments, and playing cards, total.....   | 31, 192               | 30, 080              | 35, 594              | 36, 951              |
| Issues and transfers of bonds of indebtedness or capitol stock, foreign insurance policies, and deeds of conveyance: |                       |                      |                      |                      |
| Sales by postmasters.....  | 7, 414                | 8, 159               | 11, 343              | 9, 562               |
| Sales by directors.....  | 22, 178               | 20, 052              | 22, 041              | 25, 476              |
| Playing cards, silver bullion transfers.....   | 1, 600                | 1, 869               | 2, 210               | 1, 913               |
| Manufacturers' excise taxes, total.....  | 929, 343              | 882, 967             | 1, 065, 813          | 1, 080, 666          |
| Gasoline.....  | 435, 898              | 453, 631             | 422, 979             | 387, 745             |
| Lubricating oil, etc.....  | 19, 581               | 18, 786              | 17, 499              | 17, 819              |
| Tires (wholly or in part of rubber), inner tubes, and tread rubber.....  | 67, 021               | 67, 491              | 68, 700              | 75, 699              |
| Motor vehicles, chassis, bodies, parts, and accessories.....   | 303, 668              | 215, 362             | 421, 432             | 480, 323             |
| Radio and television sets, phonographs, components, etc.....   | 26, 955               | 41, 485              | 45, 132              | 38, 994              |
| Refrigerators, freezers, air-conditioners, etc.; electric, gas, and oil appliances.....                              | 22, 958               | 26, 239              | 26, 737              | 27, 032              |
| Other <sup>16</sup> .....  | 53, 262               | 59, 973              | 63, 334              | 53, 053              |
| Retailers' excise taxes, total.....  | 76, 882               | 73, 943              | 128, 364             | 76, 539              |
| Luggage, etc.....  | 13, 961               | 12, 350              | 21, 218              | 13, 939              |
| Jewelry, etc.....  | 34, 337               | 31, 681              | 59, 043              | 31, 321              |
| Furs.....  | 3, 698                | 5, 758               | 13, 347              | 7, 107               |
| Toilet preparations.....   | 24, 886               | 24, 154              | 34, 756              | 24, 172              |

Footnotes on p. 110.

Table 2.—Internal revenue collections by sources and by quarters—Continued

[In thousands of dollars]

| Source of revenue   | Quarter ended—        |                      |                      |                      |
|---|-----------------------|----------------------|----------------------|----------------------|
|   | Sept. 30, 1958<br>(1) | Dec. 31, 1958<br>(2) | Mar. 31, 1959<br>(3) | June 30, 1959<br>(4) |
| Excise taxes—Continued  |                       |                      |                      |                      |
| Miscellaneous excise taxes, total.....  | 447, 649              | 359, 519             | 314, 065             | 314, 721             |
| Admissions:   |                       |                      |                      |                      |
| Theaters, concerts, athletic contests, etc. <sup>15</sup> .....                                       | 14, 395               | 16, 081              | 11, 550              | 7, 952               |
| Roof gardens, cabarets, etc.....  | 10, 584               | 11, 485              | 11, 482              | 11, 566              |
| Club dues and initiation fees.....  | 18, 738               | 13, 725              | 13, 765              | 18, 585              |
| Long-distance telephone, telegraph, cable, radio, etc.; leased wires, wire and equipment service..... | 68, 906               | 76, 796              | 73, 662              | 73, 049              |
| Local telephone service.....  | 94, 574               | 100, 753             | 100, 063             | 102, 632             |
| Transportation of—  |                       |                      |                      |                      |
| Oil by pipeline.....  | 6, 772                | 1, 175               | 14                   | 1                    |
| Persons.....  | 51, 909               | 61, 806              | 59, 655              | 53, 674              |
| Property.....   | 106, 748              | 32, 760              | 2, 323               | 1, 419               |
| Use of safe deposit boxes.....  | 1, 485                | 1, 424               | 1, 381               | 1, 852               |
| Coconut and other vegetable oils processed <sup>16</sup> .....  | 438                   | 367                  | 473                  | 390                  |
| Sugar.....  | 21, 396               | 25, 549              | 21, 732              | 17, 701              |
| Diesel and special motor fuels.....   | 11, 859               | 11, 991              | 13, 502              | 15, 176              |
| Narcotics and marihuana, including occupational taxes.....  | 265                   | 160                  | 149                  | 395                  |
| Coin-operated amusemenl and gaming devices.....   | 10, 371               | 772                  | 631                  | 5, 120               |
| Bowling alleys, pool tables, etc.....   | 1, 986                | 287                  | 125                  | 1, 004               |
| Wagering taxes:   |                       |                      |                      |                      |
| Occupational.....   | 261                   | 96                   | 118                  | 91                   |
| Wagers.....   | 1, 615                | 1, 502               | 1, 435               | 1, 668               |
| Use tax on certain vehicles.....  | 25, 334               | 2, 764               | 2, 000               | 2, 434               |
| Other <sup>17</sup> .....   | 11                    | 4                    | 5                    | 11                   |
| Unclassified excise taxes:  |                       |                      |                      |                      |
| Unapplied collections.....  | 1, 139                | 345                  | 419                  | (-1, 322)            |
| Undistributed depository receipts <sup>6</sup> .....  | 16, 372               | (-15, 906)           | 34, 570              | 30, 735              |
| Taxes not otherwise classified <sup>18</sup> .....  | 1, 113                | (-1, 313)            | 1, 205               | 4, 439               |

Footnotes on p. 110.

Table 3.—Internal revenue collections by sources

[In thousands of dollars]

| Source of revenue   | 1959       | 1958       |
|---|------------|------------|
| Grand total, all sources  | 79,797,973 | 79,978,476 |
| Corporation income and profits taxes, total   | 18,091,509 | 20,533,316 |
| Regular <sup>10</sup>   | 18,088,669 | 20,531,116 |
| Exempt organization business income tax <sup>10</sup>   | 2,840      | 2,199      |
| Individual income and employment taxes, total   | 49,588,488 | 47,212,944 |
| Income tax not withheld <sup>20</sup>   | 12,348,714 | 12,091,789 |
| Income tax withheld and old-age and disability insurance, total <sup>21</sup>   | 36,390,385 | 34,208,992 |
| Received with returns <sup>2</sup>  | 35,644,493 | 34,302,512 |
| Undistributed depositary receipts <sup>2</sup>  | 745,892    | (-92,520)  |
| Railroad retirement, total  | 525,369    | 575,282    |
| Railroad employment compensation tax; employers' tax 6¼ percent to May 31, 1959, 6¾ percent thereafter; employees' tax 6¼ percent to May 31, 1959, 6¾ percent thereafter; both imposed on taxable portion of wages: |            |            |
| Received with returns   | 522,002    | 600,716    |
| Undistributed depositary receipts <sup>2</sup>  | 3,341      | (-25,456)  |
| Railroad employees' representative tax, 12½ percent of taxable portion of wages to May 31, 1959, 13½ percent thereafter   | 25         | 22         |
| Unemployment insurance, employers of 4 or more persons taxed 3 percent on taxable portion of wages; credit allowed up to 90 percent of tax for contributions to State unemployment funds                            | 324,020    | 335,880    |
| Estate tax, graduated rates from 3 percent on first \$5,000 of net estate in excess of \$60,000 exemption to 77 percent on portion over \$10,000,000; credit allowed for State death taxes                          | 1,235,823  | 1,277,052  |
| Gift tax, graduated rates from 2¼ percent on first \$5,000 of net gifts in excess of \$30,000 exemption to 57¾ percent on portion over \$10,000,000; \$3,000 annual exclusion for each donee                        | 117,160    | 133,873    |
| Excise taxes, total   | 10,759,549 | 10,814,268 |
| Alcohol taxes, total  | 3,002,096  | 2,946,461  |
| Distilled spirits taxes, total  | 2,137,149  | 2,092,183  |
| Imported (collected by Customs), \$10.50 per gallon   | 339,692    | 307,338    |
| Domestic, \$10.50 per gallon <sup>7</sup>   | 1,757,307  | 1,745,618  |
| Rectification, 30 cents per proof gallon <sup>7</sup>   | 22,037     | 21,802     |
| Occupational taxes:   |            |            |
| Nonbeverage manufacturers of spirits, \$25, \$50, \$100 per year  | 105        | 109        |
| Rectifiers:   |            |            |
| Less than 500 barrels, \$110 per year   | 5          | 6          |
| 500 barrels or more, \$220 per year   | 23         | 23         |
| Retail dealers in liquor or medicinal spirits, \$50 per year  | 15,224     | 14,297     |
| Wholesale liquor dealers, \$200 per year  | 1,250      | 1,450      |
| Manufacturers of stills, \$55 per year  | 5          | 7          |
| Seizures, penalties, etc.   | 1,497      | 1,528      |
| Stills or worms manufactured, \$22 each   | 4          | 4          |
| Wines, cordials, etc., taxes, total   | 92,442     | 91,617     |
| Imported (collected by Customs, rates same as domestic)   | 6,111      | 5,773      |
| Domestic <sup>7</sup>   | 84,808     | 84,530     |
| (Still wines 17 cents, 67 cents, \$2.25 per gallon; sparkling wines, \$3.40; artificially carbonated wines, \$2.40; liqueurs, cordials, \$1.92)   |            |            |
| Occupational taxes:   |            |            |
| Retail dealers in wines or in wines and beer, \$50 per year   | 1,360      | 1,183      |
| Wholesale dealers in wines or in wines and beer, \$200 per year   | 165        | 131        |
| Beer taxes, total   | 772,505    | 762,660    |
| Imported (collected by Customs), \$9 per barrel of 31 gallons   | 3,222      | 2,894      |
| Domestic, \$9 per barrel of 31 gallons <sup>7</sup>   | 763,983    | 754,704    |
| Occupational taxes:   |            |            |
| Brewers:  |            |            |
| Loss less than 500 barrels, \$55 per year   | (*)        | (*)        |
| 500 barrels or more, \$110 per year   | 33         | 30         |
| Retail dealers in beer, \$22 per year   | 4,032      | 3,855      |
| Wholesale dealers in beer, \$100 per year   | 1,235      | 1,177      |

Footnotes on p. 110.

Table 3.—Internal revenue collections by sources—Continued

[In thousands of dollars]

| Source of revenue  | 1959      | 1958      |
|--|-----------|-----------|
| Excise taxes—Continued   |           |           |
| Tobacco taxes, total   | 1,806,816 | 1,734,021 |
| Cigarettes, total  | 1,738,050 | 1,668,208 |
| Class A (small), \$4 per thousand  | 1,738,045 | 1,668,201 |
| Class B (large), \$8.40 per thousand   | 4         | 8         |
| Prepayments  | (*)       |           |
| Cigars, total  | 51,101    | 47,247    |
| Large cigars, classified by intended retail prices, total <sup>7</sup>   | 50,696    | 47,208    |
| Class A (Retailing at not over 2½ cents each), \$2.50 per thousand   | 77        | 92        |
| Class B (Over 2½ cents, not over 4 cents each), \$3 per thousand   | 806       | 687       |
| Class C (Over 4 cents, not over 6 cents each), \$4 per thousand  | 9,633     | 8,851     |
| Class D (Over 6 cents, not over 8 cents each), \$7 per thousand  | 8,095     | 6,089     |
| Class E (Over 8 cents, not over 15 cents each), \$10 per thousand  | 24,758    | 24,636    |
| Class F (Over 15 cents, not over 20 cents each), \$15 per thousand   | 3,409     | 3,117     |
| Class G (Over 20 cents each), \$20 per thousand  | 3,918     | 3,735     |
| Small cigars, 75 cents per thousand  | 404       | 39        |
| Prepayments  | 1         |           |
| Manufactured tobacco (chewing, smoking, and snuff), 10 cents per pound <sup>7</sup>  | 16,916    | 17,862    |
| Cigarette papers and tubes, papers ½ cent per 58; tubes 1 cent per 58  | 749       | 700       |
| Ceurt fines, penalties, and taxes on leaf tobacco sold or removed in violation of sec. 5731, Internal Revenue Code of 1954         | 1         | 4         |
| Stamp taxes on documents, other instruments, and playing cards, total  | 133,817   | 109,452   |
| Issues and transfers of bonds of indebtedness or capital stock, foreign insurance policies, and deeds of conveyance: <sup>22</sup> |           |           |
| Sales by postmasters   | 36,478    | 30,460    |
| Sales by directors   | 89,746    | 71,681    |
| Playing cards, 13 cents per pack   | 7,558     | 7,286     |
| Silver bullion transfers, 50 percent of profit   | 34        | 25        |
| Manufacturers' excise taxes, total   | 3,958,789 | 3,974,135 |
| Gasoline, 3 cents per gallon   | 1,700,253 | 1,636,629 |
| Lubricating oil, etc., 6 cents per gallon; cutting oil 3 cents   | 73,685    | 69,996    |
| Tires (wholly or in part of rubber), inner tubes, and tread rubber:  |           |           |
| Tires, highway type, 8 cents per pound; other, 5 cents   | 248,041   | 231,747   |
| Inner tubes, 9 cents per pound   | 16,563    | 15,434    |
| Tread rubber, 3 cents per pound  | 14,307    | 12,639    |
| Motor vehicles, chassis, bodies, parts, and accessories:   |           |           |
| Passenger automobiles, chassis, bodies, etc., 10 percent   | 1,039,272 | 1,170,003 |
| Trucks and buses, chassis, bodies, etc., 10 percent  | 215,279   | 206,104   |
| Parts and accessories for automobiles, trucks, etc., 8 percent   | 166,234   | 166,720   |
| Radio and television sets, phonographs, components, etc., 10 percent   | 152,566   | 146,422   |
| Refrigerators, freezers, air-conditioners, etc.; electric, gas, and oil appliances:  |           |           |
| Refrigerators, freezers, air-conditioners, etc., 5 percent except self-contained   |           |           |
| air-conditioning units which are taxed at 10 percent   | 40,593    | 39,379    |
| Electric, gas, and oil appliances, 5 percent   | 62,373    | 61,400    |
| Pistols and revolvers, 10 percent  | 2,028     | 1,568     |
| Phonograph records, 10 percent   | 20,540    | 18,282    |
| Musical instruments, 10 percent  | 14,590    | 14,635    |
| Sporting goods (other than fishing rods, creels, etc.), 10 percent   | 11,675    | 11,255    |
| Fishing rods, creels, etc., 10 percent   | 5,589     | 4,995     |
| Business and store machines, 10 percent  | 93,894    | 90,658    |
| Cameras, lenses, film, and projectors, 10 percent except projectors which are taxed at 5 percent                                   | 24,288    | 22,546    |
| Electric light bulbs and tubes, 10 percent   | 29,401    | 24,936    |
| Firearms (other than pistols and revolvers), shells, and cartridges, 11 percent  | 13,909    | 14,617    |
| Mechanical pencils, pens, and lighters, 10 percent   | 8,444     | 9,060     |
| Matches, 2 cents per thousand; fancy wooden or colored stems, 5½ cents   | 5,262     | 5,111     |

Footnotes on p. 110.

Table 3.—Internal revenue collections by sources—Continued

[In thousands of dollars]

| Source of revenue  | 1959      | 1958      |
|--|-----------|-----------|
| Excise taxes—Continued   |           |           |
| Retailers' excise taxes, total.....  | 355,728   | 341,621   |
| Luggage, etc., 10 percent.....   | 61,468    | 58,785    |
| Jewelry, etc., 10 percent.....   | 156,382   | 156,134   |
| Furs, 10 percent.....  | 29,909    | 28,544    |
| Toilet preparations, 10 percent.....   | 107,968   | 98,158    |
| Miscellaneous excise taxes, total.....   | 1,435,953 | 1,741,327 |
| Admissions taxes, total.....   | 95,094    | 97,602    |
| Theaters, concerts, athletic contests, etc.:   |           |           |
| Admissions, 1 cent for each 10 cents or major fraction thereof of the amount paid; <sup>25</sup> no tax where amount is 90 cents or less <sup>26</sup> ..... | 49,023    | 53,647    |
| Ticket brokers' sales, 10 percent of amounts in excess of box office price <sup>28</sup> .....   | 572       | 568       |
| Leases of boxes or seats, 10 percent of the amount for which similar accommodations are sold <sup>29</sup> .....   | 316       | 413       |
| Admissions sold by proprietors in excess of established price, 50 percent of such excess.....  | 66        | 54        |
| Roof gardens, cabarets, etc., 20 percent of total paid for admissions, services, etc.....  | 45,117    | 42,919    |
| Club dues and initiation fees, 20 percent.....   | 64,813    | 60,338    |
| Long-distance telephone, telegraph, cable, radio, etc., 10 percent.....  | 269,192   | 256,143   |
| Leased wires, 10 percent; wire and equipment service, 8 percent.....   | 23,221    | 23,233    |
| Local telephone service, 10 percent.....   | 398,023   | 370,818   |
| Transportation of—   |           |           |
| Oil by pipeline, 4½ percent; repealed, effective August 1, 1958.....   | 7,962     | 35,143    |
| Persons, 10 percent.....   | 227,044   | 225,809   |
| Property, 3 percent of amount paid, except coal which is 4 cents per ton; repealed, effective August 1, 1958.....  | 143,250   | 462,989   |
| Use of safe deposit boxes, 10 percent.....   | 6,142     | 6,137     |
| Coconut and other vegetable oils processed <sup>16</sup> .....   | 1,689     | 9,383     |
| Sugar, approximately ½ cent per pound.....   | 86,378    | 85,911    |
| Diesel and special motor fuels, 3 cents per gallon.....  | 52,528    | 46,061    |
| Narcotics and marihuana, total <sup>34</sup> .....   | 969       | 1,038     |
| Narcotics.....   | 929       | 992       |
| Marihuana.....   | 40        | 46        |
| Coin-operated amusement and gaming devices, \$10 and \$250 per device.....   | 16,894    | 17,513    |
| Bowling alleys, pool tables, etc., \$20 per alley or table.....  | 3,403     | 3,139     |
| Wagering taxes:  |           |           |
| Occupational tax, \$50 per year.....   | 566       | 628       |
| Wagers, 10 percent of amount wagered.....  | 6,221     | 6,311     |
| Use tax on highway motor vehicles weighing over 26,000 pounds, \$1.50 per 1,000 pounds.....  | 32,532    | 33,117    |
| Adulterated and process or renovated butter, filled cheese, and imported oleomargarine <sup>35</sup> .....   | 2         | 3         |
| Firearms transfer and occupational taxes <sup>36</sup> .....   | 29        | 22        |
| Unclassified excise taxes:   |           |           |
| Unapplied collections.....   | 580       | 3,378     |
| Undistributed depositary receipts <sup>4</sup> .....   | 65,771    | (—36,127) |
| Taxes not otherwise classified <sup>18</sup> .....   | 5,444     | 7,024     |

Footnotes on p. 110.

Table 4.—Internal revenue collections by principal sources, fiscal years 1940 through 1959

[In thousands of dollars]

| Fiscal year ended June 30— | Total internal revenue collections | Income, profits, and employment taxes |   |   | Estate and gift taxes | Alcohol taxes <sup>1</sup> | Tobacco taxes <sup>2</sup> | Manufacturers' excise taxes | All other taxes |
|----------------------------|------------------------------------|---------------------------------------|---|---|-----------------------|----------------------------|----------------------------|-----------------------------|-----------------|
|                            |                                    | Total                                 | Corporation income and profits taxes <sup>3</sup> | Individual income and employment taxes <sup>4</sup> |                       |                            |                            |                             |                 |
| (1)                        | (2)                                | (3)                                   | (4)   | (5)   | (6)                   | (7)                        | (8)                        | (9)                         |                 |
| 1959                       | 79,797,973                         | 67,679,997                            | 18,091,509  | 49,588,488  | 1,352,982             | 3,002,096                  | 1,906,816                  | 3,958,789                   | 1,997,292       |
| 1958                       | 79,978,476                         | 67,746,260                            | 20,530,653  | 47,212,944  | 1,410,925             | 2,946,461                  | 1,734,821                  | 3,974,135                   | 2,166,875       |
| 1957                       | 80,171,971                         | 68,140,946                            | 21,530,653  | 46,610,293  | 1,377,999             | 2,973,195                  | 1,674,050                  | 3,761,925                   | 2,243,856       |
| 1956                       | 75,112,649                         | 63,931,948                            | 21,298,522  | 42,633,426  | 1,171,237             | 2,920,574                  | 1,613,497                  | 3,486,013                   | 2,019,380       |
| 1955                       | 66,288,692                         | 56,134,490                            | 18,264,720  | 37,869,770  | 936,267               | 2,742,840                  | 1,571,213                  | 2,885,016                   | 2,018,866       |
| 1954                       | 69,919,991                         | 59,467,637                            | 21,546,322  | 37,921,314  | 935,121               | 2,783,012                  | 1,580,229                  | 2,689,133                   | 2,464,959       |
| 1953                       | 69,686,535                         | 58,849,134                            | 21,594,515  | 37,254,619  | 891,284               | 2,780,925                  | 1,654,911                  | 2,862,788                   | 2,647,492       |
| 1952                       | 65,009,586                         | 55,205,280                            | 21,466,910  | 33,738,378  | 833,147               | 2,549,120                  | 1,583,162                  | 2,346,943                   | 2,507,953       |
| 1951                       | 50,445,686                         | 41,012,357                            | 14,367,569  | 26,624,788  | 729,730               | 2,546,808                  | 1,388,396                  | 2,383,677                   | 2,392,719       |
| 1950                       | 38,957,132                         | 30,652,234                            | 18,894,351  | 19,797,883  | 706,227               | 2,219,202                  | 1,328,464                  | 1,836,853                   | 2,214,951       |
| 1949                       | 40,463,125                         | 32,081,604                            | 11,553,669  | 20,527,935  | 796,538               | 2,218,607                  | 1,321,875                  | 1,771,533                   | 2,280,969       |
| 1948                       | 41,864,542                         | 33,553,533                            | 10,174,410  | 23,379,123  | 899,345               | 2,255,327                  | 1,300,280                  | 1,649,234                   | 2,206,823       |
| 1947                       | 39,108,386                         | 31,044,121                            | 9,676,459   | 21,367,662  | 779,291               | 2,474,762                  | 1,237,768                  | 1,425,268                   | 2,147,184       |
| 1946                       | 48,672,097                         | 32,958,966                            | 12,553,602  | 20,405,364  | 676,832               | 2,526,165                  | 1,192,671                  | 1,922,671                   | 2,421,944       |
| 1945                       | 43,800,388                         | 36,840,704                            | 16,027,213  | 20,813,491  | 643,095               | 2,305,866                  | 1,932,145                  | 782,511                     | 2,292,108       |
| 1944                       | 40,121,760                         | 34,766,174                            | 14,766,796  | 19,999,378  | 511,210               | 1,618,775                  | 988,483                    | 503,462                     | 1,733,655       |
| 1943                       | 22,371,386                         | 17,797,593                            | 9,668,956   | 8,128,637   | 447,496               | 1,423,646                  | 923,857                    | 504,746                     | 1,274,048       |
| 1942                       | 13,047,869                         | 9,192,245                             | 4,744,083   | 4,448,162   | 1,048,517             | 1,423,646                  | 780,962                    | 771,902                     | 821,862         |
| 1941                       | 7,370,108                          | 4,396,960                             | 2,053,469   | 2,343,512   | 407,898               | 820,066                    | 698,077                    | 617,373                     | 430,964         |
| 1940                       | 5,340,452                          | 2,963,130                             | 1,147,592   | 1,815,538   | 368,071               | 624,253                    | 608,518                    | 447,088                     | 357,392         |

Footnotes on p. 110.

# Footnotes for tables 1-4

Note.—Calendar year figures, by regions, districts, States, and Territories, for selected types of taxes, may be obtained from the Public Information Division, Internal Revenue Service, Washington 25, D.C. Floor stocks taxes are reported separately only during the periods in which the collections are of significant amounts. Relatively small amounts collected in subsequent periods are merged with the amounts shown for the related class of tax.

\*Less than \$500.

† Revised.

<sup>1</sup> The receipts in various States do not indicate the Federal tax burden of the respective States, since the taxes collected in one State are, in many instances, borne by residents of other States. For example, the withholding taxes reported by employers situated in metropolitan areas near State boundaries include substantial amounts withheld from salaries of employees who reside in neighboring States.

<sup>2</sup> Includes tax on business income of exempt organizations.

<sup>3</sup> Collections of individual income tax not withheld are inclusive of old-age and disability insurance taxes on self-employment income. Similarly, the collections of income tax withheld are reported in combined amount with old-age and disability insurance taxes on salaries and wages. Estimated separate national totals for individual income tax and for old-age and disability insurance taxes are shown in the text table on p. 3 of this report. Amounts of old-age and disability insurance tax collections, classified by States, are compiled by the Social Security Administration as a byproduct of its wage and income record-keeping operations and are published periodically in the Social Security Bulletin.

<sup>4</sup> Tax payments made to banks, under the depositary receipts system, are included in internal revenue collections for the period in which the depositary receipts are issued. However, such payments are not classified by internal revenue districts (nor by tax subclasses to which excise tax payments relate) until the depositary receipts are received in internal revenue offices with tax returns. Accordingly, the items shown as "Undistributed depositary receipts" represent the amount of depositary receipts issued, less the amount of depositary receipts received with returns and distributed by district and tax class.

<sup>5</sup> Beginning with fiscal year 1957, the United States total for individual income tax withheld is adjusted to exclude withheld individual income taxes transferred to the Government of Guam in accordance with the provisions of Public Law 630, approved Aug. 1, 1950 (64 Stat. 392). This adjustment amounted to \$3,967,000 for 1959.

<sup>6</sup> Includes railroad employment compensation tax and tax on railroad employee representatives.

<sup>7</sup> Amounts of taxes collected in Puerto Rico on tobacco and liquor manufactures coming into the United States are covered into the Treasury of Puerto Rico under the provisions of sec. 7652(a)(3) of the Internal Revenue Code of 1954. Such amounts are included in overall collections results (tables 1 through 4), beginning with 1955, and are shown separately in table 6.

<sup>8</sup> Includes occupational taxes on manufacturers of stills, rectifiers, wholesale liquor dealers, retail dealers in liquor or medicinal spirits, and nonbeverage manufacturers of spirits.

<sup>9</sup> Includes seizures, penalties, etc., and tax on stills or worms manufactured.

<sup>10</sup> Includes occupational taxes on wholesale and retail dealers in wines or in wines and beer.

<sup>11</sup> Includes occupational taxes on brewers and wholesale and retail dealers in beer.

<sup>12</sup> Includes taxes on large cigars, classes A through G, and on small cigars.

<sup>13</sup> Includes taxes on cigarette papers and tubes, court fines, penalties, and taxes on leaf tobacco sold or removed in violation of sec. 5731, Internal Revenue Code of 1954.

<sup>14</sup> Includes taxes on pistols and revolvers; phonograph records; musical instruments; sporting goods; fishing rods, creels, etc.; business and store machines;

# Footnotes for tables 1-4—Continued

cameras, lenses, film, and film projectors; electric light bulbs and tubes; firearms, shells, and cartridges; mechanical pencils, pens, and lighters; and matches.

<sup>15</sup> Includes taxes on ticket brokers' sales, on leases of boxes or seats, and on admissions sold by proprietors in excess of established prices, as well as general admissions tax.

<sup>16</sup> Includes taxes on coconut oil from the Philippines, the Trust Territory, and United States possessions as well as other coconut and vegetable oils processed. Under Public Law 85-235, the 3 cents per pound tax imposed by Code Sec. 4511(a) on the first domestic processing of coconut oil, fatty acids, or salts derived therefrom, or any mixtures or combinations containing such oil, acids, or salts, is suspended from Oct. 1, 1957, to June 30, 1960.

<sup>17</sup> Includes taxes on adulterated and process or renovated butter, filled cheese, and imported oleomargarine; and firearms transfer and occupational taxes.

<sup>18</sup> Includes amounts of unidentified and excess collections and profit from sale of acquired property.

<sup>19</sup> Corporation income and profits tax rates: First \$25,000 of net income, normal tax of 30 percent; net income in excess of \$25,000, combined normal tax and surtax of 52 percent. Normal tax and surtax rates also apply to net income derived by certain exempt organizations from unrelated trade or business.

<sup>20</sup> Rates of tax are as follows:

Individual income tax: Graduated rates from 20 percent on first \$2,000 of net income in excess of exemption to 91 percent on amount over \$200,000. Old-age and disability insurance taxes on self-employment income: 3½ percent of self-employment income; increased to 3¾ percent for taxable years beginning after December 31, 1958.

<sup>21</sup> Rates of tax are as follows:

Income tax withheld: Wages in excess of exemptions taxed at 18 percent. Old-age and disability insurance taxes on salaries and wages: Employers' tax 2¼ percent, employees' tax 2¼ percent, both imposed on taxable portion of wages; both increased to 2½ percent effective Jan. 1, 1959.

<sup>22</sup> Issues of stock, 11 cents per \$100 face value through Dec. 31, 1959, 10 cents per \$100 actual value thereafter; issues of bonds, 11 cents per \$100 face value. Transfers of stock, 5 cents or 6 cents per \$100 face value through Dec. 31, 1959, 4 cents per \$100 actual value thereafter; transfers of bonds, 5 cents per \$100 face value. Foreign insurance policies, 1 cent or 4 cents per \$1 of premium. Deeds of conveyance, 55 cents per \$500.

<sup>23</sup> In the case of certain racetracks the following rates apply:

Admissions—1 cent for each 5 cents of amount paid.  
Ticket brokers' sales—20 percent.  
Leases of boxes or seats—20 percent.

<sup>24</sup> Narcotics, 1 cent per ounce; narcotics order blanks, \$1 per hundred. Marihuana, \$1 per ounce; marihuana order blanks, 2 cents each. Amounts shown also include occupational taxes levied on manufacturers, dealers, and practitioners. For classes and rates of occupational taxes see table 13.

<sup>25</sup> Adulterated butter, 10 cents per pound; process or renovated butter, ¼ cent; domestic filled cheese, 1 cent; imported filled cheese, 8 cents; imported oleomargarine, 15 cents. Occupational taxes are levied on manufacturers or dealers in these products and are included in the amounts shown.

<sup>26</sup> Transfers of machineguns, short-barreled firearms, silencers, etc., \$200 each; transfers of certain double-barreled guns, \$1 each. Occupational taxes are levied on manufacturers, importers, or dealers in firearms and are included in the amounts shown.

<sup>27</sup> Beginning January 1951, withheld income taxes and old-age and disability insurance taxes on employees and employers are paid into the Treasury in combined amounts without separation as to type of tax. The figures for prior periods have been combined accordingly in this table for purposes of comparison, but are shown separately in the annual reports for those periods.

<sup>28</sup> Beginning January 1, 1959: 1 cent for each 10 cents, or major fraction thereof, of amount paid in excess of \$1.

Table 5.—Number of returns filed by internal revenue regions, districts, States, and Territories

| Internal revenue regions and districts; States and Territories<br>(States represented by single districts indicated in parentheses;<br>totals for other States shown at bottom of table) |                                     | Total<br>returns filed<br>(1) | Individual<br>income tax<br>(2) | Corporation<br>income tax<br>(3) | Partnership<br>income<br>(4) | 8 declarations<br>of estimated<br>tax and all<br>other income<br>taxes<br>(5) | Employment<br>taxes<br>(6) | Estate tax<br>(7) | Gift tax<br>(8) | Excise<br>taxes<br>(9) |
|--|-------------------------------------|-------------------------------|---------------------------------|----------------------------------|------------------------------|---|----------------------------|-------------------|-----------------|------------------------|
| <b>United States, total</b>  |                                     | <b>92,852,313</b>             | <b>59,184,730</b>               | <b>998,241</b>                   | <b>1,016,232</b>             | <b>7,394,119</b>  | <b>19,846,709</b>          | <b>61,250</b>     | <b>85,080</b>   | <b>4,268,952</b>       |
| <b>Atlanta region</b>  |                                     | <b>10,199,879</b>             | <b>6,448,960</b>                | <b>97,986</b>                    | <b>104,323</b>               | <b>579,154</b>  | <b>2,467,352</b>           | <b>5,083</b>      | <b>6,775</b>    | <b>488,246</b>         |
| Atlanta  | (Georgia)                           | 1,564,479                     | 1,006,553                       | 14,049                           | 14,592                       | 79,895  | 389,431                    | 583               | 1,412           | 57,964                 |
| Birmingham   | (Alabama)                           | 1,218,943                     | 799,010                         | 7,648                            | 11,257                       | 59,442  | 285,805                    | 458               | 845             | 54,478                 |
| Columbia   | (South Carolina)                    | 885,376                       | 570,618                         | 7,317                            | 7,410                        | 41,098  | 214,890                    | 359               | 565             | 43,119                 |
| Greensboro   | (North Carolina)                    | 1,905,527                     | 1,236,505                       | 17,383                           | 18,343                       | 94,259  | 443,686                    | 730               | 1,614           | 93,007                 |
| Jackson  | (Mississippi)                       | 684,406                       | 413,241                         | 5,132                            | 8,483                        | 33,372  | 177,059                    | 272               | 361             | 46,486                 |
| Jacksonville   | (Florida)                           | 2,398,834                     | 1,426,757                       | 34,980                           | 26,856                       | 194,978   | 603,225                    | 2,106             | 3,125           | 106,807                |
| Nashville  | (Tennessee)                         | 1,542,314                     | 996,276                         | 11,477                           | 17,382                       | 76,110  | 353,256                    | 575               | 853             | 86,385                 |
| <b>Boston region</b>   |                                     | <b>6,070,096</b>              | <b>3,927,533</b>                | <b>86,476</b>                    | <b>40,360</b>                | <b>531,636</b>  | <b>1,233,690</b>           | <b>4,353</b>      | <b>7,236</b>    | <b>234,612</b>         |
| Augusta  | (Maine)                             | 533,311                       | 334,003                         | 5,584                            | 2,346                        | 36,289  | 127,759                    | 329               | 339             | 26,662                 |
| Boston   | (Massachusetts)                     | 3,030,976                     | 1,996,135                       | 47,507                           | 16,775                       | 281,414   | 578,766                    | 2,000             | 3,836           | 104,543                |
| Burlington   | (Vermont)                           | 214,149                       | 129,191                         | 2,135                            | 2,140                        | 13,460  | 56,496                     | 140               | 268             | 10,319                 |
| Hartford   | (Connecticut)                       | 1,484,580                     | 944,182                         | 19,020                           | 13,564                       | 140,161   | 301,146                    | 1,382             | 2,366           | 62,759                 |
| Providence   | (Rhode Island)                      | 357,253                       | 225,730                         | 4,485                            | 2,322                        | 27,236  | 80,251                     | 269               | 298             | 16,662                 |
| Chicago region   |                                     | <b>11,724,810</b>             | <b>7,676,694</b>                | <b>111,622</b>                   | <b>133,574</b>               | <b>984,482</b>  | <b>2,296,931</b>           | <b>8,877</b>      | <b>11,828</b>   | <b>501,402</b>         |
| Chicago  | (See (b) below)                     | 4,134,135                     | 2,759,697                       | 47,471                           | 49,227                       | 379,948   | 757,411                    | 4,483             | 4,998           | 130,900                |
| Detroit  | (Michigan)                          | 3,844,534                     | 2,583,023                       | 31,166                           | 39,680                       | 274,796   | 753,278                    | 1,328             | 2,815           | 158,448                |
| Milwaukee  | (Wisconsin)                         | 2,008,023                     | 1,357,521                       | 23,072                           | 22,553                       | 214,008   | 450,100                    | 1,543             | 2,863           | 136,363                |
| Springfield  | (See (b) below)                     | 1,538,118                     | 975,853                         | 9,913                            | 22,114                       | 115,730   | 336,142                    | 1,523             | 1,152           | 75,691                 |
| <b>Cincinnati region</b>   |                                     | <b>11,193,647</b>             | <b>7,407,348</b>                | <b>103,162</b>                   | <b>102,264</b>               | <b>758,401</b>  | <b>2,284,117</b>           | <b>6,426</b>      | <b>9,020</b>    | <b>522,909</b>         |
| Cincinnati   | (See (f) below)                     | 1,185,414                     | 734,729                         | 9,457                            | 4,865                        | 99,069  | 220,174                    | 913               | 1,142           | 35,871                 |
| Cleveland  | (See (f) below)                     | 2,220,057                     | 1,481,474                       | 24,521                           | 18,825                       | 156,331   | 422,534                    | 1,122             | 1,991           | 113,259                |
| Columbus   | (See (f) below)                     | 855,318                       | 581,799                         | 7,145                            | 7,818                        | 55,544  | 157,900                    | 529               | 353             | 44,222                 |
| Indianapolis   | (Indiana)                           | 2,286,428                     | 1,527,191                       | 21,227                           | 22,902                       | 149,855   | 457,933                    | 1,640             | 2,067           | 103,613                |
| Louisville   | (Kentucky)                          | 1,307,390                     | 832,037                         | 8,241                            | 7,450                        | 46,346  | 174,355                    | 297               | 597             | 47,835                 |
| Parkerburg   | (West Virginia)                     | 845,399                       | 561,139                         | 6,898                            | 18,374                       | 81,186  | 288,363                    | 695               | 936             | 77,048                 |
| Richmond   | (Virginia)                          | 1,823,631                     | 1,200,516                       | 16,999                           | 14,664                       | 113,139   | 408,826                    | 838               | 1,266           | 67,383                 |
| Toledo   | (See (f) below)                     | 750,018                       | 488,469                         | 6,874                            | 7,366                        | 56,831  | 154,032                    | 392               | 668             | 35,286                 |
| <b>Dallas region</b>   |                                     | <b>8,113,308</b>              | <b>5,014,208</b>                | <b>68,292</b>                    | <b>96,316</b>                | <b>554,542</b>  | <b>1,916,004</b>           | <b>4,190</b>      | <b>8,916</b>    | <b>448,840</b>         |
| Albuquerque  | (New Mexico)                        | 482,950                       | 260,140                         | 2,686                            | 5,082                        | 27,792  | 86,851                     | 127               | 290             | 19,982                 |
| Austin   | (See (h) below)                     | 2,362,458                     | 1,465,443                       | 21,899                           | 27,551                       | 167,518   | 554,084                    | 1,085             | 2,159           | 122,719                |
| Dallas   | (See (h) below)                     | 2,194,855                     | 1,312,864                       | 17,686                           | 27,891                       | 155,828   | 555,427                    | 1,567             | 3,724           | 119,068                |
| Little Rock  | (Arkansas)                          | 727,165                       | 452,351                         | 3,967                            | 9,402                        | 43,466  | 175,808                    | 294               | 744             | 41,133                 |
| New Orleans  | (Louisiana)                         | 1,304,803                     | 817,524                         | 9,413                            | 12,292                       | 86,122  | 291,074                    | 481               | 820             | 83,849                 |
| Dikahoma City  | (Oklahoma)                          | 1,121,877                     | 705,886                         | 9,413                            | 16,098                       | 78,816  | 252,760                    | 636               | 1,179           | 62,089                 |
| <b>New York City region</b>  |                                     | <b>10,662,718</b>             | <b>6,447,783</b>                | <b>206,154</b>                   | <b>121,966</b>               | <b>1,088,975</b>  | <b>2,576,417</b>           | <b>7,168</b>      | <b>11,859</b>   | <b>403,426</b>         |
| Albany   | (See (e) below)                     | 957,839                       | 633,632                         | 9,803                            | 8,625                        | 67,791  | 193,906                    | 699               | 493             | 42,890                 |
| <b>Brooklyn</b>  | (See (e) below)                     | 3,478,498                     | 2,302,561                       | 58,027                           | 43,858                       | 281,530   | 668,861                    | 2,068             | 2,719           | 118,882                |
| Buffalo  | (See (e) below)                     | 1,388,092                     | 924,593                         | 12,545                           | 13,377                       | 115,659   | 255,151                    | 1,143             | 1,133           | 64,501                 |
| Lower Manhattan  | (See (e) below)                     | 925,532                       | 345,382                         | 42,511                           | 16,163                       | 145,178   | 329,206                    | 243               | 2,602           | 44,247                 |
| Syracuse   | (See (e) below)                     | 948,559                       | 615,843                         | 9,552                            | 9,642                        | 68,816  | 190,728                    | 614               | 4,644           | 45,520                 |
| Upper Manhattan  | (See (e) below)                     | 2,972,198                     | 1,625,752                       | 73,716                           | 30,301                       | 410,801   | 737,565                    | 2,409             | 6,268           | 87,386                 |
| <b>Omaha region</b>  |                                     | <b>8,411,434</b>              | <b>5,900,460</b>                | <b>81,501</b>                    | <b>136,944</b>               | <b>699,034</b>  | <b>2,067,670</b>           | <b>7,681</b>      | <b>9,292</b>    | <b>508,859</b>         |
| Abbeville  | (South Dakota)                      | 366,842                       | 223,826                         | 2,793                            | 6,201                        | 19,792  | 87,628                     | 349               | 235             | 26,018                 |
| Cheyenne   | (Wyoming)                           | 187,947                       | 110,960                         | 2,033                            | 3,133                        | 13,184  | 45,292                     | 72                | 268             | 13,005                 |
| Denver   | (Colorado)                          | 932,202                       | 584,764                         | 10,461                           | 14,415                       | 81,553  | 195,294                    | 638               | 1,035           | 44,042                 |
| Des Moines   | (Iowa)                              | 1,572,602                     | 951,926                         | 10,226                           | 29,978                       | 137,794   | 347,783                    | 1,953             | 1,456           | 91,486                 |
| Fargo  | (North Dakota)                      | 335,062                       | 205,924                         | 2,345                            | 4,800                        | 14,999  | 86,262                     | 206               | 201             | 20,325                 |
| Kansas City  | (See (c) below)                     | 980,433                       | 624,248                         | 8,869                            | 13,487                       | 62,603  | 220,257                    | 488               | 794             | 49,687                 |
| Omaha  | (Nebraska)                          | 819,869                       | 496,967                         | 6,036                            | 13,248                       | 62,957  | 190,464                    | 820               | 1,067           | 48,310                 |
| St. Louis  | (See (c) below)                     | 1,318,869                     | 834,682                         | 14,778                           | 13,664                       | 109,181   | 283,811                    | 1,050             | 1,606           | 61,403                 |
| St. Paul   | (Minnesota)                         | 1,723,323                     | 1,136,229                       | 16,168                           | 23,558                       | 99,176  | 355,213                    | 1,100             | 998             | 90,828                 |
| Wichita  | (Kansas)                            | 1,174,884                     | 732,778                         | 7,802                            | 14,480                       | 97,795  | 255,666                    | 1,005             | 1,632           | 63,746                 |
| <b>Philadelphia region</b>   |                                     | <b>12,072,028</b>             | <b>7,933,616</b>                | <b>121,995</b>                   | <b>106,117</b>               | <b>987,151</b>  | <b>2,433,024</b>           | <b>7,466</b>      | <b>8,094</b>    | <b>474,660</b>         |
| Baltimore  | (Maryland and District of Columbia) | 2,284,226                     | 1,500,703                       | 23,283                           | 15,690                       | 187,142   | 467,707                    | 1,392             | 2,044           | 86,265                 |
| Camden   | (See (d) below)                     | 966,276                       | 621,558                         | 11,156                           | 9,654                        | 76,362  | 207,103                    | 700               | 712             | 39,031                 |
| Newark   | (See (d) below)                     | 2,474,175                     | 1,604,120                       | 40,894                           | 23,918                       | 217,922   | 508,357                    | 1,821             | 862             | 76,281                 |
| Philadelphia   | (See (g) below)                     | 3,143,698                     | 2,077,784                       | 23,472                           | 25,689                       | 256,503   | 628,249                    | 1,951             | 2,899           | 127,951                |
| Pittsburgh   | (See (g) below)                     | 2,124,269                     | 1,427,288                       | 13,172                           | 21,721                       | 166,191   | 403,853                    | 1,873             | 1,577           | 89,482                 |
| Scranton   | (See (g) below)                     | 825,574                       | 547,719                         | 5,381                            | 7,804                        | 57,651  | 159,518                    | 372               | 438             | 46,699                 |
| Wilmington   | (Delaware)                          | 253,805                       | 154,352                         | 4,637                            | 1,641                        | 25,380  | 58,237                     | 157               | 378             | 9,031                  |
| <b>San Francisco region</b>  |                                     | <b>13,073,126</b>             | <b>8,300,618</b>                | <b>120,174</b>                   | <b>172,265</b>               | <b>1,093,087</b>  | <b>2,690,665</b>           | <b>6,454</b>      | <b>9,919</b>    | <b>678,524</b>         |
| Boise  | (Idaho)                             | 339,854                       | 213,157                         | 3,218                            | 5,366                        | 18,981  | 78,934                     | 193               | 269             | 19,744                 |
| Helena   | (Montana)                           | 362,420                       | 224,880                         | 3,632                            | 5,860                        | 27,330  | 90,717                     | 323               | 789             | 28,889                 |
| Honolulu   | (Hawaii)                            | 325,885                       | 215,582                         | 2,491                            | 2,784                        | 30,280  | 57,201                     | 104               | 211             | 17,152                 |
| Los Angeles  | (See (a) below)                     | 4,902,867                     | 3,183,254                       | 54,685                           | 59,509                       | 430,765   | 960,495                    | 3,023             | 2,355           | 208,861                |
| Phoenix  | (Arizona)                           | 571,470                       | 367,017                         | 5,165                            | 6,466                        | 38,284  | 122,786                    | 290               | 551             | 30,911                 |
| Portland   | (Oregon)                            | 948,313                       | 579,620                         | 8,754                            | 15,101                       | 71,892  | 228,302                    | 574               | 847             | 51,223                 |
| Reno   | (Nevada)                            | 165,350                       | 101,617                         | 1,903                            | 2,563                        | 17,987  | 53,812                     | 77                | 145             | 12,046                 |
| San Francisco  | (See (a) below)                     | 4,142,023                     | 2,693,996                       | 3,586                            | 6,075                        | 25,282  | 80,880                     | 130               | 601             | 25,473                 |
| Seattle  | (Washington and Alaska)             | 3,448,071                     | 2,139,727                       | 22,268                           | 48,431                       | 331,265   | 714,537                    | 2,841             | 3,145           | 177,857                |
| <b>International Operations Division</b>   |                                     | <b>1,584,953</b>              | <b>1,005,168</b>                | <b>14,560</b>                    | <b>20,110</b>                | <b>107,021</b>  | <b>329,821</b>             | <b>899</b>        | <b>1,006</b>    | <b>106,368</b>         |
| Puerto Rico  |                                     | 145,507                       | 21,906                          | 30                               | 1                            | 41,646  | 81,650                     | 1                 | 141             | 273                    |
| Dther  |                                     | 185,765                       | 106,934                         | 847                              | 102                          | 76,011  | 169                        | 1,551             | 141             | 18                     |
| Totals for States not shown above  |                                     |                               |                                 |                                  |                              |   |                            |                   |                 |                        |
| (a) California   |                                     | 8,342,938                     | 5,322,981                       | 76,873                           | 187,940                      | 762,030   | 1,675,032                  | 5,864             | 5,500           | 386,718                |
| (b) Illinois   |                                     | 5,672,253                     | 3,735,550                       | 57,384                           | 71,341                       | 495,678   | 1,093,553                  | 6,006             | 6,158           | 206,591                |
| (c) Missouri   |                                     | 2,298,756                     | 1,457,086                       | 23,639                           | 27,151                       | 171,784   | 504,068                    | 1,538             | 2,400           | 111,098                |
| (d) New Jersey   |                                     | 3,440,451                     | 2,225,678                       | 52,850                           | 33,572                       | 294,284   | 715,460                    | 2,521             | 1,574           | 115,312                |
| (e) New York   |                                     | 10,662,718                    | 6,447,783                       | 206,154                          | 121,966                      | 1,088,975   | 2,576,417                  | 7,168             | 11,859          | 403,426                |
| (f) Ohio   |                                     | 4,930,799                     | 3,286,465                       | 47,997                           | 38,874                       | 367,875   | 954,640                    | 2,956             | 4,154           | 227,838                |
| (g) Pennsylvania   |                                     | 6,093,541                     | 4,852,783                       | 42,825                           | 55,214                       | 480,345   | 1,191,628                  | 3,396             | 4,106           | 264,852                |
| (h) Texas  |                                     | 4,556,513                     | 2,778,307                       | 39,585                           | 55,442                       | 323,346   | 1,109,511                  | 2,652             | 5,883           | 241,787                |

**Table 6.—Internal revenue tax collected in Puerto Rico on manufactured products coming into the United States, by objects of taxation**

[In thousands of dollars]

| Objects of taxation                       | 1959    | 1958    |
|---|---------|---------|
| Total.....                                | 21, 004 | 18, 533 |
| Distilled spirits.....                    | 19, 069 | 16, 708 |
| Distilled spirits, rectification tax..... | 544     | 482     |
| Wine.....                                 | (*)     | (*)     |
| Beer.....                                 | (*)     | 3       |
| Cigars, large:                            |         |         |
| Class A.....                              | (*)     | (*)     |
| Class B.....                              | (*)     | (*)     |
| Class C.....                              | (*)     | (*)     |
| Class D.....                              | 3       | 1       |
| Class E.....                              | 1, 384  | 1, 334  |
| Class F.....                              | 1       | 2       |
| Class G.....                              | 1       | (*)     |
| Cigars, small.....                        |         |         |
| Cigarettes, small.....                    |         |         |
| Chewing and smoking tobacco.....          | 2       | 2       |

Note.—Amounts of taxes collected in Puerto Rico on tobacco and liquor manufactures coming into the United States are covered into the Treasury of Puerto Rico under the provisions of sec. 7652(a)(3) of the Internal Revenue Code of 1954. Such amounts are included in overall collections results (tables 1 through 4), beginning with 1955.

\*Less than \$500.

**Table 7.—Establishments qualified to engage in the production, distribution, storage, or use of alcohol and alcoholic liquors**

| Class of establishment   | As of June 30— |            |
|--|----------------|------------|
|  | 1959           | 1958       |
| <b>Industrial alcohol:</b>   |                |            |
| Industrial alcohol plants.....   | 32             | 33         |
| Industrial alcohol bonded warehouses.....                                    | 38             | 45         |
| Industrial alcohol denaturing plants.....                                    | 45             | 48         |
| Dealers in specially denatured alcohol.....                                  | 41             | 38         |
| Users of specially denatured alcohol and denatured rum.....                  | 3, 854         | 3, 936     |
| Reprocessors, rebottlers, etc., of specially denatured alcohol articles..... | 1, 143         | 1, 192     |
| Users of tax-free alcohol.....   | 7, 405         | 7, 484     |
| <b>Distilled spirits:</b>  |                |            |
| Fruit distilleries.....  | 93             | 96         |
| Registered distilleries.....   | 86             | 84         |
| Internal revenue bonded warehouses.....                                      | 209            | 211        |
| Distillery denaturing bonded warehouses.....                                 | 2              | 2          |
| Taxpaid bottling houses.....   | 48             | 48         |
| Rectifying plants.....   | 127            | 132        |
| <b>Beer: Breweries.....</b>  | <b>231</b>     | <b>246</b> |
| <b>Wines:</b>  |                |            |
| Bonded wine cellars.....   | 510            | 533        |
| Taxpaid wine-bottling houses.....  | 119            | 121        |
| <b>Vinegar: Vinegar factories using vaporizing process.....</b>              | <b>6</b>       | <b>6</b>   |
| <b>Beverage dealers:</b>   |                |            |
| Importers.....   | 1, 466         | 1, 383     |
| Wholesale dealers in liquors.....  | 7, 210         | 7, 403     |
| Wholesale dealers in beer.....   | 10, 773        | 10, 928    |
| Retail dealers in liquors.....   | 279, 271       | 270, 697   |
| Retail dealers in beer.....  | 154, 843       | 157, 184   |
| <b>Other:</b>  |                |            |
| Manufacturers of nonbeverage products (drawback).....                        | 996            | 1, 814     |
| Bottle manufacturers.....  | 95             | 93         |
| Carriers.....  | 449            | 454        |
| Fruit-flavor concentrate plants.....   | 38             | 25         |

**Table 8.—Establishments qualified to engage in the production or distribution of tobacco products**

| Class of establishment                           | As of June 30— |        |
|--|----------------|--------|
|  | 1959           | 1958   |
| Manufacturers of tobacco.....                    | 183            | 190    |
| Manufacturers of cigars and cigarettes.....      | 597            | 667    |
| Manufacturers of cigarette papers and tubes..... | 4              | 3      |
| Dealers in tobacco materials.....                | 2, 336         | 2, 357 |
| Tobacco export warehouses <sup>1</sup> .....     | 89             | 84     |

<sup>1</sup> Includes the former bonded sea stores warehouses.

**Table 9.—Permits relating to industrial alcohol under Chapter 51, Internal Revenue Code, 1954**

| Status                             | Total   | Industrial alcohol plants, bonded warehouses, and denaturing plants | Dealers in specially denatured alcohol | Users of—                   |                         |                  | Carriers of specially denatured alcohol |
|------------------------------------|---------|---|--|-----------------------------|-------------------------|------------------|---|
|                                    |         |   |  | Specially denatured alcohol | Specially denatured rum | Tax-free alcohol |   |
|                                    | (1)     | (2)   | (3)                                    | (4)                         | (5)                     | (6)              | (7)                                     |
| In effect July 1, 1958.....        | 11, 981 | 69  | 38                                     | 3, 891                      | 45                      | 7, 484           | 454                                     |
| Issued during year.....            | 573     | 6   | 4                                      | 324                         | 2                       | 217              | 20                                      |
| Terminated during year, total..... | 774     | 10  | 1                                      | 405                         | 2                       | 296              | 60                                      |
| Revoked.....                       |         |   |  |                             |                         |                  |   |
| Otherwise terminated.....          | 774     | 10  | 1                                      | 405                         | 2                       | 296              | 60                                      |
| In effect June 30, 1959.....       | 11, 780 | 65  | 41                                     | 3, 810                      | 45                      | 7, 405           | 1 414                                   |
| Renewals approved during year..... | 11, 491 | 64  | 38                                     | 3, 798                      | 43                      | 7, 107           | 441                                     |
| Amended during year.....           | 1, 501  | 18  | 13                                     | 695                         | 4                       | 742              | 29                                      |

<sup>1</sup> Automatically terminated July 1, 1959, by Public Law 85-859.

Table 10.—Permits for operations relating to alcoholic beverages under the Federal Alcohol Administration Act

| Status                             | Total  | Distillers | Warehousing and bottling | Rectifiers | Wine producers and blenders | Wine blenders | Importers | Wholesalers |
|------------------------------------|--------|------------|--------------------------|------------|-----------------------------|---------------|-----------|-------------|
|                                    | (1)    | (2)        | (3)                      | (4)        | (5)                         | (6)           | (7)       | (8)         |
| In effect July 1, 1958.....        | 14,335 | 233        | 263                      | 174        | 465                         | 62            | 1,383     | 11,755      |
| Issued during year.....            | 1,780  | 31         | 31                       | 23         | 39                          | 5             | 238       | 1,413       |
| Terminated during year, total..... | 1,925  | 32         | 47                       | 32         | 58                          | 11            | 155       | 1,590       |
| Revoked.....                       | 21     |            |                          |            |                             |               | 1         | 20          |
| Otherwise terminated.....          | 1,904  | 32         | 47                       | 32         | 58                          | 11            | 154       | 1,578       |
| In effect June 30, 1959.....       | 14,190 | 232        | 247                      | 165        | 446                         | 56            | 1,466     | 11,578      |
| Amended during year.....           | 1,669  | 54         | 116                      | 74         | 65                          | 14            | 203       | 1,143       |

\* Revised.

Table 11.—Permits relating to tobacco under Chapter 52, Internal Revenue Code, 1954

| Status                             | Total | Manufacturers of—     |         |                            | Dealers in tobacco materials | Export warehouse proprietors |
|------------------------------------|-------|-----------------------|---------|----------------------------|------------------------------|------------------------------|
|                                    |       | Cigars and cigarettes | Tobacco | Cigarette papers and tubes |                              |                              |
|                                    | (1)   | (2)                   | (3)     | (4)                        | (5)                          | (6)                          |
| In effect July 1, 1958.....        | 3,216 | 667                   | 190     | 2                          | 2,357                        |                              |
| Issued during year.....            | 258   | 26                    | 15      | 2                          | 121                          | 194                          |
| Terminated during year, total..... | 2,605 | 96                    | 22      | 4                          | 2,478                        | 5                            |
| Revoked.....                       |       |                       |         |                            |                              |                              |
| Otherwise terminated.....          | 2,605 | 96                    | 22      | * 4                        | * 2,478                      | 5                            |
| In effect June 30, 1959.....       | 869   | 597                   | 183     |                            |                              | 89                           |
| Amended during year.....           | 99    | 52                    | 19      |                            | 27                           | 1                            |

<sup>1</sup> Permit requirement established, effective Sept. 3, 1958, by Public Law 85-859.

<sup>2</sup> Automatically terminated Sept. 3, 1958, by Public Law 85-859.

Table 12.—Label activity under Federal Alcohol Administration Act

| Type of label                 | Applications received |              |               | Applications acted upon |                     |            |              | Applications returned without action |
|-------------------------------|-----------------------|--------------|---------------|-------------------------|---------------------|------------|--------------|--------------------------------------|
|                               | Total                 | For approval | For exemption | Total                   | Certificates issued |            | Dis-approved |                                      |
|                               |                       |              |               |                         | Approvals           | Exemptions |              |                                      |
|                               | (1)                   | (2)          | (3)           | (4)                     | (5)                 | (6)        | (7)          | (8)                                  |
| Grand total.....              | 38, 129               | 37, 811      | 318           | 36, 943                 | 36, 241             | 301        | 401          | 1, 186                               |
| Distilled spirits, total..... | 16, 058               | 16, 041      | 17            | 15, 575                 | 15, 410             | 12         | 153          | 483                                  |
| Domestic.....                 | 14, 457               | 14, 440      | 17            | 14, 042                 | 13, 914             | 12         | 116          | 415                                  |
| Imported.....                 | 1, 601                | 1, 601       |               | 1, 533                  | 1, 496              |            | 37           | 68                                   |
| Wines, total.....             | 20, 086               | 19, 785      | 301           | 19, 426                 | 18, 924             | 289        | 213          | 660                                  |
| Domestic.....                 | 5, 656                | 5, 355       | 301           | 5, 487                  | 5, 135              | 289        | 63           | 169                                  |
| Imported.....                 | 14, 430               | 14, 430      |               | 13, 939                 | 13, 789             |            | 150          | 491                                  |
| Malt beverages, total.....    | 1, 985                | 1, 985       |               | 1, 942                  | 1, 907              |            | 35           | 43                                   |
| Domestic.....                 | 1, 679                | 1, 679       |               | 1, 646                  | 1, 639              |            | 7            | 33                                   |
| Imported.....                 | 306                   | 306          |               | 296                     | 268                 |            | 28           | 10                                   |



Table 13.—Number of occupational tax stamps issued, covering the fiscal year 1959, or portion thereof, by class of tax and by internal revenue regions, districts, States, and Territories

| Internal revenue regions and districts; States and Territories<br>(States represented by single districts indicated in parentheses;<br>totals for other States shown at bottom of table) | Total number<br>of occupational<br>tax stamps<br>issued | Distilled spirits                |                                      |                                  |                                |                            |                    |                               |  |   |                                 |
|--|---|----------------------------------|--------------------------------------|----------------------------------|--------------------------------|----------------------------|--------------------|-------------------------------|--|---|---------------------------------|
|  |   | Manufacturers<br>of stills, \$55 | Rectifiers                           |                                  | Wholesale<br>dealers,<br>\$200 | Retail dealers             |                    |                               | Manufacturers of nonbeverage<br>products |   |                                 |
|  |   |                                  | Less than<br>500 bar-<br>rels, \$110 | 500 barrels<br>or more,<br>\$228 |                                | Retail<br>dealers,<br>\$50 | All large,<br>\$50 | Medicinal<br>spirits,<br>\$50 | Less than<br>25 gal-<br>lons, \$25       | Not ex-<br>ceeding<br>50 gal-<br>lons, \$50 | 50 gallons<br>or more,<br>\$100 |
| (1)  | (2)   | (3)                              | (4)                                  | (5)                              | (6)                            | (7)                        | (8)                | (9)                           | (10)                                     | (11)  |                                 |
| United States, total   | 1,157,520   | 86                               | 43                                   | 100                              | 6,118                          | 261,363                    | 661                | 1,590                         | 91                                       | 71  | 868                             |
| Atlanta region   | 109,198   |                                  | 1                                    | 3                                | 320                            | 9,355                      |                    | 13                            | 10                                       | 9   | 56                              |
| Atlanta (Georgia)  | 13,296  |                                  | 1                                    |                                  | 41                             | 1,353                      |                    |                               | 5  | 2   | 12                              |
| Birmingham (Alabama)   | 10,438  |                                  |                                      |                                  | 22                             | 639                        |                    | 4                             |  | 2   | 7                               |
| Columbia (South Carolina)  | 12,027  |                                  |                                      |                                  | 14                             | 962                        |                    |                               |  | 2   | 3                               |
| Greensboro (North Carolina)  | 16,064  |                                  |                                      |                                  | 56                             | 322                        |                    | 7                             | 3  | 1   | 6                               |
| Jackson (Mississippi)  | 11,177  |                                  |                                      |                                  | 29                             | 1,033                      |                    |                               | 1  |   | 3                               |
| Jacksonville (Florida)   | 27,802  |                                  |                                      | 3                                | 96                             | 4,249                      |                    |                               |  |   | 3                               |
| Nashville (Tennessee)  | 18,394  |                                  |                                      |                                  | 62                             | 797                        |                    | 2                             | 1  | 2   | 22                              |
| Boston region  | 67,820  | 4                                | 6                                    | 9                                | 408                            | 16,462                     | 11                 | 740                           | 6  | 5   | 77                              |
| Augusta (Maine)  | 6,219   |                                  | 1                                    | 1                                | 5                              | 338                        | 2                  |                               |  |   | 2                               |
| Boston (Massachusetts)   | 29,416  | 4                                | 4                                    | 5                                | 219                            | 8,017                      | 7                  | 686                           | 3  | 3   | 54                              |
| Burlington (Vermont)   | 3,100   |                                  |                                      |                                  | 6                              | 493                        |                    |                               |  |   |                                 |
| Hartford (Connecticut)   | 18,950  |                                  | 1                                    | 2                                | 141                            | 5,257                      | 1                  |                               | 2  | 1   | 12                              |
| Portsmouth (New Hampshire)   | 4,520   |                                  |                                      | 1                                | 2                              | 495                        |                    |                               |  |   | 3                               |
| Providence (Rhode Island)  | 5,615   |                                  |                                      |                                  | 35                             | 1,862                      | 1                  | 54                            | 1  |   | 6                               |
| Chicago region   | 154,916   | 6                                | 6                                    | 10                               | 932                            | 51,154                     | 9                  | 452                           | 12                                       | 10  | 129                             |
| Chicago (See (c) below)  | 44,172  | 3                                |                                      | 5                                | 277                            | 15,857                     |                    | 8                             | 10                                       | 5   | 79                              |
| Detroit (Michigan)   | 47,989  | 1                                | 4                                    | 3                                | 467                            | 17,076                     | 6                  | 11                            |  | 2   | 31                              |
| Milwaukee (Wisconsin)  | 43,732  |                                  | 2                                    |                                  | 107                            | 13,471                     | 3                  | 427                           | 1  | 1   | 11                              |
| Springfield (See (c) below)  | 19,023  | 2                                |                                      | 2                                | 81                             | 4,758                      |                    | 6                             | 1  | 2   | 8                               |
| Cincinnati region  | 137,504   | 13                               | 6                                    | 27                               | 653                            | 30,115                     | 19                 | 3                             | 15                                       | 7   | 82                              |
| Cincinnati (See (g) below)   | 12,994  | 4                                |                                      | 2                                | 87                             | 4,461                      | 4                  |                               | 1  |   | 24                              |
| Cleveland (See (g) below)  | 28,887  | 4                                |                                      | 1                                | 216                            | 11,125                     |                    |                               | 4  |   | 15                              |
| Columbus (See (g) below)   | 9,803   | 1                                |                                      |                                  | 98                             | 2,456                      | 1                  |                               | 4  |   | 5                               |
| Indianapolis (Indiana)   | 25,935  |                                  | 2                                    | 3                                | 26                             | 5,264                      |                    |                               | 2  |   | 21                              |
| Louisville (Kentucky)  | 17,775  | 2                                | 4                                    | 21                               | 125                            | 2,500                      | 14                 | 1                             |  | 5   |                                 |
| Parkersburg (West Virginia)  | 13,833  | 2                                |                                      |                                  | 7                              | 556                        |                    | 2                             | 1  |   | 1                               |
| Richmond (Virginia)  | 18,241  |                                  |                                      |                                  | 34                             | 408                        |                    |                               | 3  | 1   | 11                              |
| Toledo (See (g) below)   | 10,036  |                                  |                                      |                                  | 93                             | 3,345                      |                    |                               | 1  |   | 5                               |
| Dallas region  | 107,344   | 5                                | 2                                    |                                  | 305                            | 12,044                     | 17                 | 1                             | 7  | 4   | 37                              |
| Albuquerque (New Mexico)   | 4,395   |                                  | 1                                    |                                  | 34                             | 1,349                      |                    |                               |  |   | 14                              |
| Austin (See (i) below)   | 39,694  | 2                                |                                      |                                  | 63                             | 2,313                      |                    |                               |  |   | 11                              |
| Dallas (See (i) below)   | 17,380  | 2                                |                                      |                                  | 119                            | 1,821                      | 17                 |                               | 2  | 1   | 11                              |
| Little Rock (Arkansas)   | 8,628   |                                  |                                      |                                  | 9                              | 767                        |                    | 1                             | 2  |   | 1                               |
| New Orleans (Louisiana)  | 23,596  | 1                                | 1                                    |                                  | 79                             | 5,209                      |                    |                               | 3  | 1   | 9                               |
| Oklahoma City (Oklahoma)   | 13,651  |                                  |                                      |                                  | 1                              | 585                        |                    |                               |  |   | 2                               |
| New York City region   | 121,908   | 12                               | 1                                    | 5                                | 581                            | 38,018                     | 134                | 1                             | 9  | 17  | 145                             |
| Albany (See (f) below)   | 17,051  | 2                                |                                      | 2                                | 14                             | 5,017                      |                    |                               | 2  | 4   | 8                               |
| Brooklyn (See (f) below)   | 39,052  | 3                                | 1                                    | 2                                | 137                            | 7,614                      | 7                  |                               |  |   | 53                              |
| Buffalo (See (f) below)  | 20,965  | 4                                |                                      |                                  | 26                             | 5,523                      |                    | 1                             |  | 1   | 19                              |
| Lower Manhattan (See (f) below)  | 7,260   |                                  |                                      |                                  | 90                             | 1,893                      | 127                |                               | 3  | 8   | 30                              |
| Syracuse (See (f) below)   | 15,770  | 1                                |                                      |                                  | 21                             | 4,103                      |                    |                               | 2  | 1   | 8                               |
| Upper Manhattan (See (f) below)  | 31,470  | 3                                |                                      | 1                                | 214                            | 5,868                      |                    |                               | 2  | 3   | 27                              |
| Omaha region   | 122,582   | 11                               | 1                                    | 3                                | 446                            | 19,093                     | 266                | 319                           | 11                                       | 3   | 74                              |
| Aberdeen (South Dakota)  | 5,746   |                                  |                                      |                                  | 8                              | 969                        |                    |                               | 1  |   |                                 |
| Cheyenne (Wyoming)   | 2,919   |                                  |                                      |                                  | 1                              | 696                        |                    |                               |  |   |                                 |
| Denver (Colorado)  | 10,873  |                                  |                                      |                                  | 42                             | 2,467                      | 23                 | 251                           |  | 1   | 8                               |
| Des Moines (Iowa)  | 18,356  |                                  |                                      |                                  | 3                              | 1,821                      |                    |                               | 2  |   | 7                               |
| Fargo (North Dakota)   | 4,236   |                                  |                                      |                                  | 12                             | 1,038                      |                    |                               |  |   |                                 |
| Kansas City (See (d) below)  | 12,071  | 5                                | 1                                    |                                  | 118                            | 2,310                      | 125                | 3                             | 2  |   | 8                               |
| Omaha (Nebraska)   | 10,125  |                                  |                                      |                                  | 26                             | 1,728                      | 72                 | 9                             |  |   | 2                               |
| St. Louis (See (d) below)  | 19,654  | 4                                |                                      | 2                                | 79                             | 4,105                      | 46                 | 5                             |  | 2   | 35                              |
| St. Paul (Minnesota)   | 24,859  | 2                                |                                      | 1                                | 121                            | 2,723                      |                    | 49                            | 6  |   | 12                              |
| Wichita (Kansas)   | 13,743  | 2                                |                                      |                                  | 36                             | 1,236                      |                    | 2                             |  |   | 2                               |
| Philadelphia region  | 156,948   | 27                               | 5                                    | 23                               | 1,084                          | 43,761                     | 204                | 7                             | 7  | 8   | 162                             |
| Baltimore (Maryland and District of Columbia)  | 30,217  | 1                                | 1                                    | 7                                | 248                            | 5,855                      | 174                | 2                             | 1  |   | 18                              |
| Camden (See (e) below)   | 11,556  | 3                                |                                      | 3                                | 53                             | 3,944                      |                    |                               |  |   | 8                               |
| Newark (See (e) below)   | 28,919  | 14                               | 1                                    | 6                                | 175                            | 10,275                     | 16                 |                               | 2  | 3   | 62                              |
| Philadelphia (See (h) below)   | 38,131  | 5                                | 3                                    | 6                                | 329                            | 9,022                      | 2                  | 1                             | 2  | 4   | 55                              |
| Pittsburgh (See (h) below)   | 29,312  | 2                                |                                      | 1                                | 252                            | 8,551                      | 9                  | 4                             | 2  | 1   | 13                              |
| Scranton (See (h) below)   | 16,707  | 2                                |                                      |                                  | 11                             | 5,343                      |                    |                               |  |   | 6                               |
| Wilmington (Delaware)  | 2,106   |                                  |                                      |                                  | 16                             | 771                        | 3                  |                               |  |   |                                 |
| San Francisco region   | 169,649   | 7                                | 15                                   | 20                               | 1,469                          | 49,361                     | 1                  | 54                            | 14                                       | 8   | 106                             |
| Boise (Idaho)  | 5,279   |                                  |                                      |                                  | 6                              | 708                        |                    |                               |  |   |                                 |
| Helena (Montana)   | 6,435   |                                  |                                      |                                  | 39                             | 1,806                      |                    |                               | 1  |   | 1                               |
| Honolulu (Hawaii)  | 3,555   | 1                                | 2                                    |                                  | 27                             | 1,034                      |                    |                               |  |   |                                 |
| Los Angeles (See (b) below)  | 52,071  | 1                                | 4                                    | 7                                | 396                            | 16,244                     |                    |                               | 5  | 5   | 48                              |
| Phoenix (Arizona)  | 7,287   |                                  |                                      |                                  | 68                             | 2,486                      |                    |                               |  |   |                                 |
| Portland (Oregon)  | 12,707  |                                  |                                      |                                  | 129                            | 3,009                      |                    |                               |  |   | 5                               |
| Reno (Nevada)  | 5,014   |                                  |                                      |                                  | 20                             | 1,280                      |                    | 54                            |  |   |                                 |
| Salt Lake City (Utah)  | 5,347   |                                  |                                      |                                  | 1                              | 173                        | 1                  |                               |  |   | 1                               |
| San Francisco (See (b) below)  | 48,378  | 2                                | 8                                    | 13                               | 488                            | 16,603                     |                    |                               | 4  | 2   | 44                              |
| Seattle (See (a) and (j) below)  | 23,567  | 3                                | 1                                    |                                  | 295                            | 6,018                      |                    |                               | 4  |   | 7                               |
| Totals for States not shown above  |   |                                  |                                      |                                  |                                |                            |                    |                               |  |   |                                 |
| (a) Alaska   | 2,012   |                                  |                                      |                                  | 21                             | 660                        |                    |                               |  |   | 1                               |
| (b) California   | 100,449   | 3                                | 12                                   | 20                               | 884                            | 32,847                     |                    |                               | 9  | 7   | 92                              |
| (c) Illinois   | 63,195  | 5                                |                                      | 7                                | 358                            | 20,607                     |                    | 14                            | 11                                       | 7   | 87                              |
| (d) Missouri   | 31,725  | 9                                | 1                                    | 2                                | 197                            | 6,415                      | 171                | 8                             | 2  | 2   | 43                              |
| (e) New Jersey   | 48,475  | 17                               | 1                                    | 9                                | 228                            | 14,219                     | 16                 |                               | 2  | 3   | 70                              |
| (f) New York   | 131,568   | 13                               | 1                                    | 5                                | 501                            | 30,018                     | 134                | 1                             | 9  | 17  | 145                             |
| (g) Ohio   | 61,720  | 9                                |                                      | 3                                | 494                            | 21,387                     | 5                  |                               | 12                                       | 1   | 49                              |
| (h) Pennsylvania   | 84,150  | 9                                | 3                                    | 7                                | 592                            | 22,916                     | 11                 | 5                             | 4  | 5   | 74                              |
| (i) Texas  | 57,074  | 4                                |                                      |                                  | 182                            | 4,134                      | 17                 |                               | 2  | 3   | 25                              |
| (j) Washington   | 21,555  | 3                                | 1                                    |                                  | 274                            | 5,358                      |                    |                               | 4  |   | 6                               |

Table 13.—Number of occupational tax stamps issued, covering the fiscal year 1959, or portion thereof, by class of tax and by internal revenue regions, districts, States, and Territories—Continued

| Internal revenue regions and districts, States and Territories<br>(States represented by single districts indicated in parentheses;<br>totals for other States shown at bottom of table) | Wines                   |                                     |                        |                                    | Beer                                      |  |                                |                              |                                       |  |
|--|-------------------------|-------------------------------------|------------------------|------------------------------------|---|--|--------------------------------|------------------------------|---------------------------------------|--|
|  | Wholesale dealers       |                                     | Retail dealers         |                                    | Brewers                                   |  | Wholesale<br>dealers,<br>\$100 | Retail<br>deal-<br>ers, \$22 | Retail deal-<br>ers at large,<br>\$22 | Temporary<br>dealers in<br>liquors<br>(beer or<br>wine), \$2.20<br>per month |
|  | Wines,<br>\$200<br>(12) | Wines<br>and beer,<br>\$200<br>(13) | Wines,<br>\$50<br>(14) | Wines<br>and beer,<br>\$50<br>(15) | Less than<br>500 barrels,<br>\$55<br>(16) | 500 barrels<br>or more,<br>\$110<br>(17) | (18)                           | (19)                         | (20)                                  | (21)   |
| <b>United States, total</b>  | <b>180</b>              | <b>387</b>                          | <b>291</b>             | <b>22,859</b>                      | <b>2</b>                                  | <b>258</b>                               | <b>10,879</b>                  | <b>158,712</b>               | <b>173</b>                            | <b>8,867</b>   |
| <b>Atlanta region</b>  | <b>7</b>                | <b>117</b>                          | <b>83</b>              | <b>7,287</b>                       |   | <b>9</b>                                 | <b>536</b>                     | <b>24,450</b>                |                                       | <b>70</b>  |
| Atlanta (Georgia)  | 1                       | 18                                  | 30                     | 853                                |   | 2  | 62                             | 1,579                        |                                       |  |
| Birmingham (Alabama)   | 1                       |                                     |                        | 2                                  |   |  | 57                             | 2,722                        |                                       |  |
| Columbia (South Carolina)  | 2                       | 20                                  |                        | 1,206                              |   |  | 50                             | 3,290                        |                                       | 39   |
| Greensboro (North Carolina)  | 1                       | 30                                  | 52                     | 1,421                              |   |  | 84                             | 3,816                        |                                       |  |
| Jackson (Mississippi)  | 2                       |                                     | 1                      | 120                                |   |  | 73                             | 3,176                        |                                       | 9  |
| Jacksonville (Florida)   |                         | 49                                  |                        | 3,685                              |   | 7  | 124                            | 4,759                        |                                       | 1  |
| Nashville (Tennessee)  |                         |                                     |                        |                                    |   |  | 86                             | 5,108                        |                                       | 21   |
| <b>Boston region</b>   | <b>1</b>                | <b>35</b>                           |                        | <b>939</b>                         |   | <b>9</b>                                 | <b>613</b>                     | <b>7,448</b>                 | <b>4</b>                              | <b>596</b>   |
| Augusta (Maine)  | 1                       |                                     |                        |                                    |   |  | 58                             | 2,530                        |                                       |  |
| Boston (Massachusetts)   |                         | 3                                   |                        | 16                                 |   | 7  | 374                            | 190                          | 4                                     | 308  |
| Burlington (Vermont)   |                         | 25                                  |                        | 910                                |   |  | 17                             | 259                          |                                       | 3  |
| Hartford (Connecticut)   |                         | 6                                   |                        | 8                                  |   | 1  | 83                             | 2,702                        |                                       | 281  |
| Portsmouth (New Hampshire)   |                         |                                     |                        |                                    |   |  | 30                             | 1,712                        |                                       |  |
| Providence (Rhode Island)  |                         | 1                                   |                        | 5                                  |   | 1  | 51                             | 55                           |                                       | 4  |
| <b>Chicago region</b>  | <b>12</b>               | <b>64</b>                           | <b>13</b>              | <b>1,812</b>                       |   | <b>66</b>                                | <b>1,777</b>                   | <b>6,530</b>                 |                                       | <b>2,261</b>   |
| Chicago (See (c) below)  | 4                       | 2                                   | 4                      | 28                                 |   | 13                                       | 502                            | 583                          |                                       | 607  |
| Detroit (Michigan)   | 8                       | 60                                  | 9                      | 1,772                              |   | 11                                       | 294                            | 355                          |                                       | 488  |
| Milwaukee (Wisconsin)  |                         | 2                                   |                        | 2                                  |   | 38                                       | 796                            | 5,146                        |                                       | 741  |
| Springfield (See (c) below)  |                         |                                     |                        | 10                                 |   | 4  | 185                            | 446                          |                                       | 425  |
| <b>Cincinnati region</b>   | <b>14</b>               | <b>51</b>                           | <b>15</b>              | <b>7,032</b>                       |   | <b>29</b>                                | <b>741</b>                     | <b>13,143</b>                | <b>1</b>                              | <b>976</b>   |
| Cincinnati (See (g) below)   | 5                       | 5                                   | 5                      | 212                                |   | 3  | 40                             | 534                          | 1                                     | 322  |
| Cleveland (See (g) below)  |                         |                                     |                        |                                    |   | 8  | 62                             | 331                          |                                       | 246  |
| Columbus (See (g) below)   |                         | 3                                   | 1                      | 557                                |   | 1  | 26                             | 346                          |                                       | 61   |
| Indianapolis (Indiana)   | 2                       | 16                                  | 5                      | 2,537                              |   | 5  | 216                            | 610                          |                                       | 76   |
| Louisville (Kentucky)  |                         |                                     | 1                      |                                    |   | 6  | 143                            | 3,209                        |                                       | 70   |
| Parkersburg (West Virginia)  | 1                       |                                     |                        | 434                                |   | 1  | 117                            | 3,884                        |                                       |  |
| Richmond (Virginia)  | 4                       | 57                                  | 3                      | 3,292                              |   | 3  | 96                             | 3,812                        |                                       | 5  |
| Toledo (See (g) below)   |                         |                                     |                        |                                    |   | 2  | 41                             | 417                          |                                       | 190  |
| <b>Dallas region</b>   | <b>3</b>                | <b>37</b>                           | <b>27</b>              | <b>3,865</b>                       | <b>1</b>                                  | <b>11</b>                                | <b>901</b>                     | <b>28,522</b>                | <b>7</b>                              | <b>736</b>   |
| Albuquerque (New Mexico)   | 1                       | 3                                   | 2                      | 5                                  |   |  | 20                             | 28                           |                                       |  |
| Austin (See (i) below)   | 2                       | 12                                  | 24                     | 3,171                              |   | 6  | 431                            | 15,102                       |                                       | 67   |
| Dallas (See (i) below)   |                         | 2                                   |                        | 393                                |   |  | 169                            | 3,208                        | 6                                     | 55   |
| Little Rock (Arkansas)   |                         | 20                                  | 1                      | 270                                |   |  | 51                             | 1,756                        |                                       | 5  |
| New Orleans (Louisiana)  |                         |                                     |                        |                                    | 1   | 4  | 118                            | 3,734                        |                                       | 590  |
| Oklahoma City (Oklahoma)   |                         |                                     |                        | 26                                 |   | 1  | 112                            | 4,694                        | 1                                     | 19   |
| <b>New York City region</b>  | <b>83</b>               | <b>1</b>                            | <b>51</b>              | <b>159</b>                         |   | <b>22</b>                                | <b>758</b>                     | <b>27,288</b>                | <b>48</b>                             | <b>1,058</b>   |
| Albany (See (f) below)   | 1                       |                                     |                        |                                    |   | 4  | 108                            | 3,484                        |                                       | 128  |
| Brooklyn (See (f) below)   | 14                      |                                     | 10                     | 58                                 |   | 4  | 203                            | 9,226                        | 46                                    | 35   |
| Buffalo (See (f) below)  | 10                      |                                     | 10                     | 1                                  |   | 8  | 137                            | 4,175                        |                                       | 358  |
| Lower Manhattan (See (f) below)  | 34                      | 1                                   | 35                     | 45                                 |   | 1  | 51                             | 1,375                        | 2                                     | 23   |
| Syracuse (See (f) below)   |                         |                                     |                        |                                    |   | 3  | 93                             | 3,055                        |                                       | 424  |
| Upper Manhattan (See (f) below)  | 24                      |                                     | 26                     | 55                                 |   | 2  | 86                             | 5,974                        |                                       | 90   |
| <b>Omaha region</b>  | <b>8</b>                | <b>7</b>                            | <b>8</b>               | <b>186</b>                         |   | <b>29</b>                                | <b>1,519</b>                   | <b>27,483</b>                | <b>25</b>                             | <b>628</b>   |
| Aberdeen (South Dakota)  |                         |                                     |                        |                                    |   |  | 71                             | 1,496                        |                                       | 14   |
| Cheyenne (Wyoming)   |                         |                                     |                        |                                    |   |  | 60                             | 131                          |                                       | 34   |
| Denver (Colorado)  |                         | 3                                   |                        | 36                                 |   | 3  | 97                             | 1,137                        |                                       | 5  |
| Des Moines (Iowa)  |                         |                                     |                        | 143                                |   | 2  | 233                            | 5,051                        | 3                                     | 12   |
| Fargo (North Dakota)   |                         | 1                                   |                        | 1                                  |   |  | 47                             | 392                          |                                       | 5  |
| Kansas City (See (d) below)  | 3                       |                                     | 3                      | 1                                  |   | 2  | 111                            | 1,804                        | 5                                     | 19   |
| Omaha (Nebraska)   | 1                       |                                     |                        |                                    |   | 2  | 152                            | 1,321                        |                                       | 5  |
| St. Louis (See (d) below)  | 4                       | 1                                   | 4                      | 1                                  |   | 5  | 256                            | 3,378                        | 13                                    | 267  |
| St. Paul (Minnesota)   |                         | 1                                   | 1                      | 4                                  |   | 14                                       | 385                            | 8,952                        | 4                                     | 231  |
| Wichita (Kansas)   |                         |                                     |                        |                                    |   |  | 107                            | 3,821                        |                                       | 36   |
| <b>Philadelphia region</b>   | <b>11</b>               | <b>3</b>                            | <b>9</b>               | <b>514</b>                         | <b>1</b>                                  | <b>47</b>                                | <b>3,081</b>                   | <b>6,546</b>                 | <b>88</b>                             | <b>1,737</b>   |
| Baltimore (Maryland and District of Columbia)  | 2                       | 1                                   | 2                      | 506                                |   | 6  | 189                            | 2,412                        |                                       | 920  |
| Camden (See (e) below)   | 2                       | 1                                   | 4                      | 3                                  |   | 3  | 248                            | 126                          | 85                                    | 284  |
| Newark (See (e) below)   | 4                       |                                     | 2                      | 1                                  |   | 5  | 358                            | 344                          | 2                                     | 513  |
| Philadelphia (See (h) below)   |                         |                                     |                        |                                    |   | 16                                       | 984                            | 1,741                        |                                       | 6  |
| Pittsburgh (See (h) below)   | 3                       |                                     | 1                      | 4                                  |   | 7  | 996                            | 1,317                        | 1                                     |  |
| Scranton (See (h) below)   |                         |                                     |                        |                                    |   | 10                                       | 297                            | 585                          |                                       | 11   |
| Wilmington (Delaware)  |                         | 1                                   |                        |                                    |   |  | 9                              | 21                           |                                       | 3  |
| <b>San Francisco region</b>  | <b>41</b>               | <b>42</b>                           | <b>55</b>              | <b>1,065</b>                       |   | <b>36</b>                                | <b>953</b>                     | <b>17,301</b>                |                                       | <b>895</b>   |
| Boise (Idaho)  |                         | 1                                   |                        | 2                                  |   | 1  | 64                             | 1,567                        |                                       | 4  |
| Helena (Montana)   |                         |                                     |                        |                                    |   | 3  | 74                             | 511                          |                                       | 26   |
| Honolulu (Hawaii)  |                         | 1                                   |                        | 39                                 |   | 4  | 23                             | 47                           |                                       | 3  |
| Los Angeles (See (b) below)  |                         | 1                                   |                        | 1                                  |   | 8  | 299                            | 5,574                        |                                       | 159  |
| Phoenix (Arizona)  |                         |                                     |                        |                                    |   | 1  | 18                             | 362                          |                                       | 2  |
| Portland (Oregon)  |                         |                                     |                        |                                    |   | 1  | 58                             | 2,069                        |                                       | 80   |
| Reno (Nevada)  |                         |                                     |                        |                                    |   |  | 24                             | 177                          |                                       | 10   |
| Salt Lake City (Utah)  |                         |                                     |                        |                                    |   | 2  | 43                             | 1,409                        |                                       | 13   |
| San Francisco (See (b) below)  | 41                      | 39                                  | 55                     | 1,823                              |   | 8  | 224                            | 4,086                        |                                       | 482  |
| Seattle (See (a) and (j) below)  |                         |                                     |                        |                                    |   | 8  | 126                            | 1,499                        |                                       | 26   |
| <b>Totals for States not shown above</b>   |                         |                                     |                        |                                    |   |  |                                |                              |                                       |  |
| (a) Alaska   |                         |                                     |                        |                                    |   |  | 15                             | 33                           |                                       | 641  |
| (b) California   | 41                      | 40                                  | 55                     | 1,024                              |   | 16                                       | 523                            | 9,660                        |                                       | 1,032  |
| (c) Illinois   | 4                       | 2                                   | 4                      | 38                                 |   | 17                                       | 687                            | 5,182                        | 18                                    | 286  |
| (d) Missouri   | 7                       | 2                                   | 7                      | 2                                  |   | 7  | 367                            | 470                          | 87                                    | 797  |
| (e) New Jersey   | 6                       | 1                                   | 6                      | 4                                  |   | 8  | 606                            | 27,289                       | 48                                    | 1,058  |
| (f) New York   | 83                      | 1                                   | 81                     | 159                                |   | 22                                       | 758                            | 1,628                        | 1                                     | 825  |
| (g) Ohio   | 5                       | 8                                   | 6                      | 769                                |   | 14                                       | 189                            | 3,643                        |                                       | 17   |
| (h) Pennsylvania   | 3                       |                                     | 1                      | 4                                  |   | 33                                       | 2,277                          | 18,310                       | 6                                     | 122  |
| (i) Texas  | 2                       | 14                                  | 24                     | 3,564                              |   | 6  | 600                            | 1,466                        |                                       | 26   |
| (j) Washington   |                         |                                     |                        |                                    |   | 8  | 111                            |                              |                                       |  |

Table 13.—Number of occupational tax stamps issued, covering the fiscal year 1959, or portion thereof, by class of tax and by internal revenue regions, districts, States, and Territories—Continued

| Internal revenue regions and districts; States and Territories<br>(States represented by single districts indicated in parentheses; totals for other States shown at bottom of table) | Narcotics  |                               |                           |                            |   |                                    | Marihuana                   |                 |                        |                            |                           |
|---|--|-------------------------------|---------------------------|----------------------------|---|------------------------------------|-----------------------------|-----------------|------------------------|----------------------------|---------------------------|
|   | Manufacturers,<br>importers, and<br>compounders<br>of opium, etc.,<br>\$24 | Wholesale<br>dealers,<br>\$12 | Retail<br>dealers,<br>\$3 | Practi-<br>tioners,<br>\$1 | Dealers in<br>untaxed prepa-<br>rations,<br>\$1 | Labora-<br>tories,<br>etc.,<br>\$1 | Manufac-<br>turers,<br>\$24 | Dealers,<br>\$3 | Produc-<br>ers,<br>\$1 | Practi-<br>tioners,<br>\$1 | Labora-<br>tories,<br>\$1 |
|   | (22)   | (23)                          | (24)                      | (25)                       | (26)  | (27)                               | (28)                        | (29)            | (30)                   | (31)                       | (32)                      |
| <b>United States, total</b>   | <b>136</b>   | <b>1,134</b>                  | <b>54,762</b>             | <b>278,262</b>             | <b>2,295</b>                                    | <b>331</b>                         | <b>5</b>                    | <b>19</b>       | <b>1</b>               | <b>99</b>                  | <b>11</b>                 |
| <b>Atlanta region</b>   | <b>8</b>   | <b>139</b>                    | <b>6,459</b>              | <b>26,552</b>              | <b>225</b>                                      | <b>30</b>                          |                             | <b>1</b>        |                        | <b>2</b>                   | <b>1</b>                  |
| Atlanta (Georgia)   | 1  | 36                            | 1,049                     | 4,265                      | 17  | 6                                  |                             |                 |                        |                            |                           |
| Birmingham (Alabama)  | 1  | 18                            | 858                       | 2,990                      | 12  | 4                                  |                             | 1               |                        | 1                          |                           |
| Columbia (South Carolina)   | 2  | 10                            | 627                       | 2,169                      | 5   | 1                                  |                             |                 |                        |                            |                           |
| Greensboro (North Carolina)   | 18   | 18                            | 992                       | 4,486                      | 132   | 6                                  |                             |                 |                        |                            |                           |
| Jackson (Mississippi)   | 6  | 6                             | 571                       | 2,018                      | 27  |                                    |                             |                 |                        |                            |                           |
| Jacksonville (Florida)  | 24   | 1,297                         | 6,366                     | 9                          | 8   |                                    |                             |                 |                        | 1                          | 1                         |
| Nashville (Tennessee)   | 4  | 27                            | 1,065                     | 4,258                      | 23  | 5                                  |                             |                 |                        |                            |                           |
| <b>Boston region</b>  | <b>5</b>   | <b>78</b>                     | <b>3,884</b>              | <b>19,895</b>              | <b>335</b>                                      | <b>48</b>                          |                             |                 |                        | <b>8</b>                   | <b>3</b>                  |
| Augusta (Maine)   |  | 5                             | 266                       | 1,402                      | 3   | 1                                  |                             |                 |                        |                            |                           |
| Boston (Massachusetts)  | 4  | 37                            | 2,054                     | 10,529                     | 75  | 25                                 |                             |                 |                        | 5                          | 3                         |
| Burlington (Vermont)  |  | 3                             | 110                       | 617                        | 88  | 2                                  |                             |                 |                        |                            |                           |
| Hartford (Connecticut)  | 15   | 953                           | 5,026                     | 129                        | 10  |                                    |                             |                 |                        | 3                          |                           |
| Portsmouth (New Hampshire)  | 1  | 3                             | 162                       | 884                        | 2   | 1                                  |                             |                 |                        |                            |                           |
| Providence (Rhode Island)   |  | 7                             | 339                       | 1,437                      | 38  | 1                                  |                             |                 |                        |                            |                           |
| <b>Chicago region</b>   | <b>16</b>  | <b>139</b>                    | <b>6,494</b>              | <b>31,306</b>              | <b>174</b>                                      | <b>33</b>                          | <b>1</b>                    | <b>4</b>        | <b>1</b>               | <b>3</b>                   | <b>1</b>                  |
| Chicago (See (c) below)   | 3  | 39                            | 2,429                     | 11,878                     | 49  | 16                                 |                             | 1               |                        |                            | 1                         |
| Detroit (Michigan)  | 8  | 64                            | 2,284                     | 11,103                     | 63  | 12                                 |                             | 1               |                        | 2                          |                           |
| Milwaukee (Wisconsin)   | 4  | 17                            | 1,202                     | 5,409                      | 24  | 1                                  | 1                           | 1               | 1                      |                            |                           |
| Springfield (See (c) below)   | 1  | 19                            | 579                       | 2,916                      | 38  | 4                                  |                             | 1               |                        | 1                          |                           |
| <b>Cincinnati region</b>  | <b>22</b>  | <b>151</b>                    | <b>6,168</b>              | <b>28,579</b>              | <b>404</b>                                      | <b>33</b>                          |                             | <b>1</b>        | <b>1</b>               | <b>8</b>                   | <b>1</b>                  |
| Cincinnati (See (g) below)  | 3  | 14                            | 645                       | 3,049                      | 16  |                                    |                             |                 |                        | 1                          |                           |
| Cleveland (See (g) below)   | 5  | 35                            | 1,276                     | 6,307                      | 17  | 7                                  |                             | 1               |                        | 2                          |                           |
| Columbus (See (g) below)  | 3  | 13                            | 387                       | 2,381                      | 16  | 2                                  |                             |                 |                        | 1                          |                           |
| Indianapolis (Indiana)  | 4  | 40                            | 1,354                     | 5,553                      | 36  | 8                                  |                             |                 |                        | 2                          |                           |
| Louisville (Kentucky)   |  | 14                            | 925                       | 2,891                      | 69  | 4                                  |                             |                 | 1                      | 1                          |                           |
| Parkersburg (West Virginia)   | 1  | 8                             | 373                       | 2,088                      | 1   |                                    |                             |                 |                        |                            | 1                         |
| Richmond (Virginia)   | 4  | 10                            | 830                       | 4,508                      | 231   | 5                                  |                             |                 |                        | 1                          |                           |
| Toledo (See (g) below)  | 2  | 17                            | 378                       | 1,802                      | 18  |                                    |                             |                 |                        |                            |                           |
| <b>Dallas region</b>  | <b>4</b>   | <b>99</b>                     | <b>5,462</b>              | <b>22,143</b>              | <b>640</b>                                      | <b>12</b>                          |                             | <b>2</b>        |                        | <b>4</b>                   | <b>1</b>                  |
| Albuquerque (New Mexico)  |  | 3                             | 268                       | 945                        | 10  | 2                                  |                             |                 |                        |                            |                           |
| Austin (See (i) below)  | 1  | 23                            | 1,450                     | 6,533                      | 314   | 2                                  |                             |                 |                        | 3                          |                           |
| Dallas (See (i) below)  | 2  | 31                            | 1,270                     | 5,634                      | 276   |                                    |                             |                 |                        |                            | 1                         |
| Little Rock (Arkansas)  |  | 5                             | 603                       | 1,900                      | 5   |                                    |                             |                 |                        |                            |                           |
| New Orleans (Louisiana)   | 1  | 18                            | 996                       | 3,982                      | 17  | 8                                  |                             | 1               |                        | 1                          |                           |
| Oklahoma City (Oklahoma)  |  | 19                            | 875                       | 3,149                      | 18  |                                    |                             | 1               |                        |                            |                           |
| <b>New York City region</b>   | <b>24</b>  | <b>90</b>                     | <b>6,382</b>              | <b>38,359</b>              | <b>121</b>                                      | <b>49</b>                          | <b>2</b>                    | <b>2</b>        |                        | <b>10</b>                  |                           |
| Albany (See (f) below)  | 2  | 11                            | 577                       | 2,793                      | 8   | 5                                  |                             |                 |                        | 1                          |                           |
| Brooklyn (See (f) below)  | 5  | 20                            | 2,548                     | 12,802                     | 28  | 7                                  |                             |                 |                        |                            |                           |
| Buffalo (See (f) below)   | 11   | 11                            | 802                       | 4,780                      | 16  | 5                                  |                             |                 |                        | 3                          |                           |
| Lower Manhattan (See (f) below)   | 4  | 21                            | 379                       | 1,834                      | 16  | 6                                  | 2                           |                 |                        |                            |                           |
| Syracuse (See (f) below)  | 3  | 13                            | 491                       | 2,886                      | 15  | 4                                  |                             |                 |                        |                            |                           |
| Upper Manhattan (See (f) below)   | 5  | 14                            | 1,585                     | 13,264                     | 38  | 22                                 |                             | 2               |                        | 6                          |                           |
| <b>Omaha region</b>   | <b>11</b>  | <b>145</b>                    | <b>5,882</b>              | <b>25,069</b>              | <b>132</b>                                      | <b>21</b>                          | <b>1</b>                    | <b>2</b>        | <b>1</b>               | <b>35</b>                  | <b>1</b>                  |
| Aberdeen (South Dakota)   |  | 3                             | 256                       | 743                        | 4   |                                    |                             |                 |                        |                            |                           |
| Cheyenne (Wyoming)  |  | 2                             | 120                       | 405                        |   |                                    |                             |                 |                        |                            |                           |
| Denver (Colorado)   | 25   | 687                           | 3,077                     | 3                          | 1   |                                    |                             |                 |                        | 7                          |                           |
| Des Moines (Iowa)   | 38   | 835                           | 3,665                     | 45                         | 5   |                                    |                             |                 |                        |                            |                           |
| Fargo (North Dakota)  |  | 3                             | 199                       | 676                        |   |                                    |                             |                 |                        |                            |                           |
| Kansas City (See (d) below)   | 1  | 19                            | 643                       | 2,850                      | 29  | 1                                  |                             |                 |                        | 2                          |                           |
| Omaha (Nebraska)  | 1  | 9                             | 645                       | 2,083                      | 10  | 2                                  | 1                           | 1               | 1                      | 26                         | 1                         |
| St. Louis (See (d) below)   | 8  | 17                            | 802                       | 3,661                      | 30  | 10                                 |                             |                 |                        |                            |                           |
| St. Paul (Minnesota)  | 1  | 17                            | 934                       | 5,067                      | 9   | 2                                  |                             | 1               |                        |                            |                           |
| Wichita (Kansas)  | 1  | 12                            | 761                       | 2,832                      | 2   |                                    |                             |                 |                        |                            |                           |
| <b>Philadelphia region</b>  | <b>33</b>  | <b>141</b>                    | <b>7,022</b>              | <b>35,715</b>              | <b>137</b>                                      | <b>66</b>                          | <b>1</b>                    | <b>6</b>        |                        | <b>16</b>                  | <b>2</b>                  |
| Baltimore (Maryland and District of Columbia)   | 4  | 32                            | 1,067                     | 6,672                      | 16  | 7                                  |                             |                 |                        | 3                          |                           |
| Camden (See (e) below)  |  | 2                             | 531                       | 2,520                      | 4   | 1                                  |                             | 1               |                        | 1                          |                           |
| Newark (See (e) below)  | 7  | 20                            | 1,383                     | 7,190                      | 31  | 31                                 |                             | 1               |                        | 1                          |                           |
| Philadelphia (See (h) below)  | 21   | 62                            | 2,104                     | 10,834                     | 63  | 20                                 | 1                           | 3               |                        | 3                          | 2                         |
| Pittsburgh (See (h) below)  | 1  | 15                            | 1,266                     | 5,700                      | 15  | 8                                  |                             |                 |                        | 1                          |                           |
| Scranton (See (h) below)  |  | 9                             | 542                       | 2,213                      | 3   |                                    |                             | 1               |                        | 6                          |                           |
| Wilmington (Delaware)   |  | 1                             | 129                       | 589                        | 4   | 1                                  |                             |                 |                        | 1                          |                           |
| <b>San Francisco region</b>   | <b>13</b>  | <b>160</b>                    | <b>7,009</b>              | <b>42,641</b>              | <b>127</b>                                      | <b>45</b>                          |                             | <b>1</b>        |                        | <b>13</b>                  | <b>1</b>                  |
| Boise (Idaho)   |  | 2                             | 232                       | 861                        |   | 1                                  |                             |                 |                        |                            |                           |
| Helena (Montana)  |  | 4                             | 236                       | 912                        | 1   |                                    |                             |                 |                        |                            |                           |
| Honolulu (Hawaii)   |  | 8                             | 67                        | 748                        | 27  | 1                                  |                             |                 |                        | 1                          |                           |
| Los Angeles (See (b) below)   | 7  | 51                            | 2,321                     | 17,617                     | 44  | 27                                 |                             |                 |                        | 10                         |                           |
| Phoenix (Arizona)   |  | 9                             | 382                       | 1,484                      | 6   | 1                                  |                             |                 |                        | 1                          |                           |
| Portland (Oregon)   | 2  | 8                             | 579                       | 3,030                      | 5   | 2                                  |                             |                 |                        |                            |                           |
| Reno (Nevada)   |  | 1                             | 115                       | 410                        | 1   |                                    |                             |                 |                        |                            |                           |
| Salt Lake City (Utah)   |  | 10                            | 269                       | 1,238                      | 8   | 2                                  |                             |                 |                        |                            | 1                         |
| San Francisco (See (b) below)   | 3  | 36                            | 1,778                     | 12,186                     | 27  | 6                                  |                             | 1               |                        |                            |                           |
| Seattle (See (a) and (j) below)   | 1  | 31                            | 1,030                     | 4,155                      | 8   | 4                                  |                             |                 |                        |                            |                           |
| Totals for States not shown above   |  |                               |                           |                            |   |                                    |                             |                 |                        |                            |                           |
| (a) Alaska  |  |                               | 39                        | 161                        |   |                                    |                             |                 |                        |                            |                           |
| (b) California  | 10   | 87                            | 4,099                     | 29,803                     | 71  | 33                                 |                             | 1               |                        | 10                         | 1                         |
| (c) Illinois  | 4  | 58                            | 3,008                     | 14,794                     | 87  | 20                                 |                             | 2               |                        | 1                          |                           |
| (d) Missouri  | 8  | 36                            | 1,445                     | 6,521                      | 59  | 11                                 |                             |                 |                        | 2                          |                           |
| (e) New Jersey  | 7  | 22                            | 1,914                     | 9,710                      | 36  | 32                                 |                             | 2               |                        | 2                          |                           |
| (f) New York  | 24   | 90                            | 6,382                     | 38,359                     | 121   | 49                                 | 2                           | 2               |                        | 10                         |                           |
| (g) Ohio  | 13   | 79                            | 2,686                     | 13,539                     | 67  | 16                                 |                             | 1               |                        | 4                          |                           |
| (h) Pennsylvania  | 22   | 86                            | 3,912                     | 18,747                     | 81  | 28                                 | 1                           | 4               |                        | 10                         |                           |
| (i) Texas   | 3  | 54                            | 2,720                     | 12,167                     | 590   | 2                                  |                             |                 |                        | 3                          | 2                         |
| (j) Washington  | 1  | 31                            | 991                       | 3,994                      | 8   | 4                                  |                             |                 |                        |                            | 1                         |

Table 13.—Number of occupational tax stamps issued, covering the fiscal year 1959, or portion thereof, by class of tax and by internal revenue regions, districts, States, and Territories—Continued

| Internal revenue regions and districts; States and Territories<br>(States represented by single districts indicated in parentheses; totals for other States shown at bottom of table) | National Firearms Act      |               |                              |   |                       | Coin-operated devices, billiard, pool, and bowling alley premises         |  |  | Adulterated, process or renovated butter, and filled cheese | Wagering, \$50 |
|---|----------------------------|---------------|------------------------------|---|-----------------------|---|--|--|---|----------------|
|   | Manufacturers or importers |               | Pawn-brokers, Class 3, \$300 | Dealers other than pawn-brokers, Class 4, \$200 | Dealers, Class 5, \$1 | Billiard or pool room and bowling alley premises, \$20 per table or alley | Amusement device premises, \$10 per device | Gaming device premises, \$250 per device |   |                |
|   | Class 1, \$500             | Class 2, \$25 |                              |   |                       |   |  |  |   |                |
|   | (33)                       | (34)          | (35)                         | (36)  | (37)                  | (38)  | (39)                                       | (40)                                     | (41)  | (42)           |
| United States, total  | 14                         | 3             |                              | 62  | 251                   | 33,432  | 295,076                                    | 17,560                                   | 18  | 8,448          |
| Atlanta region  |                            |               |                              | 2   | 54                    | 3,325   | 27,719                                     | 1,942                                    | 1   | 412            |
| Atlanta (Georgia)   |                            |               |                              |   | 2                     | 360   | 2,790                                      | 737                                      |   | 74             |
| Birmingham (Alabama)  |                            |               |                              |   |                       | 335   | 2,711                                      | 2  | 1   | 48             |
| Columbia (South Carolina)   |                            |               |                              |   | 4                     | 348   | 2,911                                      | 343                                      |   | 19             |
| Greensboro (North Carolina)   |                            |               |                              |   | 13                    | 919   | 3,566                                      | 85                                       |   | 48             |
| Jackson (Mississippi)   |                            |               |                              |   | 3                     | 286   | 3,472                                      | 245                                      |   | 102            |
| Jacksonville (Florida)  |                            |               |                              | 1   | 17                    | 543   | 6,469                                      | 5  |   | 85             |
| Nashville (Tennessee)   |                            |               |                              | 1   | 15                    | 534   | 5,800                                      | 525                                      |   | 36             |
| Boston region   | 2                          |               |                              | 1   | 7                     | 2,171   | 13,814                                     | 67                                       |   | 145            |
| Augusta (Maine)   |                            |               |                              |   |                       | 295   | 1,302                                      |  |   |                |
| Boston (Massachusetts)  | 1                          |               |                              |   |                       | 980   | 5,628                                      | 57                                       |   | 114            |
| Burlington (Vermont)  |                            |               |                              |   |                       | 129   | 438  |  |   |                |
| Hartford (Connecticut)  | 1                          |               |                              | 1   |                       | 416   | 3,884                                      | 2  |   | 12             |
| Portsmouth (New Hampshire)  |                            |               |                              |   |                       | 201   | 1,008                                      | 8  |   | 6              |
| Providence (Rhode Island)   |                            |               |                              |   |                       | 150   | 1,554                                      |  |   | 13             |
| Chicago region  | 2                          | 1             |                              | 4   | 36                    | 4,737   | 45,417                                     | 860                                      | 3   | 429            |
| Chicago (See (c) below)   |                            |               |                              |   | 18                    | 1,818   | 10,128                                     | 429                                      | 1   | 183            |
| Detroit (Michigan)  |                            | 1             |                              | 1   | 18                    | 1,340   | 12,487                                     | 62                                       |   | 25             |
| Milwaukee (Wisconsin)   | 1                          |               |                              |   |                       | 1,314   | 14,996                                     | 12                                       |   | 1              |
| Springfield (See (c) below)   | 1                          |               |                              | 3   | 8                     | 1,065   | 7,886                                      | 357                                      | 2   | 220            |
| Cincinnati region   | 1                          | 1             |                              | 11  | 69                    | 4,513   | 38,877                                     | 4,119                                    |   | 1,573          |
| Cincinnati (See (g) below)  |                            |               |                              |   |                       | 319   | 3,183                                      |  |   | 54             |
| Cleveland (See (g) below)   |                            | 1             |                              | 1   | 41                    | 815   | 8,175                                      | 47                                       |   | 145            |
| Columbus (See (g) below)  |                            |               |                              | 1   | 2                     | 319   | 3,068                                      | 27                                       |   | 23             |
| Indianapolis (Indiana)  |                            |               |                              | 4   | 12                    | 908   | 6,796                                      | 1,788                                    |   | 653            |
| Louisville (Kentucky)   |                            |               |                              | 1   | 6                     | 735   | 5,369                                      | 1,265                                    |   | 391            |
| Parkersburg (West Virginia)   |                            |               |                              |   | 2                     | 494   | 4,729                                      | 930                                      |   | 209            |
| Richmond (Virginia)   | 1                          |               |                              | 4   | 6                     | 491   | 4,428                                      | 65                                       |   | 15             |
| Toledo (See (g) below)  |                            |               |                              |   |                       | 432   | 3,129                                      |  |   | 83             |
| Dallas region   |                            | 1             |                              | 1   | 18                    | 3,059   | 26,942                                     | 1,489                                    | 8   | 927            |
| Albuquerque (New Mexico)  |                            |               |                              | 1   | 3                     | 158   | 1,548                                      | 7  |   | 7              |
| Austin (See (i) below)  |                            |               |                              |   | 1                     | 1,233   | 8,687                                      | 38                                       | 4   | 276            |
| Dallas (See (i) below)  |                            |               |                              |   | 1                     | 411   | 3,691                                      | 20                                       |   | 37             |
| Little Rock (Arkansas)  |                            | 1             |                              |   |                       | 387   | 2,307                                      | 434                                      | 2   | 181            |
| New Orleans (Louisiana)   |                            |               |                              |   | 4                     | 415   | 7,406                                      | 659                                      |   | 338            |
| Oklahoma City (Oklahoma)  |                            |               |                              |   | 9                     | 455   | 3,183                                      | 331                                      | 2   | 168            |
| New York City region  | 1                          |               |                              | 8   | 8                     | 1,662   | 24,190                                     | 294                                      |   | 23             |
| Albany (See (f) below)  | 1                          |               |                              |   | 1                     | 302   | 4,581                                      |  |   | 1              |
| Brooklyn (See (f) below)  |                            |               |                              | 1   |                       | 340   | 5,802                                      |  |   | 13             |
| Buffalo (See (f) below)   |                            |               |                              | 5   | 1                     | 219   | 4,549                                      | 289                                      |   |                |
| Lower Manhattan (See (f) below)   |                            |               |                              |   |                       | 90  | 1,184                                      |  |   | 6              |
| Syracuse (See (f) below)  |                            |               |                              | 2   | 5                     | 434   | 4,201                                      | 5  |   | 2              |
| Upper Manhattan (See (f) below)   |                            |               |                              | 1   | 18                    | 277   | 3,873                                      |  |   |                |
| Omaha region  |                            |               |                              |   |                       | 8,028   | 34,154                                     | 621                                      | 3   | 245            |
| Aberdeen (South Dakota)   |                            |               |                              |   |                       | 350   | 1,579                                      | 231                                      |   | 21             |
| Cheney (Wyoming)  |                            |               |                              |   |                       | 132   | 1,024                                      | 137                                      |   | 177            |
| Denver (Colorado)   |                            |               |                              |   | 1                     | 393   | 2,610                                      |  |   | 3              |
| Des Moines (Iowa)   |                            |               |                              |   | 2                     | 1,225   | 5,238                                      | 19                                       |   | 20             |
| Fargo (North Dakota)  |                            |               |                              |   | 1                     | 437   | 1,398                                      | 7  |   | 38             |
| Kansas City (See (d) below)   |                            |               |                              |   | 4                     | 503   | 3,435                                      | 19                                       |   | 35             |
| Omaha (Nebraska)  |                            |               |                              | 1   | 4                     | 779   | 3,186                                      | 22                                       | 3   | 17             |
| St. Louis (See (d) below)   |                            |               |                              |   |                       | 624   | 6,245                                      | 29                                       |   | 5              |
| St. Paul (Minnesota)  |                            |               |                              | 1   | 1                     | 787   | 5,529                                      | 2  |   | 29             |
| Wichita (Kansas)  |                            |               |                              |   |                       | 798   | 3,910                                      | 155                                      |   | 421            |
| Philadelphia region   | 4                          |               |                              | 6   | 12                    | 4,278   | 48,156                                     | 3,602                                    |   | 421            |
| Baltimore (Maryland and District of Columbia)   | 3                          |               |                              | 3   | 7                     | 599   | 8,232                                      | 3,224                                    |   | 3              |
| Camden (See (e) below)  |                            |               |                              |   |                       | 283   | 3,431                                      | 14                                       |   | 21             |
| Newark (See (e) below)  |                            |               |                              | 2   |                       | 675   | 7,771                                      | 2  |   | 84             |
| Philadelphia (See (h) below)  |                            |               |                              | 1   | 3                     | 965   | 11,475                                     | 313                                      |   | 126            |
| Pittsburgh (See (h) below)  | 1                          |               |                              |   | 2                     | 1,141   | 9,866                                      | 6  |   | 162            |
| Scranton (See (h) below)  |                            |               |                              |   |                       | 567   | 6,904                                      | 35                                       |   | 24             |
| Wilmington (Delaware)   |                            |               |                              |   |                       | 48  | 477  | 8  |   | 4,173          |
| San Francisco region  | 4                          |               |                              | 28  | 37                    | 3,659   | 35,807                                     | 4,566                                    | 3   | 4,173          |
| Boise (Idaho)   |                            |               |                              |   | 3                     | 202   | 1,612                                      | 7  |   | 4              |
| Helena (Montana)  |                            |               |                              |   |                       | 217   | 2,195                                      | 54                                       |   | 355            |
| Honolulu (Hawaii)   |                            |               |                              |   |                       | 224   | 1,261                                      | 30                                       |   | 5              |
| Los Angeles (See (b) below)   |                            |               |                              |   | 27                    | 844   | 8,357                                      | 5  | 1   | 3              |
| Phoenix (Arizona)   |                            |               |                              |   |                       | 165   | 2,199                                      | 93                                       |   | 8              |
| Portland (Oregon)   |                            |               |                              |   | 2                     | 403   | 2,948                                      | 276                                      |   | 102            |
| Reno (Nevada)   |                            |               |                              |   | 2                     | 54  | 1,246                                      | 1,438                                    |   | 182            |
| Salt Lake City (Utah)   |                            |               |                              | 1   | 1                     | 200   | 1,206                                      | 124                                      |   | 646            |
| San Francisco (See (b) below)   |                            |               |                              |   | 12                    | 811   | 10,344                                     | 58                                       |   |                |
| Seattle (See (a) and (j) below)   |                            |               |                              |   | 16                    | 539   | 4,439                                      | 2,489                                    |   | 2,868          |
| Totals for States not shown above   |                            |               |                              |   |                       |   |  |  |   |                |
| (a) Alaska  |                            |               |                              |   | 1                     | 61  | 593  | 249                                      |   | 178            |
| (b) California  | 4                          |               |                              |   | 13                    | 1,655   | 18,701                                     | 55                                       | 1   | 3              |
| (c) Illinois  | 1                          |               |                              |   | 18                    | 2,083   | 18,014                                     | 786                                      | 3   | 403            |
| (d) Missouri  |                            |               |                              |   | 2                     | 1,127   | 9,680                                      | 48                                       |   | 55             |
| (e) New Jersey  |                            |               |                              | 2   |                       | 958   | 11,202                                     | 16                                       |   | 22             |
| (f) New York  | 1                          |               |                              | 8   | 8                     | 1,662   | 24,190                                     | 294                                      |   | 23             |
| (g) Ohio  |                            |               | 1                            |   | 43                    | 1,885   | 17,555                                     | 139                                      |   | 305            |
| (h) Pennsylvania  | 1                          |               |                              | 1   | 5                     | 2,673   | 28,245                                     | 354                                      |   | 372            |
| (i) Texas   |                            |               |                              |   | 2                     | 1,644   | 12,498                                     | 58                                       | 4   | 313            |
| (j) Washington  |                            |               |                              |   | 15                    | 478   | 3,846                                      | 2,240                                    |   | 2,690          |

**Table 14.—Appellate Division processing of protested income, profits, estate, and gift tax cases prior to issuance of statutory notice of deficiency (pre-90-day cases)**

**A. Progress of work**

| Status   | Number of cases | Amount stated in revenue agent's report (thousand dollars) |                  |                |
|--|-----------------|--|------------------|----------------|
|  |                 | Deficiency in tax  | Penalty          | Overassessment |
|  | (1)             | (2)  | (3)              | (4)            |
| Pending in pre-90-day status July 1, 1958.....             | 12,394          | 484,653  | 32,534           | 171,223        |
| Net receipts from district directors during year.....      | 17,379          | 460,904  | 27,147           | 161,609        |
| Processed during year, total.....                          | 16,475          | 384,166  | 26,163           | 124,342        |
| Agreed.....  | 11,785          | 242,833  | 14,684           | 120,813        |
| Unagreed overassessments and claim rejections.....         | 625             | 593  | ( <sup>1</sup> ) | 2,124          |
| Statutory notices issued—transferred to 90-day status..... | 4,065           | 140,740  | 11,478           | 1,405          |
| Pending in pre-90-day status June 30, 1959.....            | 13,298          | 561,391  | 33,519           | 208,489        |

<sup>1</sup> Deficit figure less than \$500.

**B. Results obtained in cases processed**

| Method   | Number of cases | Appellate determination (thousand dollars) |                  |                |
|--|-----------------|--|------------------|----------------|
|  |                 | Deficiency in tax                          | Penalty          | Overassessment |
| Processed during year, total.....                          | 16,475          | 271,191                                    | 21,650           | 127,517        |
| Agreed.....  | 11,785          | 123,453                                    | 6,245            | 125,519        |
| Unagreed overassessments and claim rejections.....         | 625             | 6  | ( <sup>1</sup> ) | 1,912          |
| Statutory notices issued—transferred to 90-day status..... | 4,065           | 147,732                                    | 15,405           | 87             |

<sup>1</sup> Deficit figure less than \$500.

**Table 15.—Appellate Division processing of protested income, profits, estate, and gift tax cases in which statutory notices of deficiency were outstanding (90-day cases)**

**A. Progress of work**

| Status  | Number of cases | Amount stated in statutory notice (thousand dollars) |         |                |
|---|-----------------|--|---------|----------------|
|   |                 | Deficiency in tax                                    | Penalty | Overassessment |
| Pending in 90-day status July 1, 1958.....                        | 1,874           | 46,414   | 4,006   | 5              |
| Net receipts during year, total.....                              | 4,384           | 154,161  | 15,638  | 101            |
| Statutory notices issued by Appellate Division <sup>1</sup> ..... | 4,004           | 146,606  | 15,425  | 57             |
| Cases resulting from district directors' statutory notices.....   | 380             | 7,555  | 213     | 45             |
| Processed during year, total.....                                 | 4,928           | 141,556  | 15,119  | 23             |
| Agreed.....   | 606             | 15,607   | 205     | 2              |
| Defaulted.....  | 1,124           | 16,155   | 1,046   | 3              |
| Petitioned to the Tax Court—transferred to docketed status.....   | 3,198           | 109,794  | 13,868  | 19             |
| Pending in 90-day status June 30, 1959.....                       | 1,330           | 59,018   | 4,525   | 83             |

<sup>1</sup> Difference from table 14—transferred to 90-day status—is caused by cases being combined or split for the purpose of issuing the statutory notice, cases in transit, etc.

**B. Results obtained in cases processed**

| Method  | Number of cases | Appellate determination (thousand dollars) |         |                |
|---|-----------------|--|---------|----------------|
|   |                 | Deficiency in tax                          | Penalty | Overassessment |
| Processed during year, total.....                               | 4,928           | 133,390                                    | 15,020  | 33             |
| Agreed.....   | 606             | 7,441                                      | 107     | 11             |
| Defaulted.....  | 1,124           | 16,155                                     | 1,046   | 3              |
| Petitioned to the Tax Court—transferred to docketed status..... | 3,198           | 109,794                                    | 13,868  | 19             |

Table 16.—Appellate Division processing of income, profits, estate, and gift tax cases petitioned to the Tax Court (docketed cases)

A. Progress of work

| Status   | Number of cases | Amount petitioned (thousand dollars) |         |                |
|--|-----------------|--------------------------------------|---------|----------------|
|  |                 | Deficiency in tax                    | Penalty | Overassessment |
| Pending in docketed status July 1, 1958.....             | 10,395          | 684,914                              | 105,947 | 6,559          |
| Net receipts during year, total.....                     | 7,002           | 277,787                              | 39,973  | 1,146          |
| Petitions filed in response to—                          |                 |                                      |         |                |
| District directors' statutory notice.....                | 4,131           | 167,296                              | 28,345  | 42             |
| Appellate Division's statutory notice <sup>1</sup> ..... | 2,824           | 98,835                               | 11,545  | 1,104          |
| Cases reconsidered after trial.....                      | 47              | 11,656                               | 83      |                |
| Processed during year, total.....                        | 5,649           | 242,677                              | 37,405  | 2,469          |
| Agreed—stipulated.....                                   | 4,478           | 194,462                              | 30,847  | 2,458          |
| Dismissed or defaulted.....                              | 310             | 3,493                                | 1,395   | 1              |
| Tried before the Tax Court on merits.....                | 861             | 44,723                               | 5,163   | 11             |
| Pending in docketed status June 30, 1959.....            | 11,748          | 720,024                              | 108,515 | 5,236          |

<sup>1</sup> Difference from table 15—transferred to docketed status—is caused by excluding district directors' statutory notices considered by Appellate in 90-day status, cases in transit, etc.

B. Results obtained in cases processed

| Method  | Number of cases | Appellate determination (thousand dollars) |         |                |
|---|-----------------|--|---------|----------------|
|   |                 | Deficiency in tax                          | Penalty | Overassessment |
| Processed during year, total.....                       | 5,649           | 114,760                                    | 17,849  | 12,876         |
| Agreed—stipulated.....                                  | 4,478           | 66,695                                     | 11,320  | 12,865         |
| Dismissed or defaulted.....                             | 310             | 3,342                                      | 1,366   | 1              |
| Tried before the Tax Court on merits <sup>1</sup> ..... | 861             | 44,723                                     | 5,163   | 11             |

<sup>1</sup> Represents amounts petitioned. Results as to decisions rendered by the Tax Court during the year are shown in table 18.

Table 17.—Receipt and disposal of income, profits, estate, and gift tax cases in the Tax Court

| Status                             | Number of cases | Amount in dispute (thousand dollars) |         |             |
|------------------------------------|-----------------|--------------------------------------|---------|-------------|
|                                    |                 | Deficiency in tax                    | Penalty | Overpayment |
|                                    | (1)             | (2)                                  | (3)     | (4)         |
| Pending July 1, 1958.....          | 11,333          | 766,411                              | 105,947 | 689,448     |
| Filed or reopened during year..... | 6,950           | 297,185                              | 34,810  | 123,499     |
| Disposed of during year.....       | 5,579           | 253,540                              | 32,242  | 172,283     |
| Pending June 30, 1959.....         | 12,704          | 810,057                              | 108,515 | 640,664     |

Table 18.—Results obtained in income, profits, estate, and gift tax cases disposed of in the Tax Court

| Basis of closing        | Number | Amount in dispute      |             | Amount approved        |             | Saved or recovered |                              |
|-------------------------|--------|------------------------|-------------|------------------------|-------------|--------------------|------------------------------|
|                         |        | Deficiency and penalty | Overpayment | Deficiency and penalty | Overpayment | Amount             | Percent of amount in dispute |
|                         | (1)    | (2)                    | (3)         | (4)                    | (5)         | (6)                | (7)                          |
| (Thousand dollars)      |        |                        |             |                        |             |                    |                              |
| Total.....              | 5,579  | 285,781                | 172,283     | 109,521                | 6,325       | 275,479            | 60.1                         |
| Dismissed.....          | 310    | 4,888                  | 99          | 4,709                  |             | 4,808              | 96.4                         |
| Decision on merits..... | 791    | 55,585                 | 21,018      | 26,798                 | 6,320       | 41,497             | 54.2                         |
| Agreed settlement.....  | 4,478  | 225,308                | 151,165     | 78,014                 | 6           | 229,174            | 60.9                         |

Table 19.—Receipt and disposal of Tax Court cases in courts of appeals or in Supreme Court

| Status  | In courts of appeals |                           | In Supreme Court |                           |
|---|----------------------|---------------------------|------------------|---------------------------|
|   | Number of cases      | Amount (thousand dollars) | Number of cases  | Amount (thousand dollars) |
|   | (1)                  | (2)                       | (3)              | (4)                       |
| Pending July 1, 1958, total.....                  | 371                  | 45,376                    | 13               | * 366                     |
| Appealed by Commissioner.....                     | 48                   | 8,392                     | 8                | * 344                     |
| Appealed by taxpayers.....                        | 313                  | 36,550                    | 5                | 22                        |
| Appealed by both.....                             | 10                   | 435                       |                  |                           |
| Appealed during year, total.....                  | 307                  | 33,111                    | 5                | 59                        |
| By Commissioner.....                              | 53                   | 14,420                    | 3                | 12                        |
| By taxpayers.....                                 | 249                  | 14,394                    | 2                | 47                        |
| By both.....                                      | 5                    | 4,296                     |                  |                           |
| Disposed of during year, total <sup>1</sup> ..... | 298                  | 33,671                    | 13               | 366                       |
| Favorable to Commissioner.....                    | 145                  | 5,090                     | 5                | 184                       |
| Favorable to taxpayers.....                       | 57                   | 8,914                     | 5                | 45                        |
| Modified.....                                     | 46                   | 5,799                     | 3                | 138                       |
| Settled.....                                      | 4                    | 787                       |                  |                           |
| Dismissed.....                                    | 46                   | 13,081                    |                  |                           |
| Pending June 30, 1959, total.....                 | 380                  | 44,816                    | 5                | 59                        |
| Appealed by Commissioner.....                     | 56                   | 9,929                     | 3                | 12                        |
| Appealed by taxpayers.....                        | 314                  | 31,120                    | 2                | 47                        |
| Appealed by both.....                             | 10                   | 3,766                     |                  |                           |

\* Revised.

<sup>1</sup> The number of cases disposed of does not agree with the number of cases in which decisions were rendered by these courts during the year, due to the time required for retrial, recomputation of tax, etc. For the number of decisions, see table 21.

**Table 20.—Receipt and disposal of suits filed by taxpayers in Federal courts**

|   | Total<br>(1) | Court of<br>Claims<br>(2) | District<br>courts<br>(3) |
|---|--------------|---------------------------|---------------------------|
| Pending July 1, 1958: <sup>1</sup>          |              |                           |                           |
| Cases.....number.....                       | 2,813        | 487                       | 2,326                     |
| Amount in dispute.....thousand dollars..... | 465,123      | 282,782                   | 182,341                   |
| Received during year:                       |              |                           |                           |
| Cases.....number.....                       | 1,274        | 176                       | 1,098                     |
| Amount in dispute.....thousand dollars..... | 173,959      | 86,577                    | 87,382                    |
| Disposed of during year: <sup>2</sup>       |              |                           |                           |
| Cases.....number.....                       | 1,326        | 196                       | 1,130                     |
| Amount in dispute.....thousand dollars..... | 138,463      | 87,990                    | 50,473                    |
| Refunded during year:                       |              |                           |                           |
| Amount.....thousand dollars.....            | 39,366       | 20,593                    | 18,773                    |
| Percent of amount disposed of.....          | 28.43        | 23.40                     | 37.19                     |
| Pending June 30, 1959: <sup>1</sup>         |              |                           |                           |
| Cases.....number.....                       | 2,761        | 467                       | 2,294                     |
| Amount in dispute.....thousand dollars..... | 500,619      | 281,369                   | 219,250                   |

Note.—Suits filed by taxpayers are primarily suits for refund of taxes (other than those relating to alcohol, tobacco, and firearms taxes).

<sup>1</sup> Inventories at beginning of year included 3 processing tax cases involving \$108,136.83; 1 case in amount of \$37,134.95 no part of which was refunded, was disposed of during year; 2 cases involving \$71,001.88 were pending June 30, 1959.

<sup>2</sup> The number of cases disposed of does not agree with the number of cases in which decisions were rendered by these courts during the year, due to settlements by stipulation, dismissals, and time required for retrial, recomputation of tax etc. In the Court of Claims the number of decisions was 78, of which 57 were for the Government, 18 against the Government, and 3 partly for and partly against the Government. In the district courts 414 decisions were rendered of which 168 were for the Government, 200 against the Government, and 46 partly for and partly against the Government. For decisions by the courts of appeals and the Supreme Court, see table 21.

**Table 21.—Civil tax cases decided by courts of appeals and Supreme Court**

| Court                            | Total<br>(1) | For the<br>Government<br>(2) | Against the<br>Government<br>(3) | Partly for<br>and partly<br>against the<br>Government<br>(4) |
|----------------------------------|--------------|------------------------------|----------------------------------|--|
| Total.....                       | 428          | 253                          | 130                              | 45   |
| By courts of appeals, total..... | 405          | 230                          | 130                              | 45   |
| Originally tried in—             |              |                              |                                  |  |
| Tax Court.....                   | 284          | 159                          | 87                               | 38   |
| District courts.....             | 121          | 71                           | 43                               | 7  |
| By Supreme Court, total.....     | 23           | 23                           |                                  |  |
| Originally tried in—             |              |                              |                                  |  |
| Tax Court.....                   | 9            | 9                            |                                  |  |
| District courts.....             | 13           | 13                           |                                  |  |
| Court of Claims.....             |              |                              |                                  |  |
| State courts.....                | 1            | 1                            |                                  |  |

Note.—Except for Supreme Court cases, the cases covered by tables 24 and 25 are not included.

**Table 22.—Receipt and disposal of claims pending and suits filed by the United States in Federal and State courts**

| Status  | Number       |                |                    | Amount (thousand dollars) |                  | Percent recovered |
|---|--------------|----------------|--------------------|---------------------------|------------------|-------------------|
|   | Total<br>(1) | In suit<br>(2) | Not in suit<br>(3) | In dispute<br>(4)         | Recovered<br>(5) |                   |
| Pending July 1, 1958.....                                     | 91           | 72             | 19                 | 2,978                     |                  |                   |
| Received during year in suit and for institution of suit..... | 23           | 14             | 9                  | 185                       |                  |                   |
| Total.....  |              | 86             | 28                 |                           |                  |                   |
| Suits instituted during year.....                             |              | 18             | 18                 |                           |                  |                   |
| Total to be accounted for.....                                | 114          | 104            | 10                 | 3,163                     |                  |                   |
| Disposed of during year.....                                  | 68           | 64             | 4                  | 3,135                     | 409              | 13.05             |
| Pending June 30, 1959.....                                    | 46           | 40             | 6                  | 28                        |                  |                   |

Note.—This table includes primarily cases pertaining to perpetuation of testimony and damages (other than those relating to alcohol, tobacco, and firearms taxes).

**Table 23.—Receipt and disposal by the Office of the Chief Counsel of collection, erroneous refund, subpoena, summons, and injunction cases**

| Status                     | Number of cases |
|----------------------------|-----------------|
| Pending July 1, 1958.....  |                 |
| Received.....              | 1,145           |
| Total.....                 | 949             |
| Disposed of.....           | 2,094           |
| Pending June 30, 1959..... | 845             |
|                            | 1,249           |

Note.—This table includes cases handled at national and regional levels which are under consideration for suit or are in suit in Federal and State courts. It does not include cases relating to alcohol, tobacco, and firearms taxes, neither does it pertain to insolvency and debtor proceedings or lien cases which are included in tables 24 and 25.

**Table 24.—Receipt and disposal by the Office of the Chief Counsel of insolvency and debtor proceedings**

| Status                     | Total<br>(1) | Reorganization<br>proceedings <sup>1</sup><br>(2) | Bankruptcy and<br>receivership<br>proceedings <sup>2</sup><br>(3) | Miscellaneous<br>insolvency<br>proceedings <sup>3</sup><br>(4) |
|----------------------------|--------------|---|---|--|
| Pending July 1, 1958.....  | 1,743        | 791   | 425   | 527  |
| Received.....              | 2,667        | 1,113   | 811   | 743  |
| Total.....                 | 4,410        | 1,904   | 1,236   | 1,270  |
| Disposed of.....           | 2,509        | 1,044   | 783   | 682  |
| Pending June 30, 1959..... | 1,901        | 860   | 453   | 588  |

Note.—Includes cases handled at national and regional levels.

<sup>1</sup> Proceedings instituted under the following sections or chapters of the Bankruptcy Act: Secs. 75 (agricultural compositions and extensions) and 77 (railroad reorganizations) and chs. X (corporate reorganizations), XI (arrangements as to unsecured indebtedness), XII (real property arrangements), and XIII (wage earners' plans), which involve tax claims and other rights and interests of the United States, and also require action by lawyers.

<sup>2</sup> Bankruptcy liquidation proceedings and Federal or State receivership proceedings which involve tax claims of the United States, and also require action by lawyers.

<sup>3</sup> Proceedings relating to corporate dissolutions, insolvent banks, assignments for the benefit of creditors or administration of estates of decedents, which involve tax claims of the United States, and also require action by lawyers.

Table 25.—Receipt and disposal by the Office of the Chief Counsel of lien cases and noncourt civil advisory cases

| Status                     | Total | Lien cases            |                           | Noncourt civil advisory cases <sup>1</sup> |
|----------------------------|-------|-----------------------|---------------------------|--|
|                            |       | In court <sup>2</sup> | Not in court <sup>3</sup> |  |
| (1)                        | (2)   | (3)                   | (4)                       |  |
| Pending July 1, 1958.....  | 1,610 | 806                   | 219                       | 585  |
| Received.....              | 7,233 | 2,642                 | 2,501                     | 2,090                                      |
| Total.....                 | 8,843 | 3,448                 | 2,720                     | 2,675                                      |
| Disposed of.....           | 7,146 | 2,631                 | 2,512                     | 2,003                                      |
| Pending June 30, 1959..... | 1,697 | 817                   | 208                       | 672  |

Notes.—Includes cases handled at national and regional levels.

<sup>1</sup> Primarily suits for foreclosure by mortgagees or other secured creditors and suits to quiet title to which the United States is made a party.

<sup>2</sup> Primarily applications for discharge of property from tax liens.

<sup>3</sup> Primarily memorandums on civil advisory matters from regional counsel to district directors which are not related to court proceedings or lien cases.

Table 26.—Obligations incurred by the Internal Revenue Service

[In thousands of dollars]

| Internal Revenue office, district, or region  | Total   | Salaries | Travel | Communication services | Rent and utility services | Supplies and equipment | Other  |
|---|---------|----------|--------|------------------------|---------------------------|------------------------|--------|
| (1)   | (2)     | (3)      | (4)    | (5)                    | (6)                       | (7)                    |        |
| <b>A. National Office and regional totals (including district directors' offices and service centers)</b> |         |          |        |                        |                           |                        |        |
| Total, Internal Revenue Service.....  | 355,469 | 301,425  | 8,131  | 6,577                  | 2,000                     | 5,161                  | 32,175 |
| National Office.....  | 34,394  | 18,692   | 987    | 4,015                  | 87                        | 835                    | 9,778  |
| Atlanta region.....   | 29,583  | 25,611   | 984    | 209                    | 19                        | 508                    | 2,252  |
| Boston region.....  | 23,073  | 20,005   | 407    | 187                    | 588                       | 348                    | 1,538  |
| Chicago region.....   | 36,536  | 32,522   | 597    | 319                    | 49                        | 461                    | 2,588  |
| Cincinnati region.....  | 40,968  | 35,720   | 853    | 287                    | 618                       | 617                    | 2,873  |
| Dallas region.....  | 23,582  | 20,612   | 823    | 156                    | 20                        | 307                    | 1,656  |
| New York City region.....   | 41,774  | 37,698   | 360    | 433                    | 25                        | 417                    | 2,841  |
| Omaha region.....   | 28,322  | 24,956   | 900    | 162                    | 14                        | 396                    | 1,894  |
| Philadelphia region.....  | 43,540  | 39,058   | 607    | 358                    | 48                        | 464                    | 3,013  |
| San Francisco region.....   | 42,488  | 37,073   | 985    | 333                    | 502                       | 619                    | 3,026  |
| Regional counsel.....   | 5,417   | 4,730    | 97     | 85                     | 1                         | 139                    | 365    |
| Regional inspection.....  | 3,874   | 3,102    | 484    | 37                     | —                         | 29                     | 222    |
| International Operations Division.....  | 1,918   | 1,646    | 97     | 4                      | 21                        | 21                     | 129    |
| <b>B. Regional commissioners' offices (excluding district directors' offices and service centers)</b>     |         |          |        |                        |                           |                        |        |
| Atlanta region.....   | 5,768   | 4,599    | 298    | 51                     | 5                         | 226                    | 588    |
| Boston region.....  | 2,692   | 2,275    | 114    | 26                     | 6                         | 70                     | 201    |
| Chicago region.....   | 4,718   | 4,080    | 82     | 52                     | 9                         | 100                    | 395    |
| Cincinnati region.....  | 7,259   | 6,258    | 201    | 47                     | 12                        | 92                     | 573    |
| Dallas region.....  | 3,369   | 2,842    | 134    | 28                     | 6                         | 287                    | 257    |
| New York City region.....   | 6,496   | 5,762    | 80     | 73                     | 2                         | 118                    | 461    |
| Omaha region.....   | 3,552   | 2,999    | 149    | 31                     | 8                         | 96                     | 272    |
| Philadelphia region.....  | 6,441   | 5,549    | 180    | 57                     | 8                         | 138                    | 529    |
| San Francisco region.....   | 5,189   | 4,431    | 206    | 42                     | 8                         | 100                    | 402    |
| <b>C. District directors' offices and service centers</b>   |         |          |        |                        |                           |                        |        |
| Atlanta.....  | 3,913   | 3,458    | 118    | 24                     | 2                         | 47                     | 272    |
| Birmingham.....   | 2,990   | 2,654    | 76     | 19                     | 1                         | 37                     | 208    |
| Columbia.....   | 2,029   | 1,798    | 56     | 16                     | 3                         | 24                     | 140    |
| Groenbore.....  | 4,261   | 3,730    | 137    | 25                     | 3                         | 51                     | 315    |
| Jackson.....  | 1,669   | 1,454    | 64     | 14                     | 1                         | 25                     | 111    |
| Jacksonville.....   | 5,287   | 4,673    | 147    | 37                     | 3                         | 53                     | 374    |
| Nashville.....  | 3,666   | 3,261    | 88     | 23                     | 3                         | 45                     | 248    |

Table 26.—Obligations incurred by the Internal Revenue Service—Continued

[In thousands of dollars]

| Internal Revenue office, district, or region                        | Total  | Salaries | Travel | Communication services | Rent and utility services | Supplies and equipment | Other |
|---|--------|----------|--------|------------------------|---------------------------|------------------------|-------|
| (1)   | (2)    | (3)      | (4)    | (5)                    | (6)                       | (7)                    |       |
| <b>C. District directors' offices and service centers—Continued</b> |        |          |        |                        |                           |                        |       |
| Boston:   |        |          |        |                        |                           |                        |       |
| Augusta.....  | 1,357  | 1,192    | 46     | 13                     | 1                         | 17                     | 88    |
| Boston.....   | 7,835  | 7,063    | 100    | 81                     | 12                        | 71                     | 508   |
| Burlington.....   | 679    | 584      | 29     | 7                      | —                         | 12                     | 47    |
| Hartford.....   | 4,361  | 3,928    | 66     | 29                     | 9                         | 40                     | 289   |
| Portsmouth.....   | 986    | 857      | 33     | 9                      | 3                         | 18                     | 66    |
| Providence.....   | 1,644  | 1,486    | 15     | 15                     | 1                         | 21                     | 106   |
| Northeast Service Center.....                                       | 3,519  | 2,620    | 4      | 7                      | 556                       | 99                     | 233   |
| Chicago:  |        |          |        |                        |                           |                        |       |
| Chicago.....  | 12,278 | 11,039   | 103    | 120                    | 13                        | 137                    | 866   |
| Detroit.....  | 10,106 | 9,062    | 165    | 77                     | 17                        | 109                    | 676   |
| Milwaukee.....  | 5,043  | 4,493    | 104    | 39                     | 5                         | 61                     | 341   |
| Springfield.....  | 4,391  | 3,848    | 143    | 31                     | 5                         | 54                     | 310   |
| Cincinnati:   |        |          |        |                        |                           |                        |       |
| Cincinnati.....   | 3,317  | 2,983    | 43     | 19                     | 1                         | 40                     | 231   |
| Cleveland.....  | 6,568  | 5,893    | 81     | 69                     | 13                        | 69                     | 443   |
| Columbus.....   | 2,073  | 1,852    | 40     | 16                     | 3                         | 25                     | 137   |
| Indianapolis.....   | 5,530  | 4,963    | 115    | 30                     | 8                         | 55                     | 359   |
| Louisville.....   | 3,398  | 2,996    | 95     | 27                     | 1                         | 43                     | 234   |
| Parkersburg.....  | 2,241  | 1,919    | 83     | 18                     | 36                        | 37                     | 148   |
| Richmond.....   | 4,217  | 3,695    | 142    | 42                     | 4                         | 51                     | 283   |
| Tellico.....  | 2,129  | 1,893    | 47     | 14                     | 5                         | 23                     | 147   |
| Midwest Service Center.....   | 4,236  | 3,274    | 6      | 5                      | 535                       | 98                     | 318   |
| Dallas:   |        |          |        |                        |                           |                        |       |
| Albuquerque.....  | 1,046  | 900      | 46     | 10                     | 2                         | 17                     | 71    |
| Austin.....   | 5,613  | 4,963    | 177    | 36                     | 2                         | 56                     | 379   |
| Dallas.....   | 5,594  | 4,929    | 192    | 32                     | 16                        | 54                     | 371   |
| Little Rock.....  | 1,758  | 1,493    | 97     | 12                     | —                         | 26                     | 130   |
| New Orleans.....  | 3,310  | 2,921    | 96     | 19                     | 1                         | 31                     | 242   |
| Oklahoma City.....  | 2,892  | 2,564    | 81     | 19                     | 1                         | 31                     | 196   |
| New York City:  |        |          |        |                        |                           |                        |       |
| Albany.....   | 2,530  | 2,256    | 50     | 26                     | 5                         | 24                     | 169   |
| Brooklyn.....   | 8,653  | 7,831    | 57     | 101                    | 6                         | 82                     | 576   |
| Buffalo.....  | 3,598  | 3,242    | 60     | 24                     | 3                         | 29                     | 240   |
| Lower Manhattan.....  | 7,082  | 6,481    | 21     | 67                     | 3                         | 43                     | 467   |
| Upper Manhattan.....  | 11,077 | 10,055   | 32     | 125                    | 5                         | 95                     | 765   |
| Syracuse.....   | 2,338  | 2,071    | 60     | 17                     | 1                         | 26                     | 163   |
| Omaha:  |        |          |        |                        |                           |                        |       |
| Aberdeen.....   | 987    | 836      | 64     | 3                      | —                         | 13                     | 71    |
| Cheyenne.....   | 675    | 576      | 37     | 3                      | —                         | 13                     | 46    |
| Denver.....   | 2,693  | 2,404    | 62     | 18                     | 1                         | 30                     | 178   |
| Des Moines.....   | 3,471  | 3,065    | 119    | 20                     | 1                         | 36                     | 230   |
| Fargo.....  | 923    | 793      | 53     | 4                      | —                         | 15                     | 58    |
| Kansas City.....  | 2,668  | 2,394    | 59     | 12                     | 1                         | 27                     | 175   |
| Omaha.....  | 2,205  | 1,953    | 64     | 10                     | 1                         | 28                     | 149   |
| St. Louis.....  | 3,638  | 3,268    | 64     | 13                     | 1                         | 60                     | 232   |
| St. Paul.....   | 4,434  | 3,951    | 115    | 29                     | 3                         | 46                     | 290   |
| Wichita.....  | 3,076  | 2,717    | 114    | 19                     | 1                         | 32                     | 193   |
| Philadelphia:   |        |          |        |                        |                           |                        |       |
| Baltimore.....  | 7,601  | 6,895    | 78     | 62                     | 5                         | 56                     | 505   |
| Camden.....   | 2,922  | 2,626    | 54     | 18                     | 2                         | 31                     | 191   |
| Newark.....   | 7,925  | 7,145    | 61     | 101                    | 19                        | 64                     | 535   |
| Philadelphia.....   | 9,228  | 8,339    | 117    | 65                     | 6                         | 87                     | 614   |
| Pittsburgh.....   | 6,092  | 5,583    | 81     | 29                     | 6                         | 56                     | 417   |
| Scranton.....   | 2,216  | 1,997    | 40     | 13                     | 1                         | 21                     | 144   |
| Wilmingon.....  | 1,115  | 1,004    | 16     | 5                      | 1                         | 11                     | 78    |
| San Francisco:  |        |          |        |                        |                           |                        |       |
| Boise.....  | 1,037  | 901      | 43     | 8                      | —                         | 14                     | 71    |
| Helena.....   | 1,104  | 956      | 52     | 9                      | —                         | 14                     | 73    |
| Helena.....   | 1,258  | 1,141    | 18     | 9                      | —                         | 12                     | 78    |
| Helena.....   | 1,415  | 1,248    | 150    | 118                    | 31                        | 139                    | 889   |
| Los Angeles.....  | 12,302 | 10,975   | 150    | 12                     | 1                         | 16                     | 99    |
| Phoenix.....  | 1,415  | 1,248    | 39     | 15                     | 1                         | 33                     | 188   |
| Portland.....   | 2,664  | 2,340    | 87     | 15                     | 1                         | 14                     | 68    |
| Reno.....   | 852    | 751      | 26     | 6                      | —                         | 24                     | 83    |
| Salt Lake City.....   | 1,235  | 1,096    | 16     | 67                     | 5                         | 97                     | 589   |
| San Francisco.....  | 8,540  | 7,619    | 123    | 35                     | 4                         | 55                     | 307   |
| Seattle.....  | 4,299  | 3,774    | 124    | 6                      | —                         | 101                    | 187   |
| Western Service Center.....   | 2,593  | 1,841    | 6      | —                      | —                         | —                      | —     |



Table 27.—Cost of printing and binding

| Class of work   | 1959                 |                 |                               | 1958                 |                 |                               |
|---|----------------------|-----------------|-------------------------------|----------------------|-----------------|-------------------------------|
|   | Quantity (thousands) |                 | Cost<br>(thousand<br>dollars) | Quantity (thousands) |                 | Cost<br>(thousand<br>dollars) |
|   | Items or sets<br>(1) | Packages<br>(2) |                               | Items or sets<br>(1) | Packages<br>(2) |                               |
| Total.....  | 1,469,441            |                 | 7,131                         | 1,662,537            |                 | 7,312                         |
| Packages of tax returns and instructions<br>for major mailings to taxpayers, total..... | 297,960              | 63,679          | 902                           | 400,502              | 67,700          | 1,035                         |
| Package 1 (Form 1040 nonbusiness).....  | 107,000              | 21,400          | 341                           | 131,700              | 26,340          | 431                           |
| Package 2 (Form 1040 nonbusiness<br>with estimated tax).....                            | 48,270               | 8,045           | 145                           | 29,718               | 4,953           | 94                            |
| Package 3 (Form 1040 business).....   | 50,040               | 6,255           | 175                           | 48,944               | 6,118           | 183                           |
| Package 4 (Form 1040 farm).....   | 27,400               | 3,425           | 91                            | 26,776               | 3,347           | 101                           |
| Form 1040A.....   | 46,802               | 23,401          | 125                           | 38,244               | 19,122          | 67                            |
| Employment tax package.....   | 18,448               | 1,153           | 25                            | 125,120              | 17,820          | 159                           |
| Other tax returns, instructions, public-use<br>forms, and pamphlets.....                | 715,691              |                 | 2,314                         | 826,458              |                 | 2,547                         |
| Administrative forms and pamphlets.....   | 396,664              |                 | 1,337                         | 374,365              |                 | 981                           |
| Field printing.....   | 59,126               |                 | 198                           | 61,212               |                 | 202                           |
| Excise tax stamps.....  | (2)                  |                 | 2,380                         | (2)                  |                 | 2,547                         |

<sup>1</sup> Employment tax returns and instructions were prepared in package form for the first time in 1958. Figure includes purchases for both 1957 and 1958 tax years.

<sup>2</sup> Excise tax stamps numbered 23,869,651,000 in 1959 and 23,808,610,000 in 1958. These figures are not included in the total.

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