

# Individual Income Tax Returns 1984

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Returns Filed,  
Sources of Income, Exemptions,  
Itemized Deductions, and  
Tax Computations



Statistics of Income Division  
Internal Revenue Service  
Publication 1304 (Rev. 11-86)

# Individual Income Tax Returns

Publication 1304 (Rev. 11-86)

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This report contains data on sources of income, adjusted gross income, exemptions, deductions, taxable income, income tax, tax credits, self-employment tax, tax withheld, and tax payments. Classifications are by tax status, size of adjusted gross income, and marital status. Data on high income returns are contained in Section 4 of this report.

Additional unpublished information from individual income tax returns, classified by size of adjusted gross income, is available on a reimbursable basis. A public-use computer tape file — the Individual Tax Model File — containing the records selected for the Statistics of Income sample is also available on a reimbursable basis. This file is suitable primarily for making national level estimates.

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# NEW STATISTICAL SERVICES

(Available from Statistics of Income Division)

As part of the Statistics of Income program a series of new services is now being offered (see below). Detailed information on these statistical services can be obtained by writing to Director, Statistics of Income Division (D:R:S), Internal Revenue Service, 1111 Constitution Avenue, N.W., Washington, D.C. 20224. Purchase is by check made payable to the IRS Accounting Section.

## Studies of International Income and Taxes, Publication 1267 – Price \$45.00

Purchase price includes a 516-page document for 1979-83 that presents information from 13 Statistics of Income studies in the international area, including:

- Foreign activity of U.S. corporations
- Activity of foreign corporations in the U.S.
- Foreign interests in U.S. corporations
- Statistics related to individuals, trusts, and estates
- Data presented by-- geographical area or industrial activity, as well as other classifiers

Purchasers of this service also will be provided with additional information for one year as it becomes available. The one year period for receiving additional information can be extended at a cost of \$35.00 per year. A long-term subscription (\$150) includes the compendium and additional information as it becomes available through August 1990. (The next compendium is scheduled for release in September 1990.)

## Individual Income Tax Returns, Publication 1304 — Price \$30.00

Purchase price includes a 135-page document for 1984 presenting Statistics of Income data and tables on:

- Sources of Income
- Exemptions
- Itemized deductions
- Tax Computations
- Data presented by -- size of adjusted gross income, marital status

Purchasers of this service also will be provided with additional articles relating to 1984 data and preliminary 1985 data as they become available and will be notified of future statistical releases relating to individual income tax returns.

## Partnership Returns, Publication 369 — Price \$22.00

Purchase price includes a 314-page document for 1978-82 presenting previously unpublished Statistics of Income data for 1980, 1981 and 1982, as well as data previously issued in other publications. Features include:

- Number of partnerships
- Limited partnerships
- Receipts
- Cost of sales and operations
- Deductions
- Net income
- Capital gains
- Data presented by -- industry size of total assets state number of partners

Purchasers of this service also will be provided with data for 1983 and 1984 as they become available and will also be notified of future statistical releases relating to partnership returns.

## Other Services – Price dependent on the request

- Unpublished tabulations from SOI program are available. Includes detailed tables underlying those published in SOI Bulletin.
- Special tabulations produced to user specifications.
- Public use tape files, including the Individual Tax Model (1978-1984), among others. (Earlier files are available from the Machine-Readable Branch (NNSR) of the National Archives, Washington, DC 20408)

# BUSINESS SOURCE BOOKS

(Available from Statistics of Income Division)

In addition to the Corporation Source Book, two others are now being offered by the Statistics of Income Division (see below). Information can be obtained by writing to Director, Statistics of Income Division (D:R:S) at the address above. Purchase of Source Books should be made at time of request by check payable to the IRS Accounting Section.

## Corporation Source Book, 1983, Publication 1053 - Price \$175.00

This is a 480-page document that presents detailed income statement, balance sheet, tax and investment credit items by major and minor industries and size of total assets. This report is part of an annual series and can be purchased for \$175 (years prior to 1982 at \$150). A magnetic tape containing the tabular statistics for 1983 can be purchased for \$1,500.

## Partnership Source Book, Publication 1289 - Price \$30.00

This is a 291-page document showing key partnership data for 1957 through 1983, at the minor, major and division industry level. Includes a historical definition of terms section and a summary of legislative changes affecting partnerships during that period. Tables feature:

- Number of partnerships
- Number of partners
- Business receipts
- Depreciation
- Taxes paid deductions
- Interest paid
- Payroll
- Payments to partners
- Net income

Purchasers of this service also will be advised of the release of subsequent years' data. A magnetic tape containing the tabular statistics can be purchased for an additional \$200.

## Sole Proprietorship Source Book - In preparation

This Source Book is a companion to that for partnerships, shown above. It is expected to be available later in 1986. Included will be data on:

- Number of businesses
- Business receipts
- Interest paid
- Depreciation
- Taxes paid deductions
- Payroll
- Net income

As with Partnerships, a magnetic tape will also be available.

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## OTHER PUBLICATIONS

(Available from Superintendent of Documents GPO, Washington, D.C. 20402)

### The Statistics of Income (SOI) Bulletin (Quarterly), Publication 1136

Subscription price \$20.00; Single copy price \$5.50

The SOI Bulletin provides the earliest published financial statistics from the various types of tax and information returns filed with the Internal Revenue Service. The Bulletin also includes information from periodic or special analytical studies of particular interest to tax administrators and economists.

### Statistics of Income - 1983, Corporation Income Tax Returns, Publication 16

Presents information on --

- Receipts
- Deductions
- Net income
- Taxable income
- Income tax
- Tax credits
- Distributions to stockholders
- Assets
- Liabilities
- Data classified by--
  - industry
  - accounting period
  - size of total assets
  - size of business receipts

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## Section 1

# Introduction, Changes in Law, Sources of the Data, Description of the Sample, and Limitations of the Data\*

The statistics presented in this report are estimates based on a stratified probability sample of individual income tax returns, selected before audit, and represent coverage of the 99.4 million Forms 1040, 1040A and 1040EZ filed by the nation's taxpayers for Tax Year 1984.

Table A shows selected tax items for Tax Years 1970, 1975, 1980, 1983 and 1984. In addition, percent changes for Tax Years 1983 and 1984 are shown. The number of returns filed for 1984 increased by approximately 3.1 million returns and adjusted gross income increased by approximately \$197 billion compared with 1983. This was an increase of approximately 3.2 percent in returns filed and an increase of approximately 10.2 percent in adjusted gross income. However, despite the tax rate reduction in effect for 1984, taxable income and total income tax increased by approximately the same percentage rate as adjusted gross income.

### REQUIREMENTS FOR FILING

The Internal Revenue Code of 1954, as amended, provided the legal basis for tax activity detailed in the tables. For Tax Year 1984, as for previous tax years, the principal criteria that determined the general filing requirements were gross income, filing status, and age. Gross income included all income received in the form of money, property, and services that was not expressly exempt from tax. A return had to be filed by:

- (1) a single person (other than a surviving spouse) under age 65 with gross income of at least \$3,300;
- (2) a single person (other than a surviving spouse) age 65 or over with gross income of at least \$4,300;
- (3) a surviving spouse under age 65 with gross income of at least \$4,400;
- (4) a surviving spouse age 65 or over with gross income of at least \$5,400;
- (5) a married couple, filing a joint return, with both spouses under age 65 and with a combined gross income of at least \$5,400;
- (6) a married couple, filing a joint return, with one spouse age 65 or over and with a combined gross income of at least \$6,400;
- (7) a married couple, filing a joint return, with both spouses age 65 or over and with a combined gross income of at least \$7,400; and

- (8) a married person regardless of age whose spouse was filing a separate return, if that married person had a gross income of at least \$1,000.

Notwithstanding these provisions, there were six additional filing requirements. Specifically, an individual had to file a return for Tax Year 1984 if that individual:

- (1) was claimed as a dependent on another person's return and had "unearned income" (such as trust distributions, interest, or capital gains) of \$1,000 or more;
- (2) was liable for any of the following taxes:
  - social security tax on unreported tip income
  - uncollected social security tax or Railroad Retirement Tax Act (RRTA) tax on reported tip income
  - alternative minimum tax
  - tax on premature IRA distributions
  - tax from recapture of investment credit
- (3) received advanced earned income payments;
- (4) had net earnings of at least \$400 from self-employment income;
- (5) had wages of \$100 or more from a church or qualified church-controlled organization that was exempt from employer social security taxes; or
- (6) had gross income of at least \$1000 and excluded income from sources within U.S. possessions.

These filing requirements applied to all U.S. citizens, residents of Puerto Rico, resident aliens for the entire tax year, certain dual-status taxpayers, and certain nonresident aliens married to U.S. citizens or residents.

In addition, data shown in these tables cover returns from taxpayers who did not meet the general or specific filing requirements but were eligible and did file for a refund or an earned income credit.

Most taxpayers were required to file tax returns within three and one-half months after the close of their accounting periods. Since most individuals use a calendar year period, nearly all returns were due by April 15, 1985. However, each taxpayer could be granted, upon request, one automatic four-month extension of time to file. U.S. citizens residing or traveling outside the United States and Puerto Rico on the due date were automatically granted (without requesting) a two-month extension.

\*This report was prepared under the direction of Susan Hostetter, Chief, Returns Analysis Section, Individual Statistics Branch. David Barker was responsible for overall production. Text was prepared by Terry Smith and Bonnie Walker, and was reviewed by David Paris, Assistant Branch Chief, Individual Statistics Branch. Typing support was provided by Dorothy Farmer.

Table A.--Selected Income and Tax Items for Selected Years, 1970-1984  
 [All figures are estimates based on samples--money amounts are in thousands of dollars]

Item	1970	1975	1980	1983	1984	Percent change, 1983 to 1984
	(1)	(2)	(3)	(4)	(5)	(6)
All returns .....	74,279,831	82,229,332	93,902,469	96,321,310	99,438,708	3.2
Form 1040 returns .....	N/A	54,527,726	57,122,592	61,211,264	64,533,502	5.4
Form 1040A returns .....	N/A	27,701,606	36,779,877	19,453,863	18,431,641	-5.3
Form 1040EZ returns .....	N/A	N/A	N/A	15,656,183	16,473,565	5.2
Total income, amount .....	639,357,791	962,886,872	1,642,345,558	2,023,982,876	2,229,649,431	10.2
Adjusted gross income less deficit .....	631,692,540	947,784,873	1,613,731,497	1,942,589,865	2,139,904,356	10.2
Salaries and wages:						
Number of returns .....	66,965,659	73,520,046	83,802,109	83,120,588	85,925,617	3.4
Amount .....	531,883,892	795,399,462	1,349,842,802	1,644,572,655	1,807,137,587	9.9
Interest received:						
Number of returns .....	32,630,355	40,378,240	49,019,575	57,076,334	62,059,703	8.7
Amount .....	22,021,267	43,433,554	102,009,444	153,805,163	176,369,305	14.7
Dividends in adjusted gross income:						
Number of returns .....	7,729,939	8,853,491	10,738,982	13,326,556	14,259,407	7.0
Amount .....	15,806,924	21,892,126	38,761,253	48,556,703	48,640,734	.2
Business or profession net income less loss:						
Number of returns .....	6,159,985	7,242,542	8,881,119	10,682,124	11,237,218	5.2
Amount .....	30,554,201	39,421,478	55,129,154	60,359,154	70,766,610	17.2
Net Capital gain less loss:						
Number of returns .....	7,962,663	7,574,823	9,970,921	10,917,709	12,558,688	15.0
Amount .....	9,006,683	14,071,893	30,029,074	49,407,678	54,519,368	10.3
Pensions and annuities in adjusted gross income:						
Number of returns .....	3,249,558	5,088,937	7,373,704	10,120,721	11,551,051	14.1
Amount .....	7,878,808	20,886,871	43,339,736	69,813,961	80,447,934	15.2
Rents and royalties net income less loss:						
Number of returns .....	6,557,498	7,143,812	8,208,132	8,643,803	9,100,525	5.3
Amount .....	3,232,817	5,202,078	4,105,381	-5,387,351	-9,482,800	-76.0
Partnership and S Corporations:						
Number of returns .....	n.a.	n.a.	n.a.	4,867,695	5,203,592	6.9
Amount .....	12,637,912	12,811,091	10,099,346	-527,556	-2,268,204	-329.9
Farm net income less loss:						
Number of returns .....	3,026,530	2,755,041	2,608,430	2,710,044	2,694,420	-.6
Amount .....	2,788,713	3,563,325	-1,792,466	-9,294,484	-13,095,506	-40.9
Total statutory adjustments:						
Number of returns .....	6,370,552	9,024,255	13,148,919	34,837,711	37,025,796	6.3
Amount .....	7,665,251	15,101,999	28,614,061	81,393,011	89,745,075	10.3
Individual Retirement Arrangement:						
Number of returns .....	N/A	1,211,794	2,564,421	13,613,167	15,232,856	11.9
Amount .....	N/A	1,436,443	3,430,894	32,060,627	35,374,424	10.3
Self-employed retirement (Keogh):						
Number of returns .....	591,655	595,892	568,936	656,038	648,958	-1.1
Amount .....	847,692	1,603,788	2,007,666	2,937,980	4,072,409	38.6
Married couple who both work:						
Number of returns .....	N/A	N/A	N/A	22,557,433	24,126,180	7.0
Amount .....	N/A	N/A	N/A	19,762,365	22,407,621	13.4
Exemptions:						
Number of exemptions .....	204,126,402	212,202,596	227,925,098	234,390,944	240,886,327	2.8
Number, age 65 or over .....	8,904,331	9,937,208	11,847,168	14,819,860	15,890,548	7.2
Total deductions:						
Number of returns .....	73,862,448	81,585,541	88,491,251	90,816,724	94,855,579	4.4
Amount .....	120,549,755	233,181,778	346,000,155	448,667,194 <sup>1/</sup>	499,585,197 <sup>1/</sup>	11.3
Total itemized deductions:						
Number of returns .....	35,430,047	26,074,061	28,950,282	35,230,292	38,203,092	8.4
Amount .....	88,178,487	122,260,601	218,028,139	309,633,773	358,876,015	15.9
Medical and dental expense .....	10,585,749	11,422,312	14,972,082	18,074,335	21,450,276	18.7
Taxes paid .....	32,014,673	44,141,289	69,404,275	99,750,645	115,245,288	15.5
Interest paid .....	23,929,477	38,885,282	91,187,006	134,691,655	158,176,338	17.4
Contributions .....	12,892,732	15,393,331	25,809,608	37,677,955	42,119,812	11.8
Taxable income:						
Number of returns .....	59,593,598	65,852,602	88,104,696	90,816,724	94,178,183	3.7
Amount .....	401,154,285	595,492,866	1,279,985,360	1,544,872,497	1,701,365,731	10.1
Income tax before credits:						
Number of returns .....	59,596,755	65,854,734	76,135,819	80,610,882	84,440,481	4.8
Amount .....	84,156,695 <sup>2/</sup>	132,452,044	256,294,315	279,841,890	306,686,024	9.6
Total tax credits <sup>3/</sup> .....	369,610	8,069,846	7,215,839	8,190,737	9,263,308	13.1
Child care credit .....	N/A	N/A	956,439	2,051,462	2,648,834	29.1
Credit for the elderly and disabled .....	167,656	128,968	134,993	116,324	107,002	-8.0
Residential energy credit .....	N/A	N/A	562,141	549,024	645,093	17.5
Foreign tax credit .....	169,623	381,985	1,341,675	617,749	738,014	19.5
Investment credit .....	30,554	1,593,150	3,288,415	4,161,453	6,347,422	52.5
Income tax after credits .....	83,787,323	124,382,197	249,078,475	271,651,153	297,422,715	9.5
Total income tax:						
Number of returns .....	59,317,371	61,490,737	73,906,244	78,016,323	81,639,509	4.6
Amount .....	83,909,311	124,526,297	250,341,440	274,181,323	301,923,057	10.1

n.a. Not available

N/A Not applicable

<sup>1/</sup> Includes total itemized deductions, charitable contributions for nonitemizers, and zero bracket amount on nonitemized deductions.

<sup>2/</sup> Includes surcharge of \$2,018,078,000.

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

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

CHANGES IN LAW

As a result of the Tax Reform Act of 1984, the 1983 Social Security Amendments Act and Railroad Retirement Solvency Act, and the Tax Equity and Fiscal Responsibility Act of 1982, certain new tax provisions affected 1984 income tax returns. Most of these tax law changes pertaining to individual returns are reflected in this report. Likewise, the final tax rate reduction mandated by the Economic Recovery Act of 1981 is reflected in the 1984 tax tables and tax rate schedules.

All major changes are listed below in alphabetical order.

Section 3 contains more detailed explanations and definitions of terms used in this report.

Backup Withholding

For Tax Year 1984, a backup withholding rule was enacted to insure that certain income payments were reported and that income tax was collected for them. Such payments, reported by financial institutions or other businesses, were generally not subject to withholding. However, if the taxpayer failed to comply with any of the following conditions the financial institution or business would have enforced a 20 percent backup withholding:

- (1) providing the financial institution or business the correct social security or other taxpayer identification number in the required manner,
- (2) providing adequate certification to allow exemption from backup withholdings, or
- (3) accurately reporting all interest, dividends, and other reportable payments for the previous year.

Capital Gain Holding Period

The capital gain holding period for certain assets acquired during Tax Year 1984 was reduced. For long-term gains or losses from assets purchased after June 22, 1984, the holding period was reduced from "more than one year" to "more than six months". For short-term gains or losses from assets acquired after June 22, 1984, the holding period was reduced to six months or less.

Contributions Deduction for Nonitemizers

Beginning with Tax Year 1984, taxpayers who did not itemize deductions could deduct 25 percent of the first \$300 (\$150 if married filing separately) of qualifying charitable contributions. Therefore, taxpayers could deduct as much as \$75 (\$37.50 if married filing separately) in computing taxable income.

For Tax Years 1982 and 1983, the deduction of 25 percent of contributions applied only to the first \$100 (\$50 if married filing separately) of qualifying contributions thus limiting the deductible amount to \$25 (\$12.50 if married filing separately).

Credit for the Elderly and Permanently and Totally Disabled

For Tax Year 1984, the eligibility requirements for the credit for the elderly were changed. The requirements were modified to include certain taxpayers previously eligible for the disability income exclusion (repealed for Tax Year 1984). The new credit for the elderly and permanently and totally disabled

applied to individuals (1) who were age 65 or older or (2) who were under age 65, retired with a permanent and total disability, and who received taxable income from a public or private employer because of that disability.

Qualifying individuals determined the base amount of income on which to figure the credit from an allowable amount of income classified by filing status and age. However, permanently and totally disabled individuals under age 65 had to determine their base amount as the lesser of the allowable amount or taxable disability income. The base amount for both qualifying groups was further reduced by the sum of nontaxable social security benefits, railroad retirement and veterans pensions, other nontaxable pensions, and one-half of adjusted gross income in excess of a set amount which was also classified by filing status and age. Lastly, the actual credit was computed as 15 percent of the base amount.

Foreign Earned Income Exclusion

The scheduled \$5,000 increase in the foreign earned income exclusion did not become effective for Tax Year 1984, but was delayed until Tax Year 1988. Thus the maximum exclusion was still limited to \$80,000. For Tax Year 1984, the limit for deduction of "reasonable" amounts of employer-provided foreign housing increased by \$263 to \$6,878.

General Business Credit

As a result of the Tax Reform Act of 1984, a major revision was made in the calculation of certain income tax credits. The investment credit, jobs credit, and alcohol fuels credit were each separately computed and the totals were combined into a new single credit, the general business credit. Taxpayers claiming more than one of the business credits were required to summarize them on a new form, Form 3800, General Business Credit. The general business credit was limited to 100 percent of the first \$25,000 (\$12,500 for married persons filing separately) of "adjusted tax liability" plus 85 percent of the excess. If the current year general business credit exceeded the tax liability limitation and could not be used for Tax Year 1984, the unused amount could be carried back to the three preceding tax years. Any unused credit after carryback could be carried forward for 15 years after the year of the credit. Additionally, all carryforwards of unused investment credit, jobs credit, and alcohol fuels credit from 1983 were added together and reported on Form 3800.

Taxpayers claiming a single credit or the carryforward for a single credit did not have to file Form 3800, but were required to use only the appropriate form for the particular credit or credit carryforward.

Income Averaging

Beginning for 1984, the computation for income averaging changed. The base period was reduced from four years to three years, thus only including the three years immediately preceding the computation year. In addition, the taxpayer's taxable income for 1984 had to exceed 140 percent of average taxable income for the three-year base period. Previously, the taxpayer's current-year taxable income only had to exceed 120 percent of the average base period income.

Individual Retirement Arrangements

Beginning with Tax Year 1984, deductions for an Individual Retirement Arrangement (IRA) were allowed

only for contributions made prior to the filing due date of the return, in most cases, April 15, 1985. Previously taxpayers could make IRA contributions until the due date for filing their returns, including extensions of time to file.

#### Medical and Dental Expenses

For Tax Year 1984, amounts paid for medicine and drugs or insulin were deductible only if they were for prescribed medicine and drugs or insulin. In addition, taxpayers could deduct a maximum of \$50 per day for certain lodging expenses incurred for medical care. The medical and dental expense deduction was still limited to the excess over 5 percent of adjusted gross income.

#### Nonbusiness Casualty and Theft Losses

For Tax Year 1984, taxpayers were still allowed to deduct unreimbursed nonbusiness casualty and theft losses to the extent that the net loss for each such casualty or theft exceeded \$100 and the combined amount for all net losses during the year exceeded 10 percent of adjusted gross income. However, if the computation of a single nonbusiness casualty or theft loss resulted in a gain, the amount was treated as a capital gain and reported on the Schedule D. Gains were realized if total reimbursements exceeded total cost or fair market value for the items. Depending on the holding period for the lost asset, the amounts were treated as either short or long-term capital gains.

#### Social Security and Railroad Retirement Benefits

As a result of the 1983 Social Security Amendments and Railroad Retirement Solvency Acts, a percentage of social security benefits (or tier 1 railroad retirement benefits) were subject to tax for Tax Year 1984. The amount of benefits that had to be included in taxable income was the lesser of half the benefits received for the year or half the excess over a specified base amount of the sum of the taxpayer's modified adjusted gross income (AGI) and half of the benefits. Modified adjusted gross income was the taxpayer's AGI plus the following:

- (1) any tax-exempt interest,
- (2) the two-earner married couple deduction,
- (3) the foreign earned income exclusion and the foreign housing deduction, and
- (4) the exclusion for income from U.S. possessions and Puerto Rico.

The base amount that applied was \$25,000 for single persons, \$32,000 for married couples filing jointly, \$25,000 for married persons filing separately and not living with their spouse, and zero for married persons filing separately and living together.

Tier 2 railroad retirement benefits were treated as pension and annuity income, such as those paid by private firms. Consequently, these benefits were subject to Federal income tax. Other payments received under the Railroad Unemployment Insurance Act that were not compensation for on-the-job injuries were also taxable.

#### Tax Rate Reduction

The final 10 percent tax rate reduction, mandated by the Economic Recovery Tax Act of 1981, was reflected in the 1984 tax tables and tax rate schedules.

#### Total Tax Credits

As a result of the Tax Reform Act of 1984 the credits portion of Form 1040 was revised. A new category, "total personal credits", was introduced. The credit consisted of the child care credit, credit for the elderly and permanently and totally disabled, residential energy credit, and political contributions credit. The sum of these credits was subtracted from "income tax before credits" to arrive at "income tax after personal credits;" also a new category.

For purposes of this report, the remaining credits are the foreign tax credit, general business credit, research and experimentation credit, and "other" tax credits.

#### SAMPLE SELECTION

The statistics in this report were estimated from a stratified probability sample of unaudited Individual Income Tax Returns, Forms 1040, 1040A, and 1040EZ filed by U.S. citizens and residents. The sample was designated at the National Computer Center and was processed in each of the ten Internal Revenue Service (IRS) Centers during Calendar Year 1985. The total sample of 94,422 returns was selected from a population of 99,579,174 returns.

All returns processed during 1985 were subjected to sampling except tentative and amended returns. Tentative returns were not subjected to sampling because the revised returns may have been sampled later on, while amended returns were excluded because the original returns had already been subjected to sampling. A small percentage of returns were not identified as tentative or amended until after sampling. These returns along with those returns that contained no income information were excluded from the tables in this report. Sample returns representing approximately 140,000 returns were excluded from the tables.

The estimates in this report are intended to represent all returns filed for Income Year 1984. While about 98 percent of the returns processed during Calendar Year 1985 were for Income Year 1984, a few were for noncalendar years ending during 1984 and 1985 and some were returns for prior years. Returns for prior years were used in place of 1984 returns received and processed after December 31, 1985. This was done in the belief that the characteristics of returns due but not yet filed could best be represented by the returns for previous income years that were processed in 1985. Therefore, data for Tax Year 1984 may include amounts of minimum tax (or other discontinued items) reported on returns filed in 1985.

#### SAMPLE DESIGN AND SELECTION CRITERIA

Data from Forms 1040, 1040A, and 1040EZ processed to the IRS Individual Master File System at the National Computer Center during Calendar Year 1985 were stratified, by computer, into sample strata. These strata were based on the larger of total income or total loss amounts and the size of business plus farm receipts. In addition they were based on the presence or absence of a Form 2555, Foreign Earned Income; a Form 1116, Computation of Foreign Tax Credit; a Schedule C, Profit or (Loss) From Business or Profession; and a Schedule F, Farm Income and Expenses. Nineteen variables were used to derive the total income and loss amounts.

Returns were then selected from the sample strata using two methodologies. One method used certain ending digits of the Social Security Number (SSN) and the second method used ending digits of random

numbers generated from transformations of the SSN. The sampling rates ranged from 0.03 percent to 100 percent.

Table B contains the number of returns in the population and sample by sample stratum for the United States and State Groups. The State Groups were formed on the basis of total number of Forms 1040, 1040A, and 1040EZ filed for each State. The sampling rates of each State Group were identical. A comparison of the population counts in Table B with the total shown in the national tables of this report will disclose a small difference. This difference is the result of having excluded approximately 140,000 returns (see above).

#### METHOD OF ESTIMATION

Weighting factors were obtained by dividing the computer population count of returns in a sample stratum by the number of sample returns for that stratum. The weighting factors were then converted to "integer weighting factors" which were applied to each return. For example, if a weight of 44.24 was computed for a stratum, 24 percent of the sample returns in that stratum would receive an integer weight of 45, and 76 percent a weight of 44. One set of weighting factors was computed for each State Group. These two sets of weighting factors were used to generate all of the estimated numbers of returns and amounts in this report.

#### SAMPLING VARIABILITY AND CONFIDENCE INTERVALS

The particular sample used in this study is one of a large number of all possible samples that could have been selected using the same sample design. Estimates derived from the different samples would differ from each other. The deviation of a sample estimate from the average of all possible samples is called the sampling error. The standard error of an estimate is a measure of the variation among the estimates from the possible samples and thus is a measure of the precision with which an estimate from a particular sample approximates the average result of all possible samples.

The coefficient of variation (CV) is the standard error of the estimate expressed as a percent of the estimate. Table 1.4 CV contains computed CV's for many estimates in this report. The CV's were derived from using the sum-of-squares method.

The sample estimate and an estimate of its standard error permit the construction of interval estimates with prescribed confidence that the interval includes the population value. For example, from Table 1.4, the amount estimate,  $X$ , for State income tax refunds is \$7.038 billion and its related coefficient of variation,  $CV(X)$ , is 1.43 percent. The standard deviation (error) of the estimate,  $SE(X)$ , is needed to construct the interval estimate and its coefficient of variation:

$$\begin{aligned} SE(X) &= X \cdot CV(X) \\ &= (\$7.038 \text{ billion}) \cdot (0.0143) \\ &= \$0.101 \text{ billion} \end{aligned}$$

This  $SE(X)$  value is then subtracted from and added to the estimate,  $X$ , to construct a 68 percent confidence interval estimate. The interval is calculated using the formula:

$$(X - SE(X)) \leq Y \leq (X + SE(X))$$

where  $Y$  is the population value estimated by  $X$ . Based on these data, the interval estimate is from \$6.937 billion  $(7.038 - 0.101)$  to \$7.139 billion  $(7.038 + 0.101)$ .

A conclusion that the average estimate of State Income Tax Refunds lies within an interval computed in this way would be correct for approximately two-thirds of all possible similarly selected samples. To obtain this interval estimate with 95 percent confidence, multiply the  $SE(X)$  value by two. For these data, the resulting interval would be from 6.836 billion to \$7.240 billion.

Whenever a weighted frequency is less than 3, the estimate and its corresponding amount are combined or deleted in order to avoid disclosure of information for specific taxpayers. These combinations and deletions are indicated by a double asterisk (\*\*) and by a dagger (†), respectively. Estimates based on less than 10 sampled returns are considered to be unreliable. These estimates are noted by a single asterisk (\*) to the left of the data unless all of the sampled returns are selected with certainty (at the 100 percent rate).

Further details concerning confidence intervals, including the approximation of CV's for combined sample estimates, may be obtained by writing to the Statistics of Income Division, D:R:S:I, Internal Revenue Service, 1111 Constitution Avenue, N.W., Washington, DC 20224.

#### PROCESSING AND MANAGEMENT OF THE SAMPLE

While the sample was being selected, the selection process was monitored by applying prescribed sampling rates for each stratum to the population for that stratum. A follow-up was required to reconcile differences between the actual number of returns selected and the expected number.

In transcribing and tabulating the information from the returns in the sample, checks were imposed to improve the quality of the resulting estimates. Incorrect or missing entries on the sampled record were altered during statistical editing to make them consistent with other entries on the return and accompanying schedules. Data were also adjusted during editing in an attempt to achieve consistent statistical definitions. For example, a taxpayer may have reported director's fees on the other income line of the Form 1040 return. If this situation had been detected during statistical editing, the amount of director's fees would have been included in salaries and wages in the sample record.

Quality of the sample data was controlled at the IRS service centers by means of a continuous verification system that used computer tests to check for mathematical errors and inconsistent data. In addition, these tests identified items and areas of returns where SOI editors were required to transcribe additional data that is not available from revenue processing files.

After the completion of service center review, data were further validated, tested, and lastly balanced at the Detroit Data Center. Adjustments and imputation for selected fields were used to make each record internally consistent. Data were then tabulated.

A small subsample of returns was selected and independently reviewed, analyzed, and processed for a quality measurement evaluation.

Finally, prior to publication, all statistics and tables were reviewed for accuracy and reasonableness in light of provisions of the tax laws, taxpayer reporting variations and limitations, economic conditions, comparability with other statistical series, and statistical techniques used in data processing.

## Individual Returns/1984

Table B.--Number of Forms 1040, 1040A and 1040EZ in the Population and Sample, 1984

Description of the sample strata	Number of Returns					
	United States totals <sup>1</sup>		State Group A <sup>2</sup>		State Group C <sup>3</sup>	
	Population count	Sample count	Population count	Sample count	Population count	Sample count
	(1)	(2)	(3)	(4)	(5)	(6)
Grand total.....	99,579,174	94,422	6,619,216	5,273	92,959,958	89,149
Form 1040 returns only with adjusted gross income of \$200,000 and over with no income tax after credits and no additional tax for tax preferences, total.....	674	674	31	31	643	643
Form 1040 returns only with combined Schedule C (business or profession) net profit or net loss of \$200,000 and over, total.....	12,118	12,118	610	610	11,508	11,508
Larger of total income amounts or total loss amounts and Size of business receipts plus farm receipts						
Forms 1040 only with Form 2555.....	166,543	131	-	-	166,543	131
Under \$1,000,000..... Under \$20,000,000.....	166,486	74	-	-	166,486	74
\$1,000,000 and over..... Any amount.....	57	57	-	-	57	57
Under \$1,000,000..... \$20,000,000 and over.....						
Forms 1040 only with Form 1116, but without Form 2555.....	389,607	3,066	21,552	122	368,055	2,944
Under \$1,000,000..... Under \$20,000,000.....	386,610	69	21,435	5	365,175	64
\$1,000,000 and over..... Any amount.....						
Under \$1,000,000..... \$20,000,000 and over.....	2,997	2,997	117	117	2,880	2,880
Forms 1040 only with Schedule C, but without a Form 2555 or Form 1116.....	11,695,624	22,739	878,890	1,355	10,816,734	21,384
Under \$20,000..... Under \$200,000.....	4,643,296	2,722	371,701	214	4,271,595	2,508
\$20,000 under \$50,000..... Under \$500,000.....						
Under \$20,000..... \$200,000 under \$500,000.....	4,996,803	4,509	377,380	330	4,619,423	4,179
\$50,000 under \$100,000..... Under \$1,000,000.....						
Under \$50,000..... \$500,000 under \$1,000,000.....	1,571,102	3,138	101,883	207	1,469,219	2,931
\$100,000 under \$200,000..... Under \$5,000,000.....						
Under \$100,000..... \$1,000,000 under \$5,000,000.....	363,418	2,152	21,745	149	341,673	2,003
\$200,000 under \$500,000..... Under \$10,000,000.....						
Under \$200,000..... \$5,000,000 under \$10,000,000.....	97,520	2,702	5,081	128	92,439	2,574
\$500,000 under \$1,000,000..... Under \$20,000,000.....						
Under \$500,000..... \$10,000,000 under \$20,000,000.....	16,242	3,267	787	152	15,455	3,115
\$1,000,000 under \$2,000,000..... Under \$30,000,000.....						
Under \$1,000,000..... \$20,000,000 under \$30,000,000.....	5,018	2,024	217	79	4,801	1,945
\$2,000,000 under \$5,000,000..... Under \$50,000,000.....						
Under \$2,000,000..... \$30,000,000 under \$50,000,000.....	1,772	1,772	73	73	1,699	1,699
\$5,000,000 and over..... Any amount.....						
Under \$5,000,000..... \$50,000,000 and over.....	453	453	23	23	430	430
Forms 1040 only with Schedule F, but without Form 2555, Form 1116, or Schedule C.....	2,115,190	3,160	197,105	251	1,918,085	2,909
Under \$20,000..... Under \$200,000.....	893,609	188	91,586	21	802,023	167
\$20,000 under \$50,000..... Under \$500,000.....						
Under \$20,000..... \$200,000 under \$500,000.....	898,517	282	78,754	24	819,763	258
\$50,000 under \$100,000..... Under \$1,000,000.....						
Under \$50,000..... \$500,000 under \$1,000,000.....	237,973	225	19,656	18	218,317	207
\$100,000 under \$200,000..... Under \$5,000,000.....						
Under \$100,000..... \$1,000,000 under \$5,000,000.....	57,136	252	5,016	23	52,120	229
\$200,000 under \$500,000..... Under \$10,000,000.....						
Under \$200,000..... \$5,000,000 under \$10,000,000.....	21,939	382	1,671	28	20,268	354
\$500,000 under \$1,000,000..... Under \$20,000,000.....						
Under \$500,000..... \$10,000,000 under \$20,000,000.....	4,189	619	308	56	3,881	563
\$1,000,000 under \$2,000,000..... Under \$30,000,000.....						
Under \$1,000,000..... \$20,000,000 under \$30,000,000.....	1,232	617	73	40	1,159	577
\$2,000,000 under \$5,000,000..... Under \$50,000,000.....						
Under \$2,000,000..... \$30,000,000 under \$50,000,000.....	438	438	35	35	403	403
\$5,000,000 and over..... Any amount.....						
Under \$5,000,000..... \$50,000,000 and over.....	157	157	6	6	151	151
Forms 1040, 1040A and 1040EZ without a Form 2555, Form 1116, Schedule C, or Schedule F.....	85,199,418	52,534	5,521,028	2,904	79,678,390	49,630
Under \$20,000.....	50,995,063	12,822	3,427,195	862	47,567,868	11,950
\$20,000 under \$50,000.....	27,983,842	11,312	1,766,366	703	26,217,476	10,609
\$50,000 under \$100,000.....	5,350,231	7,904	284,343	424	5,065,888	7,480
\$100,000 under \$200,000.....	658,361	3,649	33,498	184	624,863	3,455
\$200,000 under \$500,000.....	175,018	4,384	8,043	204	166,975	4,180
\$500,000 under \$1,000,000.....	25,959	5,211	1,089	205	24,870	5,006
\$1,000,000 under \$2,000,000.....	7,600	3,908	346	174	7,254	3,734
\$2,000,000 under \$5,000,000.....	2,632	2,632	116	116	2,516	2,516
\$5,000,000 and over.....	712	712	32	32	680	680

<sup>1</sup>Three State Groups (A, B and C) were available for use in the sample design, however, State Group B was empty.<sup>2</sup>State Group A contains returns from the District of Columbia and the following states: Alaska, Delaware, Hawaii, Idaho, Maine, Montana, Nevada, New Hampshire, New Mexico, North Dakota, Rhode Island, South Dakota, Utah, Vermont, West Virginia, and Wyoming.<sup>3</sup>State Group C includes returns from those states that are not included in State Group A and the following: Puerto Rico, the Office of International Operations and those taxpayers having APO/FPO addresses.

LIMITATIONS OF THE DATA

Cash contributions to a single organization of more than \$3,000 were reported separately from other cash contributions as an itemized deduction on the Schedule A, and these data are shown separately in the statistics. For Tax Years 1982, 1983, and 1984, a processing error caused any contribution amount of more than \$3,000 to be classified as a contribution

to a single organization if there were no contributions to a single organization reported. Thus, cash contributions of \$3,000 or more to a single organization were overstated for those years, and cash contributions under \$3,000 to a single organization were understated. The error was estimated to be \$5.0 billion for Tax Year 1984, \$4.4 billion for Tax Year 1983, and \$3.6 billion for Tax Year 1982.

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\*Production and review of tables was coordinated by June Walters. David Barker, William Bradley, Dorothy Collins, Marshall Epstein, John Labate, Martha Shiley, Terry Smith and Norman Waits were responsible for specific tables.

Table 1.1 — Selected Income and Tax Items, by Size and Accumulated Size of Adjusted Gross Income

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

Size and accumulated size of adjusted gross income	All returns					Taxable returns				
	Number of returns	Percent of total	Adjusted gross income		Average (dollars)	Number of returns	Percent of total	Adjusted gross income		Percent of total
			Amount	Percent of total				Amount	Percent of total	
Size of Adjusted Gross Income	(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)	
Total.....	99,438,708	100.0	2,139,904,356	100.0	21,520	81,639,508	100.0	2,097,045,567	100.0	
No adjusted gross income.....	1,003,708	1.0	-33,323,253	-	-33,200	20,894	(?)	-1,473,844	(?)	
\$1,000 under \$1,000.....	2,325,440	2.3	1,338,809	0.1	576	4,018	(?)	3,028	(?)	
\$1,000 under \$2,000.....	3,478,036	3.5	5,228,676	0.2	1,504	256,255	0.3	388,083	(?)	
\$2,000 under \$3,000.....	3,407,724	3.4	8,504,205	0.4	2,496	171,238	0.2	433,011	(?)	
\$3,000 under \$4,000.....	3,420,074	3.4	11,962,961	0.6	3,488	1,736,685	0.2	6,295,042	(?)	0.3
\$4,000 under \$5,000.....	3,610,463	3.6	16,188,238	0.8	4,484	2,426,448	3.0	10,864,953	0.5	
\$5,000 under \$6,000.....	3,255,668	3.3	17,941,035	0.8	5,511	2,226,768	2.7	12,287,262	0.6	
\$6,000 under \$7,000.....	3,328,785	3.3	21,678,668	1.0	6,512	2,139,894	2.6	13,915,030	0.7	
\$7,000 under \$8,000.....	3,381,116	3.4	25,284,653	1.2	7,517	2,475,545	3.0	18,617,278	0.9	
\$8,000 under \$9,000.....	3,431,815	3.5	29,123,882	1.4	8,486	2,867,577	3.5	24,372,447	1.2	
\$9,000 under \$10,000.....	3,071,313	3.1	28,167,288	1.4	8,487	2,765,114	3.4	26,278,273	1.3	
\$10,000 under \$11,000.....	2,880,560	3.0	31,222,980	1.5	10,476	2,782,497	3.4	28,253,046	1.4	
\$11,000 under \$12,000.....	2,896,644	2.9	34,453,733	1.6	11,487	2,821,141	3.5	32,440,485	1.5	
\$12,000 under \$13,000.....	2,881,335	2.9	35,985,646	1.7	12,489	2,753,534	3.4	34,399,447	1.6	
\$13,000 under \$14,000.....	2,756,859	2.8	37,228,428	1.7	13,507	2,623,144	3.2	35,445,709	1.7	
\$14,000 under \$15,000.....	2,445,888	2.5	35,423,944	1.7	14,484	2,393,485	2.9	34,666,043	1.7	
\$15,000 under \$16,000.....	2,472,211	2.5	38,273,203	1.8	15,481	2,424,118	3.0	37,529,078	1.8	
\$16,000 under \$17,000.....	2,421,622	2.4	39,822,411	1.9	16,488	2,370,866	2.9	39,085,679	1.8	
\$17,000 under \$18,000.....	2,381,675	2.4	41,661,586	1.9	17,489	2,347,523	2.9	41,061,293	2.0	
\$18,000 under \$19,000.....	2,179,865	2.2	40,351,087	1.9	18,511	2,131,406	2.6	39,457,700	1.9	
\$19,000 under \$20,000.....	2,029,085	2.0	39,569,415	1.8	18,501	2,003,135	2.5	38,063,056	1.8	
\$20,000 under \$25,000.....	8,815,390	8.9	188,021,274	8.3	22,463	8,702,306	10.7	195,493,924	9.3	
\$25,000 under \$30,000.....	7,635,404	7.7	209,274,643	9.8	27,408	7,547,355	9.2	206,830,987	9.9	
\$30,000 under \$40,000.....	11,075,106	11.1	384,207,780	18.0	34,691	11,005,904	13.5	381,861,978	18.2	
\$40,000 under \$50,000.....	5,983,041	6.0	284,922,227	12.4	44,427	5,946,773	7.3	284,201,427	12.6	
\$50,000 under \$75,000.....	4,657,702	4.7	275,046,848	12.9	55,052	4,637,722	5.7	273,834,369	13.1	
\$75,000 under \$100,000.....	1,049,444	1.1	88,289,787	4.2	85,083	1,045,455	1.3	86,940,952	4.2	
\$100,000 under \$200,000.....	761,193	0.8	100,041,518	4.7	131,427	759,565	0.9	89,833,985	4.8	
\$200,000 under \$500,000.....	199,711	0.2	57,509,946	2.7	287,966	199,264	0.2	57,388,954	2.7	
\$500,000 or more.....	29,215	0.02	19,729,296	0.9	675,314	29,144	0.02	19,881,104	0.9	
	14,834	(?)	34,687,437	1.6	2,338,374	14,800	(?)	34,615,061	1.7	
Size and accumulated size of adjusted gross income	Taxable income					Income tax after credits				
	Number of returns	Amount	Percent of total	Number of returns	Amount	Percent of total	Amount	Total	Percent of — Taxable income	Adjusted gross income less deficit
Total.....	81,595,361	1,671,247,368	100.0	81,557,398	297,422,715	100.0	301,923,057	100.0	18.1	14.4
No adjusted gross income.....	—	—	—	9,925	46,710	(?)	418,860	0.1	(?)	28.4
\$1,000 under \$2,000.....	256,246	697,813	(?)	3,977	119	(?)	929	(?)	18	30.7
\$2,000 under \$3,000.....	171,018	585,838	(?)	286,246	12,616	(?)	12,916	(?)	5.4	7.3
\$3,000 under \$4,000.....	1,735,446	4,764,252	(?)	17,710,171	27,188	(?)	31,736	(?)	2.5	1.9
\$4,000 under \$5,000.....	2,426,412	8,327,152	0.3	1,736,586	115,408	(?)	117,211	(?)	2.5	1.8
\$5,000 under \$6,000.....	2,226,717	9,538,409	0.6	2,426,411	311,367	0.1	312,957	(?)	3.8	2.9
\$6,000 under \$7,000.....	2,135,844	11,085,228	0.7	2,226,717	504,271	0.2	505,165	0.2	5.3	4.1
\$7,000 under \$8,000.....	2,475,865	14,761,809	0.9	2,135,844	723,423	0.2	727,889	0.2	6.6	5.2
\$8,000 under \$9,000.....	2,865,869	19,105,042	1.1	2,475,865	1,048,006	0.4	1,046,607	0.3	7.1	5.6
\$9,000 under \$10,000.....	2,765,107	20,618,483	1.2	2,865,869	1,426,231	0.5	1,434,675	0.5	7.5	5.9
\$10,000 under \$11,000.....	2,782,231	22,782,351	1.4	2,765,107	1,667,838	0.6	1,671,488	0.6	8.1	6.4
\$11,000 under \$12,000.....	2,820,608	25,751,208	1.5	2,782,231	1,835,709	0.7	1,846,422	0.6	8.5	6.7
\$12,000 under \$13,000.....	2,753,485	27,344,885	1.6	2,820,608	2,373,049	0.8	2,383,670	0.8	9.3	7.3
\$13,000 under \$14,000.....	2,823,080	28,539,785	1.7	2,753,485	2,628,449	0.9	2,629,896	0.9	9.6	7.6
\$14,000 under \$15,000.....	2,382,480	27,870,487	1.7	2,823,080	2,920,665	1.0	2,923,148	1.0	10.2	8.2
\$15,000 under \$16,000.....	2,423,599	30,355,284	1.8	2,382,480	2,908,623	1.0	2,908,755	1.0	10.4	8.4
\$16,000 under \$17,000.....	2,270,564	31,586,381	1.8	2,423,599	3,272,451	1.1	3,280,654	1.1	10.8	8.7
\$17,000 under \$18,000.....	2,347,335	33,504,615	2.0	2,270,564	3,499,790	1.2	3,504,668	1.2	11.1	9.0
\$18,000 under \$19,000.....	2,131,407	32,104,819	1.9	2,347,335	3,908,594	1.3	3,913,821	1.3	11.7	9.5
\$19,000 under \$20,000.....	2,002,238	32,050,226	1.9	2,131,407	3,880,628	1.3	3,861,388	1.3	12.0	9.8
\$20,000 under \$25,000.....	8,701,322	159,838,216	9.6	2,002,238	3,916,553	1.3	3,930,509	1.3	12.3	10.1
\$25,000 under \$30,000.....	7,546,888	166,801,302	10.0	8,701,322	20,882,593	7.0	20,885,028	7.0	13.1	10.7
\$30,000 under \$40,000.....	11,004,570	304,314,381	18.2	7,546,888	23,777,417	8.0	23,785,004	7.9	14.3	11.5
\$40,000 under \$50,000.....	5,944,308	298,940,131	12.6	11,004,570	48,474,552	16.3	48,605,228	16.1	16.0	12.7
\$50,000 under \$75,000.....	4,634,458	214,344,536	12.8	5,944,308	38,553,616	13.0	38,675,241	12.8	18.4	14.6
\$75,000 under \$100,000.....	1,043,940	69,079,348	4.1	4,634,458	4,621,458	15.6	47,355,174	15.7	22.1	17.3
\$100,000 under \$200,000.....	757,578	77,445,628	4.6	1,043,940	18,456,380	6.2	18,759,377	6.2	27.2	21.1
\$200,000 under \$500,000.....	188,455	44,162,387	2.6	757,578	24,968,717	8.4	25,762,519	8.5	33.3	25.8
\$500,000 or more.....	28,928	27,930,579	0.9	188,455	17,908,195	6.0	18,775,081	6.2	42.5	32.7
	14,723	27,930,579	1.7	28,928	13,250,545	4.5	14,120,545	4.7	50.6	38.2
										40.8
										954,091

Footnote(s) at end of table.

Table 1.1 — Selected Income and Tax Items, by Size and Accumulated Size of Adjusted Gross Income — Continued

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

Size and accumulated size of adjusted gross income	All returns					Taxable returns				
	Number of returns	Percent of total	Adjusted gross income less deficit			Number of returns	Percent of total	Adjusted gross income less deficit		
			Amount	Percent of total <sup>1</sup>	Average (dollars)			Amount	Percent of total <sup>1</sup>	
	(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)	
<b>Cumulated from Smallest Size of Adjusted Gross Income</b>										
No adjusted gross income .....	1,003,708	1.0	-33,323,253	—	-33,200	20,994	( <sup>2</sup> )	-1,473,844	—	
\$1 under \$1,000 .....	2,325,440	2.3	1,338,809	0.1	576	4,019	( <sup>2</sup> )	3,028	( <sup>2</sup> )	
\$1 under \$2,000 .....	5,801,476	5.8	6,567,485	0.3	1,132	260,274	0.3	391,121	( <sup>2</sup> )	
\$1 under \$3,000 .....	9,209,200	9.3	15,071,690	0.7	1,637	431,512	0.5	824,131	( <sup>2</sup> )	
\$1 under \$4,000 .....	12,629,274	12.7	27,034,651	1.2	2,141	2,168,197	2.7	7,119,174	0.3	
\$1 under \$5,000 .....	16,239,737	16.3	43,222,889	2.0	2,662	4,594,646	5.6	17,984,127	0.9	
\$1 under \$6,000 .....	19,495,406	19.6	61,163,925	2.8	3,137	6,821,415	8.4	30,251,389	1.4	
\$1 under \$7,000 .....	22,824,171	23.0	82,840,594	3.8	3,630	8,961,299	11.0	44,166,419	2.1	
\$1 under \$8,000 .....	26,185,287	26.3	108,105,247	5.0	4,128	11,436,844	14.0	62,783,698	3.0	
\$1 under \$9,000 .....	29,617,102	29.8	137,228,140	6.3	4,633	14,304,421	17.5	87,156,145	4.2	
\$1 under \$10,000 .....	32,688,415	32.9	166,396,428	7.7	5,090	17,069,535	20.9	113,435,418	5.4	
\$1 under \$11,000 .....	35,668,975	35.9	197,619,389	9.1	5,540	19,862,032	24.3	142,688,464	6.8	
\$1 under \$12,000 .....	38,665,619	38.9	232,073,122	10.7	6,002	22,683,173	27.8	175,128,949	8.3	
\$1 under \$13,000 .....	41,546,954	41.8	268,058,768	12.3	6,452	25,436,707	31.2	209,528,396	10.0	
\$1 under \$14,000 .....	44,303,813	44.6	305,295,196	14.0	6,891	28,059,851	34.4	244,974,105	11.7	
\$1 under \$15,000 .....	46,749,501	47.0	340,719,140	15.7	7,288	30,453,336	37.3	279,640,148	13.3	
\$1 under \$16,000 .....	49,221,712	49.5	378,992,343	17.4	7,700	32,877,455	40.3	317,169,227	15.1	
\$1 under \$17,000 .....	51,643,334	51.9	418,914,754	19.3	8,112	35,248,141	43.2	356,254,840	17.0	
\$1 under \$18,000 .....	54,025,010	54.3	460,576,339	21.2	8,525	37,595,664	46.1	397,316,134	18.9	
\$1 under \$19,000 .....	56,204,875	56.5	500,927,427	23.0	8,913	39,727,072	48.7	436,773,833	20.8	
\$1 under \$20,000 .....	58,233,960	58.6	540,496,842	24.9	9,281	41,730,207	51.1	475,836,889	22.7	
\$1 under \$25,000 .....	67,049,350	67.4	738,518,116	34.0	11,015	50,432,513	61.8	671,330,813	32.0	
\$1 under \$30,000 .....	74,684,754	75.1	947,792,759	43.6	12,691	57,979,868	71.0	878,161,780	41.8	
\$1 under \$40,000 .....	85,759,860	86.2	1,332,000,549	61.3	15,532	68,985,772	84.5	1,260,023,758	60.0	
\$1 under \$50,000 .....	91,722,901	92.2	1,596,922,776	73.5	17,410	74,932,545	91.8	1,524,225,185	72.6	
\$1 under \$75,000 .....	96,380,603	96.9	1,871,969,625	86.1	19,423	79,570,267	97.5	1,798,059,554	85.7	
\$1 under \$100,000 .....	97,430,047	98.0	1,961,259,411	90.2	20,130	80,615,722	98.7	1,887,000,506	89.9	
\$1 under \$200,000 .....	98,191,240	98.7	2,061,300,930	94.8	20,993	81,375,287	99.7	1,986,834,391	94.7	
\$1 under \$500,000 .....	98,390,951	98.9	2,118,810,875	97.5	21,535	81,574,571	99.9	2,044,223,246	97.4	
\$1 under \$1,000,000 .....	98,420,166	99.0	2,138,540,171	98.4	21,729	81,603,715	100.0	2,063,904,349	98.4	
\$1 or more .....	98,435,000	99.0	2,173,227,608	100.0	22,078	81,618,515	100.0	2,098,519,410	100.0	
All returns .....	99,438,708	100.0	2,139,904,356	98.5	21,520	81,639,509	100.0	2,097,045,567	99.9	

Size and accumulated size of adjusted gross income	Taxable returns — Continued									
	Taxable income			Income tax after credits			Total income tax			
	Number of returns	Amount	Percent of total	Number of returns	Amount	Percent of total	Amount	Percent of —	Average income tax (dollars)	
	(10)	(11)	(12)	(13)	(14)	(15)	(16)	(17)	(18)	(19)
<b>Cumulated from Smallest Size of Adjusted Gross Income</b>										
No adjusted gross income .....	—	—	—	9,925	46,710	( <sup>2</sup> )	418,860	0.1	( <sup>2</sup> )	28.4
\$1 under \$1,000 .....	—	—	—	3,977	119	( <sup>2</sup> )	929	( <sup>2</sup> )	( <sup>2</sup> )	30.7
\$1 under \$2,000 .....	256,246	697,813	( <sup>2</sup> )	260,223	12,935	( <sup>2</sup> )	13,845	( <sup>2</sup> )	2.0	3.5
\$1 under \$3,000 .....	427,264	1,283,651	0.1	431,240	40,123	( <sup>2</sup> )	45,581	( <sup>2</sup> )	3.6	5.5
\$1 under \$4,000 .....	2,162,710	6,047,902	0.4	2,167,796	155,532	0.1	162,791	0.1	2.7	2.3
\$1 under \$5,000 .....	4,589,122	14,375,054	0.9	4,594,207	466,899	0.2	475,748	0.2	3.3	2.6
\$1 under \$6,000 .....	6,815,839	23,913,464	1.4	6,820,924	971,170	0.3	980,914	0.3	4.1	3.2
\$1 under \$7,000 .....	8,955,683	34,998,691	2.1	8,960,598	1,694,593	0.6	1,708,782	0.6	4.9	3.9
\$1 under \$8,000 .....	11,431,188	49,760,500	3.0	11,436,104	2,742,599	0.9	2,757,389	0.9	5.5	4.4
\$1 under \$9,000 .....	14,297,057	68,865,543	4.1	14,303,179	4,168,829	1.4	4,192,064	1.4	6.1	4.8
\$1 under \$10,000 .....	17,062,164	89,484,025	5.4	17,066,578	5,836,767	2.0	5,863,562	1.9	6.6	5.2
\$1 under \$11,000 .....	19,854,395	112,266,376	6.7	19,858,308	7,772,476	2.6	7,809,984	2.6	7.0	5.5
\$1 under \$12,000 .....	22,675,004	138,017,584	8.3	22,678,417	10,145,525	3.4	10,193,655	3.4	7.4	5.8
\$1 under \$13,000 .....	25,428,489	165,362,569	9.9	25,431,902	12,773,974	4.3	12,823,490	4.2	7.8	6.1
\$1 under \$14,000 .....	28,051,569	193,902,363	11.6	28,054,482	15,694,040	5.3	15,746,638	5.2	8.1	6.4
\$1 under \$15,000 .....	30,445,049	221,872,850	13.3	30,447,961	18,602,663	6.3	18,655,393	6.2	8.4	6.7
\$1 under \$16,000 .....	32,868,648	252,228,144	15.1	32,871,523	21,875,114	7.4	21,936,047	7.3	8.7	6.9
\$1 under \$17,000 .....	35,239,212	283,814,524	17.0	35,240,300	25,374,904	8.5	25,440,717	8.4	9.0	7.1
\$1 under \$18,000 .....	37,586,547	317,319,140	19.0	37,587,133	29,283,498	9.8	29,354,538	9.7	9.3	7.4
\$1 under \$19,000 .....	39,717,954	349,423,958	20.9	39,718,540	33,144,127	11.1	33,215,905	11.0	9.5	7.6
\$1 under \$20,000 .....	41,720,192	381,474,184	22.8	41,720,205	37,060,680	12.5	37,146,414	12.3	9.7	7.8
\$1 under \$25,000 .....	50,421,514	541,312,401	32.4	50,415,600	57,993,272	19.5	58,131,442	19.3	10.7	8.7
\$1 under \$30,000 .....	57,968,402	708,213,703	42.4	57,960,213	81,770,690	27.5	81,924,446	27.1	11.6	9.3
\$1 under \$40,000 .....	68,972,872	1,012,528,064	60.6	68,958,344	130,245,241	43.8	130,529,675	43.2	12.9	10.4
\$1 under \$50,000 .....	74,917,280	1,222,468,196	73.1	74,893,890	168,778,857	56.7	169,204,916	56.0	13.8	11.1
\$1 under \$75,000 .....	79,551,739	1,436,812,731	86.0	79,515,348	215,659,544	72.5	216,560,090	71.7	15.1	12.0
\$1 under \$100,000 .....	80,595,679	1,505,892,079	90.1	80,553,077	234,115,924	78.7	235,319,467	77.9	15.6	12.5
\$1 under \$200,000 .....	81,353,255	1,583,337,707	94.7	81,306,071	259,084,642	87.1	261,081,986	86.5	16.5	13.1
\$1 under \$500,000 .....	81,551,710	1,627,520,094	97.4	81,503,912	276,992,837	93.1	279,857,067	92.7	17.2	13.7
\$1 under \$1,000,000 .....	81,580,638	1,643,316,789	98.3	81,532,770	284,125,350	95.5	287,383,652	95.2	17.5	13.9
\$1 or more .....	81,595,361	1,671,247,368	100.0	81,547,474	297,376,006	100.0	301,504,197	99.9	18.0	14.4
All returns .....	81,595,361	1,671,247,368	100.0	81,557,399	297,422,715	100.0	301,923,057	100.0	18.1	14.4

Footnote(s) at end of table.

Table 1.1 — Selected Income and Tax Items, by Size and Accumulated Size of Adjusted Gross Income — Continued

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

Size and accumulated size of adjusted gross income	All returns					Taxable returns				
	Number of returns	Percent of total	Adjusted gross income less deficit			Number of returns	Percent of total	Adjusted gross income less deficit		
			Amount	Percent of total <sup>1</sup>	Average (dollars)			Amount	Percent of total <sup>1</sup>	
	(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)	
Cumulated from Largest Size of Adjusted Gross Income										
\$1,000,000 or more	14,834	( <sup>2</sup> )	34,667,437	1.6	2,336,374	14,800	( <sup>2</sup> )	34,615,061	1.6	
\$500,000 or more	44,049	( <sup>2</sup> )	54,416,733	2.5	1,235,368	43,944	0.1	54,296,165	2.6	
\$200,000 or more	243,760	0.2	111,926,679	5.2	459,168	243,228	0.3	111,685,019	5.3	
\$100,000 or more	1,004,953	1.0	211,968,197	9.8	210,923	1,002,793	1.2	211,518,904	10.1	
\$75,000 or more	2,054,397	2.1	301,257,984	13.9	146,641	2,048,248	2.5	300,459,856	14.3	
\$50,000 or more	6,712,099	6.7	576,304,832	26.5	85,861	6,685,970	8.2	574,294,225	27.4	
\$40,000 or more	12,675,140	12.7	841,227,060	38.7	66,368	12,632,743	15.5	838,495,652	40.0	
\$30,000 or more	23,750,246	23.9	1,225,434,849	56.4	51,597	23,638,647	29.0	1,220,357,630	58.2	
\$25,000 or more	31,385,650	31.6	1,434,709,493	66.0	45,712	31,186,002	38.2	1,427,188,597	68.0	
\$20,000 or more	40,201,040	40.4	1,632,730,767	75.1	40,614	39,888,308	48.9	1,622,682,521	77.3	
\$19,000 or more	42,230,125	42.5	1,672,300,182	77.0	39,600	41,891,443	51.3	1,661,745,577	79.2	
\$18,000 or more	44,409,990	44.7	1,712,651,269	78.8	38,565	44,022,851	53.9	1,701,203,276	81.1	
\$17,000 or more	46,791,666	47.1	1,754,312,855	80.7	37,492	46,370,374	56.8	1,742,264,570	83.0	
\$16,000 or more	49,213,288	49.5	1,794,235,265	82.6	36,458	48,741,060	59.7	1,781,350,183	84.9	
\$15,000 or more	51,685,499	52.0	1,832,508,468	84.3	35,455	51,165,179	62.7	1,818,879,262	86.7	
\$14,000 or more	54,131,187	54.4	1,867,932,412	86.0	34,508	53,558,664	65.6	1,853,545,305	88.3	
\$13,000 or more	56,888,045	57.2	1,905,168,840	87.7	33,490	56,181,808	68.8	1,888,991,015	90.0	
\$12,000 or more	59,769,381	60.1	1,941,154,486	89.3	32,477	58,935,342	72.2	1,923,390,461	91.7	
\$11,000 or more	62,766,025	63.1	1,975,608,220	90.9	31,476	61,756,483	75.6	1,955,830,946	93.2	
\$10,000 or more	65,746,585	66.1	2,006,831,180	92.3	30,524	64,548,980	79.1	1,985,083,992	94.6	
\$9,000 or more	68,817,898	69.2	2,035,998,469	93.7	29,585	67,314,094	82.5	2,011,363,265	95.8	
\$8,000 or more	72,249,713	72.7	2,065,122,361	95.0	28,583	70,181,671	86.0	2,035,735,712	97.0	
\$7,000 or more	75,610,829	76.0	2,090,387,014	96.2	27,647	72,657,216	89.0	2,054,352,991	97.9	
\$6,000 or more	78,939,594	79.4	2,112,063,683	97.2	26,755	74,797,100	91.6	2,068,268,021	98.6	
\$5,000 or more	82,195,263	82.7	2,130,004,720	98.0	25,914	77,023,869	94.3	2,080,535,283	99.1	
\$4,000 or more	85,805,726	86.3	2,146,192,958	98.8	25,012	79,450,318	97.3	2,091,400,237	99.7	
\$3,000 or more	89,225,800	89.7	2,158,155,918	99.3	24,188	81,187,003	99.4	2,097,695,279	100.0	
\$2,000 or more	92,633,524	93.2	2,166,660,123	99.7	23,390	81,358,241	99.7	2,098,128,290	100.0	
\$1,000 or more	96,109,560	96.7	2,171,888,799	99.9	22,598	81,614,496	100.0	2,098,516,383	100.0	
\$1 or more	98,435,000	99.0	2,173,227,608	100.0	22,078	81,618,515	100.0	2,098,519,410	100.0	
All returns	99,438,708	100.0	2,139,904,356	98.5	21,520	81,639,509	100.0	2,097,045,567	99.9	

Size and accumulated size of adjusted gross income	Taxable returns — Continued										
	Taxable income			Income tax after credits			Total income tax				
	Number of returns	Amount	Percent of total	Number of returns	Amount	Percent of total	Amount	Percent of —	Adjusted gross income less deficit	Average income tax (dollars)	
	(10)	(11)	(12)	(13)	(14)	(15)	(16)	(17)	(18)	(19)	(20)
Cumulated from Largest Size of Adjusted Gross Income											
\$1,000,000 or more	14,723	27,930,579	1.7	14,704	13,250,656	4.5	14,120,545	4.7	50.6	40.8	954,091
\$500,000 or more	43,651	43,727,274	2.6	43,562	20,383,169	6.9	21,647,130	7.2	49.5	39.9	492,607
\$200,000 or more	242,106	87,909,661	5.3	241,403	38,291,364	12.9	40,422,211	13.4	46.0	36.2	168,191
\$100,000 or more	999,682	165,355,289	9.9	994,397	63,260,081	21.3	66,184,730	21.9	40.0	31.3	66,000
\$75,000 or more	2,043,622	234,434,637	14.0	2,032,126	81,716,461	27.5	84,944,107	28.1	36.2	28.3	41,472
\$50,000 or more	6,678,081	448,779,173	26.9	6,653,584	128,597,148	43.2	132,299,281	43.8	29.5	23.0	19,788
\$40,000 or more	12,622,369	658,719,304	39.4	12,589,130	167,130,764	56.2	170,974,522	56.6	26.0	20.4	13,534
\$30,000 or more	23,626,959	963,033,665	57.6	23,587,261	215,605,316	72.5	219,579,750	72.7	22.8	18.0	9,289
\$25,000 or more	31,173,847	1,129,934,968	67.6	31,131,874	239,382,733	80.5	243,372,754	80.6	21.5	17.1	7,604
\$20,000 or more	39,875,169	1,289,773,184	77.2	39,827,269	260,315,326	87.5	264,357,782	87.6	20.5	16.3	6,627
\$19,000 or more	41,877,407	1,321,823,410	79.1	41,828,934	264,231,879	88.8	268,288,291	88.9	20.3	16.1	6,404
\$18,000 or more	44,008,814	1,353,928,229	81.0	43,960,341	268,092,508	90.1	272,149,659	90.1	20.1	16.0	6,182
\$17,000 or more	46,356,149	1,387,432,844	83.0	46,307,174	272,001,101	91.5	276,063,480	91.4	19.9	15.8	5,953
\$16,000 or more	48,726,713	1,419,019,225	84.9	48,675,951	275,500,891	92.6	279,568,149	92.6	19.7	15.7	5,736
\$15,000 or more	51,150,312	1,449,374,518	86.7	51,099,513	278,773,343	93.7	282,848,804	93.7	19.5	15.6	5,528
\$14,000 or more	53,543,792	1,477,345,005	88.4	53,492,992	281,681,966	94.7	285,757,559	94.6	19.3	15.4	5,335
\$13,000 or more	56,166,872	1,505,884,800	90.1	56,115,572	284,602,032	95.7	288,680,706	95.6	19.2	15.3	5,138
\$12,000 or more	58,920,357	1,533,229,784	91.7	58,869,057	287,230,481	96.6	291,310,542	96.5	19.0	15.1	4,943
\$11,000 or more	61,740,966	1,558,980,992	93.3	61,689,166	289,603,530	97.4	293,694,212	97.3	18.8	15.0	4,756
\$10,000 or more	64,533,197	1,581,763,343	94.6	64,480,896	291,539,239	98.0	295,640,635	97.9	18.7	14.9	4,580
\$9,000 or more	67,298,304	1,602,381,826	95.9	67,244,295	293,207,176	98.6	297,312,132	98.5	18.6	14.8	4,417
\$8,000 or more	70,164,173	1,621,486,868	97.0	70,111,370	294,633,407	99.1	298,746,807	98.9	18.4	14.7	4,257
\$7,000 or more	72,639,678	1,636,248,677	97.9	72,586,876	295,681,413	99.4	299,795,414	99.3	18.3	14.6	4,126
\$6,000 or more	74,779,522	1,647,333,905	98.6	74,726,550	296,404,836	99.7	300,523,283	99.5	18.2	14.5	4,018
\$5,000 or more	77,006,239	1,656,872,314	99.1	76,953,267	296,909,107	99.8	301,028,449	99.7	18.2	14.5	3,908
\$4,000 or more	79,432,651	1,665,199,466	99.6	79,379,678	297,220,474	99.9	301,341,406	99.8	18.1	14.4	3,793
\$3,000 or more	81,168,097	1,669,963,718	99.9	81,116,234	297,335,883	100.0	301,458,616	99.8	18.1	14.4	3,713
\$2,000 or more	81,339,115	1,670,549,556	100.0	81,287,251	297,363,070	100.0	301,490,352	99.9	18.0	14.4	3,706
\$1,000 or more	81,595,361	1,671,247,368	100.0	81,543,497	297,375,886	100.0	301,503,268	99.9	18.0	14.4	3,694
\$1 or more	81,595,361	1,671,247,368	100.0	81,547,474	297,376,006	100.0	301,504,197	99.9	18.0	14.4	3,694
All returns	81,595,361	1,671,247,368	100.0	81,557,399	297,422,715	100.0	301,923,057	100.0	18.1	14.4	3,698

<sup>1</sup>Estimate should be used with caution because of the small number of sample returns on which it is based.<sup>2</sup>Percent based on positive income only.<sup>3</sup>Less than 0.05 percent.<sup>4</sup>Percent not computed.

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

**Table 1.2—All Returns: Adjusted Gross Income, Itemized Deductions, Exemptions, and Tax Items by Size of Adjusted Gross Income and by Marital Status**

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

Size of adjusted gross income	All returns												
	Number of returns	Adjusted gross income less deficit	Exemption amount	Itemized deductions				Taxable income		Income tax after credits		Total income tax	
				Total		Excess itemized deductions		Number of returns	Amount	Number of returns	Amount	Number of returns	Amount
				Number of returns	Amount	Number of returns	Amount						
(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)	(10)	(11)	(12)	(13)	
All returns, total.....	99,438,708	2,139,904,356	240,886,327	38,203,092	358,876,015	37,690,646	241,999,894	94,178,183	1,701,365,731	81,557,399	297,422,715	81,639,509	301,923,057
No adjusted gross income.....	1,003,708	-33,323,253	2,654,273	—	—	—	—	—	—	9,925	46,710	20,994	418,860
\$1 under \$5,000.....	16,239,737	43,222,889	23,669,746	709,740	2,628,831	347,326	1,520,046	12,535,728	23,819,689	4,594,207	466,899	4,594,646	475,748
\$5,000 under \$10,000.....	16,448,678	123,173,540	33,213,263	1,647,429	8,852,576	1,538,341	4,557,702	16,093,485	86,751,222	12,472,371	5,369,868	12,474,889	5,387,814
\$10,000 under \$15,000.....	14,061,086	174,322,711	31,804,454	2,660,557	14,660,744	2,628,741	7,268,630	13,954,569	135,643,126	13,381,383	12,765,896	13,383,801	12,791,831
\$15,000 under \$20,000.....	11,484,459	199,777,702	28,332,765	3,649,698	20,792,960	3,645,721	10,450,289	11,458,317	161,074,878	11,272,244	18,458,017	11,276,871	18,491,021
\$20,000 under \$25,000.....	8,815,390	198,021,274	23,170,012	4,182,232	26,252,144	4,179,758	13,940,779	8,796,271	160,986,305	8,695,395	20,932,593	8,702,306	20,985,028
\$25,000 under \$30,000.....	7,635,404	209,274,643	22,060,087	4,771,338	33,761,818	4,771,338	19,220,827	7,623,149	168,006,165	7,544,613	23,777,417	7,547,355	23,793,004
\$30,000 under \$40,000.....	11,075,106	384,207,790	34,552,025	8,937,014	72,693,990	8,937,014	44,465,690	11,062,400	305,242,257	10,998,131	48,474,552	11,005,904	48,605,229
\$40,000 under \$50,000.....	5,863,041	264,922,227	19,272,118	5,336,467	52,908,426	5,333,994	35,363,499	5,958,623	210,324,094	5,935,546	38,533,616	5,946,773	38,675,241
\$50,000 under \$75,000.....	4,657,702	275,046,849	15,248,538	4,406,873	59,572,894	4,406,873	45,014,782	4,649,215	214,921,141	4,621,458	46,880,687	4,637,722	47,355,174
\$75,000 under \$100,000.....	1,049,444	89,289,787	3,478,974	1,012,677	20,031,947	1,012,677	16,706,839	1,045,968	69,194,901	1,037,729	18,456,380	1,045,455	18,759,377
\$100,000 under \$200,000.....	761,193	100,041,518	2,601,677	748,036	22,525,887	747,855	20,076,825	758,232	77,469,537	752,994	24,968,717	759,565	25,762,519
\$200,000 under \$500,000.....	199,711	57,509,946	683,937	197,310	13,385,384	197,305	12,746,436	198,561	44,194,722	197,841	17,908,195	199,284	18,775,081
\$500,000 under \$1,000,000.....	29,215	19,729,296	96,198	28,967	3,993,889	28,957	3,900,254	28,935	15,798,723	28,858	7,132,513	29,144	7,526,585
\$1,000,000 or more.....	14,834	34,687,437	48,259	14,754	6,814,523	14,746	6,767,196	14,730	27,938,970	14,704	13,250,656	14,800	14,120,545
Taxable returns, total.....	81,639,509	2,097,045,567	201,014,344	36,295,795	338,465,906	35,795,281	227,314,877	81,595,361	1,671,247,368	81,557,399	297,422,715	81,639,509	301,923,057
No adjusted gross income.....	20,994	-1,473,844	46,688	—	—	—	—	—	—	9,925	46,710	20,994	418,860
\$1 under \$5,000.....	4,594,646	17,984,127	4,817,917	381,013	254,511	30,531	30,672	4,589,122	14,375,054	4,594,207	466,899	4,594,646	475,748
\$5,000 under \$10,000.....	12,474,889	95,451,291	19,369,253	885,886	3,055,320	776,798	1,022,952	12,473,042	75,108,971	12,472,371	5,369,868	12,474,889	5,387,814
\$10,000 under \$15,000.....	13,383,801	166,204,730	29,153,316	2,277,362	10,714,061	2,245,546	4,495,003	13,382,885	132,388,825	13,381,383	12,765,896	13,383,801	12,791,831
\$15,000 under \$20,000.....	11,276,871	196,196,741	27,505,957	3,491,741	18,747,036	3,487,764	8,917,260	11,275,143	159,601,334	11,272,244	18,458,017	11,276,871	18,491,021
\$20,000 under \$25,000.....	8,702,306	195,493,924	22,795,003	4,091,427	24,752,612	4,088,953	12,736,862	8,701,322	159,838,216	8,695,395	20,932,593	8,702,306	20,985,028
\$25,000 under \$30,000.....	7,547,355	206,830,967	21,739,834	4,696,510	32,405,628	4,696,510	18,104,760	7,546,888	166,901,302	7,544,613	23,777,417	7,547,355	23,793,004
\$30,000 under \$40,000.....	11,005,904	381,861,978	34,309,172	8,768,980	71,207,717	8,768,980	43,193,885	11,004,570	304,314,361	10,998,131	48,474,552	11,005,904	48,605,229
\$40,000 under \$50,000.....	5,946,773	264,201,427	19,215,796	5,320,199	52,538,137	5,317,726	35,048,436	5,944,308	209,940,131	5,935,546	38,533,616	5,946,773	38,675,241
\$50,000 under \$75,000.....	4,637,722	273,834,369	15,175,282	4,387,063	58,863,837	4,387,063	44,371,661	4,634,459	214,344,536	4,621,458	46,880,687	4,637,722	47,355,174
\$75,000 under \$100,000.....	1,045,455	89,940,952	3,464,260	1,008,689	19,751,170	1,008,689	16,439,380	1,043,940	69,079,348	1,037,729	18,456,380	1,045,455	18,759,377
\$100,000 under \$200,000.....	759,565	99,833,885	2,595,272	746,408	22,305,985	746,227	19,862,401	757,576	77,445,628	752,994	24,968,717	759,565	25,762,519
\$200,000 under \$500,000.....	199,284	57,388,854	682,486	196,901	13,226,996	196,896	12,589,343	198,455	44,182,387	197,841	17,908,195	199,284	18,775,081
\$500,000 under \$1,000,000.....	29,144	19,681,104	95,953	28,896	3,920,364	28,886	3,826,953	28,928	15,796,695	28,858	7,132,513	29,144	7,526,585
\$1,000,000 or more.....	14,800	34,615,061	48,155	14,720	6,722,531	14,712	6,675,307	14,723	27,930,579	14,704	13,250,656	14,800	14,120,545
Nontaxable returns, total.....	17,799,199	42,858,789	39,871,983	1,907,297	20,410,109	1,895,365	14,685,017	12,582,822	30,118,363	—	—	—	—

Footnote(s) at end of table.

**Table 1.2 — All Returns: Adjusted Gross Income, Itemized Deductions, Exemptions, and Tax Items by Size of Adjusted Gross Income and by Marital Status — Continued**

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

Size of adjusted gross income	Joint returns of husbands and wives													
	Number of returns	Adjusted gross income less deficit	Exemption amount	Itemized deductions				Taxable income		Income tax after credits		Total income tax		
				Total		Excess itemized deductions		Number of returns	Amount	Number of returns	Amount	Number of returns	Amount	
				Number of returns	Amount	Number of returns	Amount							
	(14)	(15)	(16)	(17)	(18)	(19)	(20)	(21)	(22)	(23)	(24)	(25)	(26)	
All returns, total.....	47,484,266	1,484,206,935	164,855,933	27,281,239	284,192,809	27,281,239	191,436,597	45,462,190	1,159,970,912	42,005,513	214,811,844	42,070,953	218,238,039	
No adjusted gross income.....	656,697	-25,945,452	2,187,019	—	—	—	—	—	—	—	—	9,211	334,348	
\$1 under \$5,000.....	1,679,737	5,107,143	5,797,927	140,477	1,310,629	140,477	833,007	682,409	782,550	**1,332	**26,856	1,472	32,807	
\$5,000 under \$10,000.....	4,139,915	32,046,856	14,457,632	632,557	4,289,328	632,557	2,138,634	3,900,924	16,127,677	1,947,643	398,767	1,948,442	409,729	
\$10,000 under \$15,000.....	4,950,451	61,680,993	17,260,690	1,232,162	7,682,158	1,232,162	3,492,807	4,891,035	41,148,288	4,498,276	2,801,773	4,500,645	2,824,352	
\$15,000 under \$20,000.....	5,353,969	93,541,268	18,684,277	1,780,811	11,728,662	1,780,811	5,673,904	5,333,564	69,264,581	5,170,820	6,434,303	5,173,229	6,458,299	
\$20,000 under \$25,000.....	5,166,869	116,496,777	17,689,601	2,479,191	16,992,564	2,479,191	8,563,315	5,149,361	90,381,390	5,063,788	10,027,124	5,070,661	10,051,572	
\$25,000 under \$30,000.....	5,246,609	144,142,025	18,462,986	3,247,673	23,955,125	3,247,673	12,913,036	5,237,510	112,793,218	5,169,753	14,314,782	5,171,812	14,325,683	
\$30,000 under \$40,000.....	8,954,140	311,929,713	31,167,981	7,191,851	59,833,147	7,191,851	35,380,853	8,947,520	245,375,333	8,894,237	36,848,977	8,900,255	36,937,608	
\$40,000 under \$50,000.....	5,297,675	235,646,782	18,186,300	4,787,818	47,506,060	4,787,818	31,227,479	5,294,544	186,256,288	5,272,799	33,089,507	5,281,484	33,172,043	
\$50,000 under \$75,000.....	4,225,012	249,217,209	14,503,213	4,019,440	54,365,583	4,019,440	40,699,487	4,218,068	194,129,057	4,193,161	41,333,412	4,206,321	41,644,252	
\$75,000 under \$100,000.....	936,700	79,645,013	3,289,396	906,003	17,997,065	906,003	14,916,655	934,256	61,508,024	926,444	16,004,370	932,930	16,242,106	
\$100,000 under \$200,000.....	674,340	88,736,035	2,447,885	663,159	20,043,526	663,159	17,788,786	672,088	68,585,223	667,037	21,670,323	672,763	22,322,290	
\$200,000 under \$500,000.....	164,930	46,851,241	608,616	163,079	9,667,218	163,079	9,112,750	164,000	37,221,160	163,396	14,970,073	164,586	15,581,471	
\$500,000 under \$1,000,000.....	24,858	16,730,570	88,384	24,701	3,349,005	24,701	3,265,022	24,618	13,431,772	24,558	6,034,524	24,802	6,361,898	
\$1,000,000 or more.....	12,364	26,380,744	43,626	12,317	5,472,740	12,317	5,430,862	12,293	22,956,352	12,269	10,857,054	12,340	11,539,581	
Taxable returns, total.....	42,070,953	1,471,035,154	144,418,008	26,037,889	270,051,802	26,037,889	181,522,979	42,048,095	1,146,259,358	42,005,513	214,811,844	42,070,953	218,238,039	
No adjusted gross income.....	9,211	-1,250,034	33,285	—	—	—	—	—	—	—	—	9,211	334,348	
\$1 under \$5,000.....	1,472	4,780	3,607	1,470	23,383	1,470	18,385	—	—	**1,332	**26,856	1,472	32,807	
\$5,000 under \$10,000.....	1,948,442	16,459,445	5,680,807	170,195	797,868	170,195	219,205	**1,946,610	**10,522,205	1,947,643	398,767	1,948,442	409,729	
\$10,000 under \$15,000.....	4,500,645	56,238,432	15,314,366	960,354	5,096,691	960,354	1,831,487	4,499,777	39,029,144	4,498,276	2,801,773	4,500,645	2,824,352	
\$15,000 under \$20,000.....	5,173,229	90,412,910	17,927,290	1,644,447	10,064,585	1,644,447	4,473,465	5,171,897	67,927,521	5,170,820	6,434,303	5,173,229	6,458,299	
\$20,000 under \$25,000.....	5,070,661	114,354,677	17,322,464	2,400,314	15,706,581	2,400,314	7,545,514	5,070,179	89,409,643	5,063,788	10,027,124	5,070,661	10,051,572	
\$25,000 under \$30,000.....	5,171,812	142,055,420	18,169,105	3,185,929	22,841,101	3,185,929	12,008,943	5,171,350	111,815,306	5,169,753	14,314,782	5,171,812	14,325,683	
\$30,000 under \$40,000.....	8,900,255	310,114,008	30,948,712	7,139,132	58,819,731	7,139,132	34,546,683	8,899,212	244,575,973	8,894,237	36,848,977	8,900,255	36,937,608	
\$40,000 under \$50,000.....	5,281,484	234,929,671	18,130,057	4,771,627	47,140,859	4,771,627	30,917,328	5,280,229	185,872,325	5,272,799	33,089,507	5,281,484	33,172,043	
\$50,000 under \$75,000.....	4,206,321	248,091,623	14,432,658	4,000,919	53,751,616	4,000,919	40,146,491	4,204,327	193,559,639	4,193,161	41,333,412	4,206,321	41,644,252	
\$75,000 under \$100,000.....	932,930	79,316,610	3,274,902	902,234	17,746,865	902,234	14,679,268	932,229	61,392,493	926,444	16,004,370	932,930	16,242,106	
\$100,000 under \$200,000.....	672,763	88,534,464	2,441,540	661,582	19,829,319	661,582	17,579,940	671,475	68,563,641	667,037	21,670,323	672,763	22,322,290	
\$200,000 under \$500,000.....	164,586	46,754,928	607,308	162,748	9,542,402	162,748	8,989,058	163,911	37,210,946	163,396	14,970,073	164,586	15,581,471	
\$500,000 under \$1,000,000.....	24,802	16,692,350	88,170	24,645	3,291,443	24,645	3,207,650	24,611	13,429,744	24,558	6,034,524	24,802	6,361,898	
\$1,000,000 or more.....	12,340	26,325,868	43,737	12,293	5,399,357	12,293	5,357,561	12,288	22,950,578	12,269	10,857,054	12,340	11,539,581	
Nontaxable returns, total.....	5,413,313	13,171,781	20,437,925	1,243,350	14,141,007	1,243,350	9,913,617	3,414,095	13,711,555	—	—	—	—	

Footnote(s) at end of table.

**Table 1.2 — All Returns: Adjusted Gross Income, Itemized Deductions, Exemptions, and Tax Items by Size of Adjusted Gross Income and by Marital Status — Continued**

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

Returns of married people filing separately, heads of households, and surviving spouses													
Size of adjusted gross income	Number of returns	Adjusted gross income less deficit	Exemption amount	Itemized deductions				Taxable income		Income tax after credits		Total income tax	
				Total		Excess itemized deductions		Number of returns	Amount	Number of returns	Amount	Number of returns	Amount
				Number of returns	Amount	Number of returns	Amount						
	(27)	(28)	(29)	(30)	(31)	(32)	(33)	(34)	(35)	(36)	(37)	(38)	(39)
All returns, total.....	10,354,948	152,136,083	27,037,315	3,105,830	21,783,545	3,096,163	14,739,192	9,666,005	113,071,599	7,157,024	15,663,682	7,162,677	15,864,370
No adjusted gross income.....	59,401	- 1,615,374	122,761	—	—	—	—	—	—	—	—	106	6,110
\$1 under \$5,000.....	1,633,570	4,803,224	3,932,042	45,469	314,033	43,764	213,169	1,056,097	1,551,656	**93,757	**11,784	93,760	11,994
\$5,000 under \$10,000.....	2,548,525	19,099,029	6,900,931	218,128	923,046	210,174	444,371	2,511,094	11,803,042	1,105,830	381,290	1,107,541	384,780
\$10,000 under \$15,000.....	2,281,033	28,472,462	6,287,616	517,385	2,281,882	517,385	1,122,744	2,270,559	21,045,166	2,145,018	1,769,044	2,145,059	1,771,310
\$15,000 under \$20,000.....	1,609,810	27,930,829	4,198,573	656,320	3,266,070	656,320	1,763,942	1,608,452	21,969,218	1,602,222	2,478,594	1,602,262	2,483,270
\$20,000 under \$25,000.....	862,871	19,293,581	2,162,887	533,699	3,117,523	533,699	1,921,282	862,369	15,204,429	858,610	2,064,931	858,611	2,070,955
\$25,000 under \$30,000.....	570,157	15,561,589	1,426,302	433,506	3,134,339	433,506	2,142,902	569,480	11,997,991	566,970	1,825,226	566,970	1,825,303
\$30,000 under \$40,000.....	503,493	17,087,057	1,283,712	428,612	3,350,537	428,612	2,372,597	502,954	13,438,281	501,739	2,380,548	502,490	2,385,120
\$40,000 under \$50,000.....	154,748	6,757,032	372,007	143,008	1,410,048	143,008	1,075,556	154,077	5,322,958	152,968	1,089,187	154,748	1,093,864
\$50,000 under \$75,000.....	88,706	5,270,831	235,413	87,523	1,148,860	87,523	946,637	88,496	4,089,363	87,650	1,015,823	88,537	1,039,039
\$75,000 under \$100,000.....	14,906	1,262,931	38,240	14,906	269,800	14,906	236,169	14,855	990,904	14,774	296,769	14,906	302,578
\$100,000 under \$200,000.....	15,794	2,036,228	39,136	15,407	500,483	15,406	465,648	15,704	1,536,076	15,681	541,156	15,792	572,940
\$200,000 under \$500,000.....	10,461	3,929,202	34,038	10,413	1,551,049	10,408	1,521,351	10,409	2,381,053	10,352	987,334	10,430	1,017,656
\$500,000 under \$1,000,000.....	875	607,467	2,248	861	133,580	861	131,746	869	476,268	864	220,625	870	238,518
\$1,000,000 or more.....	598	1,639,994	1,409	593	382,294	591	381,078	590	1,265,194	589	601,279	595	660,922
Taxable returns, total.....	7,162,677	137,538,794	18,059,566	2,919,615	20,424,829	2,909,948	13,804,393	7,160,919	105,689,457	7,157,024	15,663,682	7,162,677	15,864,370
No adjusted gross income.....	106	- 49,852	318	—	—	—	—	—	—	—	—	106	6,110
\$1 under \$5,000.....	93,760	381,697	110,813	*5,686	*11,497	*3,981	*3,097	—	—	**93,757	**11,874	93,760	11,994
\$5,000 under \$10,000.....	1,107,541	9,283,971	2,449,693	122,741	427,909	114,787	170,983	**1,201,292	**6,654,420	1,105,830	381,290	1,107,541	384,780
\$10,000 under \$15,000.....	2,145,059	26,912,006	5,759,480	478,568	1,977,322	478,568	900,183	2,145,018	20,220,964	2,145,018	1,769,044	2,145,059	1,771,310
\$15,000 under \$20,000.....	1,602,262	27,807,454	4,165,352	652,749	3,194,981	652,749	1,700,680	1,602,258	21,917,801	1,602,222	2,478,594	1,602,262	2,483,270
\$20,000 under \$25,000.....	858,611	19,195,167	2,152,581	529,439	3,073,529	529,439	1,887,085	858,110	15,150,451	858,610	2,064,931	858,611	2,070,955
\$25,000 under \$30,000.....	566,970	15,479,898	1,417,418	430,318	3,060,642	430,319	2,076,534	566,970	11,983,263	566,970	1,825,226	566,970	1,825,303
\$30,000 under \$40,000.....	502,490	17,052,802	1,282,208	427,609	3,316,347	427,609	2,340,714	502,453	13,428,651	501,739	2,380,548	502,490	2,385,120
\$40,000 under \$50,000.....	154,748	6,757,032	372,007	143,008	1,410,048	143,008	1,075,556	154,077	5,322,958	152,968	1,089,187	154,748	1,093,864
\$50,000 under \$75,000.....	88,537	5,262,018	234,737	87,354	1,140,440	87,354	938,605	88,327	4,089,258	87,650	1,015,823	88,537	1,039,039
\$75,000 under \$100,000.....	14,906	1,262,931	38,240	14,906	269,800	14,906	236,169	14,855	990,904	14,774	296,769	14,906	302,578
\$100,000 under \$200,000.....	15,792	2,035,992	39,132	15,405	500,279	15,404	465,449	15,702	1,536,043	15,681	541,156	15,792	572,940
\$200,000 under \$500,000.....	10,430	3,920,272	33,969	10,385	1,537,696	10,380	1,508,053	**11,857	**4,119,711	10,352	987,334	10,430	1,017,656
\$500,000 under \$1,000,000.....	870	604,088	2,235	856	127,973	856	126,148	—	—	—	220,625	870	238,518
\$1,000,000 or more.....	595	1,633,317	1,403	590	376,366	588	375,156	—	—	—	601,279	595	660,922
Nontaxable returns, total.....	3,192,271	14,597,289	8,977,749	186,215	1,358,716	186,215	934,799	2,505,086	7,382,141	—	—	—	—

Footnote(s) at end of table.

**Table 1.2—All Returns: Adjusted Gross Income, Itemized Deductions, Exemptions, and Tax Items by Size of Adjusted Gross Income and by Marital Status—Continued**

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

Size of adjusted gross income	Returns of single persons												
	Number of returns	Adjusted gross income less deficit	Exemption amount	Itemized deductions				Taxable income		Income tax after credits		Total income tax	
				Total		Excess itemized deductions		Number of returns	Amount	Number of returns	Amount	Number of returns	Amount
				Number of returns	Amount	Number of returns	Amount						
(40)	(41)	(42)	(43)	(44)	(45)	(46)	(47)	(48)	(49)	(50)	(51)	(52)	
All returns, total.....	41,599,494	503,561,338	48,993,079	7,816,023	52,899,661	7,313,244	35,824,105	39,049,988	428,323,220	32,394,862	66,947,190	32,405,879	67,820,648
No adjusted gross income.....	287,610	- 5,762,426	344,493	—	—	—	—	—	—	9,702	*46,429	11,677	78,402
\$1 under \$5,000.....	12,926,430	33,312,522	13,939,777	523,794	1,004,169	163,085	473,870	10,797,222	21,475,483	4,499,341	428,451	4,499,414	430,947
\$5,000 under \$10,000.....	9,760,238	72,027,655	11,854,500	796,744	3,640,203	695,610	1,974,698	9,681,467	58,820,503	9,418,898	4,589,811	9,418,906	4,593,295
\$10,000 under \$15,000.....	6,829,602	84,169,256	8,256,148	911,010	4,696,705	879,194	2,653,079	6,792,975	73,449,672	6,738,089	8,195,079	6,738,097	8,196,169
\$15,000 under \$20,000.....	4,520,680	78,305,585	5,449,915	1,212,567	5,798,229	1,208,590	3,012,443	4,516,301	69,841,079	4,499,202	9,545,120	4,501,380	9,549,452
\$20,000 under \$25,000.....	2,785,650	62,230,916	3,337,524	1,169,342	6,142,056	1,166,868	3,456,181	2,784,541	55,400,486	2,772,997	8,840,538	2,773,034	8,862,501
\$25,000 under \$30,000.....	1,818,638	49,571,030	2,170,799	1,090,159	6,672,354	1,090,159	4,164,988	1,816,159	43,214,956	1,807,890	7,637,409	1,808,573	7,642,018
\$30,000 under \$40,000.....	1,617,473	55,191,020	2,100,332	1,216,551	9,510,306	1,216,551	6,712,239	1,611,926	46,428,643	1,602,155	9,245,026	1,603,159	9,282,501
\$40,000 under \$50,000.....	510,618	22,518,414	713,812	405,641	3,992,319	403,168	3,060,465	510,002	18,744,849	509,779	4,354,822	510,541	4,409,334
\$50,000 under \$75,000.....	343,984	20,558,808	509,912	299,910	4,058,451	299,910	3,368,658	342,651	16,702,720	340,647	4,531,452	342,864	4,671,883
\$75,000 under \$100,000.....	97,838	8,381,842	151,338	91,768	1,765,081	91,768	1,554,015	96,857	6,695,972	96,511	2,155,241	97,619	2,214,693
\$100,000 under \$200,000.....	71,059	9,269,255	114,656	69,470	1,981,878	69,290	1,822,391	70,440	7,348,238	70,276	2,757,239	71,010	2,867,290
\$200,000 under \$500,000.....	24,320	6,729,502	41,283	23,818	2,167,117	23,818	2,112,336	24,152	4,592,510	24,093	1,950,787	24,268	2,175,954
\$500,000 under \$1,000,000.....	3,462	2,391,259	5,566	3,405	511,304	3,395	503,487	3,448	1,890,683	3,436	877,364	3,472	926,169
\$1,000,000 or more.....	1,872	4,666,699	3,024	1,844	959,489	1,838	955,256	1,847	3,717,424	1,846	1,792,323	1,865	1,920,042
Taxable returns, total.....	32,405,879	488,471,618	38,536,770	7,338,291	47,989,275	6,847,444	31,987,504	32,386,347	419,298,553	32,394,862	66,947,190	32,405,879	67,820,648
No adjusted gross income.....	11,677	- 173,958	13,085	—	—	—	—	—	—	9,702	*46,429	11,677	78,402
\$1 under \$5,000.....	4,499,414	17,597,649	4,703,497	373,857	219,632	25,080	9,190	4,495,364	14,100,019	4,499,341	428,451	4,499,414	430,947
\$5,000 under \$10,000.....	9,418,906	69,707,875	11,238,753	592,950	1,829,542	491,816	632,763	9,418,898	57,932,348	9,418,898	4,589,811	9,418,906	4,593,295
\$10,000 under \$15,000.....	6,738,097	83,054,291	8,079,490	838,440	3,640,048	806,624	1,763,333	6,738,090	73,136,717	6,738,089	8,195,079	6,738,097	8,196,169
\$15,000 under \$20,000.....	4,501,380	77,976,377	5,413,315	1,194,545	5,487,470	1,190,568	2,743,135	4,500,988	69,756,012	4,499,202	9,545,120	4,501,380	9,549,452
\$20,000 under \$25,000.....	2,773,034	61,944,080	3,319,958	1,161,674	5,972,501	1,159,200	3,304,263	2,773,033	55,278,122	2,772,997	8,840,538	2,773,034	8,862,501
\$25,000 under \$30,000.....	1,808,573	49,295,650	2,153,311	1,080,262	6,503,885	1,080,262	4,019,283	1,808,568	43,102,733	1,807,890	7,637,409	1,808,573	7,642,018
\$30,000 under \$40,000.....	1,603,159	54,695,167	2,078,252	1,202,239	9,071,639	1,202,239	6,306,489	1,602,905	46,309,737	1,602,155	9,245,026	1,603,159	9,282,501
\$40,000 under \$50,000.....	510,541	22,514,724	713,732	405,564	3,987,230	403,091	3,055,553	510,002	18,744,849	509,779	4,354,822	510,541	4,409,334
\$50,000 under \$75,000.....	342,864	20,480,728	507,887	298,790	3,971,781	298,790	3,284,564	341,805	16,695,439	340,647	4,531,452	342,864	4,671,883
\$75,000 under \$100,000.....	97,619	8,361,411	151,118	91,549	1,734,505	91,549	1,523,942	96,856	6,695,950	96,511	2,155,241	97,619	2,214,693
\$100,000 under \$200,000.....	71,010	9,263,428	114,800	69,421	1,976,387	69,241	1,817,012	70,399	7,345,944	70,276	2,757,239	71,010	2,867,290
\$200,000 under \$500,000.....	24,268	6,713,653	41,209	23,768	2,146,898	23,768	2,092,232	**29,439	**10,198,681	24,093	1,950,787	24,268	2,175,954
\$500,000 under \$1,000,000.....	3,472	2,384,666	5,548	3,395	500,947	3,385	493,154	**	**	3,436	877,364	3,472	926,169
\$1,000,000 or more.....	1,865	4,655,876	3,015	1,837	946,808	1,831	942,591	**	**	1,846	1,792,323	1,865	1,920,042
Nontaxable returns, total.....	9,193,615	15,089,720	10,456,309	477,732	4,910,387	465,800	3,836,601	6,663,641	9,024,667	—	—	—	—

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

\*\*Data combined to avoid disclosure of information for specific taxpayers.

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

**Table 1.3 — All Returns: Sources of Income and Adjustments, Deductions and Tax Items, by Marital Status**

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

Item	All returns		Joint returns of husbands and wives		Separate returns of husbands and wives		Returns of heads of households		Returns of surviving spouses		Returns of single persons	
	Number of returns	Amount	Number of returns	Amount	Number of returns	Amount	Number of returns	Amount	Number of returns	Amount	Number of returns	Amount
	(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)	(10)	(11)	(12)
Adjusted gross income less deficit .....	99,438,708	2,139,904,356	47,484,266	1,484,206,935	879,063	11,518,120	9,355,250	135,515,497	120,635	5,102,466	41,599,494	503,561,338
Salaries and wages .....	85,925,617	1,807,137,587	41,363,956	1,273,962,096	762,071	9,253,644	8,876,912	124,731,252	94,009	3,959,843	34,828,669	395,230,751
Interest received .....	62,059,703	176,369,305	35,255,547	109,038,325	348,200	981,170	3,308,540	5,222,192	95,056	1,710,743	23,052,360	59,416,875
Dividends in AGI .....	14,259,407	48,640,734	8,452,914	30,021,166	81,924	518,568	578,666	1,303,175	36,656	114,835	5,109,247	16,682,989
State income tax refunds .....	17,586,051	7,038,187	13,360,165	5,513,697	114,226	38,912	1,219,241	399,520	26,320	42,333	2,866,099	1,043,725
Alimony received .....	369,472	2,710,268	33,691	149,531	*3,980	*20,071	166,276	1,285,480	—	—	165,525	1,255,186
Business or profession:												
Net income .....	8,002,865	89,849,570	6,010,786	74,029,154	65,023	770,962	314,079	2,477,020	15,395	116,749	1,597,582	12,455,686
Net loss .....	3,234,353	19,082,960	2,493,117	14,972,970	16,959	273,564	131,243	568,481	2,007	16,898	591,027	3,251,047
Sales of capital assets:												
Net gain .....	9,524,215	58,928,955	6,344,463	44,984,139	72,093	872,419	327,234	1,471,161	26,798	108,092	2,753,627	11,495,144
Net loss .....	2,923,547	4,409,587	1,947,781	2,994,955	12,392	12,127	112,560	149,572	13,710	11,248	837,104	1,241,685
Sales of property other than capital assets .....	1,627,357	1,722,831	1,277,968	1,625,227	4,985	-18,909	33,605	-45,491	9,839	-61,127	300,960	223,132
Pensions and annuities in AGI .....	11,551,051	80,447,934	7,587,736	58,231,655	60,504	574,403	428,429	2,326,860	45,042	565,717	3,429,340	18,843,299
Rent net income less loss .....	8,493,465	-15,969,115	6,157,892	-13,311,559	52,257	-167,838	401,588	-495,300	16,269	-55,284	1,865,459	-1,939,134
Royalty net income less loss .....	948,262	6,486,315	654,983	4,917,712	10,208	45,688	41,367	190,083	5,899	3,519	235,805	1,329,314
Farm rental income less loss .....	515,888	1,449,600	329,012	684,272	*2,740	*-12,600	13,091	-12,047	*37	-171,008	789,975	-435,201
Partnership net income less loss .....	4,443,600	-8,436,005	3,293,827	-5,823,204	30,180	-160,910	139,842	-153,535	14,630	-1,863,155	965,121	-3,810,387
Estate or trust net income less loss .....	1,074,316	7,137,683	447,578	2,799,052	4,486	96,568	49,402	319,039	6,945	112,637	565,905	861,150
Small Business Corporation net income less loss .....	1,111,789	6,167,801	872,227	5,193,254	3,463	27,999	14,783	83,031	376	34,036	220,940	935,651
Farm net income less loss .....	2,694,420	-13,095,506	2,294,618	-11,800,231	9,517	-124,624	68,800	-269,035	10,210	*23,353	797,273	920,384
Unemployment compensation in AGI .....	4,444,473	6,049,550	3,282,980	4,754,339	51,460	72,726	304,806	278,749	*7,954	311,995	1,124,183	-2,493,997
Other income less loss .....	5,198,160	-16,991,344	3,767,301	-14,075,233	27,819	-699,442	263,128	-92,432	15,729	369,761	5,409,302	12,488,698
Total statutory adjustments .....	37,025,796	89,745,075	30,328,144	74,027,150	112,793	376,575	1,146,012	2,784,943	29,545	67,709	3,515,750	5,976,943
Payments to an IRA .....	15,232,856	35,374,424	10,907,805	28,051,275	54,759	99,439	726,178	1,194,965	28,364	51,803	97,011	485,223
Payments to a Keogh plan .....	648,958	4,072,409	530,283	3,484,863	4,892	18,417	15,374	72,850	1,398	11,055	280,388	1,482,620
Alimony paid .....	692,939	3,850,406	324,030	1,873,760	15,988	112,583	71,846	378,328	*687	*3,116	7,816,023	52,899,661
Total itemized deductions .....	38,203,092	358,876,015	27,281,239	284,192,809	286,329	2,252,563	2,745,721	17,668,275	73,780	1,862,707	7,816,023	52,899,661
Medical and dental expense deduction .....	10,675,247	21,450,276	7,542,771	13,468,886	101,996	136,350	863,674	1,081,829	29,133	56,095	2,137,673	6,707,117
Taxes paid deduction .....	37,902,348	115,245,288	27,226,539	91,500,594	282,167	675,586	2,738,158	5,786,443	73,780	727,766	7,581,704	18,554,898
Interest paid deduction .....	34,514,190	158,176,338	25,725,833	130,092,881	240,962	853,286	2,627,268	7,870,417	63,071	903,595	5,857,056	18,456,160
Contributions deduction .....	34,607,832	42,119,812	25,427,504	33,334,267	239,928	385,925	2,455,643	1,646,550	65,623	89,082	6,419,134	6,663,989
Net casualty or theft loss .....	245,831	845,832	140,522	611,085	*7,573	*16,361	43,797	85,389	—	—	53,939	132,997
Miscellaneous deductions .....	31,454,800	21,038,470	22,875,204	15,185,096	204,170	185,055	2,265,234	1,197,648	65,089	86,168	6,045,103	4,384,501
Excess itemized deductions .....	37,690,646	241,999,894	27,281,239	191,436,597	276,662	1,774,220	2,745,721	11,353,117	73,780	1,611,855	7,313,244	35,824,105
Unused zero bracket amount .....	819,397	1,613,400	—	—	*13,650	*15,241	—	—	—	—	805,747	1,598,159
Contributions deduction for nonitemizers .....	22,920,542	1,166,822	9,367,361	531,262	114,669	3,413	2,214,623	103,513	*22,368	*1,080	11,201,521	527,553
Taxable income .....	94,178,183	1,701,365,731	45,462,190	1,159,970,912	815,674	9,108,927	8,741,913	100,676,907	108,418	3,285,764	39,049,988	428,323,220
Total tax credits .....	20,468,050	9,263,308	13,670,342	7,167,007	81,737	45,468	3,890,104	1,261,606	30,359	12,666	2,795,508	776,562
Child care credit .....	7,545,568	2,648,834	5,330,534	1,704,197	41,420	11,142	2,014,737	878,349	*7,756	*2,786	151,121	52,361
Credit for the elderly and disabled .....	474,860	107,002	175,384	43,238	—	—	*27,842	*4,073	—	—	271,634	59,691
Residential energy credit .....	2,655,851	645,093	2,194,930	556,815	4,040	487	154,705	39,826	*39	*8	302,137	47,956
Political contributions credit .....	5,105,202	257,406	3,397,943	197,486	21,528	625	400,054	14,661	4,481	65	1,281,196	44,569
Foreign tax credit .....	434,419	738,014	282,921	666,750	5,672	9,194	13,556	4,860	*5,604	*102	126,666	57,109
Investment credit .....	5,239,607	6,347,422	4,137,322	5,237,606	18,686	24,563	130,827	111,778	12,447	9,555	940,125	963,920
Earned income credit used to offset income tax before credits .....	2,278,219	280,783	650,183	53,446	—	—	1,620,647	227,146	*7,389	*191	—	—
Income tax after credits .....	81,557,399	297,422,715	42,005,513	214,811,844	682,059	1,882,093	6,380,188	12,909,381	94,777	872,208	32,394,862	66,947,180
Alternative minimum tax .....	370,212	4,490,251	263,512	3,417,934	1,888	77,475	15,394	113,836	*5,727	*7,865	83,691	873,141
Total income tax .....	81,639,509	301,923,051	42,070,953	218,238,039	682,758	1,961,034	6,385,582	13,023,264	94,817	880,073	32,405,879	67,820,648
Total tax liability .....	83,769,581	312,533,719	43,555,213	226,903,483	693,830	2,050,746	6,502,952	13,297,208	94,822	897,105	32,922,764	69,385,177
Total tax payments .....	82,150,932	345,156,777	44,789,915	246,455,181	786,542	1,836,206	8,980,018	18,785,450	94,101	1,106,515	37,500,356	78,973,425
Income tax withheld .....	85,219,960	281,388,979	41,314,697	209,617,501	738,045	1,178,079	8,760,734	17,294,508	86,404	884,378	34,320,080	61,414,515
Estimated tax payments .....	11,241,617	53,097,835	6,653,960	37,710,963	63,771	497,809	333,789	1,209,458	27,597	199,049	4,162,500	13,480,557
Overpayment refunded .....	73,175,119	64,960,221	33,176,428	42,932,266	543,384	260,098	8,450,889	7,027,929	70,978	69,839	30,933,440	14,670,089
Tax due at time of filing .....	21,157,790	36,736,773	11,890,603	26,893,208	275,583	515,830	788,001	949,160	36,742	57,136	8,166,861	8,321,440

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

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

Table 1.4 — All Returns: Sources of Income and Adjustments, by Size of Adjusted Gross Income

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

Size of adjusted gross income	Number of returns	Adjusted gross income less deficit	Salaries and wages		Interest received		Domestic and foreign dividends received				State income tax refunds		Alimony received	
			Number of returns	Amount	Number of returns	Amount	Total		Dividends in AGI		Number of returns	Amount	Number of returns	Amount
							Number of returns	Amount	Number of returns	Amount				
	(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)	(10)	(11)	(12)	(13)	(14)
All returns, total .....	99,438,708	2,139,904,356	85,925,617	1,807,137,587	62,059,703	176,369,305	18,665,034	50,554,837	14,259,407	48,640,734	17,586,051	7,038,187	369,472	2,710,268
No adjusted gross income .....	1,003,708	-33,323,253	464,144	6,977,716	632,887	3,311,440	212,735	636,936	157,003	615,750	91,128	99,867	468	2,545
\$1 under \$5,000 .....	16,239,737	43,222,889	13,658,827	36,930,325	6,211,616	5,598,605	1,072,048	759,245	895,390	685,577	150,625	55,201	*23,301	*85,357
\$5,000 under \$10,000 .....	16,448,678	123,173,540	13,210,501	97,455,211	7,781,779	14,864,595	1,733,034	1,895,517	1,328,888	1,751,785	530,835	137,779	59,748	229,101
\$10,000 under \$15,000 .....	14,061,086	174,322,711	11,711,242	139,972,315	7,585,376	17,681,299	1,840,796	2,638,828	1,371,061	2,471,788	952,312	231,995	73,836	340,940
\$15,000 under \$20,000 .....	11,484,459	199,777,702	9,992,236	166,434,058	7,173,068	18,312,559	1,934,204	2,950,031	1,514,364	2,771,883	1,483,052	382,336	42,145	245,382
\$20,000 under \$25,000 .....	8,815,390	198,021,274	7,928,328	169,848,107	6,012,491	15,062,818	1,656,421	2,844,388	1,248,868	2,679,638	1,846,614	537,853	58,005	283,812
\$25,000 under \$30,000 .....	7,635,404	209,274,643	7,098,533	187,335,989	5,724,006	11,653,095	1,459,554	1,904,122	1,022,013	1,773,777	2,322,297	656,108	35,986	406,405
\$30,000 under \$40,000 .....	11,075,106	384,207,790	10,409,043	350,083,032	9,179,198	21,173,862	2,795,761	4,421,746	2,037,232	4,146,119	4,532,962	1,408,284	47,180	552,411
\$40,000 under \$50,000 .....	5,963,041	264,922,227	5,500,765	236,094,036	5,388,244	16,047,758	2,148,726	4,176,771	1,542,869	3,935,863	2,751,873	1,055,019	*12,857	*114,548
\$50,000 under \$75,000 .....	4,657,702	275,046,849	4,243,040	232,906,077	4,378,075	21,164,160	2,321,806	7,242,454	1,813,158	6,943,004	2,111,042	1,111,017	8,069	183,264
\$75,000 under \$100,000 .....	1,049,444	89,289,787	879,917	65,222,845	1,010,896	9,083,745	703,545	4,331,741	608,996	4,231,113	401,929	363,102	4,979	155,708
\$100,000 under \$200,000 .....	761,193	100,041,518	631,673	67,754,402	741,953	10,037,825	577,855	6,358,951	521,594	6,273,599	308,006	500,602	2,295	94,886
\$200,000 under \$500,000 .....	199,711	57,509,946	161,220	33,777,989	196,445	6,835,403	169,039	4,733,398	159,820	4,706,742	85,264	268,022	507	9,688
\$500,000 under \$1,000,000 .....	29,215	19,729,296	23,974	8,512,685	28,934	2,073,663	25,916	1,939,855	24,876	1,935,548	11,721	76,577	53	2,919
\$1,000,000 or more .....	14,834	34,687,437	12,174	7,832,799	14,735	3,468,478	13,594	3,720,854	13,275	3,718,548	6,391	154,424	43	3,302
Taxable returns, total .....	81,639,509	2,097,045,567	71,610,101	1,738,931,454	55,102,620	163,848,441	17,155,791	48,618,841	13,108,804	46,834,635	16,860,205	6,686,263	342,720	2,591,592
No adjusted gross income .....	20,994	-1,473,844	10,023	447,839	19,846	454,685	7,745	125,513	7,383	124,169	2,537	8,112	**	**
\$1 under \$5,000 .....	4,594,646	17,984,127	3,747,234	14,362,603	2,249,021	2,345,679	439,292	355,783	386,376	328,098	32,047	22,910	**11,936	**42,233
\$5,000 under \$10,000 .....	12,474,889	95,451,291	10,125,347	74,604,628	6,229,567	11,691,602	1,337,834	1,544,933	1,044,482	1,439,892	283,141	59,845	49,976	186,366
\$10,000 under \$15,000 .....	13,383,801	166,204,730	11,224,805	133,653,619	7,191,072	16,668,780	1,716,581	2,409,784	1,280,500	2,255,080	838,115	174,152	69,859	317,635
\$15,000 under \$20,000 .....	11,276,871	196,196,741	9,844,350	163,773,741	7,010,497	17,662,415	1,887,511	2,894,605	1,478,122	2,720,728	1,436,899	353,721	41,037	244,385
\$20,000 under \$25,000 .....	8,702,306	195,493,924	7,851,181	168,101,604	5,921,090	14,682,416	1,625,475	2,809,922	1,225,502	2,647,825	1,815,144	520,197	58,005	283,812
\$25,000 under \$30,000 .....	7,547,355	206,830,967	7,026,322	185,523,005	5,648,318	11,470,437	1,438,533	1,844,932	1,007,034	1,716,441	2,285,940	640,469	35,986	406,405
\$30,000 under \$40,000 .....	11,005,904	381,861,978	10,362,117	348,580,382	9,112,324	20,669,803	2,760,502	4,321,141	2,005,939	4,047,781	4,504,654	1,391,744	47,180	552,411
\$40,000 under \$50,000 .....	5,946,773	264,201,427	5,487,672	235,420,854	5,374,762	15,983,942	2,140,234	4,154,137	1,539,453	3,913,853	2,747,983	1,051,503	*12,857	*114,548
\$50,000 under \$75,000 .....	4,637,722	273,834,369	4,227,166	231,845,142	4,359,281	21,006,745	2,315,848	7,185,417	1,808,899	6,886,784	2,102,580	1,107,130	**15,284	**428,044
\$75,000 under \$100,000 .....	1,045,455	88,940,952	876,481	64,944,682	1,006,908	9,022,683	701,194	4,298,801	606,883	4,198,540	400,392	358,950	**	**
\$100,000 under \$200,000 .....	759,585	99,833,885	630,384	67,621,783	740,326	9,956,730	576,892	6,340,336	520,645	6,255,114	307,519	499,451	**	**
\$200,000 under \$500,000 .....	199,284	57,388,854	160,944	33,727,899	196,041	6,781,764	168,723	4,698,768	159,518	4,672,160	85,164	267,578	504	9,532
\$500,000 under \$1,000,000 .....	29,144	19,681,104	23,923	8,496,738	28,866	2,045,418	25,859	1,925,476	24,819	1,921,179	11,703	76,129	53	2,919
\$1,000,000 or more .....	14,800	34,615,061	12,152	7,826,935	14,701	3,425,344	13,568	3,709,293	13,249	3,706,990	6,387	154,372	43	3,302
Nontaxable returns, total .....	17,799,199	42,858,789	14,315,516	68,206,133	6,957,083	12,520,864	1,509,243	1,935,997	1,150,603	1,806,099	725,846	351,924	26,752	118,676

Footnote(s) at end of table.

Table 1.4 — All Returns: Sources of Income and Adjustments, by Size of Adjusted Gross Income — Continued

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

Size of adjusted gross income	Business or profession				Sales of capital assets									
	Net income		Net loss		Capital gain distributions reported on Form 1040		Sales of capital assets reported on Schedule D							
	Number of returns	Amount	Number of returns	Amount	Number of returns	Amount	Returns with short-term capital gain or loss							
							Current-year short-term gain less loss		Post-1969 short-term capital loss carryover		Net short-term gain after carryover		Net short-term loss after carryover	
							Number of returns	Amount	Number of returns	Amount	Number of returns	Amount	Number of returns	Amount
	(15)	(16)	(17)	(18)	(19)	(20)	(21)	(22)	(23)	(24)	(25)	(26)	(27)	(28)
<b>All returns, total</b> .....	<b>8,002,865</b>	<b>89,849,570</b>	<b>3,234,353</b>	<b>19,082,960</b>	<b>1,632,037</b>	<b>737,927</b>	<b>3,535,087</b>	<b>- 5,804,498</b>	<b>490,195</b>	<b>7,323,002</b>	<b>1,314,780</b>	<b>4,814,078</b>	<b>2,457,966</b>	<b>17,941,578</b>
No adjusted gross income.....	102,163	1,414,945	357,284	6,892,023	10,383	9,172	78,907	- 567,647	22,705	850,375	29,488	393,317	62,159	1,811,339
\$1 under \$5,000.....	873,814	2,158,632	243,286	1,019,593	110,343	15,667	115,448	- 80,229	25,345	125,664	62,246	39,019	63,405	244,912
\$5,000 under \$10,000.....	1,057,468	4,990,703	273,389	1,074,007	155,866	36,945	178,179	- 252,118	28,827	313,609	54,334	36,356	146,984	602,084
\$10,000 under \$15,000.....	920,808	6,267,251	291,742	1,054,535	117,079	103,624	218,742	- 435,975	36,547	380,299	89,072	149,646	139,627	965,920
\$15,000 under \$20,000.....	884,957	6,510,386	315,691	1,272,720	203,576	59,464	234,787	- 778,434	47,925	486,500	74,183	98,322	191,805	1,363,256
\$20,000 under \$25,000.....	809,906	7,057,438	296,646	986,945	174,025	103,584	253,326	- 344,438	30,360	558,006	82,032	111,081	187,807	1,013,524
\$25,000 under \$30,000.....	724,096	7,158,167	288,397	863,671	119,581	26,736	270,464	- 385,753	42,148	397,773	122,331	141,344	164,751	924,871
\$30,000 under \$40,000.....	1,047,124	10,632,468	482,327	1,550,046	296,772	75,071	524,932	- 955,920	63,068	768,578	186,742	156,164	369,539	1,880,662
\$40,000 under \$50,000.....	606,690	9,123,020	309,839	966,594	195,408	86,511	461,487	- 649,649	42,479	406,174	173,663	200,844	310,596	1,256,666
\$50,000 under \$75,000.....	608,651	14,112,799	228,678	874,525	171,960	121,053	623,528	- 1,026,064	69,207	1,071,742	235,166	527,433	418,442	2,625,239
\$75,000 under \$100,000.....	178,719	6,799,398	61,139	493,676	50,626	37,312	223,883	- 383,555	30,814	549,077	78,041	339,050	157,428	1,271,682
\$100,000 under \$200,000.....	137,743	8,146,698	61,558	792,575	22,730	35,514	231,791	- 442,629	35,367	675,551	84,525	587,746	163,429	1,705,825
\$200,000 under \$500,000.....	42,339	3,087,450	18,377	580,003	3,290	12,240	89,866	- 153,258	12,290	426,779	32,562	612,458	65,846	1,192,496
\$500,000 under \$1,000,000.....	5,518	958,187	3,765	270,622	311	3,475	15,983	- 19,552	1,981	134,590	6,156	398,957	10,370	504,995
\$1,000,000 or more.....	2,869	1,432,007	2,255	391,425	107	11,560	9,764	631,620	1,032	178,284	4,239	1,031,340	5,778	578,004
<b>Taxable returns, total</b> .....	<b>6,385,657</b>	<b>80,099,001</b>	<b>2,408,770</b>	<b>9,878,440</b>	<b>1,531,906</b>	<b>711,384</b>	<b>3,245,704</b>	<b>- 4,581,345</b>	<b>415,605</b>	<b>6,002,411</b>	<b>1,217,352</b>	<b>4,268,348</b>	<b>2,232,949</b>	<b>14,852,104</b>
No adjusted gross income.....	5,229	141,767	3,707	327,900	3	51	5,986	- 32,134	256	11,568	3,218	74,925	2,824	118,627
\$1 under \$5,000.....	161,505	479,513	23,407	63,238	42,539	2,782	52,451	- 1,077	*7,956	*4,729	31,302	25,462	21,149	31,268
\$5,000 under \$10,000.....	555,873	2,548,101	150,377	419,349	139,675	34,414	134,346	- 170,141	21,599	271,065	47,751	25,022	103,048	466,229
\$10,000 under \$15,000.....	779,908	5,027,859	241,231	704,425	115,370	101,851	174,725	- 235,021	21,158	225,891	77,622	98,126	106,890	559,038
\$15,000 under \$20,000.....	820,381	5,672,775	290,392	1,041,310	203,576	59,464	220,549	- 721,711	45,689	469,270	69,789	90,088	180,120	1,281,068
\$20,000 under \$25,000.....	764,864	6,360,589	283,054	819,608	171,800	103,525	244,461	- 288,836	30,152	552,137	81,010	107,011	179,927	947,784
\$25,000 under \$30,000.....	705,306	6,763,136	271,838	800,733	118,453	26,735	256,922	- 335,514	38,818	355,063	115,176	101,106	157,251	791,683
\$30,000 under \$40,000.....	1,024,307	10,068,777	464,347	1,453,725	296,772	75,071	507,069	- 856,332	58,090	738,009	180,550	138,654	357,665	1,834,995
\$40,000 under \$50,000.....	600,093	8,919,337	305,838	907,327	194,738	86,478	458,418	- 655,869	42,208	398,121	171,524	190,194	309,660	1,244,184
\$50,000 under \$75,000.....	603,305	13,805,746	228,006	853,819	171,920	121,016	617,924	- 838,868	68,485	1,067,737	234,293	507,619	413,873	2,514,224
\$75,000 under \$100,000.....	176,714	6,729,980	60,927	486,140	50,626	37,312	222,531	- 368,951	30,742	540,541	77,877	332,294	156,238	1,241,786
\$100,000 under \$200,000.....	137,556	8,118,293	61,379	780,013	22,730	35,514	231,013	- 376,247	35,222	649,762	84,425	585,993	162,705	1,612,003
\$200,000 under \$500,000.....	42,257	3,076,566	18,282	569,152	3,286	12,116	9,620	- 141,024	12,228	415,431	32,457	600,111	65,893	1,156,567
\$500,000 under \$1,000,000.....	5,498	955,819	3,743	265,888	311	3,475	15,931	- 26,844	1,873	132,420	6,133	383,928	10,339	487,503
\$1,000,000 or more.....	2,861	1,430,744	2,242	385,813	107	11,560	9,738	613,335	1,029	170,666	4,225	1,007,815	5,766	565,146
<b>Nontaxable returns, total</b> .....	<b>1,617,208</b>	<b>9,750,570</b>	<b>825,583</b>	<b>9,204,520</b>	<b>100,131</b>	<b>26,563</b>	<b>289,383</b>	<b>- 1,223,152</b>	<b>74,590</b>	<b>1,320,591</b>	<b>97,428</b>	<b>545,730</b>	<b>225,017</b>	<b>3,089,473</b>

Footnote(s) at end of table.

**Table 1.4 — All Returns: Sources of Income and Adjustments, by Size of Adjusted Gross Income — Continued**

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

Size of adjusted gross income	Sales of capital assets - Continued													
	Sales of capital assets reported on Schedule D - Continued													
	Returns with long-term capital gain or loss								Net long-term capital gain in excess of short-term capital loss					
	Current-year long-term gain less loss		Post-1969 long-term capital loss carryover		Net long-term gain after carryover		Net long-term loss after carryover		Total		Excluded portion		Amount included in AGI	
	Number of returns	Amount	Number of returns	Amount	Number of returns	Amount	Number of returns	Amount	Number of returns	Amount	Number of returns	Amount	Number of returns	Amount
	(29)	(30)	(31)	(32)	(33)	(34)	(35)	(36)	(37)	(38)	(39)	(40)	(41)	(42)
<b>All returns, total</b> .....	<b>8,245,939</b>	<b>98,419,215</b>	<b>451,080</b>	<b>10,266,950</b>	<b>7,807,372</b>	<b>138,504,045</b>	<b>1,951,992</b>	<b>15,834,015</b>	<b>7,447,185</b>	<b>134,094,799</b>	<b>7,447,185</b>	<b>80,459,656</b>	<b>7,433,712</b>	<b>53,635,143</b>
No adjusted gross income .....	206,406	5,110,205	20,860	1,761,279	269,148	9,850,119	41,318	2,234,512	261,132	9,306,004	261,132	5,583,706	261,125	3,722,299
\$1 under \$5,000 .....	381,849	781,017	22,819	163,418	392,593	1,278,187	86,519	403,366	382,252	1,248,994	382,252	748,328	382,252	498,666
\$5,000 under \$10,000 .....	601,003	1,021,823	36,997	435,104	618,757	2,265,214	135,930	929,995	604,326	2,180,441	604,326	1,308,489	604,326	871,952
\$10,000 under \$15,000 .....	762,226	1,801,512	34,792	309,711	753,628	3,315,394	163,745	683,337	735,063	3,161,093	735,063	1,896,922	731,086	1,264,171
\$15,000 under \$20,000 .....	779,395	2,408,823	51,720	519,903	751,992	4,329,381	185,290	1,223,630	714,529	4,181,471	714,529	2,509,137	710,552	1,672,334
\$20,000 under \$25,000 .....	687,489	2,260,224	29,853	934,513	619,688	3,480,182	172,288	1,302,108	601,267	3,422,698	601,267	2,053,843	601,267	1,368,856
\$25,000 under \$30,000 .....	585,463	1,611,424	27,945	1,217,941	537,232	2,696,587	149,621	1,695,351	520,391	2,612,203	520,391	1,567,510	517,918	1,044,693
\$30,000 under \$40,000 .....	1,151,318	4,208,330	53,534	1,545,869	1,045,895	6,869,203	297,700	1,893,096	979,261	6,516,343	979,261	3,910,177	978,153	2,606,166
\$40,000 under \$50,000 .....	935,459	3,978,866	44,205	369,003	821,993	6,843,156	252,229	1,039,307	779,672	6,581,772	779,672	3,949,360	779,667	2,632,412
\$50,000 under \$75,000 .....	1,144,038	9,007,554	61,851	1,157,895	1,060,000	13,216,133	261,127	1,698,055	991,793	12,726,533	991,793	7,636,297	991,106	5,090,236
\$75,000 under \$100,000 .....	438,745	6,314,133	26,369	611,909	395,062	8,738,322	99,884	760,723	371,138	8,437,540	371,138	5,062,673	370,788	3,374,867
\$100,000 under \$200,000 .....	397,528	11,947,879	27,162	629,883	376,350	16,822,353	80,747	1,067,887	349,994	16,195,722	349,994	9,717,567	349,125	6,478,156
\$200,000 under \$500,000 .....	138,416	13,832,186	10,193	352,378	130,359	17,946,300	21,496	503,927	123,423	17,373,014	123,423	10,423,852	123,408	6,949,182
\$500,000 under \$1,000,000 .....	23,455	9,102,711	1,807	77,937	22,233	11,349,745	2,857	134,019	21,070	11,034,287	21,070	6,620,581	21,058	4,413,707
\$1,000,000 or more .....	13,149	25,032,518	973	180,208	12,442	29,505,767	1,241	164,701	11,884	29,118,685	11,884	17,471,216	11,881	11,847,469
<b>Taxable returns, total</b> .....	<b>7,361,638</b>	<b>94,303,315</b>	<b>380,965</b>	<b>7,805,444</b>	<b>6,781,687</b>	<b>129,115,917</b>	<b>1,744,233</b>	<b>12,114,562</b>	<b>6,459,508</b>	<b>125,397,535</b>	<b>6,459,508</b>	<b>75,240,939</b>	<b>6,446,037</b>	<b>50,156,596</b>
No adjusted gross income .....	10,049	2,685,358	284	7,153	10,920	4,172,576	*69	*3,360	10,913	4,055,509	10,913	2,433,310	10,908	1,622,199
\$1 under \$5,000 .....	120,495	259,930	*3,978	*4,359	117,131	305,346	*19,322	*22,367	113,153	301,938	113,153	181,204	113,153	120,734
\$5,000 under \$10,000 .....	416,009	866,197	*20,429	*189,965	394,321	1,365,050	89,735	352,006	386,432	1,301,327	386,432	780,940	386,432	520,387
\$10,000 under \$15,000 .....	647,161	1,521,871	30,274	290,541	623,642	2,655,740	141,254	602,758	612,843	2,557,727	612,843	1,534,858	608,866	1,022,869
\$15,000 under \$20,000 .....	732,243	2,223,313	**77,712	**1,343,664	694,496	3,996,623	176,511	1,050,593	661,192	3,882,227	661,192	2,329,572	657,215	1,552,655
\$20,000 under \$25,000 .....	662,752	2,108,444	**	**	586,035	3,261,560	167,350	1,279,641	568,723	3,207,209	568,723	1,924,537	568,723	1,282,672
\$25,000 under \$30,000 .....	568,440	1,614,400	27,268	1,217,808	524,515	2,608,744	141,856	1,635,972	509,201	2,541,196	509,201	1,524,902	506,728	1,016,294
\$30,000 under \$40,000 .....	1,128,058	3,998,640	49,022	1,408,661	1,027,481	6,877,794	291,764	1,908,835	961,391	6,339,052	961,391	3,803,797	960,283	2,535,255
\$40,000 under \$50,000 .....	929,205	3,904,805	44,121	360,520	814,743	6,725,115	251,924	1,028,665	772,469	6,467,856	772,469	3,881,008	772,464	2,588,848
\$50,000 under \$75,000 .....	1,136,577	8,980,349	61,845	1,157,715	1,054,357	13,145,880	258,935	1,666,731	987,852	12,688,691	987,852	7,613,591	987,175	5,075,100
\$75,000 under \$100,000 .....	437,443	6,290,717	26,017	609,977	393,729	8,698,391	99,494	754,645	369,850	8,405,930	369,850	5,043,706	369,500	3,362,223
\$100,000 under \$200,000 .....	396,568	11,922,621	27,104	628,455	375,590	16,787,578	80,531	1,063,569	349,357	16,174,535	349,357	9,704,854	348,488	6,469,681
\$200,000 under \$500,000 .....	138,111	13,806,270	**11,943	**417,422	130,111	17,908,789	21,413	488,684	123,224	17,350,427	123,224	10,410,300	123,209	6,940,127
\$500,000 under \$1,000,000 .....	23,401	9,113,420	**	**	22,182	11,327,381	2,842	104,779	21,038	11,020,990	21,038	6,612,603	21,026	4,408,388
\$1,000,000 or more .....	13,126	25,006,978	968	169,205	12,424	29,479,360	1,233	153,957	11,870	29,102,921	11,870	17,461,757	11,867	11,841,184
<b>Nontaxable returns, total</b> .....	<b>884,301</b>	<b>4,115,900</b>	<b>70,115</b>	<b>2,461,506</b>	<b>1,025,685</b>	<b>9,388,129</b>	<b>207,759</b>	<b>3,719,453</b>	<b>987,677</b>	<b>8,697,264</b>	<b>987,677</b>	<b>5,218,717</b>	<b>987,675</b>	<b>3,478,547</b>

Footnote(s) at end of table.

Table 1.4 — All Returns: Sources of Income and Adjustments, by Size of Adjusted Gross Income — Continued

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

Size of adjusted gross income	Sales of capital assets — Continued				Sales of property other than capital assets				Pensions and annuities			
	Net capital gain		Net capital loss		Net gain		Net loss		Total		In adjusted gross income	
	Number of returns	Amount	Number of returns	Amount	Number of returns	Amount	Number of returns	Amount	Number of returns	Amount	Number of returns	Amount
	(43)	(44)	(45)	(46)	(47)	(48)	(49)	(50)	(51)	(52)	(53)	(54)
<b>All returns, total .....</b>	<b>7,998,047</b>	<b>58,198,030</b>	<b>2,928,604</b>	<b>4,416,589</b>	<b>985,569</b>	<b>4,668,033</b>	<b>641,788</b>	<b>2,945,202</b>	<b>12,376,425</b>	<b>107,294,960</b>	<b>11,551,051</b>	<b>80,447,934</b>
No adjusted gross income .....	266,815	4,100,954	14,256	25,999	107,087	700,359	106,817	1,156,887	62,915	398,964	53,667	303,925
\$1 under \$5,000 .....	414,650	534,742	67,437	65,384	51,683	116,661	36,108	140,448	680,925	2,178,397	614,085	1,368,606
\$5,000 under \$10,000 .....	652,209	905,139	179,021	296,340	85,638	159,977	40,979	100,589	2,159,681	9,386,720	2,077,942	8,184,415
\$10,000 under \$15,000 .....	762,848	1,413,428	225,817	318,597	98,147	232,875	48,088	172,039	2,059,428	13,505,920	2,023,475	11,166,514
\$15,000 under \$20,000 .....	747,570	1,761,772	297,534	478,898	94,991	443,235	61,505	171,577	1,668,059	12,657,604	1,585,218	11,161,851
\$20,000 under \$25,000 .....	638,195	1,475,796	267,936	395,565	68,107	258,351	43,414	87,658	1,226,380	9,722,563	1,155,668	8,674,259
\$25,000 under \$30,000 .....	587,967	1,180,310	232,974	352,072	68,035	178,033	42,409	76,438	885,516	7,982,270	812,796	6,749,842
\$30,000 under \$40,000 .....	1,066,897	2,748,651	508,086	696,678	128,851	449,478	60,538	196,069	1,471,773	14,505,982	1,306,665	11,120,062
\$40,000 under \$50,000 .....	857,819	2,805,563	381,994	522,774	83,196	271,785	35,700	82,098	935,351	10,497,259	844,393	8,613,821
\$50,000 under \$75,000 .....	1,073,732	5,582,039	432,521	649,558	100,670	563,042	70,208	184,924	834,857	10,441,533	746,144	8,093,706
\$75,000 under \$100,000 .....	392,317	3,689,935	151,718	254,775	32,590	181,834	31,279	145,710	213,652	3,577,205	177,091	2,178,434
\$100,000 under \$200,000 .....	375,271	7,029,037	130,318	269,325	46,802	554,088	35,334	169,905	129,628	2,620,054	111,675	1,772,417
\$200,000 under \$500,000 .....	128,013	7,517,579	32,766	74,568	14,361	253,121	24,060	156,344	41,291	9,378,440	36,361	840,489
\$500,000 under \$1,000,000 .....	21,621	4,797,565	4,380	11,203	3,249	104,397	3,305	50,056	4,634	263,646	3,915	127,169
\$1,000,000 or more .....	12,123	12,655,520	1,846	4,854	2,162	200,797	2,043	54,459	2,335	198,403	1,956	92,423
<b>Taxable returns, total .....</b>	<b>6,966,696</b>	<b>54,203,860</b>	<b>2,769,202</b>	<b>4,162,019</b>	<b>713,801</b>	<b>3,579,469</b>	<b>442,904</b>	<b>1,434,634</b>	<b>11,069,186</b>	<b>100,678,998</b>	<b>10,349,271</b>	<b>76,182,260</b>
No adjusted gross income .....	12,614	1,697,124	—	—	2,534	75,506	4,608	34,681	882	13,300	797	12,092
\$1 under \$5,000 .....	126,791	146,196	32,961	33,414	*1,226	*14,772	*3,983	*25,092	160,234	456,404	156,257	385,574
\$5,000 under \$10,000 .....	428,452	542,239	134,737	229,577	32,492	39,623	15,593	52,964	1,614,243	6,912,296	1,555,204	6,232,294
\$10,000 under \$15,000 .....	639,519	1,120,605	195,799	256,950	67,350	199,468	30,517	69,359	1,940,231	11,967,966	1,905,984	10,526,540
\$15,000 under \$20,000 .....	691,678	1,633,940	284,627	460,049	81,066	391,004	54,563	134,924	1,636,269	12,461,509	1,559,521	11,044,338
\$20,000 under \$25,000 .....	605,481	1,386,657	265,015	390,452	66,323	242,037	40,152	66,715	1,218,147	9,661,689	1,148,435	8,614,010
\$25,000 under \$30,000 .....	570,720	1,111,672	223,503	331,529	60,033	145,565	36,545	52,816	879,994	7,904,300	807,274	6,691,871
\$30,000 under \$40,000 .....	1,044,906	2,661,035	501,928	686,282	123,176	433,585	55,759	177,835	1,460,006	14,365,618	1,297,792	10,988,685
\$40,000 under \$50,000 .....	850,536	2,749,464	381,591	522,337	80,981	218,166	35,462	80,675	933,061	10,490,930	842,103	8,607,543
\$50,000 under \$75,000 .....	1,069,050	5,550,899	428,922	639,409	99,701	544,614	69,977	167,462	834,003	10,420,853	745,290	8,078,868
\$75,000 under \$100,000 .....	390,911	3,671,119	151,035	252,726	32,451	169,822	31,211	145,512	213,384	3,571,582	176,859	2,173,151
\$100,000 under \$200,000 .....	374,556	7,018,831	130,148	268,817	46,779	553,645	35,195	168,336	129,528	2,615,116	111,578	1,770,116
\$200,000 under \$500,000 .....	127,794	7,496,858	32,722	74,453	14,304	250,583	24,012	154,902	41,248	9,376,556	36,318	838,733
\$500,000 under \$1,000,000 .....	21,583	4,786,465	4,373	11,185	3,232	99,678	3,292	49,735	**6,956	**460,880	**5,859	**218,446
\$1,000,000 or more .....	12,105	12,630,756	1,841	4,840	2,153	200,401	2,035	53,627	**	**	**	**
<b>Nontaxable returns, total .....</b>	<b>1,031,351</b>	<b>3,994,170</b>	<b>159,402</b>	<b>254,570</b>	<b>271,768</b>	<b>1,088,564</b>	<b>198,884</b>	<b>1,510,568</b>	<b>1,307,239</b>	<b>6,615,961</b>	<b>1,201,780</b>	<b>4,265,674</b>

Footnote(s) at end of table.

Table 1.4 — All Returns: Sources of Income and Adjustments, by Size of Adjusted Gross Income — Continued

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

Size of adjusted gross income	Pensions and annuities—Continued						Rent				Royalty				
	Fully included in AGI		Partially included in AGI			Not included in AGI		Net income		Net loss		Net income		Net loss	
	Number of returns	Amount	Number of returns	Amount received	Amount in AGI	Number of returns	Amount	Number of returns	Amount	Number of returns	Amount	Number of returns	Amount	Number of returns	Amount
	(55)	(56)	(57)	(58)	(59)	(60)	(61)	(62)	(63)	(64)	(65)	(66)	(67)	(68)	(69)
All returns, total .....	10,618,898	74,178,582	1,379,980	20,703,479	6,269,352	1,061,685	12,412,899	3,365,830	15,418,184	5,127,635	31,387,299	880,213	6,776,069	68,049	289,755
No adjusted gross income .....	51,535	289,900	2,896	24,098	14,025	9,485	84,866	80,222	576,649	185,267	3,404,762	26,945	238,817	3,624	31,363
\$1 under \$5,000 .....	580,323	1,291,756	43,425	162,329	76,850	75,904	704,313	216,862	351,165	261,411	988,013	48,971	60,579	*1,705	*39
\$5,000 under \$10,000 .....	1,933,767	7,714,736	175,426	1,108,064	469,679	105,037	563,919	410,743	885,918	339,308	1,654,286	41,331	64,063	*5,691	*11,496
\$10,000 under \$15,000 .....	1,829,570	10,659,124	167,198	811,089	507,390	76,267	2,035,706	397,948	1,140,726	431,676	1,754,973	92,004	196,237	*8,488	*8,100
\$15,000 under \$20,000 .....	1,465,089	10,433,805	181,502	1,314,806	728,046	109,722	908,993	368,928	1,086,976	453,614	1,997,231	86,367	277,602	*7,956	*185
\$20,000 under \$25,000 .....	1,061,060	8,131,399	144,764	966,841	542,861	94,762	624,323	305,032	917,942	484,675	2,078,122	94,774	245,878	*2,475	*9,754
\$25,000 under \$30,000 .....	739,863	6,245,273	104,321	1,255,360	504,569	82,358	461,638	263,302	896,908	487,540	2,080,413	74,713	344,795	*4,871	*47,773
\$30,000 under \$40,000 .....	1,189,916	10,220,459	181,577	1,704,843	899,603	203,052	2,580,680	427,723	1,051,493	787,445	3,679,667	94,838	266,652	11,598	30,414
\$40,000 under \$50,000 .....	747,092	7,753,198	171,223	1,751,501	860,623	112,050	992,560	290,537	1,311,135	587,119	3,237,200	75,169	368,981	5,754	13,148
\$50,000 under \$75,000 .....	633,281	7,225,924	144,620	2,191,669	887,782	118,674	1,023,941	313,410	1,868,366	841,040	4,229,746	127,866	774,187	6,754	25,957
\$75,000 under \$100,000 .....	157,257	1,952,532	33,610	568,750	225,902	45,872	1,055,924	125,620	1,580,346	208,411	1,878,760	44,199	625,837	*3,955	30,963
\$100,000 under \$200,000 .....	97,712	1,590,127	17,991	347,657	182,291	21,371	682,270	113,605	1,667,129	191,548	2,563,058	47,861	1,443,931	4,736	39,152
\$200,000 under \$500,000 .....	27,433	469,703	10,189	8,423,309	370,786	5,840	485,429	40,736	1,262,394	55,669	1,173,238	19,042	897,195	1,794	17,992
\$500,000 under \$1,000,000 .....	3,338	114,015	839	33,158	13,154	852	116,472	7,412	413,862	8,514	330,751	3,810	436,712	417	12,494
\$1,000,000 or more .....	1,662	86,632	399	20,004	5,791	439	91,767	3,750	407,174	4,398	337,081	2,323	534,602	231	10,928
Taxable returns, total .....	9,503,095	70,169,320	1,262,549	19,988,351	6,012,940	944,069	10,521,327	2,849,264	13,637,387	4,396,990	24,628,141	771,970	6,314,161	57,898	221,044
No adjusted gross income .....	749	9,007	*221	*3,835	*3,085	*85	*458	1,665	44,815	10,132	328,557	736	30,011	174	4,938
\$1 under \$5,000 .....	142,620	363,262	*13,637	*45,570	*22,312	*7,954	*47,573	39,295	80,107	41,731	93,689	*1,714	*1,564	—	—
\$5,000 under \$10,000 .....	1,464,083	5,934,303	112,712	584,704	297,992	76,653	393,289	277,151	518,523	177,553	583,588	24,978	21,658	*5,691	*11,496
\$10,000 under \$15,000 .....	1,819,638	10,031,528	151,685	787,516	495,012	73,453	1,148,922	329,288	947,322	365,003	1,212,448	85,571	173,857	**14,409	**13,024
\$15,000 under \$20,000 .....	1,441,866	10,316,928	179,028	1,313,574	727,410	103,629	831,007	347,024	977,749	416,055	1,683,043	83,342	250,821	—	—
\$20,000 under \$25,000 .....	1,053,828	8,072,195	142,289	965,172	541,815	94,762	624,323	294,187	876,144	460,788	1,884,392	89,309	189,612	—	—
\$25,000 under \$30,000 .....	734,341	6,187,303	104,321	1,255,360	504,569	82,358	461,638	248,573	732,490	469,428	1,871,305	72,080	323,805	**26,500	**80,116
\$30,000 under \$40,000 .....	1,181,043	10,090,482	180,469	1,702,170	898,203	200,158	2,572,966	423,666	1,037,980	769,339	3,440,226	94,773	266,344	—	—
\$40,000 under \$50,000 .....	745,302	7,746,980	170,723	1,751,390	860,563	112,050	992,560	285,679	1,300,886	583,342	3,182,708	75,114	363,967	—	—
\$50,000 under \$75,000 .....	632,597	7,214,046	**196,050	**3,103,502	**1,273,014	118,669	1,019,709	312,764	1,862,997	636,465	4,122,776	127,382	767,624	—	—
\$75,000 under \$100,000 .....	157,025	1,947,249	—	—	—	45,836	1,055,584	124,981	1,546,443	207,812	1,857,763	44,158	625,274	3,955	30,963
\$100,000 under \$200,000 .....	97,615	1,587,826	—	—	—	**28,023	**1,281,533	113,213	1,639,349	190,959	2,543,599	47,725	1,436,139	4,736	39,152
\$200,000 under \$500,000 .....	27,398	468,175	10,179	8,422,952	370,558	—	—	40,643	1,253,336	55,509	1,164,818	18,975	893,062	1,789	17,979
\$500,000 under \$1,000,000 .....	*4,990	**200,036	*1,235	**52,605	**18,408	—	—	7,394	412,888	8,490	325,827	3,798	436,045	*844	**23,380
\$1,000,000 or more .....	—	—	—	—	—	439	91,767	3,741	406,259	4,384	333,303	2,315	534,378	—	—
Nontaxable returns, total .....	1,115,803	4,009,262	117,431	715,128	256,412	117,616	1,891,571	516,566	1,780,797	730,645	6,759,158	108,243	461,908	10,151	68,711

Footnote(s) at end of table.

**Table 1.4—All Returns: Sources of Income and Adjustments, by Size of Adjusted Gross Income—Continued**  
(All figures are estimates based on samples—money amounts are in thousands of dollars)

Size of adjusted gross income	Farm rental						Partnership						Net loss																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																	
	Net income			Net loss			Total income			Total loss			Expense deduction			Net income			Net loss																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																											
	Number of returns	Amount	(71)	Number of returns	Amount	(72)	Number of returns	Amount	(73)	Number of returns	Amount	(74)	Number of returns	Amount	(75)	Number of returns	Amount	(76)	Number of returns	Amount	(77)	Number of returns	Amount	(78)	Number of returns	Amount	(79)	Number of returns	Amount	(80)	Number of returns	Amount	(81)	Number of returns	Amount	(82)	Number of returns	Amount	(83)																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																							
All returns, total	371,849	2,067,768	144,039	14,884	186,393	618,168	2,575,082	38,576,187	2,955,166	46,770,349	191,773	241,844	1,949,459	30,539,568	2,494,141	30,975,574	171,384	10,371,339	455,020	505,200	592,269	785,929	1,075,905	3,546,580	3,546,580	3,546,580	3,546,580	3,546,580	3,546,580	3,546,580	3,546,580	3,546,580	3,546,580	3,546,580	3,546,580	3,546,580	3,546,580	3,546,580	3,546,580	3,546,580	3,546,580	3,546,580	3,546,580	3,546,580	3,546,580	3,546,580	3,546,580	3,546,580	3,546,580	3,546,580	3,546,580	3,546,580	3,546,580	3,546,580	3,546,580	3,546,580	3,546,580	3,546,580	3,546,580	3,546,580	3,546,580	3,546,580	3,546,580	3,546,580	3,546,580	3,546,580	3,546,580	3,546,580	3,546,580	3,546,580	3,546,580	3,546,580	3,546,580	3,546,580	3,546,580	3,546,580	3,546,580	3,546,580	3,546,580	3,546,580	3,546,580	3,546,580	3,546,580	3,546,580	3,546,580	3,546,580	3,546,580	3,546,580	3,546,580	3,546,580	3,546,580	3,546,580	3,546,580	3,546,580	3,546,580	3,546,580	3,546,580	3,546,580	3,546,580	3,546,580	3,546,580	3,546,580	3,546,580	3,546,580	3,546,580	3,546,580	3,546,580	3,546,580	3,546,580	3,546,580	3,546,580	3,546,580	3,546,580	3,546,580	3,546,580	3,546,580	3,546,580	3,546,580	3,546,580	3,546,580	3,546,580	3,546,580	3,546,580	3,546,580	3,546,580	3,546,580	3,546,580	3,546,580	3,546,580	3,546,580	3,546,580	3,546,580	3,546,580	3,546,580	3,546,580	3,546,580	3,546,580	3,546,580	3,546,580	3,546,580	3,546,580	3,546,580	3,546,580	3,546,580	3,546,580	3,546,580	3,546,580	3,546,580	3,546,580	3,546,580	3,546,580	3,546,580	3,546,580	3,546,580	3,546,580	3,546,580	3,546,580	3,546,580	3,546,580	3,546,580	3,546,580	3,546,580	3,546,580	3,546,580	3,546,580	3,546,580	3,546,580	3,546,580	3,546,580	3,546,580	3,546,580	3,546,580	3,546,580	3,546,580	3,546,580	3,546,580	3,546,580	3,546,580	3,546,580	3,546,580	3,546,580	3,546,580	3,546,580	3,546,580	3,546,580	3,546,580	3,546,580	3,546,580	3,546,580	3,546,580	3,546,580	3,546,580	3,546,580	3,546,580	3,546,580	3,546,580	3,546,580	3,546,580	3,546,580	3,546,580	3,546,580	3,546,580	3,546,580	3,546,580	3,546,580	3,546,580	3,546,580	3,546,580	3,546,580	3,546,580	3,546,580	3,546,580	3,546,580	3,546,580	3,546,580	3,546,580	3,546,580	3,546,580	3,546,580	3,546,580	3,546,580	3,546,580	3,546,580	3,546,580	3,546,580	3,546,580	3,546,580	3,546,580	3,546,580	3,546,580	3,546,580	3,546,580	3,546,580	3,546,580	3,546,580	3,546,580	3,546,580	3,546,580	3,546,580	3,546,580	3,546,580	3,546,580	3,546,580	3,546,580	3,546,580	3,546,580	3,546,580	3,546,580	3,546,580	3,546,580	3,546,580	3,546,580	3,546,580	3,546,580	3,546,580	3,546,580	3,546,580	3,546,580	3,546,580	3,546,580	3,546,580	3,546,580	3,546,580	3,546,580	3,546,580	3,546,580	3,546,580	3,546,580	3,546,580	3,546,580	3,546,580	3,546,580	3,546,580	3,546,580	3,546,580	3,546,580	3,546,580	3,546,580	3,546,580	3,546,580	3,546,580	3,546,580	3,546,580	3,546,580	3,546,580	3,546,580	3,546,580	3,546,580	3,546,580	3,546,580	3,546,580	3,546,580	3,546,580	3,546,580	3,546,580	3,546,580	3,546,580	3,546,580	3,546,580	3,546,580	3,546,580	3,546,580	3,546,580	3,546,580	3,546,580	3,546,580	3,546,580	3,546,580	3,546,580	3,546,580	3,546,580	3,546,580	3,546,580	3,546,580	3,546,580	3,546,580	3,546,580	3,546,580	3,546,580	3,546,580	3,546,580	3,546,580	3,546,580	3,546,580	3,546,580	3,546,580	3,546,580	3,546,580	3,546,580	3,546,580	3,546,580	3,546,580	3,546,580	3,546,580	3,546,580	3,546,580	3,546,580	3,546,580	3,546,580	3,546,580	3,546,580	3,546,580	3,546,580	3,546,580	3,546,580	3,546,580	3,546,580	3,546,580	3,546,580	3,546,580	3,546,580	3,546,580	3,546,580	3,546,580	3,546,580	3,546,580	3,546,580	3,546,580	3,546,580	3,546,580	3,546,580	3,546,580	3,546,580	3,546,580	3,546,580	3,546,580	3,546,580	3,546,580	3,546,580	3,546,580	3,546,580	3,546,580	3,546,580	3,546,580	3,546,580	3,546,580	3,546,580	3,546,580	3,546,580	3,546,580	3,546,580	3,546,580	3,546,580	3,546,580	3,546,580	3,546,580	3,546,580	3,546,580	3,546,580	3,546,580	3,546,580	3,546,580	3,546,580	3,546,580	3,546,580	3,546,580	3,546,580	3,546,580	3,546,580	3,546,580	3,546,580	3,546,580	3,546,580	3,546,580	3,546,580	3,546,580	3,546,580	3,546,580	3,546,580	3,546,580	3,546,580	3,546,580	3,546,580	3,546,580	3,546,580	3,546,580	3,546,580	3,546,580	3,546,580	3,546,580	3,546,580	3,546,580	3,546,580	3,546,580	3,546,580	3,546,580	3,546,580	3,546,580	3,546,580	3,546,580	3,546,580	3,546,580	3,546,580	3,546,580	3,546,580	3,546,580	3,546,580	3,546,580	3,546,580	3,546,580	3,546,580	3,546,580	3,546,580	3,546,580	3,546,580	3,546,580	3,546,580	3,546,580	3,546,580	3,546,580	3,546,580	3,546,580	3,546,580	3,546,580	3,546,580	3,546,580	3,546,580	3,546,580	3,546,580	3,546,580	3,546,580	3,546,580	3,546,580	3,546,580	3,546,580	3,546,580	3,546,580	3,546,580	3,546,580	3,546,580	3,546,580	3,546,580	3,546,580	3,546,580	3,546,580	3,546,580	3,546,580	3,546,580	3,546,580	3,546,580	3,546,580	3,546,580	3,546,580	3,546,580	3,546,580	3,546,580	3,546,580	3,546,580	3,546,580	3,546,580	3,546,580	3,546,580	3,546,580	3,546,580	3,546,580	3,546,580	3,546,580	3,546,580	3,546,580	3,546,580	3,546,580	3,546,580	3,546,580	3,546,580	3,546,580	3,546,580	3,546,580	3,546,580	3,546,580	3,546,580	3,546,580	3,546,580	3,546,580	3,546,580	3,546,580	3,546,580	3,546,580	3,546,580	3,546,580	3,546,580	3,546,580	3,546,580	3,546,580	3,546,580	3,546,580	3,546,580	3,546,580	3,546,580	3,546,580	3,546,580	3,546,580	3,546,580	3,546,580	3,546,580	3,546,580	3,546,580	3,546,580	3,546,580	3,546,580	3,546,580	3,546,580	3,546,580	3,546,580	3,546,580	3,546,580	3,546,580	3,546,580	3,546,580	3,546,580	3,546,580	3,546,580	3,546,580	3,546,580	3,546,580	3,546,580	3,546,580	3,546,580	3,546,580	3,546,580	3,546,580	3,546,580	3,546,580	3,546,580	3,546,580	3,546,580	3,546,580	3,546,580	3,546,580	3,546,580	3,546,580	3,546,580	3,546,580	3,546,580	3,546,580	3,546,580	3,546,580	3,546,580	3,546,580	3,546,580	3,546,580	3,546,580	3,546,580	3,546,580	3,546,580	3,546,580	3,546,580	3,546,580	3,546,580	3,546,580	3,546,580	3,546,580	3,546,580	3,546,580	3,546,580	3,546,580	3,546,580	3,546,580	3,546,580	3,546,580	3,546,580	3,546,580	3,546,580	3,546,580	3,546,580	3,546,580	3,546,580	3,546,580	3,546,580	3,546,580	3,546,580	3,546,580	3,546,580	3,546,580	3,546,580	3,546,580	3,546,580	3,546,580	3,546,580	3,546,580	3,546,580	3,546,580	3,5

Footnote(s) at end of table.

Table 1.4 — All Returns: Sources of Income and Adjustments, by Size of Adjusted Gross Income — Continued

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

Size of adjusted gross income	Estate or trust								Small Business Corporation					
	Total income		Total loss		Net income		Net loss		Total income		Total loss		Expense deduction	
	Number of returns	Amount	Number of returns	Amount	Number of returns	Amount	Number of returns	Amount	Number of returns	Amount	Number of returns	Amount	Number of returns	Amount
	(84)	(85)	(86)	(87)	(88)	(89)	(90)	(91)	(92)	(93)	(94)	(95)	(96)	(97)
All returns, total .....	999,451	7,728,631	105,941	590,948	986,160	7,658,711	88,156	521,029	612,865	16,296,043	587,134	9,958,167	97,806	170,055
No adjusted gross income .....	17,424	205,084	10,246	164,721	13,979	192,413	9,028	152,050	17,993	657,990	71,362	3,710,917	2,536	7,912
\$1 under \$5,000 .....	64,227	134,232	*13,425	*61,160	64,227	134,232	*13,425	*61,160	20,766	70,000	14,255	180,868	*42	*12
\$5,000 under \$10,000 .....	132,169	452,825	*16,426	*33,899	132,133	452,414	*12,743	*33,487	59,954	218,180	39,442	314,412	*10,433	*13,459
\$10,000 under \$15,000 .....	104,394	443,988	*1,109	*1,393	103,286	443,061	*1,109	*465	24,689	186,161	28,504	303,491	*1,187	*123
\$15,000 under \$20,000 .....	84,492	389,425	*7,972	*32,001	83,383	389,141	*7,471	*31,718	40,394	276,574	48,565	390,485	*9,746	*3,168
\$20,000 under \$25,000 .....	68,478	356,795	*7,592	*16,374	66,004	356,478	*7,591	*16,057	31,557	229,770	28,740	165,594	*683	*857
\$25,000 under \$30,000 .....	64,920	355,376	*4,264	*16,225	64,920	355,376	*4,264	*16,225	53,102	444,949	40,815	307,895	*9,031	*9,956
\$30,000 under \$40,000 .....	101,424	684,610	10,035	11,169	98,945	682,677	9,994	9,236	71,939	665,358	74,003	448,653	9,887	23,234
\$40,000 under \$50,000 .....	76,082	534,075	6,878	4,474	76,042	533,819	*6,378	*4,217	67,772	614,595	61,032	321,452	12,634	26,904
\$50,000 under \$75,000 .....	137,850	1,115,608	10,086	43,708	137,500	1,111,434	4,919	39,534	87,743	1,222,056	66,259	609,130	14,786	24,836
\$75,000 under \$100,000 .....	56,030	516,994	4,634	44,739	55,243	502,972	3,397	30,717	46,294	942,322	42,654	519,406	9,233	18,100
\$100,000 under \$200,000 .....	53,456	769,773	6,533	61,544	52,359	761,094	4,627	52,864	54,962	1,817,050	43,124	884,683	10,809	24,572
\$200,000 under \$500,000 .....	31,289	808,506	3,441	50,504	31,071	795,112	2,333	37,111	23,647	2,122,201	20,098	703,474	4,453	10,523
\$500,000 under \$1,000,000 .....	4,416	318,130	797	21,871	4,335	312,109	549	15,851	7,138	1,744,741	5,468	382,490	1,384	3,573
\$1,000,000 or more .....	2,800	643,209	503	27,166	2,733	636,378	328	20,336	4,915	5,084,096	3,813	715,230	983	2,827
Taxable returns, total .....	897,631	7,191,245	81,957	354,448	889,321	7,133,063	87,630	296,267	554,902	15,442,217	417,449	5,270,849	88,162	140,757
No adjusted gross income .....	654	21,355	259	20,482	648	19,460	209	18,587	1,207	110,411	3,144	434,490	*312	**721
\$1 under \$5,000 .....	41,516	82,325	*4,017	*8,588	41,516	82,325	*4,017	*8,588	*12,010	*41,912	1,232	22,215	**	**
\$5,000 under \$10,000 .....	101,309	341,858	**17,792	**34,916	101,309	341,762	**13,815	**33,893	44,297	152,088	12,114	8,172	*7,959	*1,091
\$10,000 under \$15,000 .....	91,975	409,728	**	**	90,867	408,801	**	**	20,380	151,952	11,234	84,008	*8	*16
\$15,000 under \$20,000 .....	74,905	315,317	*5,861	*3,144	74,905	315,317	*5,861	*3,144	36,185	208,237	29,654	133,444	**9,747	**3,028
\$20,000 under \$25,000 .....	63,750	353,344	*7,592	*16,374	61,276	353,027	*7,591	*16,057	30,238	221,338	26,723	135,956	**	**
\$25,000 under \$30,000 .....	64,023	354,228	*4,264	*16,225	64,023	354,228	*4,264	*16,225	50,094	410,765	35,996	215,114	*7,422	*7,594
\$30,000 under \$40,000 .....	98,861	628,610	9,821	9,627	96,387	626,710	*9,820	*7,727	71,082	658,643	63,908	333,978	*8,758	*17,694
\$40,000 under \$50,000 .....	76,042	534,043	*6,833	*3,280	76,042	533,819	*6,333	*3,056	66,148	591,869	56,760	260,540	12,414	26,443
\$50,000 under \$75,000 .....	137,452	1,112,576	9,699	40,456	137,452	1,108,598	4,569	36,478	86,928	1,216,158	62,965	540,970	14,748	24,650
\$75,000 under \$100,000 .....	55,522	512,816	**11,093	**102,782	54,735	498,793	**7,950	**80,120	45,977	938,972	41,699	486,159	9,192	18,089
\$100,000 under \$200,000 .....	53,189	767,345	**	**	52,093	758,705	**	**	54,730	1,802,119	42,813	849,613	10,798	24,544
\$200,000 under \$500,000 .....	31,231	804,979	3,429	49,548	31,014	791,647	**3,201	**72,394	23,601	2,115,696	19,970	686,367	4,441	10,494
\$500,000 under \$1,000,000 .....	4,407	317,128	**1,297	**49,027	4,326	311,108	**	**	7,121	1,740,994	5,448	376,213	**2,363	**6,394
\$1,000,000 or more .....	2,795	635,592	**	**	2,728	628,762	**	**	4,904	5,081,063	3,789	703,610	**	**
Nontaxable returns, total .....	101,820	537,386	23,984	236,499	96,839	525,648	20,526	224,761	57,963	853,827	169,685	4,687,338	9,644	29,298

Footnote(s) at end of table.

Table 1.4 — All Returns: Sources of Income and Adjustments, by Size of Adjusted Gross Income — Continued

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

Size of adjusted gross income	Small Business Corporation — Continued				Farm				Unemployment compensation			
	Net income		Net loss		Net income		Net loss		Total		In adjusted gross income	
	Number of returns	Amount	Number of returns	Amount	Number of returns	Amount	Number of returns	Amount	Number of returns	Amount	Number of returns	Amount
	(98)	(99)	(100)	(101)	(102)	(103)	(104)	(105)	(106)	(107)	(108)	(109)
<b>All returns, total</b> .....	<b>567,886</b>	<b>15,063,866</b>	<b>543,903</b>	<b>8,896,065</b>	<b>866,470</b>	<b>6,337,306</b>	<b>1,827,950</b>	<b>19,432,812</b>	<b>7,711,731</b>	<b>13,181,166</b>	<b>4,444,473</b>	<b>6,049,550</b>
No adjusted gross income .....	13,044	442,804	67,519	3,503,644	32,805	270,923	315,736	8,552,884	42,450	140,918	*8	*11
\$1 under \$5,000 .....	20,763	87,604	14,178	178,484	109,256	219,263	125,345	724,302	936,508	1,955,843	*3,877	*5,369
\$5,000 under \$10,000 .....	57,332	182,347	39,439	292,038	173,018	587,897	196,227	1,042,953	1,382,920	2,280,012	71,025	31,917
\$10,000 under \$15,000 .....	23,830	182,040	28,461	299,494	144,691	804,124	140,514	897,864	1,182,301	2,182,120	419,538	323,520
\$15,000 under \$20,000 .....	40,384	259,504	44,637	376,581	75,939	503,066	217,759	1,247,507	998,738	1,497,415	781,113	765,943
\$20,000 under \$25,000 .....	29,041	211,513	25,121	148,193	70,111	488,477	191,551	1,054,896	876,889	1,363,349	876,888	1,189,389
\$25,000 under \$30,000 .....	46,972	404,191	38,295	277,092	66,715	861,453	152,110	835,704	758,140	1,218,913	758,140	1,196,159
\$30,000 under \$40,000 .....	67,447	613,939	69,644	420,467	52,107	533,391	181,885	1,168,680	975,419	1,627,669	975,418	1,622,317
\$40,000 under \$50,000 .....	65,962	573,337	62,112	307,099	64,786	597,357	104,511	356,962	583,305	356,962	583,305	583,305
\$50,000 under \$75,000 .....	82,525	1,125,380	61,896	537,290	53,019	716,526	123,013	989,798	175,124	282,471	175,124	282,469
\$75,000 under \$100,000 .....	37,976	831,415	32,674	426,599	8,671	181,242	28,845	485,748	18,905	33,090	18,905	33,090
\$100,000 under \$200,000 .....	50,008	1,650,729	36,969	742,934	10,842	291,703	35,291	800,200	6,740	14,732	6,740	14,732
\$200,000 under \$500,000 .....	21,658	1,894,316	16,289	556,110	3,494	179,384	11,207	497,089	585	1,106	585	1,106
\$500,000 under \$1,000,000 .....	6,474	1,656,953	3,998	298,276	658	48,922	2,511	235,225	*36	*168	*36	*168
\$1,000,000 or more .....	4,470	4,897,794	2,671	531,763	358	53,598	1,445	261,251	*14	*55	*14	*55
<b>Taxable returns, total</b> .....	<b>518,378</b>	<b>14,488,454</b>	<b>380,700</b>	<b>4,457,843</b>	<b>546,964</b>	<b>4,715,153</b>	<b>1,221,000</b>	<b>8,997,785</b>	<b>6,345,307</b>	<b>10,378,805</b>	<b>4,395,875</b>	<b>5,990,754</b>
No adjusted gross income .....	497	89,656	3,044	414,453	234	1,806	1,721	303,516	*168	*335	—	—
\$1 under \$5,000 .....	*12,008	*39,533	*1,155	*19,840	*14,259	*42,687	*8	*374	170,429	337,368	*3,977	*5,369
\$5,000 under \$10,000 .....	44,292	149,875	12,111	7,050	78,325	251,122	88,455	400,450	916,656	1,410,785	61,365	28,231
\$10,000 under \$15,000 .....	20,378	151,607	11,228	83,879	86,341	433,363	110,056	542,974	1,130,118	2,077,621	415,190	319,592
\$15,000 under \$20,000 .....	36,185	205,938	27,947	133,321	52,443	284,579	202,775	1,030,162	982,959	1,467,352	770,368	753,129
\$20,000 under \$25,000 .....	27,763	203,522	23,105	118,992	66,861	433,493	186,593	969,378	868,480	1,350,798	868,479	1,177,996
\$25,000 under \$30,000 .....	44,002	372,428	33,516	184,370	54,881	673,171	150,624	796,615	1,209,494	1,502,663	750,263	1,186,740
\$30,000 under \$40,000 .....	66,634	610,138	59,585	303,167	52,045	530,684	177,004	1,127,353	973,810	1,624,017	973,809	1,618,665
\$40,000 under \$50,000 .....	64,523	561,204	58,057	256,319	64,777	595,958	103,707	632,490	356,962	583,305	356,962	583,305
\$50,000 under \$75,000 .....	**119,742	**1,951,893	59,640	470,463	52,792	715,074	121,226	957,643	169,521	269,404	169,521	269,403
\$75,000 under \$100,000 .....	**	**	31,719	396,168	8,671	181,242	28,541	466,218	**25,306	**46,994	**25,306	**46,994
\$100,000 under \$200,000 .....	49,804	1,644,099	36,782	716,137	10,837	291,608	35,188	791,637	**	**	**	**
\$200,000 under \$500,000 .....	21,626	1,958,675	16,178	539,839	**4,498	**280,384	11,161	480,113	585	1,106	585	1,106
\$500,000 under \$1,000,000 .....	6,461	1,654,520	3,983	293,308	**	**	2,501	228,508	*36	*168	*36	*168
\$1,000,000 or more .....	4,463	4,895,165	2,650	520,538	**	**	1,440	260,354	*14	*55	*14	*55
<b>Nontaxable returns, total</b> .....	<b>49,508</b>	<b>575,412</b>	<b>163,203</b>	<b>4,438,222</b>	<b>319,506</b>	<b>1,622,153</b>	<b>606,950</b>	<b>10,435,027</b>	<b>1,366,424</b>	<b>2,802,362</b>	<b>48,598</b>	<b>58,796</b>

Footnote(s) at end of table.

Table 1.4 — All Returns: Sources of Income and Adjustments, by Size of Adjusted Gross Income — Continued

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

Size of adjusted gross income	Social Security benefits				Windfall profit tax refunds		Windfall profit tax withheld		Other income			
	Total		Benefits in AGI		Number of returns	Amount	Number of returns	Amount	Net income		Net loss	
	Number of returns	Amount	Number of returns	Amount					Number of returns	Amount	Number of returns	Amount
	(110)	(111)	(112)	(113)	(114)	(115)	(116)	(117)	(118)	(119)	(120)	(121)
<b>All returns, total</b> .....	<b>7,248,065</b>	<b>51,844,207</b>	<b>2,613,101</b>	<b>7,876,787</b>	<b>97,892</b>	<b>115,067</b>	<b>516,906</b>	<b>494,226</b>	<b>4,565,647</b>	<b>10,598,439</b>	<b>632,513</b>	<b>27,589,782</b>
No adjusted gross income .....	80,885	484,173	1,764	2,728	1,936	3,026	14,764	20,348	59,807	292,831	207,454	18,865,069
\$1 under \$5,000 .....	596,415	3,533,119	*3,412	*6,889	*3,981	*326	16,992	13,416	257,123	429,932	78,933	1,489,778
\$5,000 under \$10,000 .....	1,407,560	9,472,312	—	—	*1,118	*18	7,032	4,836	381,902	522,410	78,142	1,515,219
\$10,000 under \$15,000 .....	1,183,184	6,660,190	*16,392	*31,203	*7,957	*2,728	34,762	6,815	410,746	492,076	50,261	841,154
\$15,000 under \$20,000 .....	781,409	5,620,534	*4,159	*1,087	*6,032	*879	36,358	4,836	464,242	649,624	48,506	1,043,688
\$20,000 under \$25,000 .....	585,378	4,227,685	154,513	128,267	*5,122	*726	36,271	11,301	445,905	648,242	28,526	437,824
\$25,000 under \$30,000 .....	495,275	3,321,116	306,704	372,863	5,306	2,102	29,881	6,105	434,556	754,435	29,283	656,262
\$30,000 under \$40,000 .....	817,301	5,547,928	805,795	1,888,647	*2,728	*1,396	45,223	10,812	749,747	1,068,480	31,570	769,738
\$40,000 under \$50,000 .....	521,925	3,792,580	521,925	1,846,478	10,198	23,175	38,844	10,885	517,355	975,070	16,133	123,195
\$50,000 under \$75,000 .....	464,550	3,785,688	464,550	1,897,864	18,849	21,818	98,526	62,456	499,929	1,320,328	37,542	809,130
\$75,000 under \$100,000 .....	157,011	1,444,666	157,011	722,566	4,371	5,305	45,932	36,452	167,569	909,228	8,665	278,115
\$100,000 under \$200,000 .....	129,964	1,370,078	129,783	685,816	17,246	25,223	61,824	78,029	124,411	991,019	14,412	553,838
\$200,000 under \$500,000 .....	38,573	485,432	38,573	243,033	10,850	12,796	39,479	84,032	41,559	1,005,434	3,443	142,486
\$500,000 under \$1,000,000 .....	5,529	61,426	5,527	30,716	1,353	3,645	6,741	48,337	6,790	231,252	1,005	105,383
\$1,000,000 or more .....	2,996	37,280	2,993	18,629	845	11,904	4,277	95,565	4,006	308,078	638	158,905
<b>Taxable returns, total</b> .....	<b>6,244,674</b>	<b>44,967,897</b>	<b>2,588,331</b>	<b>7,828,334</b>	<b>90,643</b>	<b>111,866</b>	<b>472,691</b>	<b>450,008</b>	<b>4,089,740</b>	<b>9,539,913</b>	<b>282,849</b>	<b>7,419,910</b>
No adjusted gross income .....	430	4,117	**3,422	**6,829	205	404	913	3,103	1,195	22,605	8,006	1,508,857
\$1 under \$5,000 .....	143,189	743,012	**	**	3	90	*4,028	*123	85,854	143,461	*11,915	*111,342
\$5,000 under \$10,000 .....	1,034,374	6,677,939	—	—	*7	*1	*51	*44	244,349	324,475	32,436	510,302
\$10,000 under \$15,000 .....	1,096,728	6,091,656	*9,942	*24,486	*7,957	*2,728	34,686	6,807	364,379	438,872	28,263	451,808
\$15,000 under \$20,000 .....	770,492	5,516,046	*4,159	*1,087	*5,851	*872	32,767	4,550	438,069	598,061	38,458	969,923
\$20,000 under \$25,000 .....	577,950	4,186,909	149,559	125,578	*5,122	*726	33,993	5,487	434,065	608,322	28,342	428,690
\$25,000 under \$30,000 .....	492,763	3,299,331	304,192	365,717	*5,136	*2,100	28,562	5,828	430,296	721,752	27,023	617,297
\$30,000 under \$40,000 .....	809,633	5,487,267	798,127	1,867,208	*2,722	*1,350	44,102	10,776	735,297	1,041,075	31,019	753,644
\$40,000 under \$50,000 .....	521,925	3,792,580	521,925	1,846,478	10,193	23,171	38,434	10,760	514,503	964,337	14,899	95,618
\$50,000 under \$75,000 .....	463,657	3,781,880	463,657	1,895,961	18,841	21,720	97,916	61,852	498,116	1,267,835	36,994	794,815
\$75,000 under \$100,000 .....	156,431	1,434,411	156,431	717,438	4,370	5,303	45,125	35,957	167,405	907,898	8,403	249,305
\$100,000 under \$200,000 .....	129,871	1,369,265	129,690	685,410	17,210	25,116	61,737	77,829	123,994	966,470	14,078	544,925
\$200,000 under \$500,000 .....	38,518	484,852	38,518	242,741	10,836	12,758	39,393	83,334	41,455	1,000,159	3,382	132,444
\$500,000 under \$1,000,000 .....	5,521	61,362	5,519	30,683	**2,190	**15,524	6,717	48,087	6,789	228,200	995	102,582
\$1,000,000 or more .....	2,992	37,249	2,990	18,618	**	**	4,266	95,470	3,994	306,392	635	150,357
<b>Nontaxable returns, total</b> .....	<b>1,003,391</b>	<b>6,876,310</b>	<b>24,770</b>	<b>48,453</b>	<b>7,249</b>	<b>3,201</b>	<b>44,215</b>	<b>44,218</b>	<b>475,907</b>	<b>1,058,526</b>	<b>349,664</b>	<b>20,169,872</b>

Footnote(s) at end of table.

Table 1.4 — All Returns: Sources of Income and Adjustments, by Size of Adjusted Gross Income — Continued

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

All figures are estimates based on samples. Money amounts are in thousands of dollars.												
Size of adjusted gross income	Statutory adjustments											
	Total		Moving expense		Employee business expense		Payments to an IRA				Payments to a Keogh plan	
	Number of returns	Amount	Number of returns	Amount	Number of returns	Amount	Total		Paid in 1985		Number of returns	Amount
							Number of returns	Amount	Number of returns	Amount		
	(122)	(123)	(124)	(125)	(126)	(127)	(128)	(129)	(130)	(131)	(132)	(133)
All returns, total .....	37,025,796	89,745,075	1,681,255	4,408,736	7,558,582	19,326,345	15,232,856	35,374,424	6,547,507	14,587,916	648,958	4,072,409
No adjusted gross income .....	108,454	471,210	16,741	17,226	21,035	171,126	26,623	69,059	9,973	26,504	5,148	39,827
\$1 under \$5,000 .....	500,896	767,132	64,516	75,442	174,384	390,232	107,670	183,056	41,477	71,059	*1,707	*542
\$5,000 under \$10,000 .....	2,041,933	2,651,666	192,134	279,144	466,759	1,149,350	585,344	896,080	203,953	352,509	12,348	22,066
\$10,000 under \$15,000 .....	3,122,971	4,243,539	234,282	356,587	587,252	1,435,745	941,961	1,811,514	424,785	729,189	36,992	67,227
\$15,000 under \$20,000 .....	3,982,803	5,856,584	224,919	369,587	799,474	1,765,284	1,279,656	2,305,309	559,265	965,403	29,967	57,374
\$20,000 under \$25,000 .....	4,338,633	7,058,389	202,661	415,894	894,206	1,893,982	1,422,055	2,692,127	589,752	1,121,360	36,777	86,418
\$25,000 under \$30,000 .....	4,496,074	8,200,124	154,514	387,122	854,290	1,866,194	1,546,161	3,137,493	623,897	1,221,303	61,419	165,171
\$30,000 under \$40,000 .....	8,012,838	17,777,568	247,936	812,008	1,522,713	3,367,419	3,129,268	7,023,733	1,336,550	2,863,730	74,300	224,603
\$40,000 under \$50,000 .....	4,830,070	14,084,948	135,958	535,320	934,518	2,118,780	2,286,923	5,862,960	992,123	2,391,294	67,089	329,181
\$50,000 under \$75,000 .....	3,956,439	16,921,963	141,542	676,881	894,800	2,868,617	2,534,156	7,382,239	1,137,435	3,077,705	144,540	858,844
\$75,000 under \$100,000 .....	842,756	5,092,040	40,277	272,787	208,785	869,403	687,715	2,131,657	316,513	892,008	74,263	636,911
\$100,000 under \$200,000 .....	608,563	4,793,325	22,876	185,074	166,920	1,105,186	529,742	1,616,399	245,300	690,978	77,022	1,020,166
\$200,000 under \$500,000 .....	152,598	1,381,913	2,561	22,819	28,850	243,813	129,553	386,072	55,257	153,675	22,289	417,453
\$500,000 under \$1,000,000 .....	21,131	267,080	251	2,063	3,328	45,719	18,190	53,501	7,803	21,588	3,398	87,645
\$1,000,000 or more .....	9,837	177,595	87	781	1,268	35,496	7,839	23,224	3,424	9,611	1,699	58,999
Taxable returns, total .....	35,262,128	86,418,463	1,555,031	4,173,675	7,165,096	17,840,168	14,893,848	34,665,973	6,421,774	14,320,839	618,867	3,946,768
No adjusted gross income .....	3,159	26,733	*185	*2,108	1,000	9,904	1,689	4,699	940	2,464	75	883
\$1 under \$5,000 .....	138,177	173,473	*15,908	*12,364	53,411	71,373	52,936	83,400	26,224	35,392	—	—
\$5,000 under \$10,000 .....	1,311,877	1,712,150	141,454	152,668	338,281	698,935	467,626	679,025	159,503	262,461	*9,031	*17,269
\$10,000 under \$15,000 .....	2,862,418	3,796,935	227,330	343,504	532,660	1,224,817	886,058	1,500,154	397,824	681,648	27,275	57,726
\$15,000 under \$20,000 .....	3,873,395	5,636,646	222,445	355,426	780,042	1,692,787	1,254,711	2,245,097	553,650	952,722	27,045	41,058
\$20,000 under \$25,000 .....	4,272,622	6,914,861	201,802	413,295	876,464	1,817,429	1,411,576	2,669,611	583,623	1,107,046	36,275	82,714
\$25,000 under \$30,000 .....	4,430,856	8,059,394	154,514	387,122	840,022	1,841,888	1,530,656	3,100,708	619,637	1,215,777	58,068	143,322
\$30,000 under \$40,000 .....	7,975,464	17,615,689	247,936	812,008	1,514,299	3,323,473	3,112,201	6,980,944	1,327,762	2,839,775	72,028	205,576
\$40,000 under \$50,000 .....	4,817,766	14,037,979	135,922	535,115	932,411	2,107,476	2,281,188	5,849,237	989,811	2,384,553	66,248	325,327
\$50,000 under \$75,000 .....	3,945,174	16,755,662	141,542	676,881	887,956	2,758,140	2,524,865	7,349,008	1,135,364	3,072,272	144,188	852,637
\$75,000 under \$100,000 .....	840,114	5,079,466	40,236	272,612	208,395	867,753	685,536	2,126,227	315,833	891,445	74,254	636,512
\$100,000 under \$200,000 .....	607,752	4,786,549	22,876	185,074	166,781	1,102,975	529,332	1,615,349	245,169	690,541	77,016	1,019,980
\$200,000 under \$500,000 .....	152,426	1,378,999	2,543	22,654	28,812	242,148	128,461	385,834	**63,016	**175,149	22,270	417,187
\$500,000 under \$1,000,000 .....	21,105	266,536	251	2,063	3,318	45,644	18,184	53,483	—	—	3,398	87,645
\$1,000,000 or more .....	9,823	177,392	87	781	1,264	35,426	7,829	23,197	3,418	9,594	1,696	58,931
Nontaxable returns, total .....	1,763,668	3,326,612	126,224	235,061	393,486	1,486,177	339,008	708,451	125,733	267,076	30,091	125,640

Footnote(s) at end of table.

Table 1.4 — All Returns: Sources of Income and Adjustments, by Size of Adjusted Gross Income — Continued

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

Size of adjusted gross income	Statutory adjustments — Continued											
	Forfeited interest penalty		Alimony paid		Deduction for working married couple		Housing deduction <sup>1</sup>		Disability income exclusion		Other adjustments	
	Number of returns	Amount	Number of returns	Amount	Number of returns	Amount	Number of returns	Amount	Number of returns	Amount	Number of returns	Amount
	(134)	(135)	(136)	(137)	(138)	(139)	(140)	(141)	(142)	(143)	(144)	(145)
All returns, total .....	754,771	183,165	692,939	3,850,406	24,126,180	22,407,621					67,453	93,143
No adjusted gross income .....	12,854	6,885	12,361	126,338	39,528	23,289					247	17,460
\$1 under \$5,000 .....	45,426	5,202	26,224	69,180	127,166	22,798						
\$5,000 under \$10,000 .....	111,522	9,690	37,365	90,777	926,073	203,109					*3,977	*1,452
\$10,000 under \$15,000 .....	93,275	36,178	69,981	207,819	1,680,780	526,434					*9,662	*2,035
\$15,000 under \$20,000 .....	88,747	23,803	77,852	275,748	2,274,126	1,050,329					*5,085	*1,061
\$20,000 under \$25,000 .....	63,444	6,091	71,175	230,063	2,749,557	1,725,161					*4,947	*8,652
\$25,000 under \$30,000 .....	59,967	17,423	62,379	260,348	3,084,849	2,359,614					*8,530	*6,759
\$30,000 under \$40,000 .....	123,943	18,799	99,086	523,755	5,868,838	5,795,435					*15,947	*11,816
\$40,000 under \$50,000 .....	75,618	12,448	83,093	425,351	3,679,280	4,785,183					*13,039	*15,745
\$50,000 under \$75,000 .....	53,737	18,088	72,778	509,507	2,851,002	4,601,791					*3,897	*5,996
\$75,000 under \$100,000 .....	15,324	6,634	37,749	368,886	483,489	799,859					*1,242	*5,903
\$100,000 under \$200,000 .....	7,734	14,575	30,635	446,438	285,687	396,724					*598	*8,760
\$200,000 under \$500,000 .....	2,567	3,989	9,187	201,687	64,099	99,755					231	6,290
\$500,000 under \$1,000,000 .....	409	1,393	1,963	63,955	7,972	12,184					37	603
\$1,000,000 or more .....	204	1,968	1,111	50,554	3,734	5,956					14	611
Taxable returns, total .....	680,502	170,174	620,995	3,501,959	23,037,030	22,035,917					67,206	75,681
No adjusted gross income .....	44	70	613	8,019	991	1,046						
\$1 under \$5,000 .....	*19,922	*2,509	*1,743	*3,812	*53	*14						
\$5,000 under \$10,000 .....	85,437	7,755	25,048	58,944	416,902	96,102						
\$10,000 under \$15,000 .....	91,960	36,077	60,351	168,005	1,499,815	464,623						
\$15,000 under \$20,000 .....	88,747	23,803	76,311	270,661	2,185,614	998,664						
\$20,000 under \$25,000 .....	57,695	5,877	68,198	219,252	2,698,158	1,698,031						
\$25,000 under \$30,000 .....	59,967	17,423	58,051	239,251	3,034,974	2,322,921						
\$30,000 under \$40,000 .....	**250,579	**48,120	97,193	491,220	5,842,548	5,773,068						
\$40,000 under \$50,000 .....	**	**	81,051	416,024	3,672,895	4,776,608						
\$50,000 under \$75,000 .....	**	**	72,565	501,032	2,842,465	4,593,879						
\$75,000 under \$100,000 .....	15,288	6,634	37,066	366,827	481,576	796,999						
\$100,000 under \$200,000 .....	7,693	14,565	30,579	443,703	285,291	396,142						
\$200,000 under \$500,000 .....	2,560	3,985	9,161	201,156	64,057	99,709						
\$500,000 under \$1,000,000 .....	406	1,390	**3,065	**114,055	7,961	12,163						
\$1,000,000 or more .....	204	1,968	**	**	3,730	5,947						
Nontaxable returns, total .....	74,269	12,991	71,944	348,447	1,089,150	371,704					247	17,461

Footnote(s) at end of table.

Data not Available

Table 1.4 — All Returns: Sources of Income and Adjustments, by Size of Adjusted Gross Income — Continued

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

Size of adjusted gross income	Excess itemized deductions		Unused zero bracket amount		Contributions deduction for nonitemizers		Exemptions		Taxable income		Income tax before credits	
	Number of returns	Amount	Number of returns	Amount	Number of returns	Amount	Number of exemptions	Amount	Number of returns	Amount	Number of returns	Amount
	(146)	(147)	(148)	(149)	(150)	(151)	(152)	(153)	(154)	(155)	(156)	(157)
All returns, total .....	37,690,646	241,999,894	819,397	1,613,400	22,920,542	1,166,822	240,886,327	240,886,327	94,178,183	1,701,365,731	84,440,481	306,686,024
No adjusted gross income .....	—	—	—	—	—	—	2,654,273	2,654,273	—	—	10,696	48,851
\$1 under \$5,000 .....	347,326	1,520,046	**628,885	**1,286,276	2,380,123	93,889	23,669,746	23,669,746	12,535,728	23,819,689	4,820,782	480,883
\$5,000 under \$10,000 .....	1,538,341	4,557,702	144,882	256,479	5,376,793	259,080	33,213,263	33,213,263	16,093,485	86,751,222	14,325,832	5,947,100
\$10,000 under \$15,000 .....	2,628,741	7,268,630	*33,522	*55,621	5,110,919	264,466	31,804,454	31,804,454	13,954,569	135,643,126	13,779,148	13,453,706
\$15,000 under \$20,000 .....	3,645,721	10,450,289	*3,977	*3,118	3,929,847	204,788	28,332,765	28,332,765	11,458,317	161,074,878	11,402,350	19,166,019
\$20,000 under \$25,000 .....	4,179,758	13,940,779	*2,474	*3,612	2,560,812	139,249	23,170,012	23,170,012	8,796,271	160,986,305	8,779,679	21,594,828
\$25,000 under \$30,000 .....	4,771,338	19,220,927	—	—	1,589,224	90,955	22,060,087	22,060,087	7,623,149	168,006,165	7,611,323	24,503,813
\$30,000 under \$40,000 .....	8,837,014	44,465,690	*2,975	*6,843	1,389,602	78,781	34,552,025	34,552,025	11,062,400	305,242,257	11,058,914	49,623,019
\$40,000 under \$50,000 .....	5,333,994	35,363,499	*2,473	*1,120	394,555	23,223	19,272,119	19,272,119	5,958,623	210,324,094	5,959,017	39,375,486
\$50,000 under \$75,000 .....	4,406,873	45,014,782	*5	*9	156,579	10,253	15,248,538	15,248,538	4,649,215	214,921,141	4,647,708	47,972,683
\$75,000 under \$100,000 .....	1,012,677	16,706,839	—	—	23,781	1,585	3,478,974	3,478,974	1,045,968	69,194,901	1,044,999	19,023,287
\$100,000 under \$200,000 .....	747,855	20,076,825	*181	*294	6,865	455	2,601,677	2,601,677	758,232	77,469,537	757,964	25,897,889
\$200,000 under \$500,000 .....	197,305	12,746,436	*5	*6	1,304	87	683,937	683,937	198,561	44,194,722	198,412	18,497,778
\$500,000 under \$1,000,000 .....	28,957	3,900,254	*10	*15	102	7	96,198	96,198	28,935	15,798,723	28,926	7,377,035
\$1,000,000 or more .....	14,746	6,767,196	*8	*9	36	2	48,259	48,259	14,730	27,938,970	14,729	13,723,648
Taxable returns, total .....	35,795,281	227,314,877	807,465	1,588,402	20,566,375	1,063,579	201,014,344	201,014,344	81,595,361	1,671,247,368	81,608,068	305,412,795
No adjusted gross income .....	—	—	—	—	—	—	46,688	46,688	—	—	9,928	48,374
\$1 under \$5,000 .....	30,531	30,672	**616,953	**1,261,278	1,098,511	44,886	4,817,917	4,817,917	4,589,122	14,375,054	4,594,207	468,784
\$5,000 under \$10,000 .....	776,798	1,022,952	144,882	256,479	4,485,803	215,670	19,369,253	19,369,253	12,473,042	75,108,971	12,472,872	5,597,713
\$10,000 under \$15,000 .....	2,245,546	4,495,003	*33,522	*55,621	4,969,791	256,190	29,153,316	29,153,316	13,382,885	132,388,825	13,382,384	13,248,676
\$15,000 under \$20,000 .....	3,487,764	8,917,260	*3,977	*3,118	3,914,711	203,890	27,505,957	27,505,957	11,275,143	159,601,334	11,273,893	19,055,867
\$20,000 under \$25,000 .....	4,088,953	12,736,862	*2,474	*3,612	2,546,241	138,350	22,795,003	22,795,003	8,701,322	159,838,216	8,701,779	21,470,852
\$25,000 under \$30,000 .....	4,696,510	18,104,760	—	—	1,578,556	90,203	21,739,834	21,739,834	7,546,888	168,901,302	7,546,809	24,376,959
\$30,000 under \$40,000 .....	8,768,980	43,193,885	*2,975	*6,843	1,389,545	78,776	34,309,172	34,309,172	11,004,570	304,314,361	11,004,830	49,511,255
\$40,000 under \$50,000 .....	5,317,726	35,048,436	*2,473	*1,120	394,555	23,223	19,215,796	19,215,796	5,944,308	209,940,131	5,945,062	39,318,615
\$50,000 under \$75,000 .....	4,387,063	44,371,661	*5	*9	156,579	10,253	15,175,282	15,175,282	4,634,459	214,344,536	4,634,012	47,843,869
\$75,000 under \$100,000 .....	1,008,689	16,439,380	—	—	23,781	1,585	3,464,260	3,464,260	1,043,940	69,079,348	1,042,972	18,992,163
\$100,000 under \$200,000 .....	746,227	19,862,401	*181	*294	6,865	455	2,595,272	2,595,272	757,576	77,445,628	757,349	25,893,115
\$200,000 under \$500,000 .....	196,896	12,589,343	*5	*6	1,299	87	682,486	682,486	198,455	44,182,387	198,326	18,492,819
\$500,000 under \$1,000,000 .....	28,886	3,826,953	*10	*15	102	7	95,953	95,953	28,928	15,796,695	28,922	7,376,084
\$1,000,000 or more .....	14,712	6,675,307	*8	*9	36	2	48,155	48,155	14,723	27,930,579	14,723	13,719,549
Nontaxable returns, total .....	1,895,365	14,685,017	*11,932	*24,998	2,354,167	103,243	39,871,983	39,871,983	12,582,822	30,118,383	2,832,413	1,273,229

Footnote(s) at end of table.

**Table 1.4—All Returns: Sources of Income and Adjustments, by Size of Adjusted Gross Income — Continued**  
(All figures are estimates based on samples — money amounts are in thousands of dollars)

Size of adjusted gross income	Tax credits																	
	Total			Personal credits														
	Number of returns	Amount	Total	Number of returns	Amount	Child care credit	Number of returns	Amount	Credit for the elderly and disabled	Number of returns	Amount	Residential energy credit	Number of returns	Amount	Political contribution credit	Number of returns	Amount	
(158)	(159)	(160)	(161)	(162)	(163)	(164)	(165)	(166)	(167)	(168)	(169)	(170)	(171)	(172)	(173)	(174)	(175)	
All returns, total	20,468,950	9,263,308	14,670,971	3,658,335	7,545,568	2,648,834	474,860	107,002	2,655,851	645,093	5,105,202	257,406	19	5,105,202	257,406	19	5,105,202	257,406
No adjusted gross income	4,937	2,141	226	22	—	—	—	—	—	—	—	—	—	—	—	—	—	—
\$1 under \$5,000	281,846	13,984	120,455	4,470	15,908	769	37,503	339	7,955	418	59,091	1,895	19	59,091	1,895	19	59,091	1,895
\$5,000 under \$10,000	3,453,037	577,232	1,252,566	29,010	103,378	158,904	225,779	43,778	119,337	12,957	305,237	11,370	18	305,237	11,370	18	305,237	11,370
\$10,000 under \$15,000	2,121,154	687,810	1,688,563	50,704	1,003,367	414,678	152,296	45,908	171,505	21,040	412,462	16,480	21	412,462	16,480	21	412,462	16,480
\$15,000 under \$20,000	2,148,102	708,002	1,738,470	482,793	1,005,367	410,115	50,750	9,183	278,469	21,040	483,227	21,488	27	483,227	21,488	27	483,227	21,488
\$20,000 under \$25,000	2,023,978	692,234	1,642,247	413,078	825,648	324,320	40,570	—	250,625	81,800	484,904	22,447	33	484,904	22,447	33	484,904	22,447
\$25,000 under \$30,000	2,055,738	725,234	1,687,278	405,972	839,461	298,450	40,570	—	250,625	81,800	484,904	22,447	33	484,904	22,447	33	484,904	22,447
\$30,000 under \$40,000	3,310,188	1,148,368	2,739,278	679,631	1,500,258	483,314	40,570	—	250,625	81,800	484,904	22,447	33	484,904	22,447	33	484,904	22,447
\$40,000 under \$50,000	1,976,931	841,869	1,534,869	478,531	1,000,258	284,818	40,570	—	250,625	81,800	484,904	22,447	33	484,904	22,447	33	484,904	22,447
\$50,000 under \$75,000	1,890,504	1,091,998	1,466,348	363,846	575,254	218,220	40,570	—	250,625	81,800	484,904	22,447	33	484,904	22,447	33	484,904	22,447
\$75,000 under \$100,000	532,005	566,907	354,320	71,917	82,419	35,720	40,570	—	250,625	81,800	484,904	22,447	33	484,904	22,447	33	484,904	22,447
\$100,000 under \$200,000	471,487	928,171	304,750	48,961	41,509	17,814	40,570	—	250,625	81,800	484,904	22,447	33	484,904	22,447	33	484,904	22,447
\$200,000 under \$500,000	151,278	589,594	98,371	14,869	6,257	3,263	40,570	—	250,625	81,800	484,904	22,447	33	484,904	22,447	33	484,904	22,447
\$500,000 under \$1,000,000	23,773	244,522	15,508	2,358	538	844	40,570	—	250,625	81,800	484,904	22,447	33	484,904	22,447	33	484,904	22,447
\$1,000,000 or more	13,182	472,982	8,919	1,231	232	132	40,570	—	250,625	81,800	484,904	22,447	33	484,904	22,447	33	484,904	22,447
Taxable returns, total	17,835,837	7,990,080	13,541,938	3,284,560	6,800,342	2,401,820	298,300	73,208	2,528,385	555,685	5,007,007	254,047	18	5,007,007	254,047	18	5,007,007	254,047
No adjusted gross income	4,167	1,665	—	—	—	—	—	—	—	—	—	—	—	—	—	—	—	—
\$1 under \$5,000	65,271	1,885	43,183	1,436	153,376	37,862	55,684	776	73,305	7,517	37,500	1,382	1	37,500	1,382	1	37,500	1,382
\$5,000 under \$10,000	1,600,077	227,845	573,213	74,878	153,376	37,862	97,158	776	73,305	7,517	37,500	1,382	1	37,500	1,382	1	37,500	1,382
\$10,000 under \$15,000	1,724,380	480,780	1,445,004	398,777	824,440	320,980	136,176	43,347	158,254	18,322	272,502	10,041	2	272,502	10,041	2	272,502	10,041
\$15,000 under \$20,000	2,019,845	597,851	1,678,144	453,341	968,584	392,594	50,750	8,183	258,182	30,287	395,506	16,119	3	395,506	16,119	3	395,506	16,119
\$20,000 under \$25,000	1,945,978	538,359	1,609,444	377,833	914,048	316,177	50,750	8,183	258,182	30,287	395,506	16,119	3	395,506	16,119	3	395,506	16,119
\$25,000 under \$30,000	1,954,764	598,542	1,638,003	380,005	926,061	292,094	50,750	8,183	258,182	30,287	395,506	16,119	3	395,506	16,119	3	395,506	16,119
\$30,000 under \$40,000	3,256,104	1,036,704	2,721,388	659,545	1,483,746	482,521	50,750	8,183	258,182	30,287	395,506	16,119	3	395,506	16,119	3	395,506	16,119
\$40,000 under \$50,000	1,962,878	784,998	1,590,968	436,558	815,734	284,272	50,750	8,183	258,182	30,287	395,506	16,119	3	395,506	16,119	3	395,506	16,119
\$50,000 under \$75,000	1,876,808	963,182	1,464,276	363,384	574,577	216,122	50,750	8,183	258,182	30,287	395,506	16,119	3	395,506	16,119	3	395,506	16,119
\$75,000 under \$100,000	528,978	535,783	352,889	71,573	82,419	35,720	50,750	8,183	258,182	30,287	395,506	16,119	3	395,506	16,119	3	395,506	16,119
\$100,000 under \$200,000	470,872	924,397	304,869	48,953	41,509	17,814	50,750	8,183	258,182	30,287	395,506	16,119	3	395,506	16,119	3	395,506	16,119
\$200,000 under \$500,000	151,192	584,624	98,371	14,869	6,257	3,263	50,750	8,183	258,182	30,287	395,506	16,119	3	395,506	16,119	3	395,506	16,119
\$500,000 under \$1,000,000	23,769	243,571	15,508	2,358	538	844	50,750	8,183	258,182	30,287	395,506	16,119	3	395,506	16,119	3	395,506	16,119
\$1,000,000 or more	13,186	468,893	8,919	1,231	232	132	50,750	8,183	258,182	30,287	395,506	16,119	3	395,506	16,119	3	395,506	16,119
Nontaxable returns, total	2,632,413	1,273,228	1,128,033	373,775	745,226	247,214	176,560	33,794	129,466	89,408	89,195	3,359	—	89,195	3,359	—	89,195	3,359

Continued on next page

Footnote(s) at end of table.

**Table 1.4—All Returns: Sources of Income and Adjustments, by Size of Adjusted Gross Income—Continued**  
 (All figures are estimates based on samples—money amounts are in thousands of dollars)

Size of adjusted gross income	Tax credits—Continued										
	Nonpersonal credits					Business credits					
	Total		Foreign tax credit		Total	Investment credit		Jobs credit		Alcohol fuel credit	
	Number of returns	Amount	Number of returns	Amount		Number of returns	Amount	Number of returns	Amount	Number of returns	Amount
	(170)	(171)	(172)	(173)	(174)	(175)	(176)	(177)	(178)	(179)	(181)
<b>All returns, total</b>	5,013,888	5,324,191	434,418	738,014	4,517,947	4,410,087	5,239,807	6,347,422	46,872	76,459	20,385
No adjusted gross income	4,935	2,119	..	..	4,934	2,073	376,097	1,005,621	..	..	..
\$1 under \$5,000	69,680	4,466	..	..	64,077	4,451	251,191	206,858	..	..	..
\$5,000 under \$10,000	346,232	72,486	..	..	312,419	67,683	426,477	288,340	..	..	..
\$10,000 under \$15,000	512,691	186,106	..	..	465,484	156,558	484,032	307,554	..	..	..
\$15,000 under \$20,000	480,375	225,210	..	..	445,404	196,762	464,660	280,943	..	..	..
\$20,000 under \$25,000	463,579	249,155	..	..	426,172	230,240	421,072	383,750	..	..	..
\$25,000 under \$30,000	506,693	320,423	..	..	452,828	297,949	451,236	378,150	..	..	..
\$30,000 under \$35,000	766,744	468,837	..	..	678,932	431,015	669,822	430,248	..	..	..
\$35,000 under \$40,000	502,283	403,399	..	..	463,052	341,015	474,431	591,834	..	..	..
\$40,000 under \$45,000	627,812	728,150	..	..	595,899	543,486	563,656	591,834	..	..	..
\$45,000 under \$50,000	274,465	494,990	..	..	249,376	358,806	255,505	397,617	..	..	..
\$50,000 under \$75,000	304,598	880,210	..	..	278,263	624,802	278,788	513,965	..	..	..
\$75,000 under \$100,000	112,903	574,715	..	..	104,880	521,918	108,613	215,468	..	..	..
\$100,000 under \$200,000	19,070	242,164	..	..	18,572	225,119	11,121	295,328	..	..	..
\$200,000 under \$500,000	11,728	471,761	..	..	10,925	364,590	..	..	..	..	..
\$500,000 under \$1,000,000	4,332,173	4,582,060	398,967	581,258	3,895,634	3,845,009	3,817,726	3,792,849	39,160	59,998	6,602
\$1,000,000 or more	4,167	1,644	..	..	4,166	1,597	9,476	55,232	217	553	..
<b>Taxable returns, total</b>	4,332,173	4,582,060	398,967	581,258	3,895,634	3,845,009	3,817,726	3,792,849	39,160	59,998	6,602
No adjusted gross income	4,167	1,644	..	..	4,166	1,597	9,476	55,232	217	553	..
\$1 under \$5,000	20,382	398	..	..	14,779	392	18,387	1,693	..	..	..
\$5,000 under \$10,000	176,610	29,557	..	..	152,944	26,390	146,463	22,021	..	..	..
\$10,000 under \$15,000	313,745	82,003	..	..	278,678	69,242	278,481	77,674	..	..	..
\$15,000 under \$20,000	398,084	144,510	..	..	359,716	123,885	368,119	122,582	..	..	..
\$20,000 under \$25,000	412,401	160,726	..	..	378,351	147,706	371,197	128,667	..	..	..
\$25,000 under \$30,000	461,712	219,537	..	..	410,333	200,159	409,715	136,576	..	..	..
\$30,000 under \$35,000	720,607	377,159	..	..	636,399	348,642	627,580	302,358	..	..	..
\$35,000 under \$40,000	489,180	348,441	..	..	449,949	330,574	458,113	302,358	..	..	..
\$40,000 under \$45,000	614,216	599,798	..	..	550,763	528,249	553,613	551,935	..	..	..
\$45,000 under \$50,000	272,478	464,211	..	..	247,559	333,458	252,138	344,308	..	..	..
\$50,000 under \$75,000	303,584	875,444	..	..	277,651	620,289	278,076	625,053	..	..	..
\$75,000 under \$100,000	112,818	569,757	..	..	106,395	512,895	106,395	512,895	..	..	..
\$100,000 under \$200,000	19,066	241,213	..	..	18,558	244,442	11,095	283,622	..	..	..
\$200,000 under \$500,000	11,722	467,662	..	..	10,925	364,590	..	..	..	..	..
\$500,000 under \$1,000,000	681,716	742,131	35,452	156,757	622,313	595,078	1,327,881	2,554,573	7,722	16,462	13,793
\$1,000,000 or more	..	..	..	..	..	..	..	..	..	..	..
<b>Non-taxable returns, total</b>	681,716	742,131	35,452	156,757	622,313	595,078	1,327,881	2,554,573	7,722	16,462	13,793

Footnotes at end of table.

**Table 1.4—All Returns: Sources of Income and Adjustments, by Size of Adjusted Gross Income—Continued**  
(All figures are estimates based on samples—money amounts are in thousands of dollars)

Size of adjusted gross income	Tax credits—Continued						Income tax after personal credits		Income tax after credits		Alternative minimum tax preferences	
	Nonpersonal credits—Continued				Earned income credit used to offset income tax before credits		Number of returns	Amount	Number of returns	Amount	Number of returns	Amount
	Research and experimentation credit		Other tax credits		Number of returns	Amount						
	Number of returns	Amount	Number of returns	Amount			Number of returns	Amount	Number of returns	Amount	Number of returns	Amount
	(182)	(183)	(184)	(185)	(186)	(187)	(188)	(189)	(190)	(191)	(192)	(193)
<b>All returns, total</b>	8,980	23,217	143,438	152,872	2,278,219	280,783	83,577,080	303,027,689	81,557,399	297,422,715	2,382,679	70,267,440
No adjusted gross income	..	..	..	..	..	..	..	..	..	..	..	..
\$1 under \$5,000	..	..	..	..	..	..	..	..	..	..	..	..
\$5,000 under \$10,000	..	..	..	..	..	..	..	..	..	..	..	..
\$10,000 under \$15,000	..	..	..	..	..	..	..	..	..	..	..	..
\$15,000 under \$20,000	..	..	..	..	..	..	..	..	..	..	..	..
\$20,000 under \$25,000	..	..	..	..	..	..	..	..	..	..	..	..
\$25,000 under \$30,000	..	..	..	..	..	..	..	..	..	..	..	..
\$30,000 under \$35,000	..	..	..	..	..	..	..	..	..	..	..	..
\$35,000 under \$40,000	..	..	..	..	..	..	..	..	..	..	..	..
\$40,000 under \$45,000	..	..	..	..	..	..	..	..	..	..	..	..
\$45,000 under \$50,000	..	..	..	..	..	..	..	..	..	..	..	..
\$50,000 under \$75,000	..	..	..	..	..	..	..	..	..	..	..	..
\$75,000 under \$100,000	..	..	..	..	..	..	..	..	..	..	..	..
\$100,000 under \$200,000	..	..	..	..	..	..	..	..	..	..	..	..
\$200,000 under \$500,000	..	..	..	..	..	..	..	..	..	..	..	..
\$500,000 under \$1,000,000	..	..	..	..	..	..	..	..	..	..	..	..
\$1,000,000 or more	..	..	..	..	..	..	..	..	..	..	..	..
<b>Taxable returns, total</b>	8,980	23,217	118,983	132,576	988,829	123,459	81,607,680	302,128,235	81,557,399	297,422,715	2,178,787	67,520,709
No adjusted gross income	..	..	..	..	..	..	..	..	..	..	..	..
\$1 under \$5,000	..	..	..	..	..	..	..	..	..	..	..	..
\$5,000 under \$10,000	..	..	..	..	..	..	..	..	..	..	..	..
\$10,000 under \$15,000	..	..	..	..	..	..	..	..	..	..	..	..
\$15,000 under \$20,000	..	..	..	..	..	..	..	..	..	..	..	..
\$20,000 under \$25,000	..	..	..	..	..	..	..	..	..	..	..	..
\$25,000 under \$30,000	..	..	..	..	..	..	..	..	..	..	..	..
\$30,000 under \$35,000	..	..	..	..	..	..	..	..	..	..	..	..
\$35,000 under \$40,000	..	..	..	..	..	..	..	..	..	..	..	..
\$40,000 under \$45,000	..	..	..	..	..	..	..	..	..	..	..	..
\$45,000 under \$50,000	..	..	..	..	..	..	..	..	..	..	..	..
\$50,000 under \$75,000	..	..	..	..	..	..	..	..	..	..	..	..
\$75,000 under \$100,000	..	..	..	..	..	..	..	..	..	..	..	..
\$100,000 under \$200,000	..	..	..	..	..	..	..	..	..	..	..	..
\$200,000 under \$500,000	..	..	..	..	..	..	..	..	..	..	..	..
\$500,000 under \$1,000,000	..	..	..	..	..	..	..	..	..	..	..	..
\$1,000,000 or more	..	..	..	..	..	..	..	..	..	..	..	..
<b>Nontaxable returns, total</b>	..	..	24,455	20,296	1,289,390	157,323	1,969,400	899,454	..	..	183,892	2,738,732

Footnote(s) at end of table.

**Table 1.4 — All Returns: Sources of Income and Adjustments, by Size of Adjusted Gross Income — Continued**  
(All figures are estimates based on samples — money amounts are in thousands of dollars)

Size of adjusted gross income	Alternative minimum tax preferences for returns with alternative minimum tax			Alternative minimum tax			Total income tax			Self-employment tax			Penalty tax on individual retirement arrangements			Earned income credit used to offset all other taxes		
	Number of returns	Amount	(194)	Number of returns	Amount	(197)	Number of returns	Amount	(198)	Number of returns	Amount	(200)	Number of returns	Amount	(203)	Number of returns	Amount	(205)
<b>All returns, total</b>	<b>332,998</b>	<b>42,405,765</b>	<b>370,212</b>	<b>370,212</b>	<b>4,490,251</b>	<b>4,490,251</b>	<b>81,639,509</b>	<b>301,923,057</b>	<b>20,994</b>	<b>9,055,932</b>	<b>10,092,396</b>	<b>218,964</b>	<b>54,791</b>	<b>733,481</b>	<b>183,278</b>			
No adjusted gross income	11,036	3,906,571	11,036	371,793	371,793	371,793	20,994	418,860	20,994	222,388	132,587	1,277	1,312	82,018	19,200			
\$1 under \$5,000	439	66,726	439	8,849	8,849	8,849	4,594,646	475,748	4,594,646	956,435	316,953	5,118	*1,353	265,661	68,826			
\$5,000 under \$10,000	3,018	174,992	3,018	17,946	17,946	17,946	12,474,889	5,387,814	12,474,889	1,282,034	716,534	*9,231	*520	385,802	106,252			
\$10,000 under \$15,000	2,418	231,120	2,418	25,835	25,835	25,835	13,383,801	12,791,831	13,383,801	1,117,952	956,858	*23,298	*2,606	—	—			
\$15,000 under \$20,000	5,953	330,818	5,953	33,005	33,005	33,005	11,276,871	18,491,021	11,276,871	1,101,358	974,058	27,424	3,259	—	—			
\$20,000 under \$25,000	12,365	551,344	12,365	52,435	52,435	52,435	8,702,306	20,985,028	8,702,306	880,683	955,826	18,109	4,952	—	—			
\$25,000 under \$30,000	11,254	342,222	11,254	15,587	15,587	15,587	7,547,355	23,793,004	7,547,355	808,821	1,009,493	21,101	3,986	—	—			
\$30,000 under \$35,000	31,278	1,206,304	31,278	37,334	37,334	37,334	11,005,904	48,605,229	11,005,904	1,101,358	1,432,764	27,727	7,443	—	—			
\$35,000 under \$40,000	37,960	1,151,157	37,960	57,099	57,099	57,099	5,946,773	38,875,241	5,946,773	608,013	1,432,764	27,727	7,443	—	—			
\$40,000 under \$45,000	75,512	3,886,213	75,512	81,522	81,522	81,522	4,637,722	47,355,174	4,637,722	819,893	1,365,250	21,722	8,195	—	—			
\$45,000 under \$50,000	41,456	2,242,505	41,456	44,845	44,845	44,845	3,029,977	18,759,377	3,029,977	204,027	533,689	8,195	5,134	—	—			
\$50,000 under \$55,000	59,578	5,690,427	59,578	61,857	61,857	61,857	7,599,565	25,762,519	7,599,565	174,750	482,429	1,647	2,211	—	—			
\$55,000 under \$60,000	32,608	7,658,285	32,608	865,469	865,469	865,469	189,284	18,775,081	189,284	47,415	118,963	310	30	—	—			
\$60,000 under \$65,000	4,997	4,031,055	4,997	393,420	393,420	393,420	28,144	7,526,565	28,144	6,508	16,525	37	135	—	—			
\$65,000 under \$70,000	3,127	10,936,027	3,127	865,189	865,189	865,189	14,800	14,120,545	14,800	3,439	9,221	198,117	49,863	1,749	19			
<b>Taxable returns, total</b>	<b>332,998</b>	<b>42,405,765</b>	<b>370,212</b>	<b>4,490,251</b>	<b>4,490,251</b>	<b>4,490,251</b>	<b>81,639,509</b>	<b>301,923,057</b>	<b>20,994</b>	<b>9,055,932</b>	<b>10,092,396</b>	<b>218,964</b>	<b>54,791</b>	<b>733,481</b>	<b>183,278</b>			
No adjusted gross income	11,036	3,906,571	11,036	371,793	371,793	371,793	20,994	418,860	20,994	222,388	132,587	1,277	1,312	82,018	19,200			
\$1 under \$5,000	439	66,726	439	8,849	8,849	8,849	4,594,646	475,748	4,594,646	956,435	316,953	5,118	*1,353	265,661	68,826			
\$5,000 under \$10,000	3,018	174,992	3,018	17,946	17,946	17,946	12,474,889	5,387,814	12,474,889	1,282,034	716,534	*9,231	*520	385,802	106,252			
\$10,000 under \$15,000	2,418	231,120	2,418	25,835	25,835	25,835	13,383,801	12,791,831	13,383,801	1,117,952	956,858	*23,298	*2,606	—	—			
\$15,000 under \$20,000	5,953	330,818	5,953	33,005	33,005	33,005	11,276,871	18,491,021	11,276,871	1,101,358	974,058	27,424	3,259	—	—			
\$20,000 under \$25,000	12,365	551,344	12,365	52,435	52,435	52,435	8,702,306	20,985,028	8,702,306	880,683	955,826	18,109	4,952	—	—			
\$25,000 under \$30,000	11,254	342,222	11,254	15,587	15,587	15,587	7,547,355	23,793,004	7,547,355	808,821	1,009,493	21,101	3,986	—	—			
\$30,000 under \$35,000	31,278	1,206,304	31,278	37,334	37,334	37,334	11,005,904	48,605,229	11,005,904	1,101,358	1,432,764	27,727	7,443	—	—			
\$35,000 under \$40,000	37,960	1,151,157	37,960	57,099	57,099	57,099	5,946,773	38,875,241	5,946,773	608,013	1,432,764	27,727	7,443	—	—			
\$40,000 under \$45,000	75,512	3,886,213	75,512	81,522	81,522	81,522	4,637,722	47,355,174	4,637,722	819,893	1,365,250	21,722	8,195	—	—			
\$45,000 under \$50,000	41,456	2,242,505	41,456	44,845	44,845	44,845	3,029,977	18,759,377	3,029,977	204,027	533,689	8,195	5,134	—	—			
\$50,000 under \$55,000	59,578	5,690,427	59,578	61,857	61,857	61,857	7,599,565	25,762,519	7,599,565	174,750	482,429	1,647	2,211	—	—			
\$55,000 under \$60,000	32,608	7,658,285	32,608	865,469	865,469	865,469	189,284	18,775,081	189,284	47,415	118,963	310	30	—	—			
\$60,000 under \$65,000	4,997	4,031,055	4,997	393,420	393,420	393,420	28,144	7,526,565	28,144	6,508	16,525	37	135	—	—			
\$65,000 under \$70,000	3,127	10,936,027	3,127	865,189	865,189	865,189	14,800	14,120,545	14,800	3,439	9,221	198,117	49,863	1,749	19			
<b>Non-taxable returns, total</b>	<b>—</b>	<b>—</b>	<b>—</b>	<b>—</b>	<b>—</b>	<b>—</b>	<b>—</b>	<b>—</b>	<b>—</b>	<b>2,038,918</b>	<b>1,358,999</b>	<b>20,947</b>	<b>5,928</b>	<b>731,732</b>	<b>193,259</b>			

Footnote(s) at end of table.

Table 1.4 — All Returns: Sources of Income and Adjustments, by Size of Adjusted Gross Income — Continued

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

Size of adjusted gross income	Total tax liability		Taxpayments									
	Number of returns	Amount	Total		Income tax withheld		Estimated tax payments		Windfall profit tax overpayment		All other taxpayments <sup>1</sup>	
			Number of returns	Amount	Number of returns	Amount	Number of returns	Amount	Number of returns	Amount	Number of returns	Amount
	(206)	(207)	(208)	(209)	(210)	(211)	(212)	(213)	(214)	(215)	(216)	(217)
All returns, total .....	83,769,581	312,533,719	92,150,932	345,156,777	85,219,960	281,368,979	11,241,617	53,097,835	138,127	104,968	3,497,072	10,564,995
No adjusted gross income .....	282,929	564,717	552,609	1,005,752	332,906	561,779	105,521	267,420	7,335	9,585	215,658	166,968
\$1 under \$5,000 .....	5,399,072	742,851	13,022,993	2,918,185	12,581,570	2,605,506	383,913	223,728	*3,982	*117	264,002	88,834
\$5,000 under \$10,000 .....	13,078,554	6,031,129	14,155,200	10,073,712	12,942,982	9,098,818	1,314,801	882,214	2,392	2,830	326,940	89,852
\$10,000 under \$15,000 .....	13,601,370	13,785,289	13,318,218	17,972,665	11,885,125	15,919,976	1,837,184	1,933,280	*4	*6	219,866	119,403
\$15,000 under \$20,000 .....	11,377,430	19,508,064	11,245,046	24,324,920	10,229,014	21,668,321	1,635,298	2,547,834	*5,125	*425	231,417	108,340
\$20,000 under \$25,000 .....	8,759,973	21,991,315	8,695,843	26,521,258	8,076,948	23,892,087	1,169,609	2,475,570	*5,369	*170	220,146	153,421
\$25,000 under \$30,000 .....	7,588,558	24,831,112	7,559,829	30,171,849	7,165,878	27,830,399	838,087	2,234,859	8,155	1,462	187,534	104,928
\$30,000 under \$40,000 .....	11,033,321	50,114,710	11,010,222	59,398,714	10,499,879	54,825,596	1,198,024	4,335,364	19,804	9,471	351,357	228,283
\$40,000 under \$50,000 .....	5,953,977	39,787,434	5,923,423	44,398,063	5,582,606	39,835,517	858,578	4,263,135	14,633	3,452	441,278	295,960
\$50,000 under \$75,000 .....	4,643,350	48,815,244	4,628,596	51,835,766	4,244,395	43,291,889	1,001,769	7,777,915	29,247	22,458	583,892	843,524
\$75,000 under \$100,000 .....	1,047,600	19,330,931	1,041,521	18,892,389	871,451	13,493,490	400,658	4,973,685	10,311	7,363	188,385	517,850
\$100,000 under \$200,000 .....	760,025	26,325,089	755,410	24,122,449	617,508	14,998,154	349,884	7,783,501	21,123	25,417	178,190	1,315,377
\$200,000 under \$500,000 .....	199,439	18,967,824	198,455	16,735,590	155,844	9,045,092	116,965	5,828,567	7,696	12,509	67,995	1,849,422
\$500,000 under \$1,000,000 .....	29,172	7,567,350	29,015	5,908,250	22,616	2,278,480	19,849	2,547,168	1,840	4,289	1,078,312	1,078,312
\$1,000,000 or more .....	14,811	14,170,661	14,752	10,677,395	11,438	2,043,864	11,497	5,023,596	1,111	5,413	7,802	3,604,521
Taxable returns, total .....	81,639,509	311,250,936	78,100,221	338,578,453	72,132,235	276,188,847	10,485,714	52,021,281	123,488	92,956	2,687,609	10,275,369
No adjusted gross income .....	20,994	427,541	11,187	177,966	8,993	43,200	3,165	53,116	**417	**1,111	**29,506	**121,031
\$1 under \$5,000 .....	4,594,646	550,359	3,609,899	1,246,179	3,460,119	1,137,191	162,518	68,496	**	**	**	**
\$5,000 under \$10,000 .....	12,474,889	5,767,917	11,023,838	8,197,934	10,066,735	7,452,394	1,101,005	704,075	*17	*16	130,350	41,449
\$10,000 under \$15,000 .....	13,383,801	13,552,049	12,792,495	17,228,172	11,453,001	15,362,670	1,746,438	1,783,388	*4	*6	137,077	82,108
\$15,000 under \$20,000 .....	11,276,871	19,374,143	11,072,760	23,942,537	10,098,364	21,376,646	1,584,578	2,468,254	*5,119	*410	207,279	97,228
\$20,000 under \$25,000 .....	8,702,306	21,874,987	8,599,842	26,195,794	8,009,715	23,725,160	1,138,760	2,341,236	*4,868	*153	200,913	129,245
\$25,000 under \$30,000 .....	7,547,355	24,740,853	7,478,996	29,885,150	7,099,183	27,604,584	816,483	2,189,197	**27,920	**10,925	**511,162	**312,548
\$30,000 under \$40,000 .....	11,005,904	50,046,277	10,957,043	59,178,032	10,459,261	54,664,839	1,179,772	4,281,090	**	**	**	**
\$40,000 under \$50,000 .....	5,946,773	39,787,421	5,909,029	44,324,229	5,571,219	39,771,286	856,002	4,257,264	13,957	3,424	436,365	292,255
\$50,000 under \$75,000 .....	4,637,722	48,797,393	4,611,900	51,848,240	4,231,331	43,246,909	997,632	7,740,580	**39,343	**29,463	**768,636	**1,354,937
\$75,000 under \$100,000 .....	1,045,455	19,323,437	1,037,542	18,943,016	868,311	13,454,627	399,741	4,964,738	**	**	**	**
\$100,000 under \$200,000 .....	759,565	26,323,644	753,985	24,105,670	616,371	14,987,912	349,512	7,777,623	21,084	25,344	178,034	1,314,791
\$200,000 under \$500,000 .....	199,284	18,967,214	198,125	16,726,837	155,634	9,041,376	116,819	5,924,853	7,666	12,442	67,908	1,848,185
\$500,000 under \$1,000,000 .....	29,144	7,567,064	28,953	5,904,191	22,577	2,276,958	19,821	2,545,712	1,833	4,287	1,077,254	1,077,254
\$1,000,000 or more .....	14,800	14,170,635	14,727	10,674,505	11,421	2,043,095	11,480	5,021,658	1,106	5,395	7,795	3,604,357
Nontaxable returns, total .....	2,130,072	1,282,783	14,050,711	6,578,325	13,087,725	5,200,132	755,903	1,076,555	14,639	12,012	809,463	289,627

<sup>1</sup>Footnote(s) at end of table.

**Table 1.4 — All Returns: Sources of Income and Adjustments, by Size of Adjusted Gross Income — Continued**  
(All figures are estimates based on samples — money amounts are in thousands of dollars)

All figures are estimates based on samples — money amounts are in thousands of dollars)																		
Size of adjusted gross income	Earned income credit, refundable portion			Advance earned income credit payments			Overpayment						Tax due at time of filing			Predetermined estimated tax penalty		
	Number of returns	Amount	(218)	Number of returns	Amount	(221)	Total		Refunded		Credited to 1985 estimated tax		Number of returns	Amount	(228)	Number of returns	Amount	(231)
							Number of returns	Amount	Number of returns	Amount	Number of returns	Amount						
All returns, total	4,097,751	1,161,802		10,587	75,563,505	2,547	70,176,767	73,175,119	64,960,221	3,338,165	5,216,546	21,157,790	36,736,773	2,022,836	342,120			
No adjusted gross income	9,022	1,468		16	498,075	179	828,172	474,091	764,220	37,650	63,952	146,310	388,051	22,983	2,202			
\$1 under \$5,000	1,838,949	513,666		4,753	12,668,321	694	2,910,615	187,238	148,829	187,238	75,604	1,912,277	399,818	49,990	1,906			
\$5,000 under \$10,000	2,249,760	646,467		3,978	12,597,867	198	5,546,957	12,298,026	5,546,957	543,592	278,712	3,357,233	1,017,865	241,628	10,765			
\$10,000 under \$15,000					10,977,824		10,977,824	10,574,002	5,432,098	506,137	296,002	2,502,701	1,575,305	300,031	21,222			
\$15,000 under \$20,000					8,946,336		6,370,587	8,549,342	6,074,585	307,482	249,463	1,893,445	1,692,723	215,766	21,289			
\$20,000 under \$25,000					6,900,268		6,200,594	6,950,735	5,951,131	200,691	226,546	1,892,723	2,892,051	26,512	25,362			
\$25,000 under \$30,000					8,579,958		7,007,899	8,352,469	6,781,353	345,307	344,460	1,645,161	4,056,409	15,944	39,815			
\$30,000 under \$35,000					4,311,551		12,137,543	4,180,789	3,338,756	199,482	274,028	1,649,653	2,080,914	2,337	10,680			
\$35,000 under \$40,000					2,870,963		7,840,502	2,870,963	7,092,072	313,563	748,430	1,548,147	4,758,134	149,393	36,174			
\$40,000 under \$45,000					3,098,813		2,870,963	4,61,626	1,980,010	116,904	419,843	498,297	2,768,553	70,600	29,767			
\$45,000 under \$50,000					550,612		2,399,953	461,626	1,973,489	108,868	649,872	414,524	4,773,916	64,603	47,848			
\$75,000 under \$100,000					291		2,523,391	263,678	1,973,489	41,208	716,695	113,693	4,056,409	15,944	39,815			
\$100,000 under \$200,000					87		85,774	1,764,254	1,067,559	182,908	7,445	248,226	2,080,914	2,337	10,680			
\$200,000 under \$500,000					106		10,744	411,176	4,412	1,956	4,654	475,764	4,172,666	918	11,828			
\$500,000 under \$1,000,000					303		5,905	667,170	1,958	181,405	7,445	1,545,744	4,752,055	146,547	38,070			
\$1,000,000 or more					1,844		63,050,319	59,553,055	58,131,267	2,974,057	4,919,052	19,847,217	36,054,485	1,846,358	330,095			
Taxable returns, total	4,097,751	1,161,802		10,587	75,563,505	2,547	70,176,767	73,175,119	64,960,221	3,338,165	5,216,546	21,157,790	36,736,773	2,022,836	342,120			
No adjusted gross income					498,075		828,172	474,091	764,220	37,650	63,952	146,310	388,051	22,983	2,202			
\$1 under \$5,000					12,668,321		2,910,615	187,238	148,829	187,238	75,604	1,912,277	399,818	49,990	1,906			
\$5,000 under \$10,000					12,597,867		5,546,957	12,298,026	5,546,957	543,592	278,712	3,357,233	1,017,865	241,628	10,765			
\$10,000 under \$15,000					10,977,824		10,574,002	10,574,002	5,432,098	506,137	296,002	2,502,701	1,575,305	300,031	21,222			
\$15,000 under \$20,000					8,946,336		6,370,587	8,549,342	6,074,585	307,482	249,463	1,893,445	1,692,723	215,766	21,289			
\$20,000 under \$25,000					6,900,268		6,200,594	6,950,735	5,951,131	200,691	226,546	1,892,723	2,892,051	26,512	25,362			
\$25,000 under \$30,000					8,579,958		7,007,899	8,352,469	6,781,353	345,307	344,460	1,645,161	4,056,409	15,944	39,815			
\$30,000 under \$35,000					4,311,551		12,137,543	4,180,789	3,338,756	199,482	274,028	1,649,653	2,080,914	2,337	10,680			
\$35,000 under \$40,000					2,870,963		7,840,502	2,870,963	7,092,072	313,563	748,430	1,548,147	4,758,134	149,393	36,174			
\$40,000 under \$45,000					3,098,813		2,870,963	461,626	1,980,010	116,904	419,843	498,297	2,768,553	70,600	29,767			
\$45,000 under \$50,000					550,612		2,399,953	461,626	1,973,489	108,868	649,872	414,524	4,773,916	64,603	47,848			
\$75,000 under \$100,000					291		2,523,391	263,678	1,973,489	41,208	716,695	113,693	4,056,409	15,944	39,815			
\$100,000 under \$200,000					87		85,774	1,764,254	1,067,559	182,908	7,445	248,226	2,080,914	2,337	10,680			
\$200,000 under \$500,000					106		10,744	411,176	4,412	1,956	4,654	475,764	4,172,666	918	11,828			
\$500,000 under \$1,000,000					303		5,905	667,170	1,958	181,405	7,445	1,545,744	4,752,055	146,547	38,070			
\$1,000,000 or more					1,844		63,050,319	59,553,055	58,131,267	2,974,057	4,919,052	19,847,217	36,054,485	1,846,358	330,095			
Taxable returns, total	4,097,751	1,161,802		10,587	75,563,505	2,547	70,176,767	73,175,119	64,960,221	3,338,165	5,216,546	21,157,790	36,736,773	2,022,836	342,120			
No adjusted gross income					498,075		828,172	474,091	764,220	37,650	63,952	146,310	388,051	22,983	2,202			
\$1 under \$5,000					12,668,321		2,910,615	187,238	148,829	187,238	75,604	1,912,277	399,818	49,990	1,906			
\$5,000 under \$10,000					12,597,867		5,546,957	12,298,026	5,546,957	543,592	278,712	3,357,233	1,017,865	241,628	10,765			
\$10,000 under \$15,000					10,977,824		10,574,002	10,574,002	5,432,098	506,137	296,002	2,502,701	1,575,305	300,031	21,222			
\$15,000 under \$20,000					8,946,336		6,370,587	8,549,342	6,074,585	307,482	249,463	1,893,445	1,692,723	215,766	21,289			
\$20,000 under \$25,000					6,900,268		6,200,594	6,950,735	5,951,131	200,691	226,546	1,892,723	2,892,051	26,512	25,362			
\$25,000 under \$30,000					8,579,958		7,007,899	8,352,469	6,781,353	345,307	344,460	1,645,161	4,056,409	15,944	39,815			
\$30,000 under \$35,000					4,311,551		12,137,543	4,180,789	3,338,756	199,482	274,028	1,649,653	2,080,914	2,337	10,680			
\$35,000 under \$40,000					2,870,963		7,840,502	2,870,963	7,092,072	313,563	748,430	1,548,147	4,758,134	149,393	36,174			
\$40,000 under \$45,000					3,098,813		2,870,963	461,626	1,980,010	116,904	419,843	498,297	2,768,553	70,600	29,767			
\$45,000 under \$50,000					550,612		2,399,953	461,626	1,973,489	108,868	649,872	414,524	4,773,916	64,603	47,848			
\$75,000 under \$100,000					291		2,523,391	263,678	1,973,489	41,208	716,695	113,693	4,056,409	15,944	39,815			
\$100,000 under \$200,000					87		85,774	1,764,254	1,067,559	182,908	7,445	248,226	2,080,914	2,337	10,680			
\$200,000 under \$500,000					106		10,744	411,176	4,412	1,956	4,654	475,764	4,172,666	918	11,828			
\$500,000 under \$1,000,000					303		5,905	667,170	1,958	181,405	7,445	1,545,744	4,752,055	146,547	38,070			
\$1,000,000 or more					1,844		63,050,319	59,553,055	58,131,267	2,974,057	4,919,052	19,847,217	36,054,485	1,846,358	330,095			
Taxable returns, total	4,097,751	1,161,802		10,587	75,563,505	2,547	70,176,767	73,175,119	64,960,221	3,338,165	5,216,546	21,157,790	36,736,773	2,022,836	342,120			
No adjusted gross income					498,075		828,172	474,091	764,220	37,650	63,952	146,310	388,051	22,983	2,202			
\$1 under \$5,000					12,668,321		2,910,615	187,238	148,829	187,238	75,604	1,912,277	399,818	49,990	1,906			
\$5,000 under \$10,000					12,597,867		5,546,957	12,298,026	5,546,957	543,592	278,712	3,357,233	1,017,865	241,628	10,765			
\$10,000 under \$15,000					10,977,824		10,574,002	10,574,002	5,432,098	506,137	296,002	2,502,701	1,575,305	300,031	21,222			
\$15,000 under \$20,000					8,946,336		6,370,587	8,549,342	6,074,585	307,482	249,463	1,893,445	1,692,723	215,766	21,289			
\$20,000 under \$25,000					6,900,268		6,200,594	6,950,735	5,951,131	200,691	226,546	1,892,723	2,892,051	26,512	25,362			
\$25,000 under \$30,000					8,579,958		7,007,899	8,352,469	6,781,353	345,307	344,460	1,645,161	4,056,409	15,944	39,815			
\$30,000 under \$35,000					4,311,551		12,137,543	4,180,789	3,338,756	199,482	274,028	1,649,653	2,080,914	2,337	10,680			

Table 1.4CV — Coefficient of Variation for Sources of Income and Adjustments, by Size of Adjusted Gross Income

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

Size of adjusted gross income	Number of returns	Adjusted gross income less deficit	Salaries and wages		Interest received		Domestic and foreign dividends received				State income tax refunds		Alimony received	
			Number of returns	Amount	Number of returns	Amount	Total		Dividends in AGI		Number of returns	Amount	Number of returns	Amount
							Number of returns	Amount	Number of returns	Amount				
	(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)	(10)	(11)	(12)	(13)	(14)
<b>All returns, total</b> .....	0.02	0.23	0.22	0.31	0.42	1.31	1.00	1.97	1.17	2.03	0.94	1.43	8.81	10.83
No adjusted gross income.....	4.66	2.54	7.14	6.99	5.71	5.23	9.04	6.47	10.37	6.56	13.71	14.87	54.06	35.23
\$1 under \$5,000.....	1.29	1.51	1.46	1.98	2.32	4.75	5.77	9.84	6.34	10.45	14.14	27.47	39.54	39.68
\$5,000 under \$10,000.....	1.28	1.31	1.49	1.66	2.04	3.60	4.53	7.84	5.22	8.22	8.01	11.46	24.18	26.03
\$10,000 under \$15,000.....	1.43	1.44	1.61	1.68	2.06	3.98	4.36	9.06	5.07	9.48	5.99	11.15	22.60	28.40
\$15,000 under \$20,000.....	1.61	1.61	1.75	1.81	2.09	4.38	4.13	8.26	4.70	8.61	4.63	6.33	26.13	29.10
\$20,000 under \$25,000.....	1.40	1.40	1.50	1.56	1.78	4.27	3.64	8.08	4.24	8.42	3.40	6.49	20.52	25.02
\$25,000 under \$30,000.....	1.53	1.54	1.61	1.67	1.83	4.98	3.88	10.09	4.69	10.67	3.02	4.52	25.37	31.46
\$30,000 under \$40,000.....	1.19	1.19	1.24	1.28	1.35	3.92	2.73	6.71	3.24	7.04	2.09	2.92	22.09	31.86
\$40,000 under \$50,000.....	1.66	1.64	1.73	1.74	1.75	4.68	2.84	7.54	3.37	7.91	2.54	3.27	40.30	59.63
\$50,000 under \$75,000.....	0.86	0.87	0.90	0.96	0.93	3.17	1.58	5.19	1.90	5.37	1.57	2.44	26.99	34.04
\$75,000 under \$100,000.....	2.42	2.42	2.53	2.75	2.48	7.08	3.16	7.54	3.49	7.68	3.45	5.12	33.17	45.30
\$100,000 under \$200,000.....	1.93	1.98	1.96	2.43	1.98	3.65	2.54	7.16	2.77	7.23	3.27	8.98	26.14	37.43
\$200,000 under \$500,000.....	4.87	5.61	4.99	8.41	4.96	17.83	5.76	9.52	6.09	9.56	9.41	11.99	26.48	34.69
\$500,000 under \$1,000,000.....	0.79	0.78	0.92	1.26	0.80	1.76	0.89	2.40	0.92	2.40	1.61	2.76	25.26	48.80
\$1,000,000 or more.....	0.42	0.24	0.50	0.62	0.42	0.49	0.45	0.67	0.46	0.67	0.77	0.67	11.54	53.14
<b>Taxable returns, total</b> .....	0.26	0.25	0.34	0.33	0.46	1.39	1.03	2.03	1.21	2.09	0.96	1.45	9.13	11.22
No adjusted gross income.....	30.83	27.88	42.10	10.42	32.14	16.53	31.30	15.13	32.74	15.20	30.54	19.80	0.00	0.00
\$1 under \$5,000.....	2.78	2.85	3.12	3.28	4.07	6.72	9.30	15.07	9.94	15.76	35.09	61.88	57.72	57.79
\$5,000 under \$10,000.....	1.55	1.58	1.77	1.88	2.33	4.13	5.24	8.95	5.96	9.32	11.22	18.12	27.13	29.73
\$10,000 under \$15,000.....	1.47	1.49	1.65	1.72	2.13	4.13	4.55	9.54	5.29	10.00	6.47	11.37	23.20	29.59
\$15,000 under \$20,000.....	1.63	1.63	1.77	1.83	2.12	4.48	4.20	8.40	4.78	8.75	4.73	6.43	26.70	29.22
\$20,000 under \$25,000.....	1.41	1.41	1.51	1.57	1.80	4.30	3.69	8.16	4.29	8.51	3.44	6.51	20.52	25.02
\$25,000 under \$30,000.....	1.55	1.55	1.62	1.68	1.85	5.05	3.91	10.34	4.74	10.95	3.05	4.59	25.37	31.46
\$30,000 under \$40,000.....	1.19	1.20	1.25	1.29	1.36	3.95	2.75	6.75	3.27	7.09	2.10	2.93	22.09	31.86
\$40,000 under \$50,000.....	1.66	1.65	1.74	1.75	1.76	4.70	2.85	7.57	3.38	7.94	2.55	3.28	40.30	59.63
\$50,000 under \$75,000.....	0.86	0.86	0.90	0.94	0.92	3.18	1.59	5.20	1.91	5.39	1.56	2.45	26.99	34.04
\$75,000 under \$100,000.....	2.43	2.43	2.53	2.76	2.49	7.13	3.17	7.59	3.50	7.74	3.45	5.15	33.18	45.31
\$100,000 under \$200,000.....	1.93	1.98	1.96	2.44	1.98	3.68	2.54	7.18	2.77	7.25	3.27	9.00	26.68	39.32
\$200,000 under \$500,000.....	4.88	5.62	5.00	8.43	4.97	17.97	5.77	9.59	6.10	9.63	9.42	12.01	26.64	35.25
\$500,000 under \$1,000,000.....	0.79	0.79	0.92	1.26	0.80	1.78	0.89	2.42	0.92	2.42	1.61	2.78	25.26	48.80
\$1,000,000 or more.....	0.42	0.24	0.50	0.62	0.42	0.50	0.45	0.68	0.46	0.68	0.77	0.67	11.54	53.14
<b>Nontaxable returns, total</b> .....	1.20	3.60	1.41	2.17	2.05	3.68	4.39	6.77	5.07	7.07	5.99	8.29	33.33	33.87

Footnote(s) at end of table.

Table 1.4CV — Coefficient of Variation for Sources of Income and Adjustments, by Size of Adjusted Gross Income — Continued

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

Size of adjusted gross income	Business or profession						Sales of capital assets							
	Net income		Net loss		Capital gain distributions reported on Form 1040		Sales of capital assets reported on Schedule D							
							Returns with short-term capital gain or loss							
	Number of returns	Amount	Number of returns	Amount	Number of returns	Amount	Current-year short-term gain less loss		Post-1968 short-term capital loss carryover		Net short-term gain after carryover		Net short-term loss after carryover	
							Number of returns	Amount	Number of returns	Amount	Number of returns	Amount	Number of returns	Amount
(15)	(16)	(17)	(18)	(19)	(20)	(21)	(22)	(23)	(24)	(25)	(26)	(27)	(28)	
All returns, total .....	0.72	1.30	1.67	2.29	3.87	11.89	2.20	11.16	5.88	8.92	3.74	3.69	2.62	5.26
No adjusted gross income .....	10.41	8.40	5.99	4.78	37.44	66.79	13.11	38.26	26.34	28.21	23.22	6.25	14.25	17.81
\$1 under \$5,000 .....	3.98	6.03	8.05	11.59	18.66	30.44	17.13	51.93	35.24	42.23	24.43	31.88	21.52	28.68
\$5,000 under \$10,000 .....	3.53	4.46	7.49	10.71	15.31	35.52	14.15	26.89	32.96	45.03	25.71	30.17	15.44	28.38
\$10,000 under \$15,000 .....	3.89	5.08	7.33	10.67	17.41	49.69	12.33	55.71	30.21	39.51	20.11	50.06	14.89	32.62
\$15,000 under \$20,000 .....	3.90	5.30	6.38	9.30	12.72	25.29	10.82	36.42	21.54	32.34	20.70	35.87	11.36	24.57
\$20,000 under \$25,000 .....	3.45	5.10	5.89	9.61	11.43	46.44	9.15	28.18	25.43	64.65	15.72	30.06	10.69	40.51
\$25,000 under \$30,000 .....	3.67	5.34	5.98	9.57	14.09	28.43	8.96	28.26	21.62	34.12	13.27	23.83	11.46	21.50
\$30,000 under \$40,000 .....	2.93	4.62	4.71	6.35	8.95	18.43	6.50	33.04	18.34	26.03	11.00	15.40	7.74	19.47
\$40,000 under \$50,000 .....	3.67	5.22	5.58	8.12	9.96	22.86	6.01	20.73	17.74	38.02	9.84	15.24	7.28	18.07
\$50,000 under \$75,000 .....	2.61	4.78	4.36	6.98	6.78	29.85	3.54	23.92	9.54	17.36	5.58	19.13	4.45	11.38
\$75,000 under \$100,000 .....	4.35	5.63	7.31	8.38	14.69	32.10	5.13	27.19	11.50	36.74	7.98	18.26	6.32	17.79
\$100,000 under \$200,000 .....	2.75	3.86	10.04	9.35	8.71	33.30	4.22	23.93	8.86	14.01	7.82	11.56	4.83	7.57
\$200,000 under \$500,000 .....	18.67	3.09	3.78	3.96	10.35	48.41	10.30	49.05	5.10	17.18	17.43	7.40	12.09	7.90
\$500,000 under \$1,000,000 .....	2.03	1.00	2.62	2.25	10.83	53.48	1.29	180.43	4.03	12.09	2.23	4.18	1.71	5.43
\$1,000,000 or more .....	1.15	0.19	1.45	0.56	7.52	22.39	0.58	2.01	2.15	2.36	0.97	1.05	0.83	1.37
Taxable returns, total .....	0.96	1.44	1.92	2.46	3.96	12.28	2.26	12.34	6.16	9.92	3.83	3.92	2.72	5.71
No adjusted gross income .....	54.32	32.64	33.06	10.81	0.00	0.00	31.80	83.24	34.02	22.05	53.93	8.10	27.71	21.89
\$1 under \$5,000 .....	10.08	11.98	26.64	29.65	30.34	42.98	26.17	999.99	70.69	67.13	34.48	43.14	40.12	42.23
\$5,000 under \$10,000 .....	5.19	6.56	10.33	14.04	16.47	37.80	16.55	33.48	38.96	50.67	27.38	33.19	18.88	32.42
\$10,000 under \$15,000 .....	4.30	5.65	8.21	12.43	17.60	50.53	13.81	57.76	37.08	52.93	21.55	60.18	18.91	40.57
\$15,000 under \$20,000 .....	4.08	5.65	6.73	10.16	12.72	25.29	11.40	38.98	22.50	33.48	21.82	38.91	11.96	25.98
\$20,000 under \$25,000 .....	3.57	5.36	6.06	10.32	11.54	46.47	9.34	28.23	25.60	65.34	15.90	31.08	10.95	42.96
\$25,000 under \$30,000 .....	3.73	5.51	6.17	9.95	14.19	28.44	9.24	27.52	22.95	36.63	13.72	24.50	11.82	23.64
\$30,000 under \$40,000 .....	2.97	4.76	4.70	6.50	8.95	18.43	6.64	32.91	19.32	27.01	11.26	15.88	7.89	19.93
\$40,000 under \$50,000 .....	3.69	5.29	5.63	8.29	9.99	22.87	6.05	20.51	17.85	36.71	9.84	15.85	7.30	16.22
\$50,000 under \$75,000 .....	2.63	4.86	4.37	7.08	6.78	29.85	3.57	25.82	9.59	17.42	5.59	19.80	4.49	11.79
\$75,000 under \$100,000 .....	4.38	5.66	7.33	8.47	14.69	32.10	5.15	28.09	11.55	37.28	8.00	16.57	6.35	18.18
\$100,000 under \$200,000 .....	2.76	3.87	10.07	9.48	8.71	33.30	4.23	26.41	8.89	14.20	7.83	11.59	4.65	7.37
\$200,000 under \$500,000 .....	18.71	3.10	3.80	4.04	10.36	48.91	10.32	53.35	5.13	17.65	17.49	7.55	12.12	8.15
\$500,000 under \$1,000,000 .....	2.04	1.00	2.64	2.29	10.83	53.48	1.30	112.56	4.05	12.29	2.24	4.25	1.72	5.62
\$1,000,000 or more .....	1.16	0.19	1.46	0.57	7.52	22.39	0.58	2.07	2.15	2.47	0.97	1.08	0.83	1.40
Nontaxable returns, total .....	2.68	3.73	3.99	4.07	17.87	30.33	9.00	25.92	17.82	20.33	16.27	10.91	9.88	13.42

Footnote(s) at end of table.

Table 1.4CV — Coefficient of Variation for Sources of Income and Adjustments, by Size of Adjusted Gross Income — Continued

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

Size of adjusted gross income	Sales of capital assets - Continued													
	Sales of capital assets reported on Schedule D - Continued													
	Returns with long-term capital gain or loss								Net long-term capital gain in excess of short-term capital loss					
	Current-year long-term gain less loss		Post-1969 long-term capital loss carryover		Net long-term gain after carryover		Net long-term loss after carryover		Total		Excluded portion		Amount included in AGI	
	Number of returns	Amount	Number of returns	Amount	Number of returns	Amount	Number of returns	Amount	Number of returns	Amount	Number of returns	Amount	Number of returns	Amount
	(29)	(30)	(31)	(32)	(33)	(34)	(35)	(36)	(37)	(38)	(39)	(40)	(41)	(42)
All returns, total	1.52	1.97	6.44	14.67	1.57	1.56	3.24	9.85	1.62	1.58	1.62	1.58	1.62	1.58
No adjusted gross income	10.02	19.27	29.11	32.42	8.92	10.26	19.69	26.19	9.15	10.78	9.15	10.78	9.15	10.78
\$1 under \$5,000	9.56	25.28	37.61	72.25	9.45	13.58	19.81	42.81	9.58	13.74	9.58	13.73	9.58	13.74
\$5,000 under \$10,000	7.64	29.71	28.90	44.09	7.59	13.18	15.42	26.43	7.69	13.05	7.69	13.04	7.69	13.05
\$10,000 under \$15,000	6.78	17.54	31.60	62.22	6.79	10.59	14.40	35.39	6.90	10.77	6.90	10.76	6.91	10.77
\$15,000 under \$20,000	6.38	17.08	23.11	29.36	6.52	9.95	12.51	20.10	6.74	10.17	6.74	10.17	6.75	10.17
\$20,000 under \$25,000	5.74	14.53	29.54	46.13	5.99	10.64	11.74	34.37	6.10	10.76	6.10	10.76	6.10	10.77
\$25,000 under \$30,000	6.14	18.68	27.74	84.24	6.33	10.90	12.34	61.01	6.47	11.07	6.47	11.07	6.48	11.07
\$30,000 under \$40,000	4.31	12.66	18.83	41.58	4.48	8.74	8.67	32.46	4.62	9.08	4.62	9.08	4.62	9.08
\$40,000 under \$50,000	4.32	13.01	17.86	21.29	4.61	8.35	8.25	19.89	4.71	8.51	4.71	8.51	4.71	8.51
\$50,000 under \$75,000	2.50	6.23	10.33	25.22	2.52	5.37	6.02	18.04	2.63	5.44	2.63	5.44	2.63	5.44
\$75,000 under \$100,000	3.92	7.61	12.72	44.89	4.22	7.93	8.60	23.18	4.41	8.16	4.41	8.16	4.41	8.16
\$100,000 under \$200,000	2.89	4.38	7.66	16.30	3.14	4.71	8.10	14.85	3.35	4.85	3.35	4.85	3.36	4.85
\$200,000 under \$500,000	7.01	6.68	5.68	15.33	7.46	5.25	3.99	14.38	7.87	5.26	7.87	5.26	7.87	5.26
\$500,000 under \$1,000,000	0.97	1.93	4.29	8.24	1.02	1.67	3.35	6.74	1.06	1.68	1.06	1.68	1.06	1.68
\$1,000,000 or more	0.47	0.46	2.15	2.72	0.49	0.41	1.98	2.98	0.51	0.41	0.51	0.41	0.51	0.41
Taxable returns, total	1.59	2.01	6.84	17.61	1.66	1.64	3.39	11.69	1.72	1.67	1.72	1.67	1.72	1.67
No adjusted gross income	26.82	35.43	33.13	28.12	24.80	22.98	83.57	52.39	24.81	23.62	24.81	23.62	24.82	23.62
\$1 under \$5,000	17.67	27.54	99.96	45.16	18.06	23.33	43.01	60.42	18.36	23.57	18.36	23.56	18.36	23.57
\$5,000 under \$10,000	9.33	27.41	41.04	56.03	9.68	18.88	19.52	35.87	9.80	18.55	9.80	18.55	9.80	18.55
\$10,000 under \$15,000	7.43	19.87	33.82	68.03	7.55	12.22	15.84	39.64	7.64	12.34	7.64	12.34	7.64	12.34
\$15,000 under \$20,000	6.67	18.14	24.74	32.09	6.87	10.47	13.01	21.92	7.08	10.64	7.08	10.64	7.10	10.64
\$20,000 under \$25,000	5.87	15.18	29.54	46.14	6.20	11.12	11.97	34.96	6.33	11.25	6.33	11.25	6.30	11.25
\$25,000 under \$30,000	6.27	18.42	28.32	84.25	6.43	11.21	12.90	63.17	6.56	11.33	6.56	11.33	6.58	11.33
\$30,000 under \$40,000	4.37	12.95	19.76	45.27	4.54	8.88	8.76	33.78	4.67	9.22	4.67	9.22	4.68	9.22
\$40,000 under \$50,000	4.35	13.21	17.90	21.69	4.64	8.46	8.26	20.08	4.75	8.62	4.75	8.62	4.75	8.62
\$50,000 under \$75,000	2.52	6.24	10.33	25.23	2.53	5.39	6.06	18.36	2.64	5.46	2.64	5.46	2.64	5.46
\$75,000 under \$100,000	3.93	7.64	12.85	45.03	4.24	7.97	8.63	23.36	4.42	8.19	4.42	8.19	4.43	8.19
\$100,000 under \$200,000	2.99	4.39	7.68	16.34	3.15	4.72	8.12	14.91	3.36	4.86	3.36	4.86	3.37	4.86
\$200,000 under \$500,000	7.02	6.69	5.69	15.91	7.47	5.27	3.91	14.83	7.88	5.27	7.88	5.27	7.88	5.27
\$500,000 under \$1,000,000	0.97	1.93	4.29	8.25	1.02	1.67	3.37	6.74	1.06	1.68	1.06	1.68	1.07	1.68
\$1,000,000 or more	0.47	0.46	2.16	2.89	0.49	0.41	2.00	3.19	0.51	0.41	0.51	0.41	0.51	0.41
Nontaxable returns, total	5.54	10.20	18.36	24.98	5.09	4.71	11.01	17.64	5.22	4.86	5.22	4.86	5.22	4.86

Footnote(s) at end of table.

Table 1.4CV — Coefficient of Variation for Sources of Income and Adjustments, by Size of Adjusted Gross Income — Continued

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

Size of adjusted gross income	Sales of capital assets — Continued				Sales of property other than capital assets				Pensions and annuities			
	Net capital gain		Net capital loss		Net gain		Net loss		Total		In adjusted gross income	
	Number of returns	Amount	Number of returns	Amount	Number of returns	Amount	Number of returns	Amount	Number of returns	Amount	Number of returns	Amount
	(43)	(44)	(45)	(46)	(47)	(48)	(49)	(50)	(51)	(52)	(53)	(54)
All returns, total .....	1.56	1.49	2.55	3.13	4.43	5.88	5.38	7.62	1.43	8.02	1.50	1.97
No adjusted gross income .....	9.01	9.82	38.93	37.89	14.93	9.30	15.25	14.39	17.46	17.56	18.28	18.48
\$1 under \$5,000 .....	9.21	13.14	22.35	29.06	25.50	34.83	29.05	51.55	7.35	12.41	7.73	9.27
\$5,000 under \$10,000 .....	7.40	12.67	13.84	17.40	18.83	31.77	27.28	49.65	4.13	5.22	4.22	5.07
\$10,000 under \$15,000 .....	6.77	11.03	12.13	15.86	18.04	30.80	23.38	34.29	4.21	9.43	4.26	5.30
\$15,000 under \$20,000 .....	6.58	9.94	9.55	11.06	16.75	23.47	19.32	29.26	4.57	6.15	4.71	5.90
\$20,000 under \$25,000 .....	5.90	10.28	9.19	11.52	18.11	34.15	21.32	36.77	4.32	5.77	4.46	5.78
\$25,000 under \$30,000 .....	6.08	10.27	9.57	11.57	16.52	26.96	20.83	29.76	5.10	8.03	5.31	7.16
\$30,000 under \$40,000 .....	4.42	8.67	6.62	8.34	12.39	17.30	16.68	20.75	3.92	7.69	4.16	5.93
\$40,000 under \$50,000 .....	4.49	8.11	6.58	7.85	13.11	20.34	16.41	26.95	4.60	8.61	4.86	7.66
\$50,000 under \$75,000 .....	2.54	5.29	4.14	5.90	7.94	15.41	9.65	18.19	3.13	6.69	3.37	4.80
\$75,000 under \$100,000 .....	4.25	7.68	6.50	7.20	11.37	20.35	20.23	22.47	5.64	12.09	6.36	8.74
\$100,000 under \$200,000 .....	3.46	4.59	5.63	7.53	13.03	27.72	6.22	11.83	7.04	9.61	8.05	11.82
\$200,000 under \$500,000 .....	7.59	4.91	3.09	3.41	4.57	8.24	32.79	33.98	19.21	88.37	21.79	40.28
\$500,000 under \$1,000,000 .....	1.04	1.60	2.68	2.83	3.12	5.13	3.00	6.92	2.74	7.85	3.04	7.82
\$1,000,000 or more .....	0.50	0.39	1.63	1.69	1.38	1.50	1.38	1.91	1.38	3.91	1.51	4.83
Taxable returns, total .....	1.85	1.57	2.59	3.18	4.97	7.13	6.08	8.16	1.51	8.49	1.58	2.05
No adjusted gross income .....	25.37	22.57	0.00	0.00	45.54	11.22	86.42	23.09	30.78	33.59	33.45	35.05
\$1 under \$5,000 .....	17.31	21.81	33.15	40.00	90.63	72.62	99.84	99.97	15.58	17.93	15.78	17.95
\$5,000 under \$10,000 .....	9.29	17.93	16.06	20.15	33.16	45.23	45.36	85.10	4.84	5.80	4.94	5.86
\$10,000 under \$15,000 .....	7.48	12.47	13.11	17.38	21.29	35.46	29.21	36.49	4.36	7.45	4.41	5.44
\$15,000 under \$20,000 .....	6.93	10.42	9.89	11.44	18.27	25.74	21.20	32.53	4.63	6.22	4.75	5.95
\$20,000 under \$25,000 .....	6.09	10.72	9.28	11.64	18.51	35.94	22.65	45.04	4.33	5.79	4.47	5.80
\$25,000 under \$30,000 .....	6.19	10.65	9.84	11.94	17.36	30.70	23.31	37.60	5.11	8.07	5.33	7.19
\$30,000 under \$40,000 .....	4.48	8.84	6.68	8.45	12.83	17.83	17.47	21.81	3.93	7.75	4.17	5.96
\$40,000 under \$50,000 .....	4.52	8.24	6.58	7.85	13.38	19.47	16.51	27.38	4.61	8.62	4.87	7.67
\$50,000 under \$75,000 .....	2.55	5.32	4.18	5.96	7.99	15.75	9.68	17.39	3.13	6.70	3.37	4.80
\$75,000 under \$100,000 .....	4.26	7.72	6.51	7.22	11.41	20.78	20.26	22.50	5.65	12.11	6.37	8.76
\$100,000 under \$200,000 .....	3.46	4.59	5.63	7.54	13.04	27.75	6.24	11.94	7.04	9.62	8.06	11.83
\$200,000 under \$500,000 .....	7.60	4.92	3.09	3.42	4.59	8.32	32.86	34.30	19.23	88.39	21.81	40.37
\$500,000 under \$1,000,000 .....	1.04	1.60	2.68	2.84	3.13	5.38	3.02	6.96	2.75	7.89	3.04	7.89
\$1,000,000 or more .....	0.50	0.39	1.63	1.69	1.39	1.51	1.38	1.94	1.38	3.91	1.51	4.84
Nontaxable returns, total .....	5.10	4.52	12.84	15.39	9.75	9.55	11.04	12.70	5.12	15.10	5.35	7.08

Footnote(s) at end of table.

Table 1.4CV — Coefficient of Variation for Sources of Income and Adjustments, by Size of Adjusted Gross Income — Continued

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

Size of adjusted gross income	Pensions and annuities — Continued						Rent				Royalty				
	Fully included in AGI		Partially included in AGI			Not included in AGI		Net income		Net loss		Net income		Net loss	
	Number of returns	Amount	Number of returns	Amount received	Amount in AGI	Number of returns	Amount	Number of returns	Amount	Number of returns	Amount	Number of returns	Amount	Number of returns	Amount
	(55)	(56)	(57)	(58)	(59)	(60)	(61)	(62)	(63)	(64)	(65)	(66)	(67)	(68)	(69)
All returns, total .....	1.58	2.02	4.35	40.32	8.08	4.76	12.27	2.61	3.83	1.87	2.05	4.85	8.81	16.72	16.76
No adjusted gross income .....	18.89	19.27	46.58	28.58	39.98	52.17	49.10	15.02	16.12	10.67	8.26	26.93	10.21	51.58	25.82
\$1 under \$5,000 .....	7.96	9.43	28.86	36.59	45.07	22.49	32.65	12.40	15.02	10.93	15.63	25.76	61.03	99.97	99.97
\$5,000 under \$10,000 .....	4.38	5.21	14.65	22.39	21.96	18.66	23.25	9.30	14.81	9.57	14.39	29.15	45.50	78.03	97.25
\$10,000 under \$15,000 .....	4.37	5.44	14.87	18.22	20.42	21.28	54.22	9.36	13.97	8.45	11.49	19.80	31.39	72.18	59.70
\$15,000 under \$20,000 .....	4.90	6.13	14.06	20.17	19.86	17.09	31.87	9.43	14.66	7.48	10.24	19.22	33.68	70.68	50.10
\$20,000 under \$25,000 .....	4.65	5.98	12.70	19.67	19.49	15.61	24.80	8.55	14.43	6.83	9.74	15.83	30.82	99.94	93.83
\$25,000 under \$30,000 .....	5.60	7.43	14.34	33.43	25.02	17.31	23.54	9.03	17.11	6.53	8.52	16.79	26.29	60.21	79.10
\$30,000 under \$40,000 .....	4.37	6.16	11.51	21.12	19.51	10.85	32.43	7.05	13.17	4.98	5.57	14.32	24.17	40.75	55.58
\$40,000 under \$50,000 .....	5.18	7.94	11.27	29.85	20.20	13.28	23.27	7.93	14.00	4.56	5.10	15.12	25.72	49.29	42.29
\$50,000 under \$75,000 .....	3.67	5.14	7.89	25.84	11.87	8.72	14.26	4.81	8.34	3.41	4.05	8.66	17.19	29.01	34.50
\$75,000 under \$100,000 .....	6.87	9.38	13.16	34.38	21.16	10.77	31.68	7.77	23.40	5.03	4.86	11.07	19.93	27.16	35.17
\$100,000 under \$200,000 .....	9.04	13.02	10.85	16.74	17.20	8.55	17.50	3.80	6.47	4.08	3.46	12.86	36.36	17.47	27.22
\$200,000 under \$500,000 .....	20.68	8.17	55.16	98.40	90.70	8.14	20.27	3.29	5.75	10.29	3.74	5.43	8.22	15.86	15.79
\$500,000 under \$1,000,000 .....	3.33	8.07	7.86	20.22	28.18	6.24	14.50	2.20	4.30	1.80	2.59	2.82	5.81	8.54	12.94
\$1,000,000 or more .....	1.66	5.15	3.34	16.79	3.62	3.35	5.50	1.10	2.19	0.99	0.98	1.31	2.19	4.03	3.69
Taxable returns, total .....	1.66	2.10	4.48	41.75	8.34	4.91	11.53	2.79	4.12	1.97	2.01	5.08	9.39	18.19	13.87
No adjusted gross income .....	35.20	26.77	78.03	81.34	94.03	59.72	42.63	25.64	30.00	45.89	13.88	27.74	18.59	44.81	35.24
\$1 under \$5,000 .....	16.56	18.68	52.03	55.22	61.14	70.70	79.94	30.97	37.00	28.58	34.46	99.51	81.88	0.00	0.00
\$5,000 under \$10,000 .....	5.09	6.00	18.43	26.10	27.21	21.93	25.79	11.48	18.71	13.76	19.45	39.24	52.58	78.03	97.25
\$10,000 under \$15,000 .....	4.52	5.58	15.65	18.71	20.89	21.92	57.29	10.41	15.76	9.36	12.97	20.71	34.14	99.96	99.96
\$15,000 under \$20,000 .....	4.95	6.18	14.19	20.19	19.88	17.74	34.33	9.72	15.66	7.91	11.33	19.77	36.52	70.68	50.10
\$20,000 under \$25,000 .....	4.67	6.01	12.80	19.71	19.53	15.61	24.80	8.69	14.82	6.86	10.46	16.36	34.46	99.98	99.98
\$25,000 under \$30,000 .....	5.62	7.46	14.34	33.43	25.02	17.31	23.54	9.36	16.41	6.67	8.78	17.27	27.56	65.75	67.66
\$30,000 under \$40,000 .....	4.38	6.19	11.57	21.16	19.54	10.97	32.53	7.09	13.30	5.06	5.73	14.33	24.20	40.76	55.59
\$40,000 under \$50,000 .....	5.19	7.94	11.30	29.86	20.21	13.28	23.27	8.01	14.10	4.59	5.13	15.13	26.04	49.29	42.29
\$50,000 under \$75,000 .....	3.68	5.15	7.89	25.89	11.90	8.72	14.31	4.82	8.36	3.43	4.11	8.69	17.32	29.01	34.56
\$75,000 under \$100,000 .....	6.88	9.40	13.16	34.38	21.16	10.78	31.69	7.80	23.66	5.04	4.88	11.08	19.95	27.16	35.17
\$100,000 under \$200,000 .....	9.05	13.04	10.85	16.74	17.20	8.56	17.57	3.81	6.50	4.09	3.47	12.89	36.56	17.47	27.22
\$200,000 under \$500,000 .....	20.71	8.20	55.21	98.40	90.75	8.14	20.27	3.30	5.79	10.31	3.77	5.45	8.25	15.91	15.81
\$500,000 under \$1,000,000 .....	3.34	8.12	7.88	20.56	29.38	6.25	14.51	2.21	4.31	1.81	2.63	2.83	5.82	8.60	12.98
\$1,000,000 or more .....	1.66	5.15	3.35	16.81	3.62	3.35	5.50	1.10	2.19	0.99	1.00	1.32	2.19	4.04	3.69
Nontaxable returns, total .....	5.56	7.30	17.17	28.77	28.01	17.14	48.68	7.52	10.46	5.83	6.19	15.83	15.36	42.52	55.43

Footnote(s) at end of table.

Table 1.4CV — Coefficient of Variation for Sources of Income and Adjustments, by Size of Adjusted Gross Income — Continued

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

Size of adjusted gross income	Farm rental				Partnership				Partnership				Partnership			
	Net income		Net loss		Total income		Total loss		Expense deduction		Net income		Net loss		Net income	
	Number of returns	Amount	Number of returns	Amount	Number of returns	Amount	Number of returns	Amount	Number of returns	Amount	Number of returns	Amount	Number of returns	Amount	Number of returns	Amount
	(70)	(71)	(72)	(73)	(74)	(75)	(76)	(77)	(78)	(79)	(80)	(81)	(82)	(83)	(84)	(85)
All returns, total .....	8.74	15.46	13.55	15.92	2.53	2.20	2.20	4.19	8.50	11.89	3.07	2.62	2.44	5.00		
No adjusted gross income .....	51.08	41.47	45.18	38.17	12.83	4.38	10.95	3.48	44.56	52.60	18.61	8.84	11.39	3.69		
\$1 under \$5,000 .....	53.65	58.23	81.16	77.19	19.12	31.44	17.16	20.32	56.23	60.85	20.73	38.71	18.82	21.11		
\$5,000 under \$10,000 .....	26.86	31.22	49.99	59.79	14.12	16.70	17.52	19.56	92.82	98.77	14.49	17.66	19.53	20.39		
\$10,000 under \$15,000 .....	24.66	36.49	34.19	53.49	14.03	19.04	13.88	14.62	53.66	54.92	14.61	20.58	15.19	15.79		
\$15,000 under \$20,000 .....	30.45	43.10	43.24	61.15	13.17	21.56	11.52	14.32	37.42	52.90	15.39	23.52	12.24	15.29		
\$20,000 under \$25,000 .....	24.83	36.94	43.02	48.10	11.09	19.40	10.76	14.73	60.26	72.31	12.49	21.40	11.71	15.75		
\$25,000 under \$30,000 .....	24.32	43.53	43.68	57.73	11.20	17.43	10.46	11.73	55.49	58.24	12.50	20.05	11.36	13.28		
\$30,000 under \$40,000 .....	23.63	33.24	44.58	57.19	8.07	13.15	7.30	7.89	25.01	31.19	9.16	15.16	7.87	8.55		
\$40,000 under \$50,000 .....	32.87	52.79	40.17	59.25	7.55	13.61	6.40	7.39	28.67	36.60	8.97	15.47	6.82	7.95		
\$50,000 under \$75,000 .....	19.54	58.33	27.69	33.25	4.52	7.45	4.00	4.52	13.54	19.28	5.05	8.43	4.44	4.93		
\$75,000 under \$100,000 .....	28.98	42.50	44.21	41.41	5.66	7.54	4.90	4.87	27.04	31.06	6.64	8.40	5.69	5.18		
\$100,000 under \$200,000 .....	17.95	33.77	22.72	25.21	4.20	4.08	4.25	4.74	7.34	10.06	4.45	4.68	4.99	5.80		
\$200,000 under \$500,000 .....	25.17	61.67	17.59	25.82	6.38	3.52	7.26	26.56	6.04	9.78	10.19	4.26	9.31	32.32		
\$500,000 under \$1,000,000 .....	12.83	30.30	14.03	11.99	1.28	2.44	1.10	1.25	4.01	6.58	1.88	3.09	1.32	1.43		
\$1,000,000 or more .....	6.44	3.60	8.56	9.86	0.65	0.76	0.58	0.37	1.94	3.08	0.94	0.90	0.71	0.42		
Taxable returns, total .....	9.10	16.02	14.40	16.65	2.61	2.28	2.28	5.57	8.74	12.49	3.16	2.67	2.53	6.86		
No adjusted gross income .....	65.69	89.20	78.84	68.39	13.94	8.54	35.82	9.49	43.98	58.10	27.92	21.14	37.80	10.43		
\$1 under \$5,000 .....	0.00	0.00	0.00	0.00	38.36	47.21	90.32	35.82	0.00	0.00	38.66	50.00	46.94	39.74		
\$5,000 under \$10,000 .....	29.30	33.97	49.99	59.79	18.72	22.68	25.65	28.00	92.40	60.98	19.07	23.92	27.54	28.57		
\$10,000 under \$15,000 .....	25.65	37.21	34.19	53.49	16.26	21.88	16.71	18.37	62.93	59.17	16.98	23.99	18.25	19.93		
\$15,000 under \$20,000 .....	31.23	43.13	43.24	61.15	14.24	25.11	12.51	18.52	37.83	53.12	16.25	26.57	13.32	19.68		
\$20,000 under \$25,000 .....	24.83	36.94	43.68	49.30	11.87	21.22	11.68	17.40	60.34	72.49	13.53	23.88	12.73	18.77		
\$25,000 under \$30,000 .....	24.33	43.54	43.68	57.73	11.60	18.91	10.79	13.43	66.05	69.79	12.94	21.95	11.74	15.41		
\$30,000 under \$40,000 .....	23.63	33.24	44.58	57.19	8.31	14.14	7.54	8.48	25.41	32.05	9.40	16.30	8.11	9.17		
\$40,000 under \$50,000 .....	32.87	52.79	40.17	59.25	7.68	14.00	6.52	7.68	28.68	36.61	9.08	15.82	6.96	8.31		
\$50,000 under \$75,000 .....	19.54	58.33	27.69	33.25	4.54	7.51	4.02	4.60	13.61	19.37	5.07	8.47	4.47	5.01		
\$75,000 under \$100,000 .....	28.98	42.50	44.21	41.41	5.69	7.60	4.93	4.95	27.30	31.21	6.67	8.44	5.72	5.27		
\$100,000 under \$200,000 .....	17.95	33.77	22.73	25.23	4.20	4.10	4.26	4.80	7.36	10.07	4.46	4.69	5.00	5.87		
\$200,000 under \$500,000 .....	25.19	61.71	17.59	25.82	6.39	3.54	7.28	26.74	6.05	9.79	10.21	4.28	9.33	32.53		
\$500,000 under \$1,000,000 .....	12.83	30.30	14.03	11.99	1.28	2.46	1.10	1.27	4.04	6.64	1.89	3.11	1.33	1.45		
\$1,000,000 or more .....	6.49	3.60	8.56	9.86	0.65	0.77	0.58	0.38	1.95	3.12	0.95	0.91	0.71	0.42		
Nontaxable returns, total .....	32.00	34.08	39.28	34.42	9.00	8.49	7.23	3.37	33.20	38.77	10.64	11.74	7.70	3.54		

Footnote(s) at end of table.

Table 1.4CV — Coefficient of Variation for Sources of Income and Adjustments, by Size of Adjusted Gross Income — Continued

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

Size of adjusted gross income	Estate or trust								Small Business Corporation					
	Total income		Total loss		Net income		Net loss		Total income		Total loss		Expense deduction	
	Number of returns	Amount	Number of returns	Amount	Number of returns	Amount	Number of returns	Amount	Number of returns	Amount	Number of returns	Amount	Number of returns	Amount
	(84)	(85)	(86)	(87)	(88)	(89)	(90)	(91)	(92)	(93)	(94)	(95)	(96)	(97)
All returns, total .....	4.91	5.02	14.94	14.38	4.95	5.05	17.06	16.02	5.35	2.43	5.16	3.52	12.13	13.30
No adjusted gross income .....	27.37	18.85	51.19	31.23	25.34	19.37	56.90	33.47	26.73	10.07	16.39	6.71	35.70	47.18
\$1 under \$5,000 .....	24.32	25.62	55.08	67.66	24.32	25.62	55.08	67.66	40.38	33.40	41.39	37.12	94.03	66.97
\$5,000 under \$10,000 .....	17.12	20.99	46.35	86.85	17.12	21.01	57.78	87.91	24.52	25.91	28.55	31.18	58.88	92.15
\$10,000 under \$15,000 .....	18.71	24.57	99.86	99.95	18.88	24.63	99.86	99.95	33.66	41.01	29.10	36.15	70.90	61.29
\$15,000 under \$20,000 .....	20.02	27.03	63.40	87.33	20.25	27.05	67.32	87.27	27.53	33.65	21.32	23.70	59.07	53.73
\$20,000 under \$25,000 .....	18.22	26.98	56.47	82.16	18.53	27.00	56.48	83.64	25.52	27.76	24.75	32.03	99.05	96.48
\$25,000 under \$30,000 .....	20.70	30.02	65.51	60.92	20.70	30.02	65.51	60.92	19.55	28.02	21.37	23.95	49.30	54.13
\$30,000 under \$40,000 .....	15.10	22.04	45.51	44.07	15.28	22.10	45.69	37.48	16.60	24.81	14.52	15.05	40.97	43.89
\$40,000 under \$50,000 .....	15.90	25.49	52.85	56.97	15.91	25.50	56.45	59.89	15.40	20.71	16.20	15.19	32.40	41.85
\$50,000 under \$75,000 .....	9.67	14.71	24.71	48.13	9.69	14.74	35.91	52.76	9.05	12.67	8.98	11.25	20.34	26.57
\$75,000 under \$100,000 .....	9.85	16.04	28.83	35.54	9.96	16.39	32.74	34.57	15.31	13.58	19.72	11.14	21.84	26.49
\$100,000 under \$200,000 .....	5.97	10.88	14.45	19.25	6.06	10.94	16.63	21.44	11.31	7.32	5.41	6.33	12.26	14.74
\$200,000 under \$500,000 .....	25.28	14.50	9.64	15.31	25.45	14.69	11.55	16.29	3.66	4.87	3.72	4.12	8.43	10.49
\$500,000 under \$1,000,000 .....	2.78	5.98	6.03	10.39	2.82	6.06	7.26	11.95	2.03	2.76	2.22	2.79	4.79	5.83
\$1,000,000 or more .....	1.21	1.76	2.97	2.78	1.22	1.78	3.77	2.96	0.91	0.64	1.01	0.59	2.12	2.52
Taxable returns, total .....	5.12	5.23	16.36	13.03	5.16	5.26	18.69	14.86	5.58	2.50	5.66	3.38	12.94	12.52
No adjusted gross income .....	20.80	12.16	66.49	18.73	20.98	13.22	80.75	19.75	26.07	4.97	25.84	17.53	58.97	51.11
\$1 under \$5,000 .....	30.56	30.70	99.00	82.09	30.56	30.70	99.00	82.09	57.35	47.32	90.21	57.84	0.00	0.00
\$5,000 under \$10,000 .....	19.68	24.43	50.15	87.82	19.68	24.43	57.94	88.07	29.00	33.01	56.86	38.32	70.65	91.40
\$10,000 under \$15,000 .....	20.17	26.22	99.95	99.95	20.38	26.27	99.95	99.95	38.87	48.15	47.94	45.72	58.55	48.12
\$15,000 under \$20,000 .....	21.70	28.65	83.26	71.99	21.70	28.65	83.26	71.99	30.05	41.27	26.84	34.92	63.24	67.90
\$20,000 under \$25,000 .....	18.86	27.23	56.47	82.16	19.20	27.25	56.48	83.64	26.38	28.68	26.16	36.09	99.20	87.04
\$25,000 under \$30,000 .....	20.97	30.12	65.51	60.92	20.97	30.12	65.51	60.92	20.46	29.78	22.97	28.39	57.71	66.94
\$30,000 under \$40,000 .....	15.29	23.07	46.46	48.80	15.47	23.14	46.47	40.59	16.77	25.05	15.60	17.08	44.39	48.40
\$40,000 under \$50,000 .....	15.91	25.49	53.19	70.13	15.91	25.50	56.85	74.92	15.73	21.43	17.19	16.71	32.94	42.55
\$50,000 under \$75,000 .....	9.70	14.74	25.56	51.70	9.70	14.78	38.28	56.87	9.11	12.73	9.17	11.72	20.39	26.77
\$75,000 under \$100,000 .....	9.89	16.15	29.26	37.72	10.02	16.51	33.42	37.14	15.41	13.62	20.15	11.59	21.93	28.51
\$100,000 under \$200,000 .....	5.99	10.91	14.46	19.28	6.08	10.98	16.64	21.46	11.36	7.37	5.44	6.51	12.27	14.76
\$200,000 under \$500,000 .....	25.33	14.56	9.67	15.60	25.50	14.76	11.58	16.70	3.67	4.88	3.74	4.23	8.45	10.52
\$500,000 under \$1,000,000 .....	2.79	6.00	6.03	10.40	2.82	6.08	7.27	11.96	2.03	2.77	2.23	2.83	4.80	5.84
\$1,000,000 or more .....	1.21	1.78	2.98	2.78	1.22	1.80	3.78	2.96	0.91	0.64	1.01	0.60	2.13	2.52
Nontaxable returns, total .....	16.95	17.77	35.16	30.14	17.48	18.09	39.82	31.50	18.46	10.31	11.20	6.47	33.81	48.44

Footnote(s) at end of table.

Table 1.4CV — Coefficient of Variation for Sources of Income and Adjustments, by Size of Adjusted Gross Income — Continued

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

Size of adjusted gross income	Small Business Corporation — Continued				Farm				Unemployment compensation			
	Net income		Net loss		Net income		Net loss		Total		In adjusted gross income	
	Number of returns	Amount	Number of returns	Amount	Number of returns	Amount	Number of returns	Amount	Number of returns	Amount	Number of returns	Amount
	(98)	(99)	(100)	(101)	(102)	(103)	(104)	(105)	(106)	(107)	(108)	(109)
All returns, total .....	5.59	2.52	5.39	3.79	5.03	7.56	2.55	3.45	1.92	2.70	2.34	3.08
No adjusted gross income .....	35.31	9.43	17.06	6.85	29.89	22.59	9.38	6.97	25.96	29.46	57.30	44.97
\$1 under \$5,000 .....	40.39	33.93	41.61	37.60	18.95	24.29	16.86	23.32	6.30	7.99	99.99	99.99
\$5,000 under \$10,000 .....	25.49	29.45	28.55	32.53	14.71	21.80	12.78	18.27	5.18	7.15	23.32	31.60
\$10,000 under \$15,000 .....	34.75	41.89	29.14	36.29	16.26	21.47	15.44	18.36	5.60	7.76	9.53	12.96
\$15,000 under \$20,000 .....	27.53	35.13	22.61	24.40	21.25	31.94	11.26	14.24	5.87	8.60	6.60	9.16
\$20,000 under \$25,000 .....	26.40	28.41	26.18	33.20	19.42	29.91	10.99	14.84	5.12	7.13	5.12	6.62
\$25,000 under \$30,000 .....	20.68	28.67	21.84	24.52	19.89	26.79	12.37	16.06	5.49	7.21	5.49	7.12
\$30,000 under \$40,000 .....	17.21	26.23	14.92	15.85	21.53	34.46	11.00	12.89	4.84	6.61	4.84	6.58
\$40,000 under \$50,000 .....	15.77	21.94	16.35	15.44	20.03	31.19	11.82	13.34	7.30	10.08	7.30	10.08
\$50,000 under \$75,000 .....	9.42	13.41	9.28	11.99	15.81	21.26	8.59	9.80	6.78	9.63	6.78	9.63
\$75,000 under \$100,000 .....	11.27	14.65	19.12	11.27	27.18	32.46	13.17	13.26	16.47	20.81	16.47	20.81
\$100,000 under \$200,000 .....	12.34	7.76	5.87	6.74	12.68	22.50	16.82	7.76	15.83	19.22	15.83	19.22
\$200,000 under \$500,000 .....	3.88	5.12	4.15	4.45	10.69	20.09	5.26	6.93	24.27	29.92	24.27	29.92
\$500,000 under \$1,000,000 .....	2.16	2.85	2.60	3.10	7.74	16.48	3.44	3.95	32.83	40.60	32.83	40.60
\$1,000,000 or more .....	0.97	0.66	1.21	0.66	3.65	5.95	1.64	1.22	25.23	22.55	25.23	22.55
Taxable returns, total .....	5.78	2.59	5.92	3.75	6.79	9.00	3.42	3.70	2.09	2.96	2.35	3.10
No adjusted gross income .....	18.70	4.44	26.69	18.32	73.87	24.14	24.08	15.32	99.70	99.70	0.00	0.00
\$1 under \$5,000 .....	57.36	48.83	96.04	64.16	57.42	64.38	80.43	8.12	14.95	18.49	99.99	99.99
\$5,000 under \$10,000 .....	29.01	33.22	56.88	44.49	23.38	28.46	21.19	29.41	6.42	9.00	25.24	34.72
\$10,000 under \$15,000 .....	38.87	48.20	47.97	45.79	21.42	27.92	17.93	19.11	5.74	8.00	9.60	13.09
\$15,000 under \$20,000 .....	30.05	41.62	27.82	35.06	24.82	35.82	11.86	15.43	5.93	8.73	6.66	9.27
\$20,000 under \$25,000 .....	27.32	29.37	27.90	37.76	19.87	31.52	11.18	15.33	5.16	7.18	5.16	6.67
\$25,000 under \$30,000 .....	21.76	30.45	23.54	29.20	22.05	30.36	12.47	16.63	5.52	7.25	5.52	7.16
\$30,000 under \$40,000 .....	17.39	26.39	16.08	18.14	21.56	34.64	11.19	13.26	4.85	6.62	4.85	6.60
\$40,000 under \$50,000 .....	16.07	22.37	17.28	17.03	20.03	31.26	11.90	13.46	7.30	10.08	7.30	10.08
\$50,000 under \$75,000 .....	9.47	13.46	9.48	12.53	15.88	21.30	8.69	10.04	6.17	8.86	6.17	8.86
\$75,000 under \$100,000 .....	11.27	14.66	19.67	11.79	27.18	32.46	13.29	13.59	16.72	21.22	16.72	21.22
\$100,000 under \$200,000 .....	12.39	7.79	5.89	6.93	12.68	22.51	16.87	7.82	15.83	19.22	15.83	19.22
\$200,000 under \$500,000 .....	3.88	5.13	4.18	4.58	10.73	20.21	5.28	7.03	24.27	29.92	24.27	29.92
\$500,000 under \$1,000,000 .....	2.17	2.85	2.61	3.16	7.74	16.48	3.45	4.07	32.83	40.60	32.83	40.60
\$1,000,000 or more .....	0.97	0.66	1.22	0.67	3.66	6.00	1.65	1.22	25.23	22.55	25.23	22.55
Nontaxable returns, total .....	21.14	11.53	11.54	6.62	10.00	15.31	6.33	6.17	5.13	6.60	23.37	29.09

Footnote(s) at end of table.

Table 1.4CV — Coefficient of Variation for Sources of Income and Adjustments, by Size of Adjusted Gross Income — Continued

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

Size of adjusted gross income	Social Security benefits				Windfall profit tax refunds		Windfall profit tax withheld		Other income			
	Total		Benefits in AGI		Number of returns	Amount	Number of returns	Amount	Net income		Net loss	
	Number of returns	Amount	Number of returns	Amount					Number of returns	Amount	Number of returns	Amount
	(110)	(111)	(112)	(113)	(114)	(115)	(116)	(117)	(118)	(119)	(120)	(121)
<b>All returns, total</b> .....	1.95	2.17	2.66	3.09	13.81	22.08	5.61	8.15	2.17	4.55	4.63	3.93
No adjusted gross income .....	19.88	22.06	96.66	88.41	19.60	24.40	28.32	10.56	20.04	17.07	8.57	5.05
\$1 under \$5,000 .....	7.86	8.69	70.66	70.67	99.89	72.04	43.86	86.07	11.28	19.39	16.28	23.14
\$5,000 under \$10,000 .....	5.15	5.68	0.00	0.00	99.08	25.42	63.57	89.25	9.47	14.68	18.84	27.94
\$10,000 under \$15,000 .....	5.65	6.23	45.85	54.96	70.67	91.13	32.87	51.57	9.08	14.68	23.78	33.85
\$15,000 under \$20,000 .....	6.90	7.58	95.72	70.72	71.82	95.47	26.11	46.29	8.32	16.16	20.20	33.48
\$20,000 under \$25,000 .....	6.44	7.17	12.69	18.32	68.36	70.93	25.09	54.48	7.01	16.91	26.68	56.44
\$25,000 under \$30,000 .....	7.02	8.00	9.00	11.10	64.50	58.90	25.37	37.13	7.08	14.96	23.68	40.72
\$30,000 under \$40,000 .....	5.36	6.18	5.40	8.27	60.25	80.48	21.79	29.26	5.38	10.46	21.75	41.94
\$40,000 under \$50,000 .....	6.60	7.60	6.60	7.48	33.40	84.73	17.35	30.39	5.97	12.91	21.24	22.40
\$50,000 under \$75,000 .....	4.82	5.89	4.82	5.88	17.90	42.92	10.84	40.06	3.66	9.56	15.96	41.53
\$75,000 under \$100,000 .....	7.87	8.18	7.87	8.19	28.40	45.56	15.05	38.52	7.73	14.64	30.70	64.36
\$100,000 under \$200,000 .....	8.31	11.66	8.32	11.65	33.50	47.56	10.11	26.90	3.44	8.25	23.23	59.79
\$200,000 under \$500,000 .....	14.89	28.17	14.89	28.13	51.78	27.87	20.05	12.51	13.71	32.99	8.74	7.16
\$500,000 under \$1,000,000 .....	2.67	3.14	2.67	3.14	5.34	8.35	2.09	7.32	2.08	5.88	5.08	4.69
\$1,000,000 or more .....	1.24	1.68	1.24	1.78	2.04	0.66	0.93	1.54	1.03	2.81	2.43	1.20
<b>Taxable returns, total</b> .....	2.08	2.30	2.67	3.10	14.19	22.70	5.81	8.41	2.25	4.92	7.50	13.42
No adjusted gross income .....	44.14	47.77	59.50	53.79	37.38	40.05	16.74	24.18	23.28	14.29	42.50	48.28
\$1 under \$5,000 .....	16.24	17.79	70.68	70.68	0.00	0.00	98.75	9.00	20.75	29.07	52.81	78.59
\$5,000 under \$10,000 .....	6.06	6.68	0.00	0.00	92.32	92.32	70.48	25.41	12.04	20.05	31.49	46.18
\$10,000 under \$15,000 .....	5.84	6.43	59.13	65.57	70.67	91.13	32.94	51.64	9.61	15.60	31.39	50.74
\$15,000 under \$20,000 .....	6.86	7.66	95.72	70.72	73.98	96.21	28.34	49.05	8.62	17.28	22.13	35.86
\$20,000 under \$25,000 .....	6.48	7.22	12.91	18.59	68.36	70.93	26.49	42.54	7.12	17.82	28.85	57.60
\$25,000 under \$30,000 .....	7.03	8.03	9.04	11.15	66.55	58.98	26.25	38.71	7.12	15.25	25.19	43.14
\$30,000 under \$40,000 .....	5.39	6.23	5.43	8.31	60.38	83.12	22.20	29.35	5.42	10.58	22.07	42.79
\$40,000 under \$50,000 .....	6.60	7.60	6.60	7.48	33.42	84.74	17.52	30.73	6.00	13.04	22.30	24.41
\$50,000 under \$75,000 .....	4.82	5.90	4.82	5.89	17.91	43.11	10.90	40.45	3.67	9.64	16.18	42.26
\$75,000 under \$100,000 .....	7.89	8.21	7.89	8.22	28.41	45.58	15.27	39.04	7.74	14.66	31.59	71.50
\$100,000 under \$200,000 .....	8.31	11.67	8.32	11.66	33.57	47.76	10.13	26.97	3.45	8.26	23.74	60.78
\$200,000 under \$500,000 .....	14.91	28.20	14.91	28.17	51.85	27.96	20.10	12.62	13.75	33.17	8.90	7.69
\$500,000 under \$1,000,000 .....	2.68	3.15	2.68	3.15	5.37	8.40	2.10	7.36	2.09	5.96	5.13	4.82
\$1,000,000 or more .....	1.24	1.68	1.24	1.79	2.04	0.66	0.93	1.54	1.04	2.82	2.44	1.27
<b>Nontaxable returns, total</b> .....	5.94	6.60	30.96	34.44	57.28	24.08	20.94	31.11	7.90	10.66	6.86	3.74

Footnote(s) at end of table.

**Table 1.4CV — Coefficient of Variation for Sources of Income and Adjustments, by Size of Adjusted Gross Income — Continued**  
(All figures are estimates based on samples — money amounts are in thousands of dollars)

Size of adjusted gross income	Total		Moving expense		Employee business expense		Statutory adjustments				Payments to an IRA				Payments to a Keogh plan	
	Number of returns	Amount	Number of returns	Amount	Number of returns	Amount	Total		Paid in 1985		Number of returns	Amount				
							Number of returns	Amount	Number of returns	Amount						
													(122)	(123)	(124)	(125)
All returns, total .....	0.56	0.76	3.79	4.55	1.58	2.31	0.99	0.97	1.60	1.61	4.01	3.5				
No adjusted gross income .....	12.21	16.61	35.43	35.70	25.32	29.15	20.55	24.10	31.46	40.32	43.24	41.1				
\$1 under \$5,000 .....	7.83	13.43	22.42	30.01	13.79	19.31	16.31	17.46	26.06	29.65	32.44	29.85				
\$5,000 under \$10,000 .....	4.03	6.68	13.59	18.08	8.52	11.77	7.59	8.39	12.69	13.53	15.44	14.02				
\$10,000 under \$15,000 .....	3.23	5.00	12.20	16.00	7.42	10.12	5.96	6.41	8.90	9.72	11.79	10.43				
\$15,000 under \$20,000 .....	2.72	3.89	11.63	13.49	5.93	8.76	4.74	4.99	7.17	7.67	9.01	8.18				
\$20,000 under \$25,000 .....	2.12	3.30	10.76	17.12	4.92	7.64	3.98	4.25	6.01	6.60	7.81	6.81				
\$25,000 under \$30,000 .....	2.45	3.18	12.16	17.76	5.01	8.46	3.73	4.15	5.90	6.54	7.81	6.81				
\$30,000 under \$40,000 .....	1.48	2.08	9.28	12.31	3.69	5.43	2.56	2.82	3.86	4.36	5.17	4.36				
\$40,000 under \$50,000 .....	1.83	2.00	10.65	14.02	4.08	5.13	2.56	2.82	3.86	4.36	5.17	4.36				
\$50,000 under \$75,000 .....	0.86	1.77	7.07	10.06	2.64	5.71	1.43	1.58	2.28	2.59	3.17	2.31				
\$75,000 under \$100,000 .....	2.50	2.70	10.41	11.02	5.34	6.20	2.81	2.93	4.55	4.93	5.84	4.93				
\$100,000 under \$200,000 .....	1.82	3.30	12.66	19.23	3.49	10.77	2.03	2.83	4.02	4.36	5.17	4.36				
\$200,000 under \$500,000 .....	1.01	2.22	11.85	16.23	3.15	5.23	1.13	1.39	1.96	2.07	2.87	2.07				
\$500,000 under \$1,000,000 .....	0.59	1.21	6.74	7.43	2.16	3.20	0.71	0.94	1.20	1.40	1.60	1.20				
\$1,000,000 or more .....	0.57	0.75	3.91	4.67	1.61	2.30	1.00	0.98	1.61	1.62	4.04	3.55				
Taxable returns, total .....	15.98	17.31	87.59	97.65	27.46	25.95	22.56	22.63	29.91	27.07	47.50	20.8				
No adjusted gross income .....	15.97	20.46	48.99	82.05	27.02	33.98	24.72	26.57	34.25	38.57	42.55	0.00				
\$1 under \$5,000 .....	15.97	20.46	48.99	82.05	27.02	33.98	24.72	26.57	34.25	38.57	42.55	0.00				
\$5,000 under \$10,000 .....	3.41	5.29	16.11	19.39	10.05	13.98	6.72	6.66	14.79	15.62	18.59	53.8				
\$10,000 under \$15,000 .....	2.77	3.94	11.71	13.45	6.01	8.66	4.81	5.07	7.23	7.74	9.03	28.5				
\$15,000 under \$20,000 .....	2.15	3.32	10.80	17.22	4.88	7.68	3.90	4.28	6.06	6.67	7.81	28.3				
\$20,000 under \$25,000 .....	2.11	3.21	12.16	17.76	5.07	8.55	3.76	4.17	5.93	6.57	7.81	21.16				
\$25,000 under \$30,000 .....	1.48	2.09	9.28	12.31	3.70	5.47	2.57	2.83	3.83	4.40	5.17	4.36				
\$30,000 under \$40,000 .....	1.84	2.00	10.65	14.02	4.09	5.14	2.56	2.84	3.83	4.36	5.17	4.36				
\$40,000 under \$50,000 .....	0.95	1.62	7.07	10.06	2.59	4.63	1.42	1.56	2.30	2.59	3.17	2.31				
\$50,000 under \$75,000 .....	2.50	2.70	10.42	11.03	5.35	6.21	2.82	2.93	4.56	4.94	5.84	4.94				
\$75,000 under \$100,000 .....	1.82	3.31	12.66	19.23	3.49	10.77	2.03	2.83	4.02	4.36	5.17	4.36				
\$100,000 under \$200,000 .....	1.82	3.31	12.66	19.23	3.49	10.77	2.03	2.83	4.02	4.36	5.17	4.36				
\$200,000 under \$500,000 .....	1.82	3.31	12.66	19.23	3.49	10.77	2.03	2.83	4.02	4.36	5.17	4.36				
\$500,000 under \$1,000,000 .....	0.59	1.21	6.74	7.43	2.16	3.21	0.71	0.94	1.20	1.40	1.60	1.20				
\$1,000,000 or more .....	0.59	1.21	6.74	7.43	2.16	3.21	0.71	0.94	1.20	1.40	1.60	1.20				
Non-taxable returns, total .....	3.90	7.25	15.28	20.84	8.40	12.27	8.13	9.01	12.82	13.81	24.31	23.4				

Footnote(s) at end of table.

**Table 1.4CV — Coefficient of Variation for Sources of Income and Adjustments, by Size of Adjusted Gross Income — Continued**  
 (All figures are estimates based on samples — money amounts are in thousands of dollars)

Size of adjusted gross income	Forfeited interest penalty		Alimony paid		Deduction for working married couple		Housing deduction		Disability income exclusion		Other adjustments	
	Number of returns (134)	Amount (135)	Number of returns (136)	Amount (137)	Number of returns (138)	Amount (139)	Number of returns (140)	Amount (141)	Number of returns (142)	Amount (143)	Number of returns (144)	Amount (145)
<b>All returns, total</b>	<b>5,885</b>	<b>14,681</b>	<b>5,386</b>	<b>4,731</b>	<b>0,771</b>	<b>0,882</b>					<b>18,386</b>	<b>22,888</b>
No adjusted gross income	34.01	40.55	37.97	39.67	21.62	16.81					91.21	90.08
\$1 under \$5,000	28.45	36.39	34.25	51.52	14.68	28.44					0.00	0.00
\$5,000 under \$10,000	18.16	22.66	30.33	37.08	5.97	7.25					99.89	99.89
\$10,000 under \$15,000	18.63	55.55	22.14	25.28	4.44	5.20					60.83	70.10
\$15,000 under \$20,000	18.33	40.55	19.30	21.56	3.65	4.28					81.18	75.79
\$20,000 under \$25,000	18.70	25.33	17.72	21.38	2.71	3.20					70.69	70.69
\$25,000 under \$30,000	18.76	58.75	18.58	20.96	2.57	3.01					51.87	59.52
\$30,000 under \$40,000	13.22	21.76	14.50	16.44	1.78	2.09					38.80	50.47
\$40,000 under \$50,000	15.39	25.32	13.50	13.13	2.14	2.35					42.60	45.71
\$50,000 under \$75,000	11.67	24.07	9.12	11.32	1.23	1.46					39.45	52.36
\$75,000 under \$100,000	18.75	43.24	10.21	10.25	3.30	4.00					59.66	64.48
\$100,000 under \$200,000	14.28	47.06	6.75	8.26	2.10	2.82					48.91	62.93
\$200,000 under \$500,000	11.58	30.86	5.63	7.26	1.97	17.04					38.51	42.00
\$500,000 under \$1,000,000	9.12	21.66	3.94	5.47	1.83	2.51					28.72	37.58
\$1,000,000 or more	4.67	5.86	2.10	2.30	1.13	1.41					16.27	10.15
<b>Taxable returns, total</b>	<b>6.15</b>	<b>15.67</b>	<b>5.57</b>	<b>4.78</b>	<b>0.78</b>	<b>0.83</b>					<b>18.45</b>	<b>18.99</b>
No adjusted gross income	22.39	2.01	40.94	30.88	27.48	25.65					0.00	0.00
\$1 under \$5,000	44.63	56.25	97.86	93.24	76.26	61.74					0.00	0.00
\$5,000 under \$10,000	21.31	28.12	37.40	49.94	9.18	11.08					99.89	99.89
\$10,000 under \$15,000	18.87	55.70	24.32	28.09	4.74	5.59					60.83	70.29
\$15,000 under \$20,000	18.33	40.55	19.63	21.83	3.74	4.39					81.18	75.79
\$20,000 under \$25,000	19.85	26.17	18.12	22.15	2.75	3.24					70.69	70.69
\$25,000 under \$30,000	18.76	58.75	18.42	22.32	2.60	3.03					51.87	59.52
\$30,000 under \$40,000	13.45	22.28	14.72	17.04	1.78	2.10					38.80	50.47
\$40,000 under \$50,000	15.39	25.32	13.76	13.36	2.14	2.36					42.60	45.71
\$50,000 under \$75,000	11.67	24.07	9.14	11.40	1.22	1.46					39.45	52.36
\$75,000 under \$100,000	18.80	43.24	10.24	10.26	3.34	4.01					59.66	64.48
\$100,000 under \$200,000	14.35	47.11	6.78	8.28	2.10	2.83					48.91	62.93
\$200,000 under \$500,000	11.62	30.86	5.94	7.28	1.98	17.05					38.51	42.00
\$500,000 under \$1,000,000	9.18	21.73	3.95	5.51	1.83	2.52					28.72	37.58
\$1,000,000 or more	4.67	5.86	2.11	2.30	1.13	1.41					16.27	10.15
<b>Non-taxable returns, total</b>	<b>18.04</b>	<b>28.12</b>	<b>18.80</b>	<b>20.86</b>	<b>5.02</b>	<b>6.07</b>					<b>91.21</b>	<b>90.07</b>

Footnote(s) at end of table.

Table 1.4CV — Coefficient of Variation for Sources of Income and Adjustments, by Size of Adjusted Gross Income — Continued

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

Size of adjusted gross income	Excess limited deductions		Unused zero bracket amount		Contributions deduction for nonitemizers		Exemptions		Taxable income		Income tax before credits	
	Number of returns	Amount	Number of returns	Amount	Number of returns	Amount	Number of exemptions	Amount	Number of returns	Amount	Number of returns	Amount
	(146)	(147)	(148)	(149)	(150)	(151)	(152)	(153)	(154)	(155)	(156)	(157)
All returns, total .....	0.53	0.35	6.88	7.15	1.04	1.18	0.31	0.31	0.14	0.23	0.24	0.38
No adjusted gross income .....	0.00	0.00	0.00	0.00	0.00	0.00	5.13	5.13	0.00	0.00	55.18	81.77
\$1 under \$5,000 .....	9.28	15.97	7.89	8.11	3.89	4.63	1.61	1.61	1.54	1.88	2.71	6.47
\$5,000 under \$10,000 .....	4.64	7.06	16.48	17.67	2.53	2.88	1.61	1.61	1.30	1.42	1.41	1.69
\$10,000 under \$15,000 .....	3.55	5.17	33.93	35.30	2.61	2.91	1.75	1.75	1.43	1.49	1.45	1.82
\$15,000 under \$20,000 .....	2.92	3.84	99.98	99.99	2.96	3.29	1.90	1.90	1.61	1.66	1.62	1.75
\$20,000 under \$25,000 .....	2.18	3.02	99.98	99.98	2.92	3.22	1.65	1.65	1.40	1.43	1.40	1.50
\$25,000 under \$30,000 .....	2.03	2.68	0.00	0.00	3.77	4.10	1.76	1.76	1.54	1.57	1.54	1.64
\$30,000 under \$40,000 .....	1.38	1.82	84.83	84.83	4.02	4.38	1.35	1.35	1.19	1.22	1.19	1.27
\$40,000 under \$50,000 .....	1.76	2.07	99.98	99.98	7.25	7.66	1.83	1.83	1.66	1.69	1.66	1.72
\$50,000 under \$75,000 .....	0.88	1.26	89.38	89.38	7.44	7.94	0.99	0.99	0.86	0.88	0.86	0.96
\$75,000 under \$100,000 .....	2.43	2.70	0.00	0.00	27.39	30.08	2.63	2.63	2.43	2.54	2.43	2.68
\$100,000 under \$200,000 .....	1.94	2.38	99.17	99.32	17.83	19.02	2.13	2.13	1.93	2.06	1.93	2.15
\$200,000 under \$500,000 .....	4.83	12.24	89.38	89.38	16.76	17.38	4.96	4.96	4.80	4.91	4.81	4.98
\$500,000 under \$1,000,000 .....	0.80	1.17	63.21	64.38	18.67	19.09	0.91	0.91	0.80	0.83	0.80	0.84
\$1,000,000 or more .....	0.42	0.38	34.84	38.99	13.61	13.65	0.48	0.48	0.42	0.26	0.42	0.26
Taxable returns, total .....	0.54	0.37	6.93	7.21	1.11	1.26	0.38	0.38	0.26	0.24	0.26	0.38
No adjusted gross income .....	0.00	0.00	0.00	0.00	0.00	0.00	24.98	24.98	0.00	0.00	59.22	82.58
\$1 under \$5,000 .....	33.54	38.30	7.97	8.19	5.85	6.87	2.84	2.84	2.78	2.84	2.78	6.63
\$5,000 under \$10,000 .....	6.75	8.37	16.48	17.67	2.81	3.20	1.83	1.83	1.55	1.61	1.55	1.78
\$10,000 under \$15,000 .....	3.91	5.03	33.93	35.30	2.65	2.96	1.90	1.90	1.47	1.52	1.47	1.84
\$15,000 under \$20,000 .....	3.01	3.82	99.98	99.99	2.96	3.29	1.92	1.92	1.63	1.67	1.63	1.76
\$20,000 under \$25,000 .....	2.21	2.96	99.98	99.98	2.93	3.24	1.67	1.67	1.41	1.44	1.41	1.51
\$25,000 under \$30,000 .....	2.05	2.64	0.00	0.00	3.78	4.12	1.78	1.78	1.55	1.58	1.55	1.65
\$30,000 under \$40,000 .....	1.40	1.80	84.83	84.83	4.02	4.38	1.35	1.35	1.19	1.22	1.19	1.27
\$40,000 under \$50,000 .....	1.76	2.08	99.98	99.98	7.25	7.66	1.83	1.83	1.67	1.69	1.67	1.73
\$50,000 under \$75,000 .....	0.88	1.25	89.38	89.38	7.44	7.94	0.99	0.99	0.86	0.88	0.86	0.95
\$75,000 under \$100,000 .....	2.43	2.70	0.00	0.00	27.39	30.08	2.64	2.64	2.43	2.54	2.43	2.68
\$100,000 under \$200,000 .....	1.94	2.40	99.17	99.32	17.83	19.02	2.13	2.13	1.94	2.06	1.94	2.15
\$200,000 under \$500,000 .....	4.94	12.40	89.38	89.38	16.83	17.44	4.97	4.97	4.81	4.91	4.81	4.98
\$500,000 under \$1,000,000 .....	0.80	1.19	63.21	64.38	18.67	19.08	0.91	0.91	0.80	0.83	0.80	0.84
\$1,000,000 or more .....	0.42	0.38	34.84	38.99	13.61	13.65	0.49	0.49	0.42	0.26	0.42	0.26
Non-taxable returns, total .....	3.78	4.57	57.72	57.85	3.87	4.47	1.50	1.50	1.52	2.50	3.42	8.54

Footnote(s) at end of table.

Table 1.4CV — Coefficient of Variation for Sources of Income and Adjustments, by Size of Adjusted Gross Income — Continued

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

Size of adjusted gross income	Tax credits											
	Total		Personal credits									
	Number of returns	Amount	Total		Child care credit		Credit for the elderly and disabled		Residential energy credit		Political contribution credit	
			Number of returns	Amount	Number of returns	Amount	Number of returns	Amount	Number of returns	Amount	Number of returns	Amount
	(158)	(159)	(160)	(161)	(162)	(163)	(164)	(165)	(166)	(167)	(168)	(169)
All returns, total .....	0.97	2.71	1.18	1.96	1.77	2.22	8.93	11.10	2.82	6.05	1.96	2.19
No adjusted gross income .....	81.34	52.93	76.24	76.47	0.00	0.00	0.00	0.00	58.68	73.23	78.98	89.70
\$1 under \$5,000 .....	11.19	13.31	17.93	21.01	49.99	52.74	32.13	40.47	70.69	71.82	25.50	29.53
\$5,000 under \$10,000 .....	3.19	4.22	5.45	7.38	7.76	9.36	13.10	16.10	17.16	22.03	11.01	12.14
\$10,000 under \$15,000 .....	4.04	5.30	4.69	6.21	6.11	7.12	15.78	17.68	14.56	18.74	9.43	11.49
\$15,000 under \$20,000 .....	3.87	5.60	4.44	6.52	5.91	7.30	27.20	34.31	10.93	20.42	8.41	10.10
\$20,000 under \$25,000 .....	3.22	5.26	3.63	5.83	4.88	6.23	51.87	56.72	9.38	19.59	6.39	7.67
\$25,000 under \$30,000 .....	3.21	5.71	3.59	5.92	4.86	6.16	0.00	0.00	7.86	17.22	8.63	8.17
\$30,000 under \$40,000 .....	2.47	4.28	2.75	4.58	3.79	4.62	0.00	0.00	5.92	13.83	5.00	6.05
\$40,000 under \$50,000 .....	2.96	6.79	3.33	6.42	4.76	5.92	0.00	0.00	6.83	17.41	5.50	8.67
\$50,000 under \$75,000 .....	1.83	9.57	1.98	3.95	3.20	3.87	0.00	0.00	4.67	10.88	3.01	3.65
\$75,000 under \$100,000 .....	3.77	20.35	3.69	7.67	7.61	9.22	0.00	0.00	9.41	20.76	4.38	4.98
\$100,000 under \$200,000 .....	3.04	18.35	3.72	5.09	6.04	7.26	0.00	0.00	6.40	13.81	4.37	5.24
\$200,000 under \$500,000 .....	6.43	4.53	8.14	5.28	7.31	8.51	0.00	0.00	6.45	12.93	8.86	4.95
\$500,000 under \$1,000,000 .....	0.93	2.39	1.26	5.07	7.83	9.07	0.00	0.00	5.38	13.81	1.30	1.39
\$1,000,000 or more .....	0.46	0.65	0.62	1.80	4.97	4.98	0.00	0.00	3.28	6.62	0.64	0.62
Taxable returns, total .....	1.02	2.87	1.21	2.01	1.82	2.29	11.24	13.70	2.87	6.13	1.98	2.20
No adjusted gross income .....	95.52	66.30	93.69	82.50	0.00	0.00	0.00	0.00	89.38	89.38	96.32	96.32
\$1 under \$5,000 .....	23.80	28.25	29.64	34.78	0.00	0.00	76.14	76.14	0.00	0.00	32.13	38.43
\$5,000 under \$10,000 .....	4.76	6.49	8.10	12.06	15.88	19.11	20.11	24.18	22.00	27.69	11.71	12.83
\$10,000 under \$15,000 .....	4.54	6.10	5.05	6.83	6.76	7.97	16.71	19.07	15.20	19.98	9.68	11.70
\$15,000 under \$20,000 .....	4.03	5.78	4.54	6.62	6.05	7.45	27.20	34.31	11.42	15.99	8.52	10.20
\$20,000 under \$25,000 .....	3.30	4.99	3.68	5.71	4.92	6.22	51.87	56.72	9.81	20.50	6.42	7.73
\$25,000 under \$30,000 .....	3.27	5.30	3.63	5.76	4.90	6.21	0.00	0.00	8.02	17.83	6.68	8.22
\$30,000 under \$40,000 .....	2.50	4.16	2.76	4.42	3.80	4.63	0.00	0.00	5.97	13.53	5.02	6.07
\$40,000 under \$50,000 .....	2.97	7.01	3.34	6.44	4.77	5.94	0.00	0.00	6.85	17.58	5.51	6.67
\$50,000 under \$75,000 .....	1.82	5.34	1.99	3.96	3.20	3.88	0.00	0.00	4.67	10.91	3.01	3.65
\$75,000 under \$100,000 .....	3.78	21.32	3.70	7.70	7.65	9.27	0.00	0.00	9.42	20.76	4.39	4.99
\$100,000 under \$200,000 .....	3.05	18.44	3.72	5.09	6.04	7.26	0.00	0.00	6.40	13.81	4.37	5.24
\$200,000 under \$500,000 .....	6.44	4.57	8.14	5.28	7.31	8.51	0.00	0.00	6.45	12.93	8.86	4.95
\$500,000 under \$1,000,000 .....	0.93	2.40	1.26	5.07	7.83	9.07	0.00	0.00	5.38	13.81	1.30	1.39
\$1,000,000 or more .....	0.46	0.66	0.63	1.80	4.97	4.98	0.00	0.00	3.28	6.62	0.64	0.62
Nontaxable returns, total .....	3.42	8.54	5.57	7.87	6.97	8.63	14.77	18.91	14.96	21.35	17.06	19.11

Footnote(s) at end of table.

Table 1.4CV — Coefficient of Variation for Sources of Income and Adjustments, by Size of Adjusted Gross Income — Continued

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

Size of adjusted gross income	Tax credits — Continued											
	Nonpersonal credits											
	Total		Foreign tax credit		Business credits							
	Number of returns	Amount	Number of returns	Amount	Total		Investment credit		Jobs credit		Alcohol fuel credit	
					Number of returns	Amount	Number of returns	Amount	Number of returns	Amount	Number of returns	Amount
	(170)	(171)	(172)	(173)	(174)	(175)	(176)	(177)	(178)	(179)	(180)	(181)
All returns, total .....	1.60	4.51	2.54	29.99	1.78	2.15	1.65	3.91	13.93	13.96	51.26	59.02
No adjusted gross income .....	81.37	53.37	0.00	0.00	81.39	54.58	7.69	19.14	44.29	38.20	39.44	0.39
\$1 under \$5,000 .....	21.44	25.97	99.99	99.99	21.61	26.00	10.45	29.00	0.00	0.00	0.00	0.00
\$5,000 under \$10,000 .....	9.30	12.95	53.96	72.99	9.71	13.42	8.13	14.47	92.32	92.32	0.00	0.00
\$10,000 under \$15,000 .....	7.42	10.07	39.97	47.55	7.67	10.15	7.44	13.71	70.68	92.23	0.00	0.00
\$15,000 under \$20,000 .....	7.10	10.47	40.84	54.25	7.23	10.03	7.07	12.26	99.95	99.95	99.90	99.90
\$20,000 under \$25,000 .....	6.46	10.02	40.79	53.39	6.49	10.26	6.51	22.94	99.69	99.62	0.00	0.00
\$25,000 under \$30,000 .....	6.31	10.38	35.63	73.40	6.29	10.62	6.27	12.37	96.68	87.49	0.00	0.00
\$30,000 under \$40,000 .....	5.01	8.01	21.71	49.27	4.98	8.07	4.97	7.54	39.51	45.44	99.95	99.95
\$40,000 under \$50,000 .....	5.53	12.28	36.09	68.85	5.45	12.65	5.39	10.69	47.82	58.37	70.65	70.65
\$50,000 under \$75,000 .....	3.87	14.21	25.52	58.20	3.24	6.31	3.21	6.93	29.10	39.80	0.00	0.00
\$75,000 under \$100,000 .....	6.01	23.26	37.31	92.66	5.41	8.89	5.31	10.72	29.94	40.90	95.95	93.43
\$100,000 under \$200,000 .....	4.53	19.37	38.33	72.28	3.49	4.65	3.48	6.06	14.38	35.52	70.16	98.84
\$200,000 under \$500,000 .....	8.60	4.62	55.07	58.95	7.67	4.36	7.54	4.67	11.11	33.26	33.87	78.13
\$500,000 under \$1,000,000 .....	1.10	2.41	0.25	0.01	1.13	2.55	1.11	3.19	5.79	10.00	19.47	53.59
\$1,000,000 or more .....	0.50	0.65	0.10	0.06	0.54	0.80	0.53	0.93	1.86	3.96	6.77	0.26
Taxable returns, total .....	1.68	4.79	3.65	34.98	1.87	2.17	1.86	2.15	15.26	15.22	33.07	45.57
No adjusted gross income .....	95.52	66.98	0.00	0.00	95.54	68.94	42.56	13.92	37.04	6.22	0.00	0.00
\$1 under \$5,000 .....	42.39	44.69	99.99	99.99	44.50	45.30	38.14	33.11	0.00	0.00	0.00	0.00
\$5,000 under \$10,000 .....	13.58	19.87	70.18	88.91	14.26	20.67	14.43	21.00	92.32	92.32	0.00	0.00
\$10,000 under \$15,000 .....	9.56	13.10	48.88	59.22	9.75	12.81	9.67	13.82	70.68	92.23	0.00	0.00
\$15,000 under \$20,000 .....	7.94	11.70	45.35	60.03	8.14	11.62	8.04	11.47	0.00	0.00	0.00	0.00
\$20,000 under \$25,000 .....	6.94	9.82	43.73	63.47	6.97	9.76	7.01	9.10	99.78	99.87	0.00	0.00
\$25,000 under \$30,000 .....	6.66	10.23	35.63	73.40	6.62	10.05	6.65	10.03	96.77	88.19	0.00	0.00
\$30,000 under \$40,000 .....	5.21	8.27	22.58	49.13	5.18	8.46	5.19	7.84	51.39	59.73	0.00	0.00
\$40,000 under \$50,000 .....	5.63	13.50	36.09	68.85	5.55	13.96	5.52	9.76	49.14	60.41	0.00	0.00
\$50,000 under \$75,000 .....	3.85	8.22	27.50	62.53	3.26	6.40	3.24	7.01	29.11	39.85	0.00	0.00
\$75,000 under \$100,000 .....	6.05	24.57	37.31	92.66	5.44	8.46	5.37	8.33	30.27	41.81	95.95	93.43
\$100,000 under \$200,000 .....	4.54	19.47	38.34	72.31	3.50	4.67	3.49	6.08	14.49	35.87	70.16	98.84
\$200,000 under \$500,000 .....	8.60	4.66	55.23	76.10	7.67	4.36	7.56	4.69	11.15	33.28	34.00	78.14
\$500,000 under \$1,000,000 .....	1.10	2.42	0.25	0.01	1.13	2.55	1.11	3.20	5.79	10.00	19.47	53.59
\$1,000,000 or more .....	0.50	0.66	0.10	0.06	0.54	0.80	0.53	0.93	1.87	3.96	6.77	0.26
Nontaxable returns, total .....	6.01	14.00	35.14	59.02	6.17	8.28	4.03	9.24	34.09	33.54	74.76	84.65

Footnote(s) at end of table.

Table 1.4CV — Coefficient of Variation for Sources of Income and Adjustments, by Size of Adjusted Gross Income — Continued

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

Size of adjusted gross income	Tax credits — Continued						Income tax after personal credits		Income tax after credits		Alternative minimum tax preferences	
	Nonpersonal credits — Continued				Earned income credit used to offset income tax before credits		Number of returns	Amount	Number of returns	Amount	Number of returns	Amount
	Research and experimentation credit		Other tax credits		Number of returns	Amount						
	Number of returns	Amount	Number of returns	Amount								
	(182)	(183)	(184)	(185)	(186)	(187)	(188)	(189)	(190)	(191)	(192)	(193)
All returns, total .....	20.43	16.30	10.95	9.74	4.01	4.99	0.25	0.38	0.26	0.38	2.24	2.57
No adjusted gross income .....	0.00	0.00	0.00	0.00	0.00	0.00	55.19	81.81	59.24	85.18	13.67	19.65
\$1 under \$5,000 .....	0.00	0.00	0.00	0.00	18.84	21.03	2.73	6.53	2.78	6.66	24.94	27.67
\$5,000 under \$10,000 .....	0.00	0.00	38.62	49.38	4.11	5.07	1.45	1.74	1.55	1.83	23.06	32.20
\$10,000 under \$15,000 .....	0.00	0.00	32.95	43.63	0.00	0.00	1.46	1.65	1.47	1.67	19.74	23.69
\$15,000 under \$20,000 .....	0.00	0.00	32.13	53.22	0.00	0.00	1.62	1.77	1.63	1.78	16.24	19.21
\$20,000 under \$25,000 .....	0.00	0.00	38.16	47.70	0.00	0.00	1.40	1.52	1.41	1.53	11.96	26.78
\$25,000 under \$30,000 .....	99.95	99.95	32.89	34.63	0.00	0.00	1.54	1.65	1.55	1.67	12.64	22.07
\$30,000 under \$40,000 .....	0.00	0.00	35.91	51.60	0.00	0.00	1.19	1.28	1.19	1.28	8.22	12.93
\$40,000 under \$50,000 .....	95.00	74.97	32.13	33.56	0.00	0.00	1.66	1.73	1.67	1.74	7.11	14.49
\$50,000 under \$75,000 .....	47.05	60.18	19.87	30.64	0.00	0.00	0.86	0.97	0.86	0.95	3.89	7.33
\$75,000 under \$100,000 .....	46.02	76.96	25.17	43.47	0.00	0.00	2.43	2.68	2.44	2.66	5.23	7.41
\$100,000 under \$200,000 .....	27.97	32.05	15.24	30.89	0.00	0.00	1.93	2.16	1.95	2.08	4.12	4.01
\$200,000 under \$500,000 .....	14.82	38.88	10.01	18.24	0.00	0.00	4.91	4.39	4.92	4.45	7.08	9.54
\$500,000 under \$1,000,000 .....	9.85	18.88	6.46	9.67	0.00	0.00	0.80	0.84	0.80	0.86	1.05	1.78
\$1,000,000 or more .....	2.55	2.03	2.92	5.04	0.00	0.00	0.42	0.26	0.42	0.26	0.52	0.43
Taxable returns, total .....	20.43	16.30	11.90	9.92	6.15	7.55	0.26	0.38	0.26	0.38	2.30	2.67
No adjusted gross income .....	0.00	0.00	0.00	0.00	0.00	0.00	59.22	82.61	59.24	85.18	24.44	29.20
\$1 under \$5,000 .....	0.00	0.00	0.00	0.00	99.97	99.97	2.78	6.65	2.78	6.66	46.08	40.82
\$5,000 under \$10,000 .....	0.00	0.00	50.62	58.96	6.15	7.55	1.55	1.80	1.55	1.83	33.71	46.89
\$10,000 under \$15,000 .....	0.00	0.00	52.28	81.87	0.00	0.00	1.47	1.66	1.47	1.67	24.21	27.55
\$15,000 under \$20,000 .....	0.00	0.00	32.13	53.22	0.00	0.00	1.63	1.77	1.63	1.78	17.22	19.89
\$20,000 under \$25,000 .....	0.00	0.00	40.85	54.28	0.00	0.00	1.41	1.52	1.41	1.53	12.65	26.30
\$25,000 under \$30,000 .....	99.95	99.95	36.96	39.00	0.00	0.00	1.55	1.66	1.55	1.67	13.09	23.34
\$30,000 under \$40,000 .....	0.00	0.00	35.91	51.63	0.00	0.00	1.19	1.28	1.19	1.28	8.51	13.33
\$40,000 under \$50,000 .....	95.00	74.97	32.97	35.55	0.00	0.00	1.67	1.73	1.67	1.74	7.20	14.59
\$50,000 under \$75,000 .....	47.05	60.18	20.56	32.80	0.00	0.00	0.86	0.95	0.86	0.95	3.90	7.36
\$75,000 under \$100,000 .....	46.02	76.96	25.72	40.13	0.00	0.00	2.43	2.69	2.44	2.68	5.26	7.46
\$100,000 under \$200,000 .....	27.97	32.05	15.24	30.99	0.00	0.00	1.94	2.16	1.95	2.08	4.12	4.01
\$200,000 under \$500,000 .....	14.82	38.88	10.03	18.31	0.00	0.00	4.91	4.39	4.92	4.45	7.10	9.55
\$500,000 under \$1,000,000 .....	9.85	18.88	6.47	9.67	0.00	0.00	0.80	0.84	0.80	0.86	1.05	1.78
\$1,000,000 or more .....	2.55	2.03	2.92	5.04	0.00	0.00	0.42	0.26	0.42	0.26	0.52	0.43
Nontaxable returns, total .....	0.00	0.00	27.83	34.52	5.38	6.72	4.08	11.81	0.00	0.00	9.72	6.34

Footnote(s) at end of table.

**Table 1.4CV — Coefficient of Variation for Sources of Income and Adjustments, by Size of Adjusted Gross Income — Continuation**  
(All figures are estimates based on samples — money amounts are in thousands of dollars)

Size of adjusted gross income	Alternative minimum tax preferences for returns with alternative minimum tax		Alternative minimum tax		Total income tax		Self-employment tax		Per year tax on individual retirement arrangements		Earned income credit used to offset all other taxes	
	Number of returns	Amount	Number of returns	Amount	Number of returns	Amount	Number of returns	Amount	No. of returns	Amount	Number of returns	Amount
<b>All returns, total</b>	<b>(194)</b>	<b>(195)</b>	<b>(196)</b>	<b>(197)</b>	<b>(198)</b>	<b>(199)</b>	<b>(200)</b>	<b>(201)</b>	<b>(202)</b>	<b>(203)</b>	<b>(204)</b>	<b>(205)</b>
No adjusted gross income	5.24	4.15	5.18	4.67	0.26	0.38	1.00	1.39	9.96	12.26	5.39	5.92
\$1 under \$5,000	24.54	29.22	24.54	33.21	30.83	30.97	10.22	9.77	44.40	38.56	18.29	17.46
\$5,000 under \$10,000	48.08	40.82	46.08	41.81	2.78	6.58	4.56	6.64	57.70	67.49	9.06	10.10
\$10,000 under \$15,000	48.08	40.82	46.08	41.81	2.78	6.58	4.56	6.64	57.70	67.49	9.06	10.10
\$15,000 under \$20,000	38.72	38.72	38.72	40.32	1.47	1.67	4.16	5.13	39.54	47.45	0.00	0.00
\$20,000 under \$25,000	33.86	27.44	33.86	30.26	1.63	1.78	4.20	5.33	33.31	39.57	0.00	0.00
\$25,000 under \$30,000	43.28	41.99	43.28	48.32	1.41	1.53	3.75	4.95	31.92	36.86	0.00	0.00
\$30,000 under \$35,000	38.72	37.78	38.72	34.39	1.35	1.67	3.95	5.72	29.68	29.55	0.00	0.00
\$35,000 under \$40,000	28.65	16.71	18.65	18.62	1.58	1.72	4.16	5.26	25.51	28.59	0.00	0.00
\$40,000 under \$45,000	22.57	24.31	18.65	20.10	1.68	1.74	4.16	5.26	25.51	28.59	0.00	0.00
\$45,000 under \$50,000	6.41	9.91	8.09	10.10	0.86	0.95	3.02	4.12	17.52	34.30	0.00	0.00
\$50,000 under \$75,000	9.30	10.54	8.95	9.76	2.43	2.63	4.38	5.12	26.31	41.47	0.00	0.00
\$75,000 under \$100,000	5.83	5.82	5.83	5.80	1.83	2.02	2.72	3.34	30.89	53.09	0.00	0.00
\$100,000 under \$200,000	24.23	14.64	24.03	16.66	1.88	4.41	12.05	5.40	24.04	35.12	0.00	0.00
\$200,000 under \$500,000	2.32	2.66	2.31	2.98	0.79	0.94	2.05	2.40	12.44	13.15	0.00	0.00
\$500,000 under \$1,000,000	1.13	0.62	1.13	0.79	0.42	0.26	1.06	1.25	12.44	13.15	0.00	0.00
\$1,000,000 or more	5.24	4.15	5.18	4.67	0.26	0.38	1.19	1.52	10.55	13.40	87.57	35.06
<b>Taxable returns, total</b>	<b>24.54</b>	<b>29.22</b>	<b>24.54</b>	<b>33.21</b>	<b>30.83</b>	<b>30.97</b>	<b>47.27</b>	<b>24.90</b>	<b>0.00</b>	<b>0.00</b>	<b>30.80</b>	<b>31.03</b>
No adjusted gross income	46.08	40.82	46.08	41.81	2.78	6.58	10.86	12.26	0.00	0.00	0.00	0.00
\$1 under \$5,000	61.42	49.21	61.42	51.10	1.35	1.85	5.50	6.44	70.00	99.58	98.62	75.65
\$5,000 under \$10,000	38.72	38.72	38.72	40.32	1.47	1.67	4.16	5.13	49.08	70.30	0.00	0.00
\$10,000 under \$15,000	33.86	27.44	33.86	30.26	1.63	1.78	4.38	5.60	36.18	45.53	0.00	0.00
\$15,000 under \$20,000	43.28	41.99	43.28	48.32	1.41	1.53	3.88	5.17	35.01	41.28	0.00	0.00
\$20,000 under \$25,000	38.72	37.78	38.72	34.39	1.35	1.67	3.95	5.30	29.92	35.15	0.00	0.00
\$25,000 under \$30,000	28.65	16.71	18.65	18.62	1.58	1.72	4.16	5.26	20.89	28.55	0.00	0.00
\$30,000 under \$35,000	22.57	24.31	18.65	20.10	1.68	1.74	4.16	5.26	20.89	28.55	0.00	0.00
\$35,000 under \$40,000	6.41	9.91	8.09	10.10	0.86	0.95	3.02	4.12	17.52	34.30	0.00	0.00
\$40,000 under \$45,000	9.30	10.54	8.95	9.76	2.43	2.63	4.38	5.12	26.31	41.47	0.00	0.00
\$45,000 under \$50,000	5.83	5.82	5.83	5.80	1.83	2.02	2.72	3.34	30.89	53.09	0.00	0.00
\$50,000 under \$75,000	24.23	14.64	24.03	16.66	1.88	4.41	12.05	5.40	24.04	35.12	0.00	0.00
\$75,000 under \$100,000	2.32	2.66	2.31	2.98	0.79	0.94	2.05	2.40	12.44	13.15	0.00	0.00
\$100,000 under \$200,000	1.13	0.62	1.13	0.79	0.42	0.26	1.06	1.25	12.44	13.15	0.00	0.00
\$200,000 under \$500,000	5.24	4.15	5.18	4.67	0.26	0.38	1.19	1.52	10.55	13.40	5.40	5.92
<b>Non-taxable returns, total</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>	<b>2.97</b>	<b>4.15</b>	<b>29.97</b>	<b>25.50</b>	<b>5.40</b>	<b>5.92</b>

Footnotes) at end of table.

**Table 1.4CV — Coefficient of Variation for Sources of Income and Adjustments, by Size of Adjusted Gross Income — Continued**

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

Size of adjusted gross income	Total tax liability		Taxpayments									
	Number of returns	Amount	Total		Income tax withheld		Estimated tax payments		Windfall profit tax overpayment		All other taxpayments <sup>1</sup>	
			Number of returns	Amount	Number of returns	Amount	Number of returns	Amount	Number of returns	Amount	Number of returns	Amount
	(206)	(207)	(208)	(209)	(210)	(211)	(212)	(213)	(214)	(215)	(216)	(217)
<b>All returns, total</b> .....	0.25	0.37	0.16	0.40	0.22	0.44	1.36	1.23	10.36	15.90	2.18	3.96
No adjusted gross income .....	9.07	23.16	6.41	5.79	8.28	8.42	11.79	9.32	45.03	29.60	11.35	7.39
\$1 under \$5,000 .....	2.48	5.77	1.51	2.53	1.54	2.26	8.45	10.73	99.86	81.72	10.34	36.34
\$5,000 under \$10,000 .....	1.49	1.76	1.42	1.69	1.51	1.78	4.99	6.04	65.85	84.46	9.45	16.87
\$10,000 under \$15,000 .....	1.46	1.62	1.48	1.65	1.59	1.78	4.26	4.91	35.30	3.78	12.04	18.14
\$15,000 under \$20,000 .....	1.62	1.73	1.63	1.75	1.73	1.87	4.40	5.28	57.61	87.42	11.28	21.80
\$20,000 under \$25,000 .....	1.40	1.50	1.41	1.54	1.48	1.61	4.21	5.71	55.42	52.23	10.00	18.78
\$25,000 under \$30,000 .....	1.54	1.64	1.54	1.64	1.60	1.72	4.91	5.80	52.10	58.45	10.67	18.46
\$30,000 under \$40,000 .....	1.19	1.27	1.19	1.26	1.24	1.32	4.06	4.88	31.00	57.60	7.51	13.31
\$40,000 under \$50,000 .....	1.66	1.71	1.67	1.69	1.73	1.78	4.52	5.53	29.71	45.93	6.04	11.34
\$50,000 under \$75,000 .....	0.85	0.95	0.86	0.96	0.90	0.96	2.86	3.79	23.23	39.51	3.39	10.73
\$75,000 under \$100,000 .....	2.42	2.59	2.43	2.56	2.55	2.90	4.38	5.41	21.24	37.86	5.74	9.91
\$100,000 under \$200,000 .....	1.93	2.00	1.94	1.92	2.01	1.87	3.36	4.34	27.44	46.76	4.16	8.41
\$200,000 under \$500,000 .....	4.88	4.38	4.90	6.68	5.18	10.15	6.89	3.39	6.68	15.19	11.72	21.16
\$500,000 under \$1,000,000 .....	0.79	0.84	0.80	0.94	0.95	1.42	1.11	1.50	4.00	5.91	1.43	2.17
\$1,000,000 or more .....	0.42	0.25	0.42	0.29	0.53	0.72	0.52	0.41	1.87	2.00	0.68	0.45
<b>Taxable returns, total</b> .....	0.26	0.38	0.29	0.41	0.33	0.45	1.43	1.25	10.73	17.52	2.40	4.07
No adjusted gross income .....	30.83	30.44	37.84	9.08	46.81	13.70	25.36	19.82	44.36	61.04	17.89	7.67
\$1 under \$5,000 .....	2.78	6.97	3.18	4.53	3.26	3.70	14.53	17.90	0.00	0.00	38.04	77.10
\$5,000 under \$10,000 .....	1.55	1.80	1.68	1.89	1.79	1.99	5.59	6.59	98.54	71.53	16.09	27.91
\$10,000 under \$15,000 .....	1.47	1.64	1.52	1.67	1.63	1.80	4.42	5.11	35.30	3.78	15.10	21.01
\$15,000 under \$20,000 .....	1.63	1.74	1.65	1.76	1.74	1.88	4.50	5.41	57.67	90.53	12.08	24.07
\$20,000 under \$25,000 .....	1.41	1.51	1.42	1.53	1.49	1.62	4.29	5.33	60.25	57.09	10.50	17.19
\$25,000 under \$30,000 .....	1.55	1.64	1.56	1.65	1.61	1.73	4.99	5.90	52.34	58.78	11.29	20.37
\$30,000 under \$40,000 .....	1.19	1.27	1.20	1.27	1.24	1.32	4.11	4.94	31.00	57.60	7.60	13.54
\$40,000 under \$50,000 .....	1.66	1.71	1.67	1.70	1.73	1.78	4.54	5.53	30.92	46.30	6.10	11.45
\$50,000 under \$75,000 .....	0.86	0.95	0.86	0.96	0.90	0.96	2.87	3.80	23.39	40.13	3.40	10.79
\$75,000 under \$100,000 .....	2.43	2.59	2.44	2.56	2.56	2.91	4.38	5.42	21.25	37.86	5.75	9.94
\$100,000 under \$200,000 .....	1.93	2.00	1.94	1.92	2.01	1.87	3.37	4.35	27.49	46.89	4.17	8.42
\$200,000 under \$500,000 .....	4.88	4.38	4.91	6.69	5.17	10.15	6.90	3.39	6.69	15.27	11.73	21.17
\$500,000 under \$1,000,000 .....	0.79	0.84	0.80	0.94	0.95	1.43	1.11	1.50	4.01	5.94	1.43	2.18
\$1,000,000 or more .....	0.42	0.25	0.42	0.29	0.53	0.72	0.52	0.41	1.88	2.00	0.68	0.45
<b>Nontaxable returns, total</b> .....	2.96	4.64	1.42	2.81	1.49	2.74	5.19	8.06	37.23	30.46	5.48	9.09

Footnote(s) at end of table.

Table 1.4CV — Coefficient of Variation for Sources of Income and Adjustments, by Size of Adjusted Gross Income — Continued

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

Size of adjusted gross income	Earned income credit, refundable portion		Advance earned income credit payments		Overpayment						Tax due at time of filing		Predetermined estimated tax penalty	
	Number of returns	Amount	Number of returns	Amount	Total		Refunded		Credited to 1985 estimated tax		Number of returns	Amount	Number of returns	Amount
					Number of returns	Amount	Number of returns	Amount	Number of returns	Amount				
	(218)	(219)	(220)	(221)	(222)	(223)	(224)	(225)	(226)	(227)	(228)	(229)	(230)	(231)
<b>All returns, total</b> .....	2.96	3.38	59.68	37.49	0.29	0.75	0.31	0.73	2.60	4.52	0.99	1.12	3.14	4.14
No adjusted gross income .....	33.00	39.25	41.51	36.68	6.77	6.78	7.03	7.24	17.21	12.58	12.32	33.49	25.33	23.96
\$1 under \$5,000 .....	4.53	5.09	99.99	99.99	1.54	2.30	1.55	2.31	11.99	17.85	4.11	6.75	24.09	28.41
\$5,000 under \$10,000 .....	4.07	4.67	99.99	99.99	1.54	2.11	1.56	2.13	8.70	13.00	3.13	4.17	10.88	12.13
\$10,000 under \$15,000 .....	0.00	0.00	0.00	0.00	1.68	2.39	1.72	2.42	7.86	11.43	3.34	4.60	9.36	12.78
\$15,000 under \$20,000 .....	0.00	0.00	0.00	0.00	1.87	2.51	1.93	2.56	7.88	10.68	3.58	4.79	9.41	10.94
\$20,000 under \$25,000 .....	0.00	0.00	0.00	0.00	1.64	2.54	1.68	2.47	8.17	12.88	3.31	4.99	8.93	10.60
\$25,000 under \$30,000 .....	0.00	0.00	0.00	0.00	1.79	2.45	1.82	2.46	10.07	13.13	3.56	5.49	9.83	12.91
\$30,000 under \$40,000 .....	0.00	0.00	0.00	0.00	1.42	1.90	1.45	1.91	7.50	10.29	2.87	4.39	9.12	11.66
\$40,000 under \$50,000 .....	0.00	0.00	75.54	73.70	2.00	2.41	2.04	2.44	9.21	10.67	3.30	5.15	9.64	11.95
\$50,000 under \$75,000 .....	0.00	0.00	0.00	0.00	1.20	2.35	1.23	1.83	5.81	13.42	2.05	3.58	6.64	8.59
\$75,000 under \$100,000 .....	0.00	0.00	99.70	99.70	3.37	4.17	3.62	4.63	7.85	8.30	3.70	5.75	11.28	11.90
\$100,000 under \$200,000 .....	0.00	0.00	93.08	97.34	3.00	3.08	3.77	3.63	3.83	4.90	2.92	3.75	5.38	7.25
\$200,000 under \$500,000 .....	0.00	0.00	63.21	89.11	11.26	18.75	15.25	25.81	13.83	27.18	1.56	2.28	4.50	26.30
\$500,000 under \$1,000,000 .....	0.00	0.00	0.00	0.00	1.60	2.36	2.56	3.98	1.99	2.67	1.17	1.67	3.71	5.45
\$1,000,000 or more .....	0.00	0.00	21.56	33.77	0.80	0.67	1.52	1.31	0.91	0.69	0.65	0.54	2.40	8.34
<b>Taxable returns, total</b> .....	0.00	0.00	66.62	39.29	0.42	0.81	0.44	0.78	2.78	4.76	1.04	1.14	3.31	4.28
No adjusted gross income .....	0.00	0.00	49.28	53.07	25.53	18.23	33.94	23.07	25.54	11.55	35.86	40.71	88.69	67.79
\$1 under \$5,000 .....	0.00	0.00	0.00	0.00	3.39	3.94	3.41	3.93	22.17	40.02	5.20	7.17	34.50	34.73
\$5,000 under \$10,000 .....	0.00	0.00	0.00	0.00	1.84	2.42	1.87	2.43	10.46	17.30	3.42	4.56	13.42	15.04
\$10,000 under \$15,000 .....	0.00	0.00	0.00	0.00	1.72	2.31	1.76	2.33	8.32	11.94	3.44	4.77	10.01	13.88
\$15,000 under \$20,000 .....	0.00	0.00	0.00	0.00	1.89	2.54	1.94	2.58	8.14	11.14	3.63	4.89	9.87	11.61
\$20,000 under \$25,000 .....	0.00	0.00	0.00	0.00	1.66	2.37	1.69	2.34	8.41	13.04	3.34	5.03	9.18	10.98
\$25,000 under \$30,000 .....	0.00	0.00	0.00	0.00	1.80	2.45	1.83	2.45	10.28	13.98	3.60	5.57	10.11	13.27
\$30,000 under \$40,000 .....	0.00	0.00	0.00	0.00	1.43	1.91	1.45	1.91	7.64	10.50	2.88	4.41	9.22	11.80
\$40,000 under \$50,000 .....	0.00	0.00	75.54	73.70	2.01	2.42	2.04	2.45	9.29	10.80	3.31	5.16	9.68	12.01
\$50,000 under \$75,000 .....	0.00	0.00	0.00	0.00	1.19	2.36	1.22	1.83	5.84	13.52	2.05	3.58	6.67	8.61
\$75,000 under \$100,000 .....	0.00	0.00	99.70	99.70	3.39	4.20	3.64	4.67	7.89	8.33	3.70	5.75	11.27	11.93
\$100,000 under \$200,000 .....	0.00	0.00	93.08	97.34	3.01	3.09	3.79	3.65	3.83	4.92	2.92	3.75	5.38	7.26
\$200,000 under \$500,000 .....	0.00	0.00	63.21	89.11	11.30	18.84	15.33	25.98	13.87	27.23	1.56	2.28	4.50	26.30
\$500,000 under \$1,000,000 .....	0.00	0.00	0.00	0.00	1.60	2.38	2.59	4.07	1.99	2.67	1.17	1.67	3.71	5.45
\$1,000,000 or more .....	0.00	0.00	21.56	33.77	0.80	0.67	1.53	1.32	0.91	0.69	0.65	0.54	2.41	8.34
<b>Nontaxable returns, total</b> .....	2.96	3.38	70.88	75.27	1.44	2.49	1.46	2.49	7.62	10.04	3.96	6.55	10.04	10.31

<sup>1</sup>Consists of excess social security tax withheld, payment with request for extension of filing time, credit for tax on certain gasoline, fuel and oil, credit from regulated investment companies, and other taxpayments.

Table 1.5 — Form 1040EZ Returns: Sources of Income and Tax Items, by Size of Adjusted Gross Income

[All figures are estimates based on samples — money amounts are in thousands of dollars]

Size of adjusted gross income	Number of returns	Adjusted gross income less deficit	Salaries and wages		Interest received		Contributions deduction for nonitemizers	
			Number of returns	Amount	Number of returns	Amount	Number of returns	Amount
(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)
<b>All returns, total</b>	<b>16,473,565</b>	<b>123,169,852</b>	<b>16,425,841</b>	<b>122,738,839</b>	<b>5,456,138</b>	<b>431,013</b>	<b>4,265,151</b>	<b>183,246</b>
Under \$5,000	7,485,104	18,158,388	7,417,380	18,004,119	2,087,996	154,269	1,073,823	38,304
\$5,000 under \$10,000	4,327,169	31,993,235	4,327,169	31,901,732	1,368,142	91,503	1,384,057	59,228
\$10,000 under \$15,000	2,632,866	32,350,066	2,632,866	32,269,355	1,018,139	80,712	910,766	41,036
\$15,000 under \$20,000	1,256,788	21,488,470	1,256,788	21,431,394	568,734	57,076	513,060	24,519
\$20,000 under \$25,000	541,772	12,049,496	541,772	12,019,078	282,013	30,419	254,804	13,285
\$25,000 under \$30,000	188,013	5,060,765	188,013	5,048,363	88,953	12,401	106,375	5,650
\$30,000 under \$40,000	59,373	1,960,264	59,373	1,955,630	32,161	4,634	**22,266	**1,225
\$40,000 or more	*2,480	*109,167	*2,480	*109,167	—	—	—	—
<b>Taxable returns, total</b>	<b>11,303,261</b>	<b>114,409,253</b>	<b>11,303,261</b>	<b>114,071,620</b>	<b>4,107,885</b>	<b>337,633</b>	<b>3,744,143</b>	<b>166,996</b>
Under \$5,000	2,294,800	9,397,789	2,294,800	9,336,900	739,743	60,890	552,815	22,053
\$5,000 under \$10,000	4,327,169	31,993,235	4,327,169	31,901,732	1,368,142	91,503	1,384,057	59,228
\$10,000 under \$15,000	2,632,866	32,350,066	2,632,866	32,269,355	1,018,139	80,712	910,766	41,036
\$15,000 under \$20,000	1,256,788	21,488,470	1,256,788	21,431,394	568,734	57,076	513,060	24,519
\$20,000 under \$25,000	541,772	12,049,496	541,772	12,019,078	282,013	30,419	254,804	13,285
\$25,000 under \$30,000	188,013	5,060,765	188,013	5,048,363	88,953	12,401	106,375	5,650
\$30,000 under \$40,000	59,373	1,960,264	59,373	1,955,630	32,161	4,634	**22,266	**1,225
\$40,000 or more	*2,480	*109,167	*2,480	*109,167	—	—	—	—
<b>Nontaxable returns, total</b>	<b>5,170,304</b>	<b>8,760,598</b>	<b>5,122,580</b>	<b>8,667,219</b>	<b>1,348,253</b>	<b>93,379</b>	<b>521,008</b>	<b>16,251</b>

Size of adjusted gross income	Taxable income		Income tax withheld		Overpayment refunded		Tax due at time of filing	
	Number of returns	Amount	Number of returns	Amount	Number of returns	Amount	Number of returns	Amount
(9)	(10)	(11)	(12)	(13)	(14)	(15)	(16)	(17)
<b>All returns, total</b>	<b>15,093,493</b>	<b>107,102,648</b>	<b>15,996,303</b>	<b>15,610,362</b>	<b>15,462,147</b>	<b>3,783,489</b>	<b>685,298</b>	<b>143,633</b>
Under \$5,000	6,085,032	11,244,588	7,039,555	1,339,967	6,967,966	1,150,748	171,018	11,065
\$5,000 under \$10,000	4,327,169	27,606,838	4,279,438	3,333,881	4,112,398	1,117,674	214,771	53,152
\$10,000 under \$15,000	2,632,866	29,676,164	2,628,889	4,149,984	2,489,691	771,673	143,175	38,777
\$15,000 under \$20,000	1,256,788	20,207,162	1,256,788	3,228,255	1,157,359	412,990	99,429	18,840
\$20,000 under \$25,000	541,772	11,494,440	541,772	2,120,808	509,611	222,839	32,161	11,803
\$25,000 under \$30,000	188,013	4,867,102	188,013	992,760	175,645	87,160	*12,368	*2,802
\$30,000 under \$40,000	59,373	1,899,666	59,373	418,956	47,003	19,679	*12,370	*4,572
\$40,000 or more	*2,480	*106,687	*2,475	*25,750	*2,474	*725	*6	*2,623
<b>Taxable returns, total</b>	<b>11,303,261</b>	<b>102,938,997</b>	<b>11,148,142</b>	<b>15,019,724</b>	<b>10,613,986</b>	<b>3,192,851</b>	<b>685,298</b>	<b>143,633</b>
Under \$5,000	2,294,800	7,080,936	2,191,394	749,329	2,119,805	560,110	171,018	11,065
\$5,000 under \$10,000	4,327,169	27,606,838	4,279,438	3,333,881	4,112,398	1,117,674	214,771	53,152
\$10,000 under \$15,000	2,632,866	29,676,164	2,628,889	4,149,984	2,489,691	771,673	143,175	38,777
\$15,000 under \$20,000	1,256,788	20,207,162	1,256,788	3,228,255	1,157,359	412,990	99,429	18,840
\$20,000 under \$25,000	541,772	11,494,440	541,772	2,120,808	509,611	222,839	32,161	11,803
\$25,000 under \$30,000	188,013	4,867,102	188,013	992,760	175,645	87,160	*12,368	*2,802
\$30,000 under \$40,000	59,373	1,899,666	59,373	418,956	47,003	19,679	*12,370	*4,572
\$40,000 or more	*2,480	*106,687	*2,475	*25,750	*2,474	*725	*6	*2,623
<b>Nontaxable returns, total</b>	<b>3,790,232</b>	<b>4,163,651</b>	<b>4,848,161</b>	<b>590,638</b>	<b>4,848,161</b>	<b>590,638</b>	<b>—</b>	<b>—</b>

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

\*\*Data combined to avoid disclosure of information for specific taxpayers.

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

**Table 1.6 — Form 1040A Returns: Sources of Income, Deductions, and Tax Items, by Size of Adjusted Gross Income**

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

Size of adjusted gross income	Number of returns	Adjusted gross income	Salaries and wages		Interest received		Dividends in AGI		Unemployment compensation in AGI	
			Number of returns	Amount	Number of returns	Amount	Number of returns	Amount	Number of returns	Amount
	(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)	(10)
<b>All returns, total</b> .....	<b>18,431,641</b>	<b>234,604,284</b>	<b>18,145,283</b>	<b>231,656,861</b>	<b>6,432,347</b>	<b>5,384,215</b>	<b>624,566</b>	<b>375,038</b>	<b>917,738</b>	<b>942,205</b>
Under \$5,000.....	3,643,078	10,301,502	3,472,057	9,445,814	934,629	837,917	123,291	56,180	*3,977	*5,369
\$5,000 under \$10,000.....	4,669,185	34,937,933	4,565,780	33,670,701	1,260,757	1,410,752	143,178	106,526	*31,817	*12,584
\$10,000 under \$15,000.....	3,869,784	47,623,458	3,861,810	46,990,961	1,224,960	952,670	103,409	29,170	202,838	139,445
\$15,000 under \$20,000.....	2,782,828	48,363,297	2,778,850	47,922,629	1,203,644	825,638	102,871	59,988	276,801	236,358
\$20,000 under \$25,000.....	1,612,945	36,142,112	1,612,945	36,124,404	766,890	462,592	59,374	36,628	222,648	258,387
\$25,000 under \$30,000.....	1,016,740	27,751,297	1,016,740	27,872,029	541,761	388,497	44,531	11,367	94,009	139,323
\$30,000 under \$40,000.....	712,462	23,979,219	712,462	24,109,496	410,654	375,697	37,106	68,265	64,323	109,322
\$40,000 or more.....	124,639	5,505,466	124,639	5,521,028	89,052	110,451	*10,806	*6,913	21,324	41,438
<b>Taxable returns, total</b> .....	<b>13,563,606</b>	<b>213,443,063</b>	<b>13,428,383</b>	<b>211,120,553</b>	<b>5,628,958</b>	<b>4,702,169</b>	<b>529,115</b>	<b>324,541</b>	<b>913,761</b>	<b>940,197</b>
Under \$5,000.....	644,294	2,654,321	612,477	2,308,146	318,168	350,052	43,749	18,995	*3,977	*5,369
\$5,000 under \$10,000.....	2,935,154	22,993,612	2,843,680	21,856,673	1,081,785	1,237,327	127,269	93,215	*27,840	*10,556
\$10,000 under \$15,000.....	3,742,498	46,183,154	3,734,544	45,538,550	1,217,006	951,914	103,409	29,170	202,838	139,445
\$15,000 under \$20,000.....	2,774,874	48,233,881	2,770,896	47,790,226	1,203,644	825,638	102,871	59,988	276,801	236,358
\$20,000 under \$25,000.....	1,612,945	36,142,112	1,612,945	36,124,404	766,890	462,592	59,374	36,628	222,648	258,387
\$25,000 under \$30,000.....	1,016,740	27,751,297	1,016,740	27,872,029	541,761	388,497	44,531	11,367	94,009	139,323
\$30,000 under \$40,000.....	712,462	23,979,219	712,462	24,109,496	410,654	375,697	37,106	68,265	64,323	109,322
\$40,000 or more.....	124,639	5,505,466	124,639	5,521,028	89,052	110,451	*10,806	*6,913	21,324	41,438
<b>Nontaxable returns, total</b> .....	<b>4,868,035</b>	<b>21,161,222</b>	<b>4,716,900</b>	<b>20,536,309</b>	<b>803,389</b>	<b>662,046</b>	<b>95,451</b>	<b>50,496</b>	<b>*3,977</b>	<b>*2,008</b>

Size of adjusted gross income	Statutory adjustments						Contributions deduction for nonitemizers		Zero bracket amount	
	Total		Payments to an IRA		Deduction for working married couple		Number of returns	Amount	Number of returns	Amount
	Number of returns	Amount	Number of returns	Amount	Number of returns	Amount				
	(11)	(12)	(13)	(14)	(15)	(16)	(17)	(18)	(19)	(20)
<b>All returns, total</b> .....	<b>4,337,454</b>	<b>3,734,034</b>	<b>1,042,516</b>	<b>1,631,204</b>	<b>3,517,501</b>	<b>2,102,831</b>	<b>6,542,686</b>	<b>314,945</b>	<b>17,266,323</b>	<b>44,383,319</b>
Under \$5,000.....	63,638	43,578	*23,865	*40,253	39,773	3,325	505,092	18,219	2,537,417	3,773,248
\$5,000 under \$10,000.....	528,969	262,611	147,160	183,790	385,786	78,821	1,471,539	65,639	4,609,528	11,287,723
\$10,000 under \$15,000.....	803,388	488,788	214,764	302,461	608,509	186,327	1,598,802	80,286	3,869,764	10,467,365
\$15,000 under \$20,000.....	934,946	681,315	217,935	323,534	741,846	357,782	1,235,998	59,225	2,782,828	7,987,920
\$20,000 under \$25,000.....	826,262	739,898	153,374	227,912	722,364	511,986	764,414	38,720	1,612,945	4,919,240
\$25,000 under \$30,000.....	591,243	659,919	131,108	249,250	507,136	410,669	484,868	26,598	1,016,740	3,215,969
\$30,000 under \$40,000.....	499,720	683,560	123,691	234,438	440,348	449,122	418,073	22,509	712,462	2,321,688
\$40,000 or more.....	89,288	174,364	30,619	69,565	71,739	104,799	63,900	3,748	124,639	410,167
<b>Taxable returns, total</b> .....	<b>4,055,077</b>	<b>3,644,396</b>	<b>1,018,652</b>	<b>1,593,817</b>	<b>3,258,988</b>	<b>2,050,580</b>	<b>5,767,142</b>	<b>282,328</b>	<b>13,563,606</b>	<b>37,763,189</b>
Under \$5,000.....	*15,910	*28,241	*15,910	*28,241	—	—	198,852	6,737	844,294	1,458,013
\$5,000 under \$10,000.....	330,113	204,159	131,251	158,416	202,839	45,743	1,057,913	47,793	2,935,154	7,343,850
\$10,000 under \$15,000.....	771,572	475,927	214,764	302,461	576,693	173,465	1,543,124	76,997	3,742,498	10,129,012
\$15,000 under \$20,000.....	930,969	678,329	217,935	323,534	737,869	354,795	1,235,998	59,225	2,774,874	7,965,251
\$20,000 under \$25,000.....	826,262	739,898	153,374	227,912	722,364	511,986	764,414	38,720	1,612,945	4,919,240
\$25,000 under \$30,000.....	591,243	659,919	131,108	249,250	507,136	410,669	484,868	26,598	1,016,740	3,215,969
\$30,000 under \$40,000.....	499,720	683,560	123,691	234,438	440,348	449,122	418,073	22,509	712,462	2,321,688
\$40,000 or more.....	89,288	174,364	30,619	69,565	71,739	104,799	63,900	3,748	124,639	410,167
<b>Nontaxable returns, total</b> .....	<b>282,377</b>	<b>89,638</b>	<b>*23,864</b>	<b>*37,387</b>	<b>258,513</b>	<b>52,251</b>	<b>775,544</b>	<b>32,617</b>	<b>3,702,717</b>	<b>6,620,130</b>

Footnote(s) at end of table.

**Table 1.6—Form 1040A Returns: Sources of Income, Deductions, and Tax Items, by Size of Adjusted Gross Income—Continued**

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

Size of adjusted gross income	Exemptions		Taxable income		Child care credit		Political contributions credit		Earned income credit used to offset income tax before credits	
	Number of exemptions (21)	Amount (22)	Number of returns (23)	Amount (24)	Number of returns (25)	Amount (26)	Number of returns (27)	Amount (28)	Number of returns (29)	Amount (30)
<b>All returns, total</b>	<b>47,715,803</b>	<b>47,715,803</b>	<b>17,266,323</b>	<b>189,041,995</b>	<b>1,998,685</b>	<b>772,402</b>	<b>569,855</b>	<b>27,565</b>	<b>1,559,050</b>	<b>206,500</b>
Under \$5,000	7,377,642	7,377,642	2,537,417	4,302,337	7,994	121,724	35,783	1,285	71,586	4,108
\$5,000 under \$10,000	11,533,748	11,533,748	4,609,528	23,010,309	457,389	112,724	115,339	4,765	1,487,482	202,392
\$10,000 under \$15,000	10,539,450	10,539,450	3,868,784	30,807,722	524,879	240,300	115,334	4,735	—	—
\$15,000 under \$20,000	7,656,292	7,656,292	2,782,828	40,847,760	433,416	198,425	153,605	8,047	—	—
\$20,000 under \$25,000	4,754,733	4,754,733	1,612,945	31,348,659	287,178	88,125	34,634	3,716	—	—
\$25,000 under \$30,000	3,183,805	3,183,805	1,016,740	24,540,893	165,718	64,915	24,634	1,954	—	—
\$30,000 under \$40,000	2,300,668	2,300,668	712,462	21,656,042	106,378	40,895	37,107	2,511	—	—
\$40,000 or more	369,465	369,465	124,639	5,132,253	5,666	1,568	6,302	556	—	—
<b>Taxable returns, total</b>	<b>34,129,851</b>	<b>34,129,851</b>	<b>13,563,606</b>	<b>179,030,884</b>	<b>1,503,362</b>	<b>617,536</b>	<b>542,013</b>	<b>26,384</b>	<b>664,193</b>	<b>89,366</b>
Under \$5,000	703,952	703,952	644,294	1,943,632	—	37,954	27,839	1,056	—	—
\$5,000 under \$10,000	5,325,427	5,325,427	2,895,154	17,620,392	103,403	187,264	35,431	3,780	664,193	89,366
\$10,000 under \$15,000	9,883,233	9,883,233	3,742,488	36,222,824	429,528	187,264	115,334	4,733	—	—
\$15,000 under \$20,000	7,608,566	7,608,566	2,774,874	40,566,058	425,462	181,155	153,605	8,047	—	—
\$20,000 under \$25,000	4,754,733	4,754,733	1,612,945	31,348,659	287,178	88,125	34,634	3,716	—	—
\$25,000 under \$30,000	3,183,805	3,183,805	1,016,740	24,540,893	165,718	64,915	24,634	1,954	—	—
\$30,000 under \$40,000	2,300,668	2,300,668	712,462	21,656,042	106,378	40,895	37,107	2,511	—	—
\$40,000 or more	369,465	369,465	124,639	5,132,253	5,666	1,568	6,302	556	—	—
<b>Non-taxable returns, total</b>	<b>13,585,952</b>	<b>13,585,952</b>	<b>3,702,717</b>	<b>9,011,113</b>	<b>465,323</b>	<b>154,865</b>	<b>27,842</b>	<b>1,201</b>	<b>894,857</b>	<b>117,135</b>
<b>All returns, total</b>	<b>13,585,952</b>	<b>21,419,236</b>	<b>17,621,799</b>	<b>28,232,818</b>	<b>17,621,799</b>	<b>28,232,818</b>	<b>16,373,681</b>	<b>8,232,820</b>	<b>1,761,173</b>	<b>543,146</b>
Under \$5,000	644,294	52,896	3,177,747	619,745	3,177,747	619,745	3,257,283	984,004	139,187	7,159
\$5,000 under \$10,000	2,895,154	1,150,881	4,382,828	2,884,051	4,382,828	2,884,051	4,267,494	2,255,239	365,898	75,872
\$10,000 under \$15,000	3,742,488	3,298,312	2,774,874	5,817,363	2,774,874	4,824,179	3,515,600	1,696,656	342,033	70,789
\$15,000 under \$20,000	2,774,874	4,593,720	1,610,471	4,869,381	1,610,471	4,869,381	2,493,556	1,394,304	289,272	70,661
\$20,000 under \$25,000	1,612,945	4,079,497	1,016,740	3,870,046	1,016,740	3,870,046	1,424,933	860,197	185,537	188,006
\$25,000 under \$30,000	1,016,740	3,561,919	712,462	3,870,046	712,462	3,870,046	828,734	512,076	379,031	57,144
\$30,000 under \$40,000	712,462	3,605,642	124,639	1,044,137	124,639	1,044,137	73,795	64,349	200,386	114,627
\$40,000 or more	124,639	1,056,369	124,639	1,044,137	124,639	1,044,137	73,795	64,349	50,844	76,581
<b>Taxable returns, total</b>	<b>13,563,606</b>	<b>21,419,236</b>	<b>13,254,893</b>	<b>26,868,040</b>	<b>13,254,893</b>	<b>26,868,040</b>	<b>11,788,027</b>	<b>5,991,948</b>	<b>1,761,173</b>	<b>543,146</b>
Under \$5,000	844,294	52,896	548,845	174,156	548,845	174,156	506,097	128,419	139,187	7,159
\$5,000 under \$10,000	2,895,154	1,150,881	2,772,091	2,047,928	2,772,091	2,047,928	2,261,302	972,919	365,898	75,872
\$10,000 under \$15,000	3,742,488	3,298,312	3,702,726	4,826,335	3,702,726	4,826,335	3,396,488	1,598,812	342,033	70,789
\$15,000 under \$20,000	2,774,874	4,593,720	2,766,820	5,912,141	2,766,820	5,912,141	2,485,602	1,389,082	289,272	70,661
\$20,000 under \$25,000	1,612,945	4,079,497	1,610,471	4,869,381	1,610,471	4,869,381	1,424,933	860,197	185,537	188,006
\$25,000 under \$30,000	1,016,740	3,561,919	1,016,740	3,870,046	1,016,740	3,870,046	828,734	512,076	379,031	57,144
\$30,000 under \$40,000	712,462	3,605,642	712,462	3,870,046	712,462	3,870,046	512,076	379,031	200,386	114,627
\$40,000 or more	124,639	1,056,369	124,639	1,044,137	124,639	1,044,137	73,795	64,349	50,844	76,581
<b>Non-taxable returns, total</b>	<b>—</b>	<b>—</b>	<b>4,366,906</b>	<b>1,364,779</b>	<b>4,366,906</b>	<b>1,364,779</b>	<b>4,585,654</b>	<b>2,240,870</b>	<b>—</b>	<b>—</b>

\* Estimate should be used with caution because of the small number of sample returns on which it is based.  
NOTE: Detail may not add to total because of rounding.

**Table 2.1 — Returns With Itemized Deductions: Sources of Income, Adjustments, Itemized Deductions by Type, Exemptions, and Tax Items by Size of Adjusted Gross Income**

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

Size of adjusted gross income	Number of returns	Adjusted gross income	Salaries and wages		Interest received		Dividends in AGI		Business or net income		Profession or less loss		State income tax refunds	
			Number of returns	Amount	Number of returns	Amount	Number of returns	Amount	Number of returns	Amount	Number of returns	Amount	Number of returns	Amount
	(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)	(10)	(11)	(12)		
Total.....	38,203,092	1,439,739,884	33,430,919	1,189,485,580	31,969,770	105,501,492	9,219,787	39,951,281	6,596,464	58,716,248	16,585,085	6,693,541		
Under \$5,000 .....	709,740	2,151,942	285,321	1,216,480	616,755	1,292,559	244,711	270,400	139,391	- 47,413	54,688	18,172		
\$5,000 under \$10,000 .....	1,647,429	12,589,196	886,233	7,432,400	1,310,105	3,285,389	405,454	720,169	349,296	902,128	401,391	114,014		
\$10,000 under \$15,000 .....	2,660,557	33,443,611	1,905,874	23,497,418	1,943,891	5,091,262	493,656	1,069,017	497,283	1,913,534	795,670	195,359		
\$15,000 under \$20,000 .....	3,649,698	64,114,376	3,025,706	50,364,492	2,711,097	7,461,509	691,709	1,388,264	642,927	2,723,543	1,324,553	338,962		
\$20,000 under \$25,000 .....	4,182,232	94,513,163	3,742,036	80,580,162	3,176,690	6,995,958	698,957	1,549,749	737,677	3,867,589	1,703,784	500,915		
\$25,000 under \$30,000 .....	4,771,338	131,124,292	4,469,901	118,831,390	3,773,634	6,190,073	670,486	1,183,217	760,801	4,642,864	2,221,443	626,784		
\$30,000 under \$35,000 .....	4,520,163	146,861,350	4,283,417	135,721,772	3,719,462	7,069,049	830,508	1,507,805	689,099	3,585,607	2,279,811	718,282		
\$35,000 under \$40,000 .....	4,136,851	161,488,260	4,080,948	149,097,194	3,795,285	8,039,097	836,238	1,890,380	625,784	3,934,140	2,164,839	663,613		
\$40,000 under \$45,000 .....	3,066,385	130,061,297	2,888,704	119,585,950	2,760,577	6,041,098	734,304	1,672,487	479,923	3,532,946	1,593,321	596,343		
\$45,000 under \$50,000 .....	2,270,082	107,365,621	2,117,291	97,105,684	2,079,356	5,789,634	611,414	1,672,510	371,880	3,759,435	1,130,200	451,896		
\$50,000 under \$55,000 .....	1,577,534	82,634,218	1,497,403	75,419,767	1,475,634	4,423,149	473,299	1,190,265	259,728	2,838,576	793,060	356,454		
\$55,000 under \$60,000 .....	1,087,166	62,331,174	994,228	53,997,041	1,017,396	4,535,287	434,368	1,633,155	182,355	2,673,098	514,706	257,916		
\$60,000 under \$75,000 .....	1,742,173	115,611,984	1,571,294	95,557,919	1,649,081	9,174,091	797,915	3,690,010	356,267	6,906,838	795,960	493,310		
\$75,000 under \$100,000 .....	1,012,677	86,238,996	863,402	64,576,462	974,170	8,156,675	586,913	4,029,774	233,140	6,133,688	401,083	362,995		
\$100,000 under \$200,000 .....	748,036	98,246,390	623,480	66,644,371	729,039	9,710,274	513,394	6,153,479	196,686	7,208,461	307,217	499,548		
\$200,000 under \$500,000 .....	197,310	56,856,985	159,681	33,570,755	194,221	6,747,058	158,493	4,685,861	59,934	2,444,722	85,258	268,003		
\$500,000 under \$1,000,000 .....	28,967	19,561,629	23,870	8,485,952	28,707	2,050,804	24,723	1,930,634	9,188	669,537	11,710	76,549		
\$1,000,000 or more .....	14,754	34,535,401	12,130	7,800,370	14,670	3,448,525	13,245	3,714,107	5,105	1,026,956	6,391	154,424		
Total taxable returns.....	36,295,795	1,416,656,647	32,353,219	1,171,696,566	30,408,668	100,366,160	8,774,053	39,001,362	5,887,275	55,517,854	16,055,596	6,455,323		
Total nontaxable returns.....	1,907,297	23,083,237	1,077,700	17,789,014	1,561,102	5,135,332	445,734	949,918	709,189	3,198,394	529,489	238,218		

Size of adjusted gross income	Farm net income less loss		Sales of capital assets net gain less loss		Sales of property other than capital assets net gain less loss		Pensions and annuities in AGI		Rent net income less loss		Royalty net income less loss	
	Number of returns	Amount	Number of returns	Amount	Number of returns	Amount	Number of returns	Amount	Number of returns	Amount	Number of returns	Amount
	(13)	(14)	(15)	(16)	(17)	(18)	(19)	(20)	(21)	(22)	(23)	(24)
Total.....	1,151,318	- 4,577,093	8,608,758	45,474,572	1,011,670	1,470,579	5,557,705	45,294,488	5,861,656	- 13,567,565	608,813	5,272,795
Under \$5,000 .....	43,499	- 231,686	141,352	182,862	18,300	- 8,863	57,400	166,767	102,222	- 330,306	19,444	46,416
\$5,000 under \$10,000 .....	85,394	- 120,735	325,571	274,213	49,432	26,545	428,554	1,725,419	290,643	- 694,954	6,893	17,460
\$10,000 under \$15,000 .....	79,772	- 316,350	490,475	598,770	73,857	- 65,615	669,695	3,791,733	438,794	- 705,181	29,950	76,935
\$15,000 under \$20,000 .....	116,281	- 423,835	648,089	685,470	83,520	97,021	668,278	4,707,411	463,628	- 1,005,991	51,465	197,526
\$20,000 under \$25,000 .....	132,047	- 273,103	643,091	626,797	70,597	15,064	563,711	4,327,672	562,851	- 1,155,514	60,994	151,377
\$25,000 under \$30,000 .....	128,889	- 269,953	668,722	563,518	87,784	79,006	501,448	3,792,183	532,696	- 1,168,070	42,792	187,203
\$30,000 under \$35,000 .....	90,294	- 373,792	784,607	503,811	83,352	31,834	492,462	3,866,231	515,609	- 1,230,936	56,799	118,310
\$35,000 under \$40,000 .....	90,315	- 157,146	793,754	964,451	85,476	123,683	491,768	4,116,248	522,660	- 1,366,367	37,496	46,852
\$40,000 under \$45,000 .....	73,814	- 172,295	675,775	924,077	51,928	91,858	392,997	3,709,305	445,450	- 1,084,149	38,584	189,397
\$45,000 under \$50,000 .....	60,778	- 183,028	569,727	1,034,434	60,267	100,171	299,958	2,998,283	349,903	- 867,248	29,810	116,476
\$50,000 under \$55,000 .....	42,204	- 170,023	446,851	803,792	38,117	33,429	217,289	2,230,491	284,829	- 580,183	32,337	129,923
\$55,000 under \$60,000 .....	32,254	- 4,877	383,292	847,337	41,409	106,097	175,124	1,631,992	199,930	- 704,211	23,734	89,280
\$60,000 under \$75,000 .....	78,253	- 354,968	747,962	2,871,978	76,963	192,846	281,125	3,380,783	417,424	- 1,196,568	56,981	348,804
\$75,000 under \$100,000 .....	33,815	- 317,408	566,739	3,311,271	61,214	- 3,025	167,472	2,052,049	317,141	- 784,455	43,288	493,992
\$100,000 under \$200,000 .....	44,644	- 511,872	520,286	6,581,106	80,770	361,175	108,604	1,743,779	298,465	- 905,208	51,172	1,325,611
\$200,000 under \$500,000 .....	14,165	- 325,061	162,391	7,329,401	37,968	91,668	35,990	638,330	95,483	- 63,771	20,373	819,853
\$500,000 under \$1,000,000 .....	3,116	- 184,057	26,086	4,739,569	6,521	53,767	3,886	126,932	15,813	- 78,901	4,168	403,945
\$1,000,000 or more .....	1,784	- 206,905	13,988	12,631,714	4,195	143,916	1,944	88,880	8,115	- 69,104	2,533	513,435
Total taxable returns.....	977,270	- 3,742,667	8,108,495	44,616,835	879,166	1,491,095	5,160,642	43,332,247	5,355,418	- 11,410,217	574,200	5,119,476
Total nontaxable returns.....	174,048	- 834,426	500,263	857,736	132,504	- 20,516	397,063	1,962,241	506,238	- 2,157,349	34,613	153,320

Size of adjusted gross income	Partnership net income less loss		Farm net rental income less loss		Estate or trust net income less loss		Small Business Corporation net income less loss		Unemployment compensation in AGI		Other net income less loss	
	Number of returns	Amount	Number of returns	Amount	Number of returns	Amount	Number of returns	Amount	Number of returns	Amount	Number of returns	Amount
	(25)	(26)	(27)	(28)	(29)	(30)	(31)	(32)	(33)	(34)	(35)	(36)
Total.....	3,419,420	- 896,070	221,511	889,111	732,967	5,831,498	815,534	8,507,052	2,516,749	3,726,483	3,328,397	4,041,664
Under \$5,000 .....	63,117	- 192,848	*678	*2,882	18,550	- 26,876	10,917	- 103,613	-	-	50,595	85,514
\$5,000 under \$10,000 .....	80,167	- 122,045	*13,210	*44,726	70,807	200,820	40,550	- 207,747	*13,639	*3,814	114,514	- 277,459
\$10,000 under \$15,000 .....	159,350	- 96,241	*19,225	*38,331	64,420	276,806	32,690	- 189,577	102,081	79,249	190,215	- 490,930
\$15,000 under \$20,000 .....	142,399	- 207,619	27,501	21,078	49,338	216,855	43,776	- 185,119	233,162	256,967	282,446	- 64,125
\$20,000 under \$25,000 .....	204,687	- 267,703	25,522	113,118	43,678	207,812	28,764	21,775	414,062	588,131	301,498	286,672
\$25,000 under \$30,000 .....	223,248	- 3,473	30,451	46,423	42,228	191,232	68,044	50,411	481,677	739,350	346,726	204,166
\$30,000 under \$35,000 .....	234,740	- 123,386	*13,514	*32,640	52,320	232,392	70,812	27,157	407,950	670,946	341,579	325,369
\$35,000 under \$40,000 .....	239,297	- 103,373	*13,476	*49	36,148	324,268	57,151	87,811	357,486	573,416	349,686	141,794
\$40,000 under \$45,000 .....	223,834	- 147,799	*2,716	*3,950	36,087	280,914	57,728	171,197	186,398	300,110	286,403	493,336
\$45,000 under \$50,000 .....	215,007	- 52,602	13,848	34,322	35,763	217,936	56,586	66,064	126,171	206,466	202,830	275,055
\$50,000 under \$55,000 .....	181,420	- 30,752	8,061	4,901	32,712	214,414	27,877	- 22,371	76,076	112,110	173,635	172,855
\$55,000 under \$60,000 .....	153,347	- 251,330	11,707	31,624	33,673	252,731	33,767	42,778	45,039	69,198	115,089	- 15,546
\$60,000 under \$75,000 .....	364,258	- 426,350	19,183	285,199	62,698	465,795	74,836	389,322	47,090	77,974	227,692	410,747
\$75,000 under \$100,000 .....	352,299											

**Table 2.1 — Returns With Itemized Deductions: Sources of Income, Adjustments, Itemized Deductions by Type, Exemptions, and Tax Items by Size of Adjusted Gross Income — Continued**

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

Size of adjusted gross income	Total statutory adjustments	Number of returns	Amount	Itemized deductions										Total	
				Total	Medical and dental expense deduction				Nonexempt amounts (5 percent of AGI)				Total		
					Number of returns	Amount	Number of returns	Amount	Number of returns	Amount	Number of returns	Amount			
Total.....	24,232,222	70,051,148	356,876,015	10,675,247	21,450,276	572,846	157,695	10,674,334	34,607,300	10,675,247	13,280,474	37,962,346	115,245,288		
Under \$5,000.....	78,274	190,408	2,628,831	261,726	680,839	6,968	547	261,726	722,556	261,726	42,253	567,127	347,014		
\$5,000 under \$10,000.....	383,397	831,616	8,852,578	1,174,237	3,133,082	4,310	2,086	1,174,237	3,576,558	1,174,237	1,571,337	1,571,337	1,571,337		
\$10,000 under \$15,000.....	880,770	1,560,722	14,660,744	1,546,098	3,364,509	86,836	29,086	1,546,098	4,296,165	1,546,098	989,093	2,537,278	3,251,210		
\$15,000 under \$20,000.....	1,448,216	2,637,666	20,782,960	2,020,197	70,860	25,819	1,681,069	4,460,756	1,463,603	3,635,517	1,463,603	5,099,120	5,447,614		
\$20,000 under \$25,000.....	2,168,541	3,928,027	26,252,144	1,523,782	82,335	14,785	1,523,782	3,929,343	1,523,782	1,702,432	4,176,007	7,616,374	7,616,374		
\$25,000 under \$30,000.....	2,870,634	5,351,016	33,761,818	1,314,340	1,809,633	16,863	1,314,340	3,989,000	1,314,340	1,793,771	4,760,333	10,405,504	10,405,504		
\$30,000 under \$35,000.....	3,165,043	6,662,506	35,103,685	1,507,086	2,154,5	16,863	1,507,086	3,989,000	1,507,086	1,793,771	4,760,333	10,405,504	10,405,504		
\$35,000 under \$40,000.....	3,378,207	8,141,724	37,590,305	800,228	3,116,464	800,228	3,116,464	800,228	1,489,459	4,314,377	4,314,377	12,327,917	12,327,917		
\$40,000 under \$45,000.....	2,489,191	6,856,791	28,917,821	479,112	1,881,870	479,112	1,881,870	479,112	1,013,082	3,057,856	10,118,515	10,118,515	10,118,515		
\$45,000 under \$50,000.....	1,824,865	5,999,788	22,990,658	275,468	545,521	5,290	275,468	1,191,842	275,468	648,910	2,267,607	8,365,578	8,365,578		
\$50,000 under \$55,000.....	1,389,404	4,982,014	18,577,878	178,437	357,673	13,162	178,437	823,343	178,437	467,789	1,573,830	6,435,997	6,435,997		
\$55,000 under \$60,000.....	927,166	3,796,205	14,521,589	141,087	289,888	11,716	141,087	791,279	141,087	403,231	1,066,468	5,088,136	5,088,136		
\$60,000 under \$65,000.....	501,029	2,753,083	9,873,427	180,413	389,862	12,542	180,413	1,399,605	180,413	595,604	1,741,811	6,962,399	6,962,399		
\$65,000 under \$70,000.....	327,482	5,016,077	20,031,947	75,408	474,028	5,756	75,408	1,791,891	75,408	319,531	1,008,570	7,851,993	7,851,993		
\$70,000 under \$75,000.....	600,645	4,767,287	22,525,887	319,716	474,028	8,425	319,716	1,398,035	319,716	222,310	1,740,035	4,814,709	4,814,709		
\$75,000 under \$80,000.....	151,397	1,373,210	13,383,884	6,112	186,895	8,425	6,112	247,593	6,112	80,812	197,282	1,463,362	1,463,362		
\$80,000 under \$85,000.....	21,077	265,679	3,993,899	528	18,217	135	528	56,342	528	17,138	28,961	1,463,362	1,463,362		
\$85,000 or more.....	9,808	177,329	6,814,523	109	5,442	43	109	14,127	109	8,706	14,735	2,343,623	2,343,623		
Total taxable returns.....	23,531,758	68,155,206	338,465,906	9,349,450	16,258,234	523,345	141,847	9,348,337	28,745,539	9,349,450	12,595,619	36,084,957	112,276,413		
Total non-taxable returns.....	691,464	1,895,942	20,410,108	1,325,797	5,192,042	49,501	15,848	1,325,797	5,861,762	1,325,797	684,855	1,817,391	2,668,875		

Size of adjusted gross income	State and local income taxes	Number of returns	Amount	Itemized deductions — Continued										Total	
				Real estate taxes	General sales taxes				Sales taxes on motor vehicles				Personal property taxes	Other taxes	
					Number of returns	Amount	Number of returns	Amount	Number of returns	Amount	Number of returns	Amount			
Total.....	30,947,100	59,278,565	31,044,060	32,734,226	36,203,824	14,512,905	11,272,307	4,856,556	10,375,439	1,829,780	8,481,579	1,932,255	1,932,255		
Under \$5,000.....	203,614	51,335	251,879	190,378	521,707	75,476	41,315	12,762	69,801	8,724	44,445	8,339	8,339		
\$5,000 under \$10,000.....	825,913	268,696	1,045,126	878,119	1,430,341	238,073	230,121	82,919	305,383	29,738	21,681	25,696	25,696		
\$10,000 under \$15,000.....	1,908,708	850,739	2,023,917	1,541,078	2,516,555	581,225	533,255	156,777	575,020	161,556	110,957	118,536	118,536		
\$15,000 under \$20,000.....	2,882,891	1,911,694	2,753,516	2,047,603	3,426,558	888,587	906,691	358,782	967,572	122,412	833,810	1,161,505	1,161,505		
\$20,000 under \$25,000.....	3,222,570	3,222,570	3,116,382	2,419,513	3,942,608	1,150,890	1,121,664	478,950	1,121,664	122,412	907,683	1,161,505	1,161,505		
\$25,000 under \$30,000.....	4,048,952	4,904,900	3,724,620	3,041,144	4,553,718	1,574,826	1,449,312	521,183	1,206,391	172,724	980,728	1,213,327	1,213,327		
\$30,000 under \$35,000.....	3,927,413	5,231,452	3,764,623	3,283,662	4,134,185	1,555,575	1,431,477	569,432	1,240,669	196,525	1,086,666	1,205,212	1,205,212		
\$35,000 under \$40,000.....	3,930,527	6,022,941	3,732,167	3,283,662	4,134,185	1,555,575	1,431,477	569,432	1,240,669	196,525	1,086,666	1,205,212	1,205,212		
\$40,000 under \$45,000.....	2,534,303	5,082,886	2,727,921	2,889,794	2,930,752	1,364,566	1,034,916	440,752	860,475	153,005	767,148	188,589	188,589		
\$45,000 under \$50,000.....	1,336,348	4,311,458	2,049,579	2,333,612	2,194,410	1,085,978	786,433	379,441	703,430	135,725	545,495	128,572	128,572		
\$50,000 under \$55,000.....	1,439,321	3,361,158	1,439,209	1,777,579	1,524,070	797,978	579,658	292,783	481,637	96,784	377,060	108,734	108,734		
\$55,000 under \$60,000.....	836,343	2,746,755	992,808	1,048,861	1,048,861	596,732	381,518	203,379	358,890	136,962	272,299	82,104	82,104		
\$60,000 under \$65,000.....	1,589,506	5,105,604	2,588,385	2,588,385	1,684,567	1,041,252	586,648	321,516	586,648	105,317	483,872	133,578	133,578		
\$65,000 under \$70,000.....	850,776	3,960,431	830,607	1,918,370	975,882	725,470	286,344	192,175	359,712	102,317	230,683	80,831	80,831		
\$70,000 under \$75,000.....	1,688,211	1,888,211	1,888,211	724,645	664,448	664,448	203,883	182,606	284,782	105,261	182,887	108,626	108,626		
\$75,000 under \$80,000.....	5,022,646	5,022,646	5,022,646	2,413,109	1,90,024	2,413,109	51,214	49,456	67,626	16,437	47,840	63,046	63,046		
\$80,000 under \$85,000.....	168,889	3,625,262	27,237	162,367	27,583	54,863	7,498	9,562	10,925	16,437	7,021	21,813	21,813		
\$85,000 or more.....	12,947	2,100,335	13,928	138,286	13,975	48,764	3,887	8,250	5,844	25,043	3,656	22,963	22,963		
Total taxable returns.....	29,424,476	58,547,952	29,598,863	31,173,278	34,558,543	14,198,775	10,932,687	4,716,049	8,934,686	1,760,945	8,213,331	1,882,013	1,882,013		
Total non-taxable returns.....	1,004,624	731,613	1,445,197	1,560,948	1,667,281	414,730	339,620	140,507	440,753	69,835	265,248	50,242	50,242		

Size of adjusted gross income	Total	Number of returns	Amount	Itemized deductions — Continued										Total	
				Total	Home mortgage interest				Paid to individuals				Credit card interest	Other interest	
					Number of returns	Amount	Number of returns	Amount	Number of returns	Amount	Number of returns	Amount			
Total.....	34,514,190	156,176,338	26,985,426	102,110,380	26,182,270	97,401,047	2,042,805	4,709,332	24,528,636	9,823,465	26,567,948	46,242,494			
Under \$5,000.....	267,770	1,140,688	214,577	756,555	207,906	722,296	15,452	34,257	146,239	54,749	173,621	329,384			
\$5,000 under \$10,000.....	1,172,106	2,910,657	779,490	1,933,399	733,850	1,802,845	71,626	130,555	716,626	252,826	731,644	1,722,934			
\$10,000 under \$15,000.....	2,185,143	5,674,997	1,506,488	3,779,634	1,468,850	3,666,611	108,408	213,023	1,412,803	472,668	1,376,595	1,422,394			
\$15,000 under \$20,000.....	3,237,091	8,706,208	2,248,832	5,659,295	2,161,877	5,284,945	184,254	374,450	2,087,248	704,138	2,270,028	2,342,775			
\$20,000 under \$25,000.....	3,934,295	11,903,431	2,760,676	7,964,295	2,635,783	7,476,096	294,254	485,184	2,642,983	925,369	3,013,782	3,013,782			
\$25,000 under \$30,000.....	4,481,683	15,748,043	3,427,414	10,911,223	3,329,123	10,408,508	562,614	532,713	3,177,203	1,200,801	3,486,502	3,635,920			
\$30,000 under \$35,000.....	4,287,322	16,482,584	3,413,353	11,266,467	3,309,193	10,723,467	280,989	532,790	3,167,160	1,200,801	3,486,502	3,635,920			
\$35,000 under \$40,000.....	4,081,856	17,555,708	3,392,830	11,994,887	2,391,000	11,511,847	223,262	483,038	3,126,986	1,275,367	3,446,782	3,937,938			
\$40,000 under \$45,000.....	2,900,347	13,209,264	2,437,833	8,029,001	2,391,000	8,718,222	150,394	310,779	2,210,916	915,866	2,324,577	3,264,278			
\$45,000 under \$50,000.....	1,159,089	11,174,552	1,832,588	7,806,362	1,786,450	7,299,497	138,768	306,884	1,656,588	710,427	1,814,701	2,897,763			
\$50,000 under \$55,000.....	1,083,891	6,863,891	1,280,329	6,003,463	1,239,630	5,761,167	82,654	236,287	1,163,453	551,798	1,218,628	1,728,628			
\$55,000 under \$60,000.....	1,083,891	6,863,891	1,280,329	6,003,463	1,239,630	5,761,167									

**Table 2.1—Returns With Itemized Deductions: Sources of Income, Adjustments, Itemized Deductions by Type, Exemptions, and Tax Items by Size of Adjusted Gross Income—Continued**

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

Size of adjusted gross income	Itemized deductions — Continued														
	Total		Cash contributions			Other than cash contributions			Carryover from previous years			Amount not deductible because of income limitations			
			Under \$3,000 to a single organization	\$3,000 or more to a single organization	Other than cash contributions	Carryover from previous years									
	Number of returns	Amount	Number of returns	Amount	Number of returns	Amount	Number of returns	Amount	Number of returns	Amount	Number of returns	Amount			
	(74)	(75)	(76)	(77)	(78)	(79)	(80)	(81)	(82)	(83)	(84)	(85)			
Total	34,607,832	42,119,812	32,900,482	22,060,532	2,359,538	13,607,002	8,286,775	5,708,198	183,630	4,111,792	95,234	3,668,713			
Under \$5,000	303,824	122,477	292,944	118,853	5,391	29,081	39,230	15,241	6,559	4,996	43,047	45,875			
\$5,000 under \$10,000	1,283,167	982,084	1,226,987	664,616	41,594	168,056	188,749	48,620	28,052	63,651	18,137	83,663			
\$10,000 under \$15,000	2,300,997	1,697,580	2,224,520	1,222,016	83,124	338,955	392,323	160,325	24,784	31,253	1,529	8,588			
\$15,000 under \$20,000	3,199,361	2,436,034	3,111,950	1,771,595	108,472	483,068	540,967	178,181	28,246	22,044	12,782	26,855			
\$20,000 under \$25,000	3,698,821	2,436,034	3,565,828	2,035,513	136,884	575,015	738,173	225,908	5,043	7,028	14,039	40,308			
\$25,000 under \$30,000	4,338,085	3,481,559	4,162,257	2,408,004	190,042	765,344	838,908	272,826	9,119	34,183	34,183	40,308			
\$30,000 under \$35,000	4,175,834	3,563,926	3,983,787	2,337,758	220,680	907,011	966,331	265,384	9,897	34,183	34,183	40,308			
\$35,000 under \$40,000	4,000,814	3,620,819	3,847,519	2,456,718	208,071	878,828	839,681	253,382	9,897	34,183	34,183	40,308			
\$40,000 under \$45,000	2,719,719	3,028,674	2,778,242	1,805,461	177,945	663,085	653,085	260,346	3,750	22,780	22,780	40,308			
\$45,000 under \$50,000	2,173,788	2,606,681	2,074,788	1,458,508	129,924	483,388	483,388	231,286	8,031	55,298	55,298	40,308			
\$50,000 under \$55,000	1,526,900	2,056,448	1,426,872	1,142,872	105,887	365,909	365,909	191,544	2,573	146,976	146,976	40,308			
\$55,000 under \$60,000	1,065,900	1,656,402	993,801	868,829	105,887	1,072,580	622,733	399,965	9,723	49,306	42,88	40,308			
\$60,000 under \$75,000	1,887,810	2,983,212	1,554,966	1,469,539	206,765	1,072,580	622,733	357,676	5,358	143,288	143,288	40,308			
\$75,000 under \$100,000	993,868	2,380,308	884,520	980,630	164,236	1,020,352	386,931	357,676	8,374	143,288	143,288	40,308			
\$100,000 under \$200,000	731,489	3,148,644	577,458	835,373	231,173	1,670,483	289,822	630,465	9,250	2,745,834	7,291	2,143,755			
\$200,000 under \$500,000	182,544	2,698,122	131,350	308,330	102,427	1,164,583	69,892	623,030	1,165	151,572	437	143,887			
\$500,000 under \$1,000,000	28,368	890,893	18,627	81,042	18,483	487,142	11,619	315,124	1,165	151,572	437	143,887			
\$1,000,000 or more	14,530	2,050,538	9,754	93,893	11,078	878,709	6,524	999,762	828	398,541	314	421,766			
Total taxable returns	33,081,208	40,557,313	31,470,755	21,171,957	2,258,753	13,094,380	7,973,997	5,560,228	135,328	4,251,244	30,498	3,520,487			
Total non-taxable returns	1,526,624	1,562,498	1,429,727	888,575	100,785	512,622	312,778	148,968	49,302	160,548	64,736	148,216			

Size of adjusted gross income	Itemized deductions — Continued														
	Total		Cash contributions			Other than cash contributions			Carryover from previous years			Amount not deductible because of income limitations			
			Under \$3,000 to a single organization	\$3,000 or more to a single organization	Other than cash contributions	Carryover from previous years									
	Number of returns	Amount	Number of returns	Amount	Number of returns	Amount	Number of returns	Amount	Number of returns	Amount	Number of returns	Amount			
	(74)	(75)	(76)	(77)	(78)	(79)	(80)	(81)	(82)	(83)	(84)	(85)			
Total	34,607,832	42,119,812	32,900,482	22,060,532	2,359,538	13,607,002	8,286,775	5,708,198	183,630	4,111,792	95,234	3,668,713			
Under \$5,000	303,824	122,477	292,944	118,853	5,391	29,081	39,230	15,241	6,559	4,996	43,047	45,875			
\$5,000 under \$10,000	1,283,167	982,084	1,226,987	664,616	41,594	168,056	188,749	48,620	28,052	63,651	18,137	83,663			
\$10,000 under \$15,000	2,300,997	1,697,580	2,224,520	1,222,016	83,124	338,955	392,323	160,325	24,784	31,253	1,529	8,588			
\$15,000 under \$20,000	3,199,361	2,436,034	3,111,950	1,771,595	108,472	483,068	540,967	178,181	28,246	22,044	12,782	26,855			
\$20,000 under \$25,000	3,698,821	2,436,034	3,565,828	2,035,513	136,884	575,015	738,173	225,908	5,043	7,028	14,039	40,308			
\$25,000 under \$30,000	4,338,085	3,481,559	4,162,257	2,408,004	190,042	765,344	838,908	272,826	9,119	34,183	34,183	40,308			
\$30,000 under \$35,000	4,175,834	3,563,926	3,983,787	2,337,758	220,680	907,011	966,331	265,384	9,897	34,183	34,183	40,308			
\$35,000 under \$40,000	4,000,814	3,620,819	3,847,519	2,456,718	208,071	878,828	839,681	253,382	9,897	34,183	34,183	40,308			
\$40,000 under \$45,000	2,719,719	3,028,674	2,778,242	1,805,461	177,945	663,085	653,085	260,346	3,750	22,780	22,780	40,308			
\$45,000 under \$50,000	2,173,788	2,606,681	2,074,788	1,458,508	129,924	483,388	483,388	231,286	8,031	55,298	55,298	40,308			
\$50,000 under \$55,000	1,526,900	2,056,448	1,426,872	1,142,872	105,887	365,909	365,909	191,544	2,573	146,976	146,976	40,308			
\$55,000 under \$60,000	1,065,900	1,656,402	993,801	868,829	105,887	1,072,580	622,733	399,965	9,723	49,306	42,88	40,308			
\$60,000 under \$75,000	1,887,810	2,983,212	1,554,966	1,469,539	206,765	1,072,580	622,733	357,676	5,358	143,288	143,288	40,308			
\$75,000 under \$100,000	993,868	2,380,308	884,520	980,630	164,236	1,020,352	386,931	357,676	8,374	143,288	143,288	40,308			
\$100,000 under \$200,000	731,489	3,148,644	577,458	835,373	231,173	1,670,483	289,822	630,465	9,250	2,745,834	7,291	2,143,755			
\$200,000 under \$500,000	182,544	2,698,122	131,350	308,330	102,427	1,164,583	69,892	623,030	1,165	151,572	437	143,887			
\$500,000 under \$1,000,000	28,368	890,893	18,627	81,042	18,483	487,142	11,619	315,124	1,165	151,572	437	143,887			
\$1,000,000 or more	14,530	2,050,538	9,754	93,893	11,078	878,709	6,524	999,762	828	398,541	314	421,766			
Total taxable returns	33,081,208	40,557,313	31,470,755	21,171,957	2,258,753	13,094,380	7,973,997	5,560,228	135,328	4,251,244	30,498	3,520,487			
Total non-taxable returns	1,526,624	1,562,498	1,429,727	888,575	100,785	512,622	312,778	148,968	49,302	160,548	64,736	148,216			

Size of adjusted gross income	Itemized deductions — Continued														
	Total		Cash contributions			Other than cash contributions			Carryover from previous years			Amount not deductible because of income limitations			
			Under \$3,000 to a single organization	\$3,000 or more to a single organization	Other than cash contributions	Carryover from previous years									
	Number of returns	Amount	Number of returns	Amount	Number of returns	Amount	Number of returns	Amount	Number of returns	Amount	Number of returns	Amount			
	(74)	(75)	(76)	(77)	(78)	(79)	(80)	(81)	(82)	(83)	(84)	(85)			
Total	34,607,832	42,119,812	32,900,482	22,060,532	2,359,538	13,607,002	8,286,775	5,708,198	183,630	4,111,792	95,234	3,668,713			
Under \$5,000	303,824	122,477	292,944	118,853	5,391	29,081	39,230	15,241	6,559	4,996	43,047	45,875			
\$5,000 under \$10,000	1,283,167	982,084	1,226,987	664,616	41,594	168,056	188,749	48,620	28,052	63,651	18,137	83,663			
\$10,000 under \$15,000	2,300,997	1,697,580	2,224,520	1,222,016	83,124	338,955	392,323	160,325	24,784	31,253	1,529	8,588			
\$15,000 under \$20,000	3,199,361	2,436,034	3,111,950	1,771,595	108,472	483,068	540,967	178,181	28,246	22,044	12,782	26,855			
\$20,000 under \$25,000	3,698,821	2,436,034	3,565,828	2,035,513	136,884	575,015	738,173	225,908	5,043	7,028	14,039	40,308			
\$25,000 under \$30,000	4,338,085	3,481,559	4,162,257	2,408,004	190,042	765,344	838,908	272,826	9,119	34,183	34,183	40,308			
\$30,000 under \$35,000	4,175,834	3,563,926	3,983,787	2,337,758	220,680	907,011	966,331	265,384	9,897	34,183	34,183	40,308			
\$35,000 under \$40,000	4,000,814	3,620,819	3,847,519	2,456,718	208,071	878,828	839,681	253,382	9,897	34,183	34,183	40,308			
\$40,000 under \$45,000	2,719,719	3,028,674	2,778,242	1,805,461	177,945	663,085	653,085	260,346	3,750	22,780	22,780	40,308			
\$45,000 under \$50,000	2,173,788	2,606,681	2,074,788	1,458,508	129,924	483,388	483,388	231,286	8,031	55,298	55,298	40,308			
\$50,000 under \$55,000	1,526,900	2,056,448	1,426,872	1,142,872	105,887	365,909	365,909	191,544	2,573	146,976	146,976	40,308			
\$55,000 under \$60,000	1,065,900	1,656,402	993,801	868,829	105,887	1,072,580	622,733	399,965	9,723	49,306	42,88	40,308			
\$60,000 under \$75,000	1,887,810	2,983,212	1,554,966	1,469,539	206,765	1,072,580	622,733	357,676	5,358	143,288	143,288	40,308			
\$75,000 under \$100,000	993,868	2,380,308	884,520	980,630	164,236	1,020,352	386,931	357,676	8,374	143,288	143,288	40,308			
\$100,000 under \$200,000	731,489	3,148,644	577,458	835,373	231,173	1,670,483	289,822	630,465	9,250	2,745,834	7,291	2,143,755			
\$200,000 under \$500,000	182,544	2,698,122	131,350	308,330	102,427	1,164,583	69,892	623,030	1,165	151,572	437	143,887			
\$500,000 under \$1,000,000	28,368	890,893	18,627	81,042	18,483	487,142	11,619	315,124	1,165	151,572	437	143,887			
\$1,000,000 or more	14,530	2,050,538	9,754	93,893	11,078	878,709	6,524	999,762	828	398,541	314	421,766			
Total taxable returns	33,081,208	40,557,313	31,470,755	21,171,957	2,258,753	13,094,380	7,973,997	5,560,228	135,328	4,251,244	30,498	3,520,487			
Total non-taxable returns	1,526,624	1,562,498	1,429,727	888,575	100,785	512,622	312,778	148,968	49,302	160,548	64,736	148,216			

Size of adjusted gross income	Itemized deductions — Continued														
	Total		Cash contributions			Other than cash contributions			Carryover from previous years			Amount not deductible because			

Table 2.2—Returns With Itemized Deductions: Sources of Income and Adjustments, Deductions and Tax Items, by Marital Status

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

Item	All returns		Joint returns of husbands and wives		Separate returns of husbands and wives		Returns of heads of households		Returns of surviving spouses		Returns of single persons	
	Number of returns	Amount	Number of returns	Amount	Number of returns	Amount	Number of returns	Amount	Number of returns	Amount	Number of returns	Amount
	(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)	(10)	(11)	(12)
Adjusted gross income less deficit.....	38,203,092	1,439,739,884	27,281,239	1,156,248,036	286,329	7,504,429	2,745,721	67,003,123	73,780	4,541,554	7,816,023	204,442,743
Salaries and wages.....	33,430,919	1,189,485,580	24,892,390	981,893,974	224,155	4,939,783	2,539,691	58,076,172	57,825	3,598,029	5,716,858	140,977,621
Interest received.....	31,969,770	105,501,492	23,293,391	71,016,564	193,048	734,684	1,917,148	3,819,030	73,780	1,828,900	6,482,403	28,302,314
Dividends in AGI.....	9,219,787	39,951,281	6,302,086	25,881,434	50,842	472,193	429,987	1,133,504	31,496	112,656	2,405,376	12,351,493
State income tax refunds.....	16,565,085	6,683,541	12,708,466	5,282,598	96,156	33,785	1,143,099	369,063	26,132	42,248	2,811,232	965,866
Alimony received.....	242,965	2,190,287	33,233	147,773	*3,979	*20,059	120,514	1,055,301	—	—	85,239	967,154
Business or profession:												
Net income.....	4,623,367	68,315,777	3,926,253	59,332,623	31,774	584,695	159,299	1,792,806	11,813	105,590	494,228	6,500,064
Net loss.....	1,973,097	9,599,529	1,660,410	8,203,442	6,619	34,160	73,939	244,643	2,000	9,023	230,129	1,108,262
Sales of capital assets:												
Net gain.....	6,329,994	49,005,579	4,623,298	38,314,965	55,287	703,585	243,738	1,211,807	20,890	75,739	1,366,781	6,699,482
Net loss.....	2,278,764	3,531,007	1,653,739	2,589,349	8,412	11,653	90,423	133,321	13,710	11,248	512,480	785,436
Sales of property other than capital assets.....	1,011,670	1,470,579	855,827	1,352,672	4,233	5,892	19,605	36,285	9,647	-57,165	122,358	132,894
Pensions and annuities in AGI.....	5,557,705	45,294,488	4,042,935	34,623,295	30,911	404,368	238,458	1,482,187	34,574	502,277	1,210,827	6,282,360
Rent net income less loss.....	5,861,656	-13,567,565	4,516,489	-11,604,610	29,377	-125,996	246,712	-440,632	15,869	-37,801	-1,358,526	—
Royalty net income less loss.....	608,813	5,272,795	433,796	4,007,583	5,338	42,822	26,212	148,770	*5,897	*3,477	137,570	1,070,144
Farm rental income less loss.....	221,511	889,111	139,969	410,708	*2,739	-12,629	13,091	-12,047	*37	*1	65,675	503,080
Partnership net income less loss.....	3,419,420	-896,070	2,735,474	790,720	25,734	59,770	101,768	-7,296	14,390	-1,850,482	542,054	111,228
Estate or trust net income less loss.....	732,967	5,831,498	344,465	2,403,667	1,987	78,882	39,694	259,884	6,721	118,569	340,100	2,972,496
Small Business Corporation net income less loss.....	815,534	8,507,052	715,246	7,233,990	*3,190	72,356	9,695	174,292	367	3,250	87,036	1,023,165
Farm net income less loss.....	1,151,318	-4,577,093	1,034,531	-4,047,881	3,546	-30,680	22,180	5,454	-18,993	85,607	-389,119	—
Unemployment compensation in AGI.....	2,516,749	3,726,483	2,105,513	3,234,278	*10,710	*12,803	116,288	108,466	*3,977	*15,999	280,261	354,936
Other income less loss.....	3,328,397	4,041,664	2,655,428	3,109,330	12,752	-249,487	176,734	348,815	15,530	366,734	467,953	468,273
Total statutory adjustments.....	24,223,222	70,051,148	20,697,307	60,481,680	74,262	262,447	823,753	2,178,394	26,897	62,413	2,601,003	7,066,214
Payments to an IRA.....	11,183,002	27,546,256	8,755,033	23,245,153	39,121	78,268	557,419	965,540	25,716	46,507	1,805,713	3,210,788
Payments to a Keogh plan.....	564,154	3,766,549	472,347	3,272,902	4,389	16,176	14,889	69,419	1,398	11,055	71,151	396,996
Alimony paid.....	474,811	3,145,047	246,724	1,639,755	11,701	101,482	56,313	339,066	*687	*3,116	159,386	1,061,629
Total itemized deductions.....	38,203,092	358,876,015	27,281,239	284,192,809	286,329	2,252,563	2,745,721	17,668,275	73,780	1,862,707	7,816,023	52,899,661
Medical and dental expense deduction.....	10,675,247	21,450,276	7,542,771	13,468,886	101,996	136,350	863,674	1,081,829	29,133	56,095	2,137,673	6,707,117
Taxes paid deduction.....	37,902,348	115,245,288	27,226,539	91,500,594	282,167	675,586	2,738,158	5,786,443	73,780	727,766	7,581,704	16,554,896
Interest paid deduction.....	34,514,190	158,176,338	25,725,833	130,092,881	240,962	853,286	2,627,268	7,870,417	63,071	903,595	5,857,056	18,456,160
Contributions deduction.....	34,607,832	42,119,812	25,427,504	33,334,267	239,928	385,925	2,455,643	1,646,550	65,623	89,082	6,419,134	6,663,989
Net casualty or theft loss.....	245,831	845,832	140,522	611,085	*7,573	*16,361	43,797	85,389	—	—	53,939	132,997
Miscellaneous deductions.....	31,454,800	21,038,470	22,875,204	15,185,096	204,170	185,055	2,265,234	1,197,648	65,089	86,168	6,045,103	4,384,501
Excess itemized deductions.....	37,690,646	241,999,894	27,281,239	191,436,597	276,662	1,774,220	2,745,721	11,353,117	73,780	1,811,855	7,313,244	35,824,105
Unused zero bracket amount.....	512,446	909,714	—	—	*8,667	*8,417	—	—	—	—	502,779	901,297
Contributions deduction for nonitemizers.....	—	—	—	—	—	—	—	—	—	—	—	—
Taxable income.....	37,525,696	1,089,938,899	26,869,075	872,062,849	271,738	5,267,480	2,699,746	49,047,972	69,767	2,815,605	7,615,370	160,744,992
Total tax credits.....	12,095,039	6,439,038	9,632,339	5,589,212	50,968	29,131	981,070	364,446	23,731	11,666	1,406,931	444,584
Child care credit.....	4,296,011	1,423,192	3,683,885	1,177,822	*15,085	*3,323	563,802	233,163	*7,756	*2,786	25,483	6,097
Credit for the elderly and disabled.....	101,154	22,383	43,769	11,874	—	—	*7,954	*2,549	—	—	49,431	7,960
Residential energy credit.....	2,190,371	556,141	1,829,659	486,535	4,040	487	132,345	31,012	*39	*8	224,288	38,099
Political contributions credit.....	3,764,117	196,644	2,797,027	163,353	19,054	563	212,848	7,664	4,312	63	730,876	25,001
Foreign tax credit.....	318,257	388,901	212,220	342,143	5,670	4,288	13,554	4,640	*5,604	*102	81,209	37,728
Investment credit.....	3,448,714	4,378,675	2,910,009	3,848,931	12,318	18,261	81,160	83,090	7,639	8,515	437,588	419,879
Earned income credit used to offset income tax before credits.....	117,240	10,037	30,874	2,074	—	—	80,683	7,815	*5,683	*148	—	—
Income tax after credits.....	36,240,292	222,058,301	25,993,834	178,334,768	264,259	1,352,086	2,584,698	8,056,748	65,787	819,003	7,331,714	33,495,695
Alternative minimum tax.....	311,423	3,923,326	228,446	2,984,229	1,648	73,411	12,202	109,750	*5,726	*7,385	83,401	748,551
Total income tax.....	36,295,795	225,991,360	26,037,889	181,326,937	264,450	1,426,964	2,599,339	8,166,537	65,826	826,388	7,339,291	34,244,535
Total tax liability.....	36,897,542	233,551,022	26,532,034	187,913,183	267,271	1,485,236	2,614,846	8,363,701	65,826	836,836	7,417,565	34,952,067
Total tax payments.....	36,735,328	254,740,175	26,657,985	203,514,590	254,010	1,374,913	2,662,748	10,857,042	57,872	1,047,494	7,102,713	37,948,136
Income tax withheld.....	33,550,721	201,487,175	24,924,752	163,795,190	219,421	752,075	2,551,350	9,547,912	50,189	834,034	5,805,009	28,558,768
Estimated tax payments.....	6,122,631	43,276,476	4,064,763	32,013,433	50,216	467,744	205,107	1,043,213	25,717	196,821	1,776,765	9,555,267
Overpayment refunded.....	27,393,517	44,310,561	19,837,656	34,101,953	158,685	180,012	2,344,814	3,121,182	37,193	53,266	5,015,169	6,854,148
Tax due at time of filing.....	8,906,624	27,829,263	6,302,037	21,956,292	110,259	329,286	336,342	724,052	24,030	43,454	2,133,956	4,776,179

\*Estimate should be used with caution because of the small number of sample returns on which it is based.  
NOTE: Detail may not add to total because of rounding.

Table 2.3 — All Returns: Exemptions by Type and Number of Exemptions, by Size of Adjusted Gross Income

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

Exemptions for age 65 or over									
Size of adjusted gross income	Number of returns	Number of exemptions	Number of exemptions for taxpayers	Number of returns	Number of exemptions	Adjusted gross income less deficit	Total income tax		
							Number of returns	Amount	
	(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	
Total	99,438,708	240,886,327	146,947,849	11,891,145	15,890,548	258,302,843	9,888,880	42,054,995	
Under \$5,000	17,243,445	26,324,019	19,579,884	1,241,201	1,567,319	977,148	184,671	36,860	
\$5,000 under \$10,000	16,448,678	33,213,263	20,592,570	3,002,674	3,759,594	22,561,605	2,246,132	636,301	
\$10,000 under \$15,000	14,061,086	31,804,454	19,023,468	2,334,497	3,140,716	28,658,005	2,204,142	1,674,089	
\$15,000 under \$20,000	11,484,459	28,332,765	16,842,405	1,610,830	2,264,024	27,913,313	1,579,076	2,272,859	
\$20,000 under \$25,000	8,815,390	23,170,012	13,984,733	969,087	1,324,370	21,624,565	959,185	2,222,467	
\$25,000 under \$30,000	7,635,404	22,060,087	12,884,487	587,173	820,987	16,011,678	584,621	1,921,687	
\$30,000 under \$35,000	6,020,636	18,595,453	10,706,435	424,228	560,618	13,724,911	416,405	1,809,122	
\$35,000 under \$40,000	5,054,470	15,956,572	9,322,811	374,531	499,715	14,030,719	369,578	2,071,546	
\$40,000 under \$45,000	3,485,297	11,159,013	6,534,590	276,148	385,795	11,648,649	276,148	1,926,088	
\$45,000 under \$50,000	2,477,744	8,113,106	4,726,126	227,439	326,419	10,744,382	227,439	1,971,468	
\$50,000 under \$55,000	1,683,504	5,470,952	3,224,112	138,166	198,210	7,210,327	138,166	1,312,599	
\$55,000 under \$60,000	1,156,369	3,854,884	2,208,053	126,907	187,530	7,284,232	126,698	1,451,514	
\$60,000 under \$75,000	1,817,829	5,922,702	3,450,549	214,645	301,609	14,216,749	213,952	3,149,143	
\$75,000 under \$100,000	1,049,444	3,478,974	1,986,144	157,989	238,476	13,412,212	157,400	3,293,582	
\$100,000 under \$200,000	761,193	2,601,677	1,435,533	142,142	219,864	18,884,999	141,867	5,509,569	
\$200,000 under \$500,000	199,711	683,937	364,678	52,171	78,326	14,724,442	52,102	5,013,893	
\$500,000 under \$1,000,000	29,215	96,198	54,073	7,125	10,703	8,955,500	7,111	1,870,068	
\$1,000,000 or more	14,834	48,259	27,198	4,192	6,273		4,187	3,912,143	
Total taxable returns	81,639,509	201,014,344	123,731,354	9,888,880	13,116,360	249,840,588	9,888,880	42,054,995	
Total nontaxable returns	17,799,199	39,871,983	23,216,495	2,002,265	2,774,188	8,462,255			

Exemptions for dependents										
Size of adjusted gross income	Total			Exemptions for children at home						
	Number of returns	Number of exemptions	Adjusted gross income less deficit	Total income tax		Number of returns	Number of exemptions	Adjusted gross income less deficit	Total income tax	
				Number of returns	Amount				Number of returns	Amount
	(9)	(10)	(11)	(12)	(13)	(14)	(15)	(16)	(17)	(18)
Total	39,166,859	77,865,213	1,093,191,863	32,590,041	145,920,567	36,790,984	71,642,030	1,034,543,490	30,443,161	137,114,413
Under \$5,000	2,897,503	5,168,796	-10,939,842	45,671	275,996	2,758,714	4,895,045	-10,559,798	28,451	264,690
\$5,000 under \$10,000	4,413,000	8,797,463	33,392,770	1,503,159	398,130	4,050,267	7,886,274	30,544,017	1,219,868	302,712
\$10,000 under \$15,000	4,767,479	9,608,250	59,651,555	4,309,362	2,913,100	4,363,463	8,572,171	54,603,075	3,918,813	2,547,634
\$15,000 under \$20,000	4,675,744	9,190,543	81,735,609	4,532,723	5,813,355	4,305,876	8,288,751	75,218,684	4,167,547	5,198,054
\$20,000 under \$25,000	3,981,389	7,848,539	89,663,698	3,911,847	7,606,606	3,751,031	7,164,813	84,499,880	3,685,136	7,057,653
\$25,000 under \$30,000	4,126,629	8,342,244	113,339,871	4,058,917	10,970,032	3,851,852	7,746,998	105,809,744	3,786,782	10,018,826
\$30,000 under \$35,000	3,598,921	7,328,400	116,830,247	3,570,113	12,731,699	3,401,697	6,833,756	110,425,831	3,375,365	11,864,612
\$35,000 under \$40,000	3,041,908	6,132,938	113,771,928	3,028,293	13,419,256	2,955,064	5,822,764	110,508,787	2,941,450	12,952,987
\$40,000 under \$45,000	2,124,803	4,237,520	90,084,238	2,117,486	11,616,800	2,057,319	3,989,147	87,229,835	2,050,002	11,176,912
\$45,000 under \$50,000	1,514,201	3,055,614	71,590,885	1,508,575	9,851,492	1,466,210	2,877,605	69,328,822	1,461,086	9,487,824
\$50,000 under \$55,000	1,048,292	2,046,156	54,930,434	1,041,503	8,111,199	993,926	1,889,004	52,077,253	987,487	7,626,130
\$55,000 under \$60,000	718,476	1,458,624	41,154,293	715,353	6,325,782	685,878	1,367,266	39,268,666	682,755	6,006,836
\$60,000 under \$75,000	1,096,088	2,169,191	72,752,198	1,088,590	12,399,067	1,044,498	2,002,121	69,295,320	1,037,001	11,743,717
\$75,000 under \$100,000	596,414	1,250,292	50,832,682	593,919	9,826,175	588,175	1,160,726	48,389,351	565,862	9,329,071
\$100,000 under \$200,000	438,506	944,149	57,853,757	437,334	13,911,724	416,004	879,261	54,848,413	414,836	13,117,559
\$200,000 under \$500,000	106,099	240,380	30,893,960	105,852	9,630,572	101,088	224,468	29,441,373	100,854	9,167,626
\$500,000 under \$1,000,000	14,518	31,368	9,754,677	14,472	3,648,206	13,610	28,851	9,129,204	13,569	3,415,712
\$1,000,000 or more	6,889	14,746	15,898,904	6,872	6,471,378	6,312	13,209	14,467,032	6,297	5,835,858
Total taxable returns	32,590,041	64,036,595	1,067,869,322	32,590,041	145,920,567	30,443,161	58,725,638	1,009,955,267	30,443,161	137,114,413
Total nontaxable returns	6,576,818	13,828,618	25,322,541	—	—	6,347,823	12,916,392	24,588,222	—	—

Exemptions for dependents — Continued										
Size of adjusted gross income	Exemptions for children away from home			Exemptions for parents						
	Number of returns	Number of exemptions	Adjusted gross income less deficit	Total income tax		Number of returns	Number of exemptions	Adjusted gross income less deficit	Total income tax	
				Number of returns	Amount				Number of returns	Amount
	(19)	(20)	(21)	(22)	(23)	(24)	(25)	(26)	(27)	(28)
Total	1,516,680	2,265,873	47,545,156	1,382,891	7,525,315	1,467,589	1,679,969	39,108,497	1,242,923	5,334,373
Under \$5,000	53,003	83,737	-832,126	1,337	10,648	88,206	117,226	-133,560	8,038	5,212
\$5,000 under \$10,000	128,597	219,338	968,495	69,710	18,786	213,852	235,529	1,711,681	123,347	47,569
\$10,000 under \$15,000	174,995	238,249	2,192,037	166,567	136,478	270,457	310,228	3,354,333	242,615	191,679
\$15,000 under \$20,000	205,159	330,620	3,641,132	201,797	334,465	179,015	204,586	3,114,427	168,047	220,208
\$20,000 under \$25,000	172,722	245,469	3,896,717	168,524	389,288	154,214	185,010	3,461,643	148,699	279,665
\$25,000 under \$30,000	168,943	238,990	4,649,304	164,656	580,900	155,732	165,370	4,275,783	153,447	449,386
\$30,000 under \$35,000	146,440	231,713	4,758,371	145,581	639,982	104,311	116,424	3,399,921	100,728	368,344
\$35,000 under \$40,000	127,586	173,167	4,797,219	127,585	619,610	47,634	52,324	1,783,209	46,956	193,660
\$40,000 under \$45,000	66,638	99,281	2,817,096	66,638	389,831	67,313	80,603	2,855,132	67,313	365,789
\$45,000 under \$50,000	62,353	89,035	2,917,947	60,670	448,638	29,816	37,299	1,414,749	29,816	182,964
\$50,000 under \$55,000	57,657	85,423	3,032,990	57,476	465,816	38,516	43,572	2,020,596	37,847	297,361
\$55,000 under \$60,000	35,028	47,692	1,991,640	34,823	321,418	24,914	27,940	1,432,658	24,745	219,264
\$60,000 under \$75,000	56,102	84,455	3,776,578	56,102	686,453	46,633	51,633	3,115,139	46,450	525,289
\$75,000 under \$100,000	31,706	51,840	2,711,699	31,705	535,144	22,776	24,703	1,940,127	22,775	365,928
\$100,000 under \$200,000	23,423	36,582	3,007,013	23,421	768,816	18,381	20,754	2,445,248	18,296	602,414
\$200,000 under \$500,000	5,074	8,201	1,445,781	5,053	453,506	4,555	5,326	1,306,064	4,544	400,611
\$500,000 under \$1,000,000	792	1,342	551,171	788	206,161	786	893	530,377	783	197,064
\$1,000,000 or more	462	739	1,222,092	458	539,373	478	549	1,080,988	477	421,965
Total taxable returns	1,382,891	2,024,214	47,384,930	1,382,891	7,525,315	1,242,923	1,405,865	37,628,188	1,242,923	5,334,373
Total nontaxable returns	133,789	241,659	160,226	—	—	224,666	274,104	1,480,309	—	—

Footnote(s) at end of table.

Table 2.3 — All Returns: Exemptions by Type and Number of Exemptions, by Size of Adjusted Gross Income — Continued

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

Size of adjusted gross income	Exemptions for dependents — Continued					Number of exemptions other than age or blindness: Total			
	Exemptions for other dependents				Total income tax	Number of returns	Adjusted gross income less deficit	Total income tax	
	Number of returns	Number of exemptions	Adjusted gross income less deficit	Number of returns				Amount	
									Number of returns
	(29)	(30)	(31)	(32)	(33)	(34)	(35)	(36)	(37)
Total	1,847,530	2,277,341	35,320,834	1,396,088	3,795,876	99,438,708	2,139,904,356	81,639,509	301,923,057
Under \$5,000	59,435	72,788	- 36,995	7,979	3,036	17,243,445	9,899,636	4,615,640	894,609
\$5,000 under \$10,000	293,977	456,322	2,242,846	136,913	41,992	16,448,678	123,173,540	12,474,889	5,387,814
\$10,000 under \$15,000	372,368	487,602	4,628,573	335,998	250,937	14,061,086	174,322,711	13,383,801	12,791,831
\$15,000 under \$20,000	282,581	366,586	4,917,283	278,603	370,530	11,484,459	199,777,702	11,276,871	18,491,021
\$20,000 under \$25,000	159,963	253,247	3,550,244	159,962	293,857	8,815,390	198,021,274	8,702,306	20,985,028
\$25,000 under \$30,000	140,818	190,866	3,903,817	139,710	385,384	7,635,404	209,274,643	7,547,355	23,793,004
\$30,000 under \$35,000	110,603	146,507	3,591,877	110,602	385,864	6,020,636	195,263,778	5,976,281	23,926,881
\$35,000 under \$40,000	68,230	84,683	2,583,613	68,230	275,158	5,054,470	188,944,011	5,029,623	24,678,348
\$40,000 under \$45,000	50,100	68,489	2,114,693	50,100	240,616	3,485,297	147,745,619	3,475,445	21,051,964
\$45,000 under \$50,000	37,929	51,675	1,789,202	36,821	227,619	2,477,744	117,176,609	2,471,328	17,623,277
\$50,000 under \$55,000	18,892	28,157	992,063	18,723	148,938	1,683,504	88,168,418	1,675,670	14,041,172
\$55,000 under \$60,000	12,340	15,726	708,301	12,339	110,180	1,156,369	66,283,709	1,153,035	11,057,312
\$60,000 under \$75,000	20,917	30,982	1,405,716	20,917	255,166	1,817,829	120,594,722	1,809,017	22,256,691
\$75,000 under \$100,000	10,883	13,023	940,124	10,802	191,220	1,049,444	89,289,787	1,045,455	18,759,377
\$100,000 under \$200,000	6,037	7,552	848,365	6,036	203,257	761,193	100,041,518	759,565	25,762,519
\$200,000 under \$500,000	1,873	2,385	542,900	1,870	174,746	199,711	57,509,946	199,284	18,775,081
\$500,000 under \$1,000,000	306	482	201,767	306	75,152	29,215	19,729,296	29,144	7,526,585
\$1,000,000 or more	178	249	396,445	177	162,223	14,834	34,687,437	14,800	14,120,545
Total taxable returns	1,396,088	1,880,878	33,694,563	1,396,088	3,795,876	81,639,509	2,097,045,567	81,639,509	301,923,057
Total nontaxable returns	251,442	396,463	1,626,271	—	—	17,799,199	42,858,789	—	—

Size of adjusted gross income	Number of exemptions other than age or blindness: One				Number of exemptions other than age or blindness: Two				Number of exemptions other than age or blindness: Three			
	Number of returns	Adjusted gross income less deficit	Total income tax		Number of returns	Adjusted gross income less deficit	Total income tax		Number of returns	Adjusted gross income less deficit	Total income tax	
			Number of returns	Amount			Number of returns	Amount			Number of returns	Amount
	(38)	(39)	(40)	(41)	(42)	(43)	(44)	(45)	(46)	(47)	(48)	(49)
Total	41,457,268	495,665,652	32,280,750	66,564,682	24,376,307	635,599,149	20,826,439	99,065,316	12,906,908	353,905,219	10,764,732	49,059,028
Under \$5,000	13,258,254	27,723,228	4,566,090	511,056	2,034,900	- 5,105,593	42,587	115,830	965,701	- 3,280,294	1,926	47,225
\$5,000 under \$10,000	9,826,639	72,548,428	9,482,785	4,661,260	3,453,163	26,536,295	2,165,232	555,483	1,476,874	11,159,081	522,613	1,263,371
\$10,000 under \$15,000	6,836,290	84,331,948	6,746,601	6,266,675	3,578,705	44,308,028	3,431,462	2,613,417	1,553,950	19,431,772	1,439,677	1,008,542
\$15,000 under \$20,000	4,473,208	77,492,135	4,456,126	9,491,135	3,220,902	56,016,344	3,169,845	4,679,970	1,572,891	27,299,506	1,529,946	2,011,973
\$20,000 under \$25,000	2,779,084	62,084,329	2,766,469	8,883,573	2,527,161	56,821,520	2,493,759	5,686,838	1,376,059	30,987,167	1,352,191	2,841,166
\$25,000 under \$30,000	1,752,602	47,743,370	1,745,011	7,347,882	2,133,426	58,505,726	2,120,003	6,813,365	1,282,058	35,093,161	1,263,682	3,683,230
\$30,000 under \$35,000	933,065	30,081,233	928,133	4,968,844	1,701,822	55,207,752	1,688,533	7,186,428	1,210,051	39,309,926	1,206,091	4,626,128
\$35,000 under \$40,000	593,148	22,084,572	585,909	3,861,148	1,527,522	57,086,279	1,523,028	8,019,145	958,829	35,733,288	953,530	4,468,273
\$40,000 under \$45,000	310,246	13,119,313	310,246	2,556,231	1,134,378	48,071,694	1,131,843	7,458,236	678,609	28,796,953	674,865	3,931,309
\$45,000 under \$50,000	180,323	8,551,870	180,247	1,718,886	811,643	38,374,365	810,929	6,296,782	510,926	24,203,429	509,206	3,487,153
\$50,000 under \$55,000	102,898	5,390,303	102,893	1,167,403	549,096	28,729,729	547,874	4,934,854	372,188	19,479,402	368,879	3,080,392
\$55,000 under \$60,000	78,117	4,485,923	78,076	999,599	377,221	21,636,570	377,051	3,898,321	240,464	13,763,839	240,462	2,292,962
\$60,000 under \$75,000	144,824	9,609,188	143,932	2,303,012	598,063	39,661,809	597,641	7,867,517	377,993	25,102,289	372,140	4,495,325
\$75,000 under \$100,000	93,018	7,947,510	92,799	2,133,363	372,231	31,569,402	370,956	7,042,189	171,352	14,634,342	170,876	3,040,065
\$100,000 under \$200,000	65,911	8,593,499	65,865	2,666,630	266,650	34,890,084	266,236	9,542,678	123,978	16,182,344	123,748	4,061,336
\$200,000 under \$500,000	24,376	6,740,306	24,319	2,189,335	71,524	20,539,042	71,389	7,175,269	28,238	8,027,754	28,171	2,645,820
\$500,000 under \$1,000,000	3,356	2,300,615	3,346	892,290	11,786	7,983,171	11,767	3,105,518	4,533	3,064,262	4,518	1,169,246
\$1,000,000 or more	1,909	4,837,883	1,901	1,946,360	6,314	14,766,931	6,304	6,073,476	2,214	4,916,998	2,211	2,042,747
Total taxable returns	32,280,750	480,848,240	32,280,750	66,564,682	20,826,439	627,055,042	20,826,439	99,065,316	10,764,732	346,001,089	10,764,732	49,059,028
Total nontaxable returns	9,176,518	14,817,413	—	—	3,549,868	8,544,107	—	—	2,142,176	7,904,130	—	—

Size of adjusted gross income	Number of exemptions other than age or blindness: Four				Number of exemptions other than age or blindness: Five or more			
	Number of returns	Adjusted gross income less deficit	Total income tax		Number of returns	Adjusted gross income less deficit	Total income tax	
			Number of returns	Amount			Number of returns	Amount
	(50)	(51)	(52)	(53)	(54)	(55)	(56)	(57)
Total	12,303,062	396,430,684	10,827,006	54,298,325	8,395,163	258,303,652	6,940,582	32,935,706
Under \$5,000	589,336	- 5,045,946	3,766	170,919	395,254	- 4,391,758	1,271	49,579
\$5,000 under \$10,000	882,328	6,783,363	233,761	38,684	809,674	6,146,373	70,498	6,049
\$10,000 under \$15,000	1,162,370	14,530,632	1,033,102	599,655	929,771	11,720,331	732,959	303,542
\$15,000 under \$20,000	1,279,726	22,484,151	1,240,572	1,470,659	937,732	16,485,565	880,382	837,284
\$20,000 under \$25,000	1,260,430	28,467,979	1,239,109	2,249,115	872,656	19,680,278	850,778	1,324,336
\$25,000 under \$30,000	1,498,103	41,238,957	1,469,485	3,814,576	969,215	26,693,430	949,174	2,133,951
\$30,000 under \$35,000	1,263,956	41,040,968	1,253,715	4,375,080	911,942	29,623,899	899,809	2,770,400
\$35,000 under \$40,000	1,263,511	47,377,969	1,260,496	5,483,166	711,460	26,661,903	706,660	2,846,616
\$40,000 under \$45,000	880,644	37,335,936	878,430	4,701,362	481,420	20,421,722	480,061	2,404,826
\$45,000 under \$50,000	588,917	27,836,414	586,410	3,816,528	385,935	18,210,531	384,536	2,303,927
\$50,000 under \$55,000	426,717	22,373,649	424,926	3,236,561	232,605	12,195,334	231,098	1,621,963
\$55,000 under \$60,000	280,138	16,048,109	278,742	2,412,538	180,429	10,349,268	178,704	1,453,892
\$60,000 under \$75,000	449,638	29,767,709	448,554	5,001,164	247,311	16,453,727	246,750	2,589,673
\$75,000 under \$100,000	253,431	21,543,518	252,701	4,119,882	159,412	13,595,014	158,123	2,423,877
\$100,000 under \$200,000	172,621	22,725,732	172,150	5,441,896	132,033	17,649,859	131,566	4,049,979
\$200,000 under \$500,000	43,765	13,339,453	43,677	4,019,373	31,808	8,863,390	31,728	2,745,484
\$500,000 under \$1,000,000	5,122	3,409,409	5,107	1,268,777	4,418	2,971,840	4,404	1,090,754
\$1,000,000 or more	2,309	5,172,682	2,303	2,078,391	2,088	4,992,944	2,081	1,979,572
Total taxable returns	10,827,006	391,648,811	10,827,006	54,298,325	8,940,582	251,492,385	6,940,582	32,935,706
Total nontaxable returns	1,476,056	4,781,874	—	—	1,454,581	6,811,266	—	—

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

Table 2.4 — All Returns: Exemptions by Type, and Number of Exemptions, by Marital Status

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

Marital status	Number of returns	Number of exemptions	Number of exemptions for taxpayers	Exemptions for age 65 or over					Total income tax	
				Number of returns	Number of exemptions	Adjusted gross income less deficit	Number of returns	Amount	Number of returns	Amount
	(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)	(10)
All returns	99,438,708	240,886,327	146,947,849	11,891,145	15,890,548	258,302,843	9,888,880	42,054,995	5,420,451	28,321,275
Joint returns of husbands and wives	47,484,266	164,855,933	94,968,532	6,583,170	10,582,573	169,616,248	5,420,451	28,321,275		
Separate returns of husbands and wives:										
Total	879,063	1,539,585	903,938	69,051	69,051	1,948,758	52,922	478,494		
Spouse filing	854,188	1,445,644	854,188	69,051	69,051	1,948,758	52,922	478,494		
Spouse not filing	24,875	93,941	49,750	—	—	—	—	—		
Returns of heads of households	9,355,250	25,150,994	9,355,250	190,247	190,247	3,419,956	150,826	475,932		
Returns of surviving spouses	120,635	346,736	120,635	15,633	15,633	276,785	7,674	29,745		
Returns of single persons	41,599,494	48,993,079	41,599,494	5,033,044	5,033,044	83,041,096	4,257,007	12,749,550		

Marital status	Exemptions for dependents					Exemptions for children at home				
	Number of returns	Number of exemptions	Adjusted gross income less deficit	Total income tax		Number of returns	Number of exemptions	Adjusted gross income less deficit	Total income tax	
				Number of returns	Amount				Number of returns	Amount
	(9)	(10)	(11)	(12)	(13)	(14)	(15)	(16)	(17)	(18)
All returns	39,166,859	77,865,213	1,093,191,863	32,590,041	145,920,567	36,790,984	71,642,030	1,034,543,490	30,443,161	137,114,413
Joint returns of husbands and wives	28,673,700	59,209,075	933,222,682	25,306,248	128,810,091	27,928,726	56,227,665	906,220,579	24,621,641	124,383,239
Separate returns of husbands and wives:										
Total	311,529	566,556	4,364,476	231,933	610,890	275,718	499,283	3,739,322	201,264	501,647
Spouse filing	290,669	522,365	4,068,121	215,054	580,895	258,836	467,995	3,502,414	188,362	478,361
Spouse not filing	20,860	44,191	296,356	*16,879	*29,995	*16,882	*31,288	*236,908	*12,902	*23,286
Returns of heads of households	8,568,038	15,605,495	123,093,020	5,751,741	11,514,499	7,802,077	13,736,360	109,749,437	5,061,207	10,006,437
Returns of surviving spouses	120,635	210,468	5,102,466	94,817	880,073	120,635	195,323	5,102,466	94,817	880,073
Returns of single persons	1,492,957	2,273,619	27,409,218	1,205,302	4,105,013	663,828	983,399	9,731,685	464,232	1,343,017

Marital status	Exemptions for dependents — Continued					Exemptions for parents				
	Number of returns	Number of exemptions	Adjusted gross income less deficit	Total income tax		Number of returns	Number of exemptions	Adjusted gross income less deficit	Total income tax	
				Number of returns	Amount				Number of returns	Amount
	(19)	(20)	(21)	(22)	(23)	(24)	(25)	(26)	(27)	(28)
All returns	1,516,680	2,265,873	47,545,156	1,382,891	7,525,315	1,467,589	1,679,969	39,108,497	1,242,923	5,334,373
Joint returns of husbands and wives	779,301	1,152,723	30,187,916	707,210	4,724,412	721,433	848,838	26,702,447	634,942	3,992,553
Separate returns of husbands and wives:										
Total	23,926	39,769	515,824	18,783	101,728	6,629	6,629	147,471	*6,624	*28,080
Spouse filing	19,948	31,814	456,376	14,806	95,019	6,629	6,629	147,471	*6,624	*28,080
Spouse not filing	*3,978	*7,955	*59,448	*3,977	*6,709	—	—	—	—	—
Returns of heads of households	108,496	153,376	2,690,955	96,572	392,481	642,859	705,970	10,763,243	523,122	1,137,070
Returns of surviving spouses	*11,934	*11,934	*201,858	*11,934	*16,656	*2,528	*2,528	*98,309	*2,523	*11,247
Returns of single persons	593,023	908,071	13,948,604	548,392	2,290,039	94,140	116,004	1,397,027	75,712	165,423

Marital status	Exemptions for dependents — Continued					Number of exemptions other than age or blindness: Total				
	Number of returns	Number of exemptions	Adjusted gross income less deficit	Total income tax		Number of returns	Adjusted gross income less deficit	Number of returns	Amount	Total income tax
				Number of returns	Amount					
	(29)	(30)	(31)	(32)	(33)	(34)	(35)	(36)	(37)	(38)
All returns	1,647,530	2,277,341	35,320,834	1,396,088	7,958,876	99,438,708	2,139,904,356	81,639,509	301,923,057	
Joint returns of husbands and wives	733,268	979,849	21,198,836	655,601	4,271,218	47,484,266	1,484,206,935	42,070,953	218,238,039	
Separate returns of husbands and wives:										
Total	18,400	20,875	241,315	18,393	26,272	879,063	11,518,120	682,278	1,961,034	
Spouse filing	15,926	15,927	172,639	15,919	17,224	854,188	11,159,177	661,386	1,921,178	
Spouse not filing	*2,474	*4,948	*68,676	*2,474	*9,047	24,875	358,943	*20,892	*39,856	
Returns of heads of households	716,592	1,009,789	10,973,926	580,012	921,121	9,355,250	135,515,497	6,385,582	13,023,264	
Returns of surviving spouses	*683	*683	*25,068	*502	*3,950	120,635	5,102,466	94,817	880,073	
Returns of single persons	178,587	266,145	2,881,688	141,580	373,315	41,599,494	503,561,338	32,405,878	67,820,648	

Marital status	Number of exemptions other than age or blindness: One				Number of exemptions other than age or blindness: Two				Number of exemptions other than age or blindness: Three			
	Number of returns	Adjusted gross income less deficit	Total income tax		Number of returns	Adjusted gross income less deficit	Total income tax		Number of returns	Adjusted gross income less deficit	Total income tax	
			Number of returns	Amount			Number of returns	Amount			Number of returns	Amount
	(38)	(39)	(40)	(41)	(42)	(43)	(44)	(45)	(46)	(47)	(48)	(49)
All returns	41,457,268	495,665,652	32,280,750	66,564,682	24,376,307	635,599,149	20,826,439	99,065,318	12,906,908	353,905,219	10,764,732	49,059,028
Joint returns of husbands and wives					18,810,566	550,984,253	16,764,705	89,427,948	9,968,204	309,490,825	8,805,433	44,439,767
Separate returns of husbands and wives:												
Total	563,519	7,091,057	446,332	1,340,283	180,507	1,932,735	118,159	266,318	77,140	1,285,062	59,807	210,140
Spouse filing	563,519	7,091,057	446,332	1,340,283	156,492	1,870,147	114,146	256,457	74,663	1,237,955	57,333	202,638
Spouse not filing	—	—	—	—	*4,015	*62,587	*4,013	*9,861	*2,477	*47,108	*2,474	*7,501
Returns of heads of households	787,212	12,422,476	633,841	1,508,764	4,408,002	64,719,916	3,130,913	6,731,075	2,447,772	34,915,997	1,562,865	3,124,862
Returns of surviving spouses	—	—	—	—	59,478	1,316,991	45,790	164,821	35,594	777,680	27,451	104,467
Returns of single persons	40,106,537	476,152,119	31,200,577	63,715,634	937,754	16,645,254	766,872	2,475,154	378,198	7,435,654	309,176	1,179,793

Marital status	Number of exemptions other than age or blindness: Four				Number of exemptions other than age or blindness: Five or more			
	Number of returns	Adjusted gross income less deficit	Total income tax		Number of returns	Adjusted gross income less deficit	Total income tax	
			Number of returns	Amount			Number of returns	Amount
	(50)	(51)	(52)	(53)	(54)	(55)	(56)	(57)
All returns	12,303,062	396,430,684	10,827,006	54,298,325	8,395,163	258,303,652	6,940,582	32,935,706
Joint returns of husbands and wives	11,036,296	375,502,857	9,974,141	52,122,666	7,669,200	248,229,000	6,526,674	32,247,659
Separate returns of husbands and wives:								
Total	58,288	812,652	42,355	91,786	396,614	15,625	52,507	
Spouse filing	42,379	632,080	30,424	78,340	327,939	13,151	43,459	
Spouse not filing	*15,909	*180,572	*11,931	*13,446	*68,676	*2,474	*9,047	
Returns of heads of households	1,041,338	14,581,345	686,966	1,130,125	670,926	8,875,762	370,997	528,437
Returns of surviving spouses	24,338	2,939,512	20,354	597,674	*1,225	*68,283	*1,222	*13,110
Returns of single persons	142,802	2,594,318	103,190	356,073	34,203	733,993	26,064	93,993

\*Estimate should be used with caution because of the small number of sample returns on which it is based.  
NOTE: Detail may not add to total because of rounding.

Table 2.5 — Returns of Taxpayers Age 65 or Over: Selected Income and Tax Items, by Size of Adjusted Gross Income

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

Size of adjusted gross income	Number of returns	Adjusted gross income less deficit	Salaries and wages		Interest received		Dividends in adjusted gross income		Total net income less loss from business activities <sup>1</sup>	
			Number of returns	Amount	Number of returns	Amount	Number of returns	Amount	Number of returns	Amount
(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)	(10)	
All returns, total.....	11,891,145	258,302,843	4,019,900	57,324,830	11,149,626	91,985,106	4,391,134	26,279,134	1,972,170	5,791,428
No adjusted gross income.....	123,687	-2,839,074	18,055	242,151	101,409	559,515	22,984	142,595	102,104	-2,174,282
\$1 under \$5,000.....	1,117,514	3,816,221	311,875	920,238	928,644	2,013,645	195,627	221,304	213,351	-209,320
\$5,000 under \$10,000.....	3,002,674	22,561,605	860,905	4,389,946	2,769,543	10,196,910	690,791	1,048,605	263,990	245,201
\$10,000 under \$15,000.....	2,334,497	28,658,005	704,477	5,453,548	2,192,501	12,575,806	701,384	1,587,726	242,628	186,265
\$15,000 under \$20,000.....	1,610,830	27,913,313	554,670	5,517,294	1,553,889	12,232,558	674,698	1,883,884	222,878	262,992
\$20,000 under \$25,000.....	969,087	21,624,565	380,347	5,041,554	924,872	8,920,974	440,733	1,541,333	144,078	341,979
\$25,000 under \$30,000.....	587,173	16,011,678	244,754	4,141,252	558,352	5,921,385	264,639	987,366	93,524	157,655
\$30,000 under \$40,000.....	788,759	27,755,630	344,113	7,172,554	785,281	9,254,000	431,847	2,369,281	184,104	722,140
\$40,000 under \$50,000.....	503,587	22,393,031	218,220	5,459,737	497,531	7,026,808	326,206	1,988,297	129,069	527,200
\$50,000 under \$75,000.....	479,718	28,711,308	218,308	6,657,550	476,335	9,830,823	333,035	3,221,291	179,663	869,281
\$75,000 under \$100,000.....	157,989	13,412,212	59,029	2,199,571	156,714	4,082,648	128,414	2,344,533	64,074	746,026
\$100,000 under \$200,000.....	142,142	18,884,999	68,935	3,924,574	141,426	4,709,369	123,431	3,522,815	84,479	1,355,194
\$200,000 under \$500,000.....	52,171	14,724,442	28,960	4,152,029	51,880	2,675,860	46,915	2,569,751	38,843	1,079,437
\$500,000 under \$1,000,000.....	7,125	4,819,407	4,460	958,604	7,074	713,790	6,501	879,315	5,634	369,074
\$1,000,000 or more.....	4,192	9,855,500	2,792	1,094,228	4,175	1,271,014	3,929	1,971,041	3,551	1,312,589
Taxable returns, total.....	9,888,880	249,840,588	3,456,846	54,871,249	9,438,028	86,365,074	3,969,214	25,461,337	1,484,966	7,900,577
No adjusted gross income.....	1,071	-96,553	538	14,955	1,068	84,086	824	34,539	1,070	-300,196
\$1 under \$5,000.....	183,600	840,517	39,774	104,890	173,940	463,214	31,822	50,024	8,607	670
\$5,000 under \$10,000.....	2,246,132	17,345,039	618,590	3,324,626	2,102,181	8,073,602	529,433	819,286	136,038	166,219
\$10,000 under \$15,000.....	2,204,142	27,100,805	681,139	5,254,754	2,062,146	11,864,015	657,444	1,430,135	208,900	178,429
\$15,000 under \$20,000.....	1,579,076	27,374,238	547,200	5,403,280	1,522,135	11,899,958	663,479	1,869,691	211,980	294,245
\$20,000 under \$25,000.....	959,185	21,402,539	380,341	5,038,940	914,970	8,790,375	438,254	1,528,051	144,072	344,931
\$25,000 under \$30,000.....	584,621	15,936,873	244,677	4,139,380	555,800	5,916,168	262,087	976,218	93,486	165,732
\$30,000 under \$40,000.....	785,983	27,329,415	344,108	7,172,362	772,506	9,048,559	419,072	2,305,701	176,276	755,794
\$40,000 under \$50,000.....	503,587	22,393,031	218,220	5,459,737	497,531	7,026,808	326,206	1,988,297	129,069	527,200
\$50,000 under \$75,000.....	478,816	28,647,353	218,258	6,649,144	475,433	9,788,532	332,342	3,214,810	179,638	890,700
\$75,000 under \$100,000.....	157,400	13,359,987	58,982	2,197,525	156,125	4,073,930	127,825	2,328,128	63,485	730,300
\$100,000 under \$200,000.....	141,867	18,849,159	68,854	3,910,655	141,151	4,693,305	123,161	3,513,019	84,388	1,378,498
\$200,000 under \$500,000.....	52,102	14,704,933	28,924	4,149,079	51,811	2,667,494	46,852	2,560,391	38,791	1,086,219
\$500,000 under \$1,000,000.....	7,111	4,809,696	4,453	958,253	7,061	708,653	6,488	873,809	5,620	375,383
\$1,000,000 or more.....	4,187	9,843,556	2,788	1,093,668	4,170	1,266,377	3,925	1,969,237	3,546	1,308,453
Nontaxable returns, total.....	2,002,265	8,462,255	563,054	2,453,581	1,711,598	5,620,031	421,920	817,797	487,204	-2,109,149

Size of adjusted gross income	Sales of capital assets net gain less loss		Sales of property other than capital assets net gain less loss		Pensions and annuities		Rent net income less loss			
	Number of returns	Amount	Number of returns	Amount	Total	In adjusted gross income	Number of returns	Amount		
					Number of returns	Amount			Number of returns	Amount
(11)	(12)	(13)	(14)	(15)	(16)	(17)	(18)	(19)	(20)	
All returns, total.....	3,318,490	15,779,486	195,481	239,057	6,531,198	51,988,280	6,384,644	46,356,041	1,880,338	3,550,783
No adjusted gross income.....	31,777	336,384	16,900	-68,249	14,281	79,598	14,189	62,526	33,019	-239,369
\$1 under \$5,000.....	120,612	115,156	12,084	-23,613	402,457	1,151,814	370,641	825,525	172,529	-109,014
\$5,000 under \$10,000.....	402,809	138,532	28,858	28,585	1,587,735	6,801,857	1,554,211	6,137,062	328,759	146,281
\$10,000 under \$15,000.....	474,460	417,411	23,486	-29,627	1,376,645	8,891,099	1,360,533	7,808,524	325,589	522,884
\$15,000 under \$20,000.....	518,983	571,056	30,259	114,166	982,750	7,534,019	965,733	6,912,838	219,965	312,147
\$20,000 under \$25,000.....	324,893	468,502	1,114	-26	590,408	5,126,117	576,931	4,769,220	148,621	367,199
\$25,000 under \$30,000.....	190,175	286,826	7,247	-2,058	354,073	3,833,836	343,521	3,554,849	108,112	289,842
\$30,000 under \$40,000.....	382,977	742,485	15,881	8,872	485,421	6,458,767	470,416	5,505,248	140,520	149,716
\$40,000 under \$50,000.....	258,262	627,270	8,952	1,006	306,499	4,890,417	306,499	4,551,503	116,549	366,257
\$50,000 under \$75,000.....	306,033	1,481,294	20,849	55,935	261,314	4,157,296	255,128	3,622,567	144,295	384,262
\$75,000 under \$100,000.....	126,832	1,273,951	7,373	25,059	77,437	1,211,026	76,680	1,102,693	56,163	375,017
\$100,000 under \$200,000.....	123,202	2,155,401	9,499	18,775	67,743	1,090,437	66,414	1,013,386	54,946	392,363
\$200,000 under \$500,000.....	46,859	2,365,837	10,517	27,652	20,839	558,841	20,300	318,099	25,361	368,209
\$500,000 under \$1,000,000.....	6,603	1,299,588	1,454	15,351	2,285	111,975	2,195	77,813	3,734	138,684
\$1,000,000 or more.....	4,013	3,499,792	1,008	67,228	1,311	91,180	1,253	58,188	2,176	86,304
Taxable returns, total.....	2,995,440	15,282,446	149,214	358,879	5,672,229	47,511,747	5,562,663	43,428,738	1,506,218	3,812,764
No adjusted gross income.....	1,064	153,628	328	4,833	326	5,270	321	4,976	873	-18,530
\$1 under \$5,000.....	8,034	15,852	4,017	-24,960	75,000	234,246	71,023	196,468	17,692	-4,864
\$5,000 under \$10,000.....	297,339	74,087	16,122	29,829	1,182,537	4,924,938	1,156,967	4,633,673	213,839	150,795
\$10,000 under \$15,000.....	423,691	366,891	15,151	10,634	1,296,500	7,498,372	1,280,388	7,313,392	272,154	499,077
\$15,000 under \$20,000.....	505,785	562,429	29,823	115,966	965,871	7,475,105	948,854	6,854,520	210,312	313,105
\$20,000 under \$25,000.....	317,471	426,270	1,109	-1	585,455	5,079,476	571,978	4,723,185	143,668	377,162
\$25,000 under \$30,000.....	190,137	286,112	23,086	14,960	351,562	3,829,291	341,010	3,550,304	105,598	226,088
\$30,000 under \$40,000.....	381,867	707,095	15,881	8,872	477,595	6,361,305	463,698	5,411,080	139,409	151,189
\$40,000 under \$50,000.....	258,262	627,270	8,952	1,006	306,499	4,890,417	306,499	4,551,503	116,549	366,257
\$50,000 under \$75,000.....	305,142	1,479,303	20,849	55,935	261,304	4,151,307	255,118	3,620,809	144,116	391,559
\$75,000 under \$100,000.....	126,251	1,270,155	7,373	25,059	77,437	1,211,026	76,680	1,102,693	56,075	377,917
\$100,000 under \$200,000.....	122,979	2,154,446	9,461	18,972	67,743	1,090,437	66,414	1,013,386	54,714	389,486
\$200,000 under \$500,000.....	46,816	2,363,132	10,501	27,367	20,818	558,249	20,279	317,592	25,321	367,833
\$500,000 under \$1,000,000.....	6,592	1,296,785	1,453	15,351	2,285	111,975	2,195	77,813	3,726	139,889
\$1,000,000 or more.....	4,010	3,499,189	1,008	67,228	1,311	91,180	1,253	58,188	2,172	85,802
Nontaxable returns, total.....	323,050	497,040	46,267	-119,822	858,969	4,476,533	821,981	2,927,304	374,120	-261,981

Footnote(s) at end of table.

**Table 2.5 — Returns of Taxpayers Age 65 or Over: Selected Income and Tax Items, by Size of Adjusted Gross Income — Continued**

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

Size of adjusted gross income	Royalty net income less loss		Estate or trust net income less loss		Social Security benefits			
	Number of returns	Amount	Number of returns	Amount	Total		In adjusted gross income	
					Number of returns	Amount	Number of returns	Amount
	(21)	(22)	(23)	(24)	(25)	(26)	(27)	(28)
<b>All returns, total</b> .....	<b>341,795</b>	<b>3,343,691</b>	<b>390,747</b>	<b>3,282,153</b>	<b>5,643,634</b>	<b>43,837,930</b>	<b>2,215,333</b>	<b>7,137,039</b>
No adjusted gross income.....	1,877	35,366	1,467	— 108	46,779	307,008	57	324
\$1 under \$5,000.....	15,889	10,529	*5,093	*1,274	360,732	2,456,039	*3,412	*6,889
\$5,000 under \$10,000.....	17,706	30,294	49,002	155,502	1,096,931	7,727,368	—	—
\$10,000 under \$15,000.....	50,180	109,534	50,181	195,897	933,853	7,348,971	*14,681	*28,002
\$15,000 under \$20,000.....	46,282	202,847	37,286	184,820	584,563	4,712,503	*4,159	*1,087
\$20,000 under \$25,000.....	42,906	12,912	31,513	115,979	473,520	3,645,844	149,565	124,892
\$25,000 under \$30,000.....	34,786	168,846	26,504	262,604	374,834	2,744,084	275,990	345,728
\$30,000 under \$40,000.....	28,965	96,605	47,837	403,880	659,784	4,830,525	654,836	1,641,342
\$40,000 under \$50,000.....	17,497	186,776	29,308	225,712	419,014	3,364,496	419,014	1,632,445
\$50,000 under \$75,000.....	38,820	366,118	50,629	473,014	393,027	3,473,788	393,027	1,741,679
\$75,000 under \$100,000.....	15,314	338,898	22,053	223,309	139,361	1,340,977	139,361	670,456
\$100,000 under \$200,000.....	20,822	827,935	23,136	364,397	116,816	1,316,743	116,816	659,151
\$200,000 under \$500,000.....	8,192	492,319	13,726	327,656	36,415	473,766	36,415	237,143
\$500,000 under \$1,000,000.....	1,466	199,007	1,789	136,233	*5,152	59,428	5,150	29,716
\$1,000,000 or more.....	993	265,705	1,223	211,985	2,853	36,389	2,850	18,184
<b>Taxable returns, total</b> .....	<b>311,731</b>	<b>3,244,392</b>	<b>346,512</b>	<b>3,054,352</b>	<b>4,936,380</b>	<b>38,583,220</b>	<b>2,195,252</b>	<b>7,094,383</b>
No adjusted gross income.....	228	4,349	144	— 4,909	182	1,723	*10	*37
\$1 under \$5,000.....	**	**	*3,978	*3,200	74,435	444,228	*3,411	*6,889
\$5,000 under \$10,000.....	**11,935	**4,462	*24,031	*52,554	810,292	5,496,796	—	—
\$10,000 under \$15,000.....	43,729	105,408	40,519	177,581	873,070	6,861,548	*8,231	*21,285
\$15,000 under \$20,000.....	46,112	185,432	33,309	132,686	573,683	4,608,179	*4,159	*1,087
\$20,000 under \$25,000.....	42,906	12,912	31,508	115,969	468,566	3,626,998	147,085	124,836
\$25,000 under \$30,000.....	34,786	168,846	26,504	262,604	372,322	2,722,299	273,478	338,582
\$30,000 under \$40,000.....	28,960	96,555	45,361	365,777	652,617	4,771,378	647,669	1,620,650
\$40,000 under \$50,000.....	17,497	186,776	29,308	225,712	419,014	3,364,496	419,014	1,632,445
\$50,000 under \$75,000.....	38,815	365,987	**	392,334	3,469,981	3,469,981	392,334	1,739,775
\$75,000 under \$100,000.....	15,314	338,898	**72,180	**692,220	138,781	1,330,722	138,781	665,329
\$100,000 under \$200,000.....	20,822	827,935	22,951	362,159	116,724	1,315,933	116,724	658,746
\$200,000 under \$500,000.....	8,174	491,356	**15,499	**463,222	36,365	473,210	36,365	236,862
\$500,000 under \$1,000,000.....	**2,453	**464,400	**	**	5,145	59,384	**7,991	**47,861
\$1,000,000 or more.....	**	**	1,220	211,978	2,850	36,364	**	**
<b>Nontaxable returns, total</b> .....	<b>30,064</b>	<b>99,299</b>	<b>44,235</b>	<b>227,801</b>	<b>707,254</b>	<b>5,254,711</b>	<b>20,081</b>	<b>42,656</b>

Size of adjusted gross income	Total statutory adjustments		Exemptions		Returns with zero bracket amount only		Returns with itemized deductions			
	Number of returns	Amount	Total number of exemptions	Number of exemptions for age 65 or over	Number of returns	Zero bracket amount	Number of returns	Total itemized deductions	Zero bracket amount	
									Number of returns	Amount
	(29)	(30)	(31)	(32)	(33)	(34)	(35)	(36)	(37)	(38)
<b>All returns, total</b> .....	<b>1,873,864</b>	<b>4,434,823</b>	<b>35,306,717</b>	<b>15,890,548</b>	<b>7,138,420</b>	<b>19,420,726</b>	<b>4,314,572</b>	<b>40,565,301</b>	<b>4,080,433</b>	<b>11,831,913</b>
No adjusted gross income.....	6,693	17,241	388,014	175,137	—	—	—	—	—	—
\$1 under \$5,000.....	30,670	53,723	2,991,793	1,392,182	697,587	1,022,993	105,461	810,545	32,957	49,998
\$5,000 under \$10,000.....	206,118	236,717	8,212,981	3,759,594	2,479,715	6,560,852	522,959	3,150,752	423,043	936,759
\$10,000 under \$15,000.....	238,021	311,879	6,931,124	3,140,716	1,637,847	4,753,322	696,650	4,147,024	651,623	1,848,683
\$15,000 under \$20,000.....	299,007	554,501	5,027,830	2,264,024	968,006	2,934,050	642,824	3,792,846	635,961	1,869,722
\$20,000 under \$25,000.....	216,402	454,280	3,000,966	1,324,370	538,675	1,623,590	430,412	2,673,179	430,406	1,284,327
\$25,000 under \$30,000.....	152,246	329,155	1,873,916	820,987	298,508	927,147	288,665	1,934,929	288,541	867,541
\$30,000 under \$40,000.....	256,100	670,258	2,437,976	1,060,333	258,212	794,128	540,547	4,632,964	534,916	1,603,931
\$40,000 under \$50,000.....	177,887	530,549	1,845,196	712,214	162,605	498,891	340,982	2,866,278	340,977	1,063,405
\$50,000 under \$75,000.....	169,061	569,215	1,572,878	687,349	75,983	236,713	403,735	4,441,797	402,430	1,253,942
\$75,000 under \$100,000.....	47,049	181,071	525,595	238,476	15,218	49,661	142,771	2,185,570	141,457	432,201
\$100,000 under \$200,000.....	47,340	298,038	487,824	219,864	4,890	15,639	137,252	3,360,617	136,092	430,059
\$200,000 under \$500,000.....	22,736	153,113	171,942	78,326	1,008	3,249	51,163	3,386,631	50,945	156,364
\$500,000 under \$1,000,000.....	2,859	38,464	24,352	10,703	136	403	6,989	968,600	6,943	21,934
\$1,000,000 or more.....	1,675	36,618	14,330	6,273	30	88	4,162	2,213,570	4,142	13,048
<b>Taxable returns, total</b> .....	<b>1,761,655</b>	<b>4,282,140</b>	<b>29,136,787</b>	<b>13,116,360</b>	<b>6,105,014</b>	<b>17,441,410</b>	<b>3,778,818</b>	<b>34,956,080</b>	<b>3,774,782</b>	<b>11,211,865</b>
No adjusted gross income.....	286	2,663	3,654	1,499	—	—	—	—	—	—
\$1 under \$5,000.....	*1,708	*3,435	367,315	183,636	173,860	395,450	*5,763	*12,983	*5,683	*12,048
\$5,000 under \$10,000.....	160,448	197,086	5,662,220	2,633,474	1,998,091	5,304,464	248,041	862,470	248,039	613,136
\$10,000 under \$15,000.....	218,659	278,460	6,515,005	2,962,607	1,613,773	4,671,471	590,369	2,869,527	590,264	1,697,285
\$15,000 under \$20,000.....	292,383	544,149	4,916,788	2,215,811	964,028	2,920,525	615,048	3,314,264	614,863	1,818,281
\$20,000 under \$25,000.....	213,927	454,184	2,968,781	1,309,515	538,675	1,623,590	420,510	2,522,487	420,510	1,260,653
\$25,000 under \$30,000.....	**405,830	**996,103	1,868,658	818,358	298,508	927,147	286,113	1,910,833	286,066	861,849
\$30,000 under \$40,000.....	**	**	2,397,875	1,040,844	**517,913	**1,598,274	527,772	4,271,377	527,097	1,578,028
\$40,000 under \$50,000.....	177,887	530,549	1,845,196	712,214	**	**	340,982	2,866,278	340,977	1,063,405
\$50,000 under \$75,000.....	169,016	569,075	1,570,880	686,442	**	**	402,833	4,368,210	401,753	1,253,706
\$75,000 under \$100,000.....	47,001	180,492	523,274	237,386	**	**	142,183	2,124,644	141,457	432,201
\$100,000 under \$200,000.....	47,256	297,883	486,814	219,402	**	**	136,977	3,320,537	136,050	429,941
\$200,000 under \$500,000.....	**27,254	**228,061	171,705	78,221	**	**	51,095	3,357,309	50,941	156,360
\$500,000 under \$1,000,000.....	**	**	24,308	10,684	136	403	6,975	951,841	**11,082	**34,973
\$1,000,000 or more.....	**	**	14,316	6,267	30	88	4,157	2,203,320	**	**
<b>Nontaxable returns, total</b> .....	<b>112,209</b>	<b>152,683</b>	<b>6,169,930</b>	<b>2,774,188</b>	<b>1,033,406</b>	<b>1,979,316</b>	<b>535,754</b>	<b>5,609,220</b>	<b>305,651</b>	<b>620,048</b>

Footnote(s) at end of table.

**Table 2.5 — Returns of Taxpayers Age 65 or Over: Selected Income and Tax Items, by Size of Adjusted Gross Income — Continued**

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

Size of adjusted gross income	Returns with itemized deductions — Continued		Taxable income		Income tax before credits		Total income tax		Tax credits	
	Excess itemized deductions		Number of returns	Amount	Number of returns	Amount	Number of returns	Amount	Number of returns	Amount
	Number of returns	Amount								
All returns, total.....	(39)	(40)	(41)	(42)	(43)	(44)	(45)	(46)	(47)	(48)
No adjusted gross income	4,312,867	27,807,575	11,218,853	200,141,865	10,171,544	41,661,528	2,060,204	603,498	389,997	85,554
\$1 under \$5,000.....	103,756	524,238	730,544	1,157,625	232,954	10,889	59,093	1,177	314	..
\$5,000 under \$10,000.....	522,965	1,737,806	2,802,758	13,156,627	2,416,696	667,384	407,821	2,063	37,503	..
\$10,000 under \$15,000.....	692,650	2,148,626	2,289,470	18,751,741	2,251,255	1,745,178	384,830	5,073	192,255	..
\$15,000 under \$20,000.....	642,824	1,891,881	1,503,967	21,041,706	1,594,110	2,307,213	256,611	37,585	122,548	..
\$20,000 under \$25,000.....	430,412	1,384,301	989,081	17,214,297	964,132	2,237,862	171,366	21,058	28,159	..
\$25,000 under \$30,000.....	288,565	1,086,864	587,026	13,004,059	587,026	1,938,385	121,829	18,013	21,058	..
\$30,000 under \$40,000.....	540,547	3,014,836	783,128	22,347,708	782,521	3,885,486	208,106	39,781	39,781	..
\$40,000 under \$50,000.....	340,982	1,802,794	503,582	18,358,348	503,582	3,873,767	128,900	22,278	22,278	..
\$50,000 under \$75,000.....	403,735	3,182,882	478,413	23,867,011	478,413	5,847,808	153,346	46,431	46,431	..
\$75,000 under \$100,000.....	142,771	1,749,649	156,675	11,152,738	156,674	3,271,652	61,866	22,111	22,111	..
\$100,000 under \$200,000.....	137,252	2,927,154	140,982	15,489,750	140,941	5,437,498	77,835	56,688	56,688	..
\$200,000 under \$500,000.....	51,163	3,229,458	51,953	11,343,066	51,913	4,825,535	39,340	82,038	82,038	..
\$500,000 under \$1,000,000.....	6,989	946,514	7,079	3,862,510	7,073	1,823,482	3,596	30,637	30,637	..
\$1,000,000 or more.....	4,162	2,200,463	4,172	7,654,676	4,172	3,769,075	3,394	82,512	82,512	..
Taxable returns, total.....	3,777,113	23,733,835	9,879,796	186,909,887	9,884,648	41,584,518	1,773,308	526,486	240,713	60,505
No adjusted gross income	4,058	1,931	179,543	474,232	183,521	8,930	9,660	114	..	..
\$1 under \$5,000.....	248,041	249,058	2,246,130	11,364,115	2,245,961	662,956	237,246	30,664	30,664	..
\$5,000 under \$10,000.....	580,369	1,171,953	2,204,037	19,354,671	2,204,037	1,725,643	317,612	55,521	55,521	..
\$10,000 under \$15,000.....	615,048	1,485,521	1,578,891	20,925,026	1,578,855	2,305,883	253,356	36,255	36,255	..
\$15,000 under \$20,000.....	420,510	1,261,831	959,185	17,146,646	959,184	2,232,217	168,420	15,412	15,412	..
\$20,000 under \$25,000.....	286,113	1,048,823	584,574	13,005,961	584,573	1,928,216	116,430	28,151	28,151	..
\$25,000 under \$30,000.....	527,772	2,691,240	785,308	22,326,055	785,308	3,873,965	120,904	22,279	22,279	..
\$30,000 under \$40,000.....	340,982	1,802,794	503,582	18,938,349	503,584	3,873,767	128,900	46,431	46,431	..
\$40,000 under \$50,000.....	402,893	3,111,577	634,410	35,118,432	478,413	5,847,808	153,346	46,431	46,431	..
\$50,000 under \$75,000.....	142,183	1,690,722	140,940	15,489,405	140,940	5,437,498	77,835	56,688	56,688	..
\$75,000 under \$100,000.....	136,977	2,888,007	51,948	11,342,585	51,948	4,825,535	39,340	82,038	82,038	..
\$100,000 under \$200,000.....	51,095	3,200,354	51,948	11,342,585	51,948	4,825,535	39,340	82,038	82,038	..
\$200,000 under \$500,000.....	6,979	928,797	7,079	3,862,510	7,079	1,823,482	3,596	30,637	30,637	..
\$500,000 under \$1,000,000.....	4,157	2,190,227	4,172	7,654,676	4,172	3,769,075	3,394	82,512	82,512	..
\$1,000,000 or more.....	4,157	2,190,227	4,172	7,654,676	4,172	3,769,075	3,394	82,512	82,512	..
Non-taxable returns, total.....	535,754	4,073,740	1,339,057	3,231,978	286,896	77,012	286,896	77,012	149,284	25,049
All returns, total.....	3,818,117	27,807,575	11,218,853	200,141,865	10,171,544	41,661,528	2,060,204	603,498	389,997	85,554
No adjusted gross income	4,312,867	27,807,575	11,218,853	200,141,865	10,171,544	41,661,528	2,060,204	603,498	389,997	85,554
\$1 under \$5,000.....	103,756	524,238	730,544	1,157,625	232,954	10,889	59,093	1,177	314	..
\$5,000 under \$10,000.....	522,965	1,737,806	2,802,758	13,156,627	2,416,696	667,384	407,821	2,063	37,503	..
\$10,000 under \$15,000.....	692,650	2,148,626	2,289,470	18,751,741	2,251,255	1,745,178	384,830	5,073	192,255	..
\$15,000 under \$20,000.....	642,824	1,891,881	1,503,967	21,041,706	1,594,110	2,307,213	256,611	37,585	122,548	..
\$20,000 under \$25,000.....	430,412	1,384,301	989,081	17,214,297	964,132	2,237,862	171,366	21,058	28,159	..
\$25,000 under \$30,000.....	288,565	1,086,864	587,026	13,004,059	587,026	1,938,385	121,829	18,013	21,058	..
\$30,000 under \$40,000.....	540,547	3,014,836	783,128	22,347,708	782,521	3,885,486	208,106	39,781	39,781	..
\$40,000 under \$50,000.....	340,982	1,802,794	503,582	18,358,348	503,582	3,873,767	128,900	22,278	22,278	..
\$50,000 under \$75,000.....	403,735	3,182,882	478,413	23,867,011	478,413	5,847,808	153,346	46,431	46,431	..
\$75,000 under \$100,000.....	142,771	1,749,649	156,675	11,152,738	156,674	3,271,652	61,866	22,111	22,111	..
\$100,000 under \$200,000.....	137,252	2,927,154	140,982	15,489,750	140,941	5,437,498	77,835	56,688	56,688	..
\$200,000 under \$500,000.....	51,163	3,229,458	51,953	11,343,066	51,913	4,825,535	39,340	82,038	82,038	..
\$500,000 under \$1,000,000.....	6,989	946,514	7,079	3,862,510	7,073	1,823,482	3,596	30,637	30,637	..
\$1,000,000 or more.....	4,162	2,200,463	4,172	7,654,676	4,172	3,769,075	3,394	82,512	82,512	..
Taxable returns, total.....	3,777,113	23,733,835	9,879,796	186,909,887	9,884,648	41,584,518	1,773,308	526,486	240,713	60,505
No adjusted gross income	4,058	1,931	179,543	474,232	183,521	8,930	9,660	114	..	..
\$1 under \$5,000.....	248,041	249,058	2,246,130	11,364,115	2,245,961	662,956	237,246	30,664	30,664	..
\$5,000 under \$10,000.....	580,369	1,171,953	2,204,037	19,354,671	2,204,037	1,725,643	317,612	55,521	55,521	..
\$10,000 under \$15,000.....	615,048	1,485,521	1,578,891	20,925,026	1,578,855	2,305,883	253,356	36,255	36,255	..
\$15,000 under \$20,000.....	420,510	1,261,831	959,185	17,146,646	959,184	2,232,217	168,420	15,412	15,412	..
\$20,000 under \$25,000.....	286,113	1,048,823	584,574	13,005,961	584,573	1,928,216	116,430	28,151	28,151	..
\$25,000 under \$30,000.....	527,772	2,691,240	785,308	22,326,055	785,308	3,873,965	120,904	22,279	22,279	..
\$30,000 under \$40,000.....	340,982	1,802,794	503,582	18,938,349	503,584	3,873,767	128,900	46,431	46,431	..
\$40,000 under \$50,000.....	402,893	3,111,577	634,410	35,118,432	478,413	5,847,808	153,346	46,431	46,431	..
\$50,000 under \$75,000.....	142,183	1,690,722	140,940	15,489,405	140,940	5,437,498	77,835	56,688	56,688	..
\$75,000 under \$100,000.....	136,977	2,888,007	51,948	11,342,585	51,948	4,825,535	39,340	82,038	82,038	..
\$100,000 under \$200,000.....	51,095	3,200,354	51,948	11,342,585	51,948	4,825,535	39,340	82,038	82,038	..
\$200,000 under \$500,000.....	6,979	928,797	7,079	3,862,510	7,079	1,823,482	3,596	30,637	30,637	..
\$500,000 under \$1,000,000.....	4,157	2,190,227	4,172	7,654,676	4,172	3,769,075	3,394	82,512	82,512	..
\$1,000,000 or more.....	4,157	2,190,227	4,172	7,654,676	4,172	3,769,075	3,394	82,512	82,512	..
Non-taxable returns, total.....	535,754	4,073,740	1,339,057	3,231,978	286,896	77,012	286,896	77,012	149,284	25,049
All returns, total.....	3,818,117	27,807,575	11,218,853	200,141,865	10,171,544	41,661,528	2,060,204	603,498	389,997	85,554
No adjusted gross income	4,312,867	27,807,575	11,218,853	200,141,865	10,171,544	41,661,528	2,060,204	603,498	389,997	85,554
\$1 under \$5,000.....	103,756	524,238	730,544	1,157,625	232,954	10,889	59,093	1,177	314	..
\$5,000 under \$10,000.....	522,965	1,737,806	2,802,758	13,156,627	2,416,696	667,384	407,821	2,063	37,503	..
\$10,000 under \$15,000.....	692,650	2,148,626	2,289,470	18,751,741	2,251,255	1,745,178	384,830	5,073	192,255	..
\$15,000 under \$20,000.....	642,824	1,891,881	1,503,967	21,041,706	1,594,110	2,307,213	256,611	37,585	122,548	..
\$20,000 under \$25,000.....	430,412	1,384,301	989,081	17,214,297	964,132	2,237,862	171,366	21,058	28,159	..
\$25,000 under \$30,000.....	288,565	1,086,864	587,026	13,004,059						

Table 2.6—Returns of Taxpayers Age 65 or Over: Selected Tax Items, by Marital Status of Taxpayer

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

Marital status of taxpayer	All returns, total	Joint returns of husbands and wives				Separate returns of husbands and wives, total	Returns of heads of households, total	Returns of surviving spouses, total	Returns of single persons, total
		Total	Both taxpayers age 65 or over	Primary taxpayer age 65 or over; secondary taxpayer under 65	Secondary taxpayer age 65 or over; primary taxpayer under 65				
	(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)
Number of returns.....	11,891,145	6,583,170	3,999,403	2,134,507	449,260	69,051	190,247	15,633	5,033,044
Adjusted gross income less deficit.....	258,302,843	169,616,248	103,671,419	55,576,183	10,368,646	1,948,758	3,419,956	276,785	83,041,096
<b>Exemptions</b>									
Number of exemptions.....	35,306,717	24,392,066	16,201,182	6,786,466	1,404,418	138,171	511,317	51,380	10,213,783
Amount.....	35,306,717	24,392,066	16,201,182	6,786,466	1,404,418	138,171	511,317	51,380	10,213,783
<b>Returns with zero bracket amount only</b>									
Number of returns.....	7,138,420	3,690,457	2,336,842	1,125,502	228,113	*16,496	91,120	*7,955	3,332,392
Zero bracket amount									
Number of returns.....	7,138,420	3,690,457	2,336,842	1,125,502	228,113	*16,496	91,120	*7,955	3,332,392
Amount.....	19,420,726	11,836,333	7,461,364	3,635,413	739,557	*24,488	203,377	*24,474	7,332,053
With nonitemizers contribution deduction									
Number of returns.....	4,395,550	2,321,553	1,504,598	694,918	122,037	*4,360	55,890	*3,977	2,009,770
Amount.....	263,118	145,118	95,902	42,294	6,921	*85	3,028	*99	114,788
<b>Returns with itemized deductions</b>									
Number of returns.....	4,314,572	2,596,517	1,451,079	948,740	196,698	48,554	92,668	*7,673	1,569,160
Total itemized deductions.....	40,565,301	25,413,371	14,648,173	9,207,018	1,558,179	498,209	596,532	*43,825	14,013,364
Zero bracket amount									
Number of returns.....	4,090,433	2,491,818	1,378,916	927,614	185,288	42,051	86,983	*7,673	1,451,908
Amount.....	11,831,913	8,269,978	4,561,069	3,098,868	610,041	71,487	196,907	*26,088	3,267,453
Excess itemized deductions									
Number of returns.....	4,312,867	2,596,517	1,451,079	948,740	196,698	46,849	92,668	*7,673	1,569,160
Amount.....	27,807,575	16,585,213	9,714,505	5,981,302	889,406	416,934	383,396	*17,736	10,404,296
<b>Taxable income</b>									
Number of returns.....	11,218,853	6,182,275	3,715,758	2,053,116	413,401	58,547	178,103	15,628	4,784,300
Amount.....	200,141,865	131,926,616	79,760,117	43,912,983	8,253,516	1,425,812	2,551,728	208,997	64,028,712
<b>Alternative minimum tax</b>									
Number of returns.....	71,922	39,104	19,546	17,782	1,776	113	†	†	31,304
Amount.....	996,891	565,859	333,714	216,758	15,387	34,422	†	†	391,142
<b>Income tax after credits</b>									
Number of returns.....	9,877,910	5,412,307	3,224,718	1,815,352	372,237	52,864	150,825	*7,674	4,254,240
Amount.....	41,058,032	27,755,344	17,364,374	8,978,878	1,412,093	444,071	470,757	*29,452	12,358,407
<b>Total income tax</b>									
Number of returns.....	9,888,880	5,420,451	3,227,480	1,820,284	372,687	52,922	150,826	*7,674	4,257,007
Amount.....	42,054,995	28,321,275	17,698,088	9,195,707	1,427,480	478,494	475,932	*29,745	12,749,550
<b>Total tax liability</b>									
Number of returns.....	10,120,433	5,608,175	3,334,125	1,896,068	377,982	54,634	152,535	*7,674	4,297,415
Amount.....	42,879,785	29,008,933	18,059,973	9,469,900	1,479,060	492,498	479,067	*31,893	12,867,394

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

†Data deleted to avoid disclosure of information for specific taxpayers. Deleted data are included in the appropriate totals.

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

**Table 3.1 — Returns With Income Subject to Tax: Adjusted Gross Income, Deductions, Exemptions, Taxable Income, and Tax Items, by Size of Adjusted Gross Income and Type of Tax Computation**

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

Type of tax computation by size of adjusted gross income	Number of returns	Adjusted gross income	Taxable income	Income subject to tax	Income tax		Tax generated		Tax savings over regular computation		Income tax before credits	
					regular computation	Alternative minimum tax	Number of returns	Amount	Number of returns	Amount	Number of returns	Amount
Returns with regular tax computation only												
(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)	(10)	(11)		
Total	91,301,331	2,009,887,572	1,577,534,436	81,375,816	275,820,688	81,375,816	275,862,116	—	81,402,677	276,820,484		
Under \$5,000	12,674,832	38,537,176	23,819,689	4,802,057	445,166	4,802,057	447,206	—	4,813,988	454,087		
\$5,000 under \$10,000	16,034,057	120,357,432	86,470,584	5,914,830	5,914,830	5,914,830	5,922,678	—	14,284,707	5,928,137		
\$10,000 under \$15,000	13,813,523	171,300,159	134,221,306	13,640,403	13,290,105	13,640,403	13,297,961	—	13,640,404	13,338,737		
\$15,000 under \$20,000	11,132,413	163,576,756	136,274,101	11,076,445	11,602,989	11,076,445	11,607,870	—	11,078,446	11,659,869		
\$20,000 under \$25,000	7,252,463	100,281,074	75,975,634	8,544,401	20,840,058	8,544,401	20,846,481	—	8,544,401	20,872,784		
\$25,000 under \$30,000	4,250,864	58,650,328	42,850,662	5,542,517	14,299,385	5,542,517	14,333,416	—	5,542,517	14,333,416		
\$30,000 under \$35,000	2,543,003	30,516,827	22,012,103	3,640,576	4,129,385	3,640,576	4,133,416	—	3,640,576	4,129,385		
\$35,000 under \$40,000	1,188,405	14,166,827	10,261,910	1,866,218	1,793,224	1,866,218	1,792,926	—	1,866,218	1,792,926		
\$40,000 under \$45,000	548,565	7,174,203	5,202,383	548,282	18,540,165	548,282	18,540,352	—	548,282	18,540,352		
\$45,000 under \$50,000	148,393	43,820,421	32,899,525	148,231	13,934,438	148,231	13,934,438	—	148,231	14,068,203		
\$50,000 under \$55,000	24,145	10,369,555	7,152,180	24,137	6,156,143	24,137	6,156,143	—	24,137	6,181,590		
\$55,000 under \$60,000	13,403	31,865,686	23,786,575	13,402	12,667,307	13,402	12,667,307	—	13,402	12,691,369		
\$60,000 under \$65,000	—	—	—	—	—	—	—	—	—	—		
\$65,000 under \$70,000	—	—	—	—	—	—	—	—	—	—		
\$70,000 under \$75,000	—	—	—	—	—	—	—	—	—	—		
\$75,000 under \$80,000	—	—	—	—	—	—	—	—	—	—		
\$80,000 under \$85,000	—	—	—	—	—	—	—	—	—	—		
\$85,000 under \$90,000	—	—	—	—	—	—	—	—	—	—		
\$90,000 under \$95,000	—	—	—	—	—	—	—	—	—	—		
\$95,000 under \$100,000	—	—	—	—	—	—	—	—	—	—		
\$100,000 under \$105,000	—	—	—	—	—	—	—	—	—	—		
\$105,000 under \$110,000	—	—	—	—	—	—	—	—	—	—		
\$110,000 under \$115,000	—	—	—	—	—	—	—	—	—	—		
\$115,000 under \$120,000	—	—	—	—	—	—	—	—	—	—		
\$120,000 under \$125,000	—	—	—	—	—	—	—	—	—	—		
\$125,000 under \$130,000	—	—	—	—	—	—	—	—	—	—		
\$130,000 under \$135,000	—	—	—	—	—	—	—	—	—	—		
\$135,000 under \$140,000	—	—	—	—	—	—	—	—	—	—		
\$140,000 under \$145,000	—	—	—	—	—	—	—	—	—	—		
\$145,000 under \$150,000	—	—	—	—	—	—	—	—	—	—		
\$150,000 or more	—	—	—	—	—	—	—	—	—	—		
Under \$5,000	3,016,056	151,053,888	123,831,286	3,016,056	31,825,823	3,016,056	29,697,145	2,138,678	3,016,056	29,760,650		
\$5,000 under \$10,000	39,418	347,138	280,638	39,418	23,327	39,418	17,945	5,382	39,418	17,945		
\$10,000 under \$15,000	138,744	1,737,203	1,421,823	138,744	1,538,811	138,744	1,14,969	30,412	138,744	1,14,969		
\$15,000 under \$20,000	325,904	5,746,153	4,800,777	325,904	5,981,047	325,904	506,150	81,897	325,904	506,150		
\$20,000 under \$25,000	324,778	7,315,388	6,010,664	324,778	8,211,934	324,778	718,414	102,100	324,778	718,414		
\$25,000 under \$30,000	366,705	10,108,521	8,469,483	366,705	1,268,452	366,705	1,178,052	251,408	366,705	1,180,289		
\$30,000 under \$35,000	520,716	18,183,724	15,120,153	520,716	2,387,945	520,716	2,387,945	251,408	520,716	2,387,945		
\$35,000 under \$40,000	415,548	18,579,178	15,399,840	415,548	3,028,324	415,548	2,787,173	241,116	415,548	2,787,173		
\$40,000 under \$45,000	450,812	27,382,994	22,308,205	450,812	5,238,631	450,812	4,914,203	414,328	450,812	4,927,089		
\$45,000 under \$50,000	187,478	14,994,218	11,743,433	187,478	3,360,080	187,478	3,156,944	204,003	187,478	3,156,944		
\$50,000 under \$55,000	208,667	27,886,721	22,267,154	208,667	4,689,210	208,667	4,474,827	413,598	208,667	4,488,944		
\$55,000 under \$60,000	50,170	13,731,842	11,195,188	50,170	4,689,210	50,170	4,689,210	44,349	50,170	4,488,944		
\$60,000 under \$65,000	4,789	3,141,389	2,546,533	4,789	2,547,790	4,789	2,547,790	44,349	4,789	2,547,790		
\$65,000 under \$70,000	1,327	2,500,417	2,140,396	1,327	1,046,406	1,327	1,031,331	15,077	1,327	1,032,279		
\$70,000 under \$75,000	—	—	—	—	—	—	—	—	—	—		
\$75,000 under \$80,000	—	—	—	—	—	—	—	—	—	—		
\$80,000 under \$85,000	—	—	—	—	—	—	—	—	—	—		
\$85,000 under \$90,000	—	—	—	—	—	—	—	—	—	—		
\$90,000 under \$95,000	—	—	—	—	—	—	—	—	—	—		
\$95,000 under \$100,000	—	—	—	—	—	—	—	—	—	—		
\$100,000 under \$105,000	—	—	—	—	—	—	—	—	—	—		
\$105,000 under \$110,000	—	—	—	—	—	—	—	—	—	—		
\$110,000 under \$115,000	—	—	—	—	—	—	—	—	—	—		
\$115,000 under \$120,000	—	—	—	—	—	—	—	—	—	—		
\$120,000 under \$125,000	—	—	—	—	—	—	—	—	—	—		
\$125,000 under \$130,000	—	—	—	—	—	—	—	—	—	—		
\$130,000 under \$135,000	—	—	—	—	—	—	—	—	—	—		
\$135,000 under \$140,000	—	—	—	—	—	—	—	—	—	—		
\$140,000 under \$145,000	—	—	—	—	—	—	—	—	—	—		
\$145,000 under \$150,000	—	—	—	—	—	—	—	—	—	—		
\$150,000 or more	—	—	—	—	—	—	—	—	—	—		
Under \$5,000	18,308,857	7,975,606	76,615,486	268,844,878	245,560	2,579,493	76,657,698	271,433,261	17,2	13,5	2,973	35
\$5,000 under \$10,000	290,138	13,904	4,589,120	5,334,240	2,880	15,440	12,439,307	4,420,245	1,8	4,5	35	334
\$10,000 under \$15,000	873,697	12,438,929	12,665,125	1,002	4,572	13,252,571	12,669,697	12,669,697	9,4	1,1	917	817
\$15,000 under \$20,000	2,074,615	661,632	10,973,178	17,989,236	4,189	18,733	10,976,042	18,016,969	11,5	9,3	1,618	1,618
\$20,000 under \$25,000	1,829,281	620,246	9,377,368	20,262,968	5,545	18,602	8,380,629	20,271,169	13,1	10,7	3,128	3,128
\$25,000 under \$30,000	1,821,232	632,146	10,189,822	22,691,056	7,812	8,272	7,200,596	22,699,366	14,2	11,4	4,391	4,391
\$30,000 under \$35,000	3,140,165	1,034,174	10,164,205	46,200,950	29,883	80,521	10,488,682	46,291,471	15,9	12,7	6,488	6,488
\$35,000 under \$40,000	1,821,120	890,161	5,532,527	35,843,913	49,635	118,411	5,534,961	35,982,327	18,4	14,6	10,798	10,798
\$40,000 under \$45,000	450,770	472,519	4,753,316	42,132,776	51,486	189,663	4,185,321	42,396,261	22,0	17,2	17,742	17,742
\$45,000 under \$50,000	342,306	656,534	541,324	18,386,759	29,006	87,463	15,586,476	18,424,133	27,1	20,9	33,586	33,586
\$50,000 under \$55,000	114,901	395,896	147,765	16,012,669	22,638	508,507	14,829,793	16,133,451	32,3	25,7	93,245	93,245
\$55,000 under \$60,000	20,026	191,822	24,072	5,989,688	2,485	225,576	24,139	6,215,992	47,2	37,9	257,434	257,434
\$60,000 under \$65,000	12,088	437,734	13,378	12,253,635	2,485	698,589	13,396	12,956,104	50,2	40,5	966,657	966,657
\$65,000 under \$70,000	—	—	—	—	—	—	—	—	—	—		
\$70,000 under \$75,000	—	—	—	—	—	—	—	—	—	—		
\$75,000 under \$80,000	—	—	—	—	—	—	—	—	—	—		
\$80,000 under \$85,000	—	—	—	—	—	—	—	—	—	—		
\$85,000 under \$90,000	—	—	—	—	—	—	—	—	—	—		
\$90,000 under \$95,000	—	—	—	—	—	—	—	—	—	—		
\$95,000 under \$100,000	—	—	—	—	—	—	—	—	—	—		
\$100,000 under \$105,000												

**Table 3.2 — Returns With Total Income Tax: Total Income Tax as a Percent of Adjusted Gross Income, by Size of Adjusted Gross Income**

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

Size of adjusted gross income	Total income tax as a percent of adjusted gross income								
	Total			Under 5 percent			5 under 7 percent		
	Number of returns	Adjusted gross income less deficit	Total income tax	Number of returns	Adjusted gross income less deficit	Total income tax	Number of returns	Adjusted gross income less deficit	Total income tax
(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)	
<b>All returns</b>									
Total .....	81,639,509	2,097,045,567	301,923,057	14,569,185	148,245,109	4,374,408	9,310,233	132,000,220	8,030,755
Under \$5,000 .....	4,615,640	16,510,283	894,609	4,250,005	16,874,418	354,864	156,813	432,731	25,414
\$5,000 under \$10,000 .....	12,474,889	95,451,291	5,387,814	4,912,910	35,619,807	1,008,345	3,456,214	24,524,980	1,471,156
\$10,000 under \$15,000 .....	13,383,801	166,204,730	12,791,831	3,090,090	37,106,130	1,202,303	2,462,750	30,994,894	1,867,039
\$15,000 under \$20,000 .....	11,276,871	196,196,741	18,491,021	1,088,271	18,819,197	621,299	1,560,667	26,530,546	1,644,251
\$20,000 under \$25,000 .....	8,702,306	195,493,924	20,985,028	494,545	10,981,019	353,955	709,211	15,834,717	965,441
\$25,000 under \$30,000 .....	7,547,355	206,830,967	23,793,004	303,763	8,320,388	266,572	422,500	11,546,846	711,735
\$30,000 under \$40,000 .....	11,005,904	381,861,978	48,605,229	253,099	8,692,801	277,625	377,414	12,828,515	784,834
\$40,000 under \$50,000 .....	5,946,773	264,201,427	38,675,241	91,888	4,097,276	133,561	95,597	4,234,901	254,089
\$50,000 under \$75,000 .....	4,637,722	273,834,369	47,355,174	53,162	3,146,151	97,057	51,741	2,977,328	182,439
\$75,000 under \$100,000 .....	1,045,455	88,940,852	18,759,377	15,749	1,285,056	28,667	10,908	921,228	55,573
\$100,000 under \$200,000 .....	758,565	99,833,885	25,762,519	4,457	562,833	12,799	5,805	827,236	54,093
\$200,000 or more .....	243,228	111,685,019	40,422,211	1,256	740,032	17,362	513	248,299	14,691
<b>Joint returns</b>									
Total .....	42,070,953	1,471,035,154	218,238,039	5,995,870	89,660,343	2,767,366	4,530,723	88,301,677	5,376,480
Under \$5,000 .....	10,683	1,245,253	367,155	—	—	—	—	—	—
\$5,000 under \$10,000 .....	1,948,442	16,459,445	409,729	1,865,073	15,647,342	357,019	82,569	806,198	41,746
\$10,000 under \$15,000 .....	4,500,645	56,238,432	2,824,352	2,230,967	26,657,553	885,268	1,699,567	21,756,567	1,302,379
\$15,000 under \$20,000 .....	5,173,229	90,412,910	6,458,299	863,258	14,824,722	492,160	1,259,207	21,399,464	1,325,097
\$20,000 under \$25,000 .....	5,070,661	114,354,677	10,051,572	409,431	9,128,921	292,420	612,367	13,682,365	835,120
\$25,000 under \$30,000 .....	5,171,812	142,055,420	14,325,683	255,886	7,033,256	230,601	379,845	10,405,112	640,108
\$30,000 under \$40,000 .....	8,900,255	310,114,008	36,937,608	223,861	7,688,805	252,177	345,291	11,719,709	718,240
\$40,000 under \$50,000 .....	5,281,484	234,929,671	33,172,043	80,790	3,817,600	119,552	88,157	3,911,084	234,640
\$50,000 under \$75,000 .....	4,208,321	248,091,623	41,644,252	47,159	2,779,366	86,727	48,645	2,791,306	171,031
\$75,000 under \$100,000 .....	932,930	79,316,610	16,242,106	14,132	1,135,911	27,009	9,549	812,583	48,762
\$100,000 under \$200,000 .....	672,763	88,534,464	22,322,290	4,397	554,094	12,550	5,071	811,724	47,266
\$200,000 or more .....	201,728	91,773,147	33,482,951	916	592,773	14,444	455	205,565	12,091
<b>Nonjoint returns</b>									
Total .....	39,568,556	626,010,412	83,685,018	8,573,315	56,584,766	1,607,041	4,779,510	43,698,542	2,654,275
Under \$5,000 .....	4,604,957	17,755,537	527,453	4,250,005	16,874,418	354,864	156,813	432,731	25,414
\$5,000 under \$10,000 .....	10,526,447	78,991,847	4,978,085	3,047,837	19,972,465	651,326	3,373,645	23,718,782	1,429,410
\$10,000 under \$15,000 .....	8,883,156	109,966,298	9,967,479	859,123	10,448,577	317,034	763,183	9,238,327	564,660
\$15,000 under \$20,000 .....	6,103,642	105,783,831	12,032,723	235,013	3,994,475	129,139	301,460	5,131,082	319,154
\$20,000 under \$25,000 .....	3,631,645	81,139,247	10,933,456	85,114	1,852,098	61,535	96,844	2,152,352	130,321
\$25,000 under \$30,000 .....	2,375,643	64,775,548	9,467,321	47,877	1,287,132	35,972	42,655	1,141,734	71,628
\$30,000 under \$40,000 .....	2,105,648	71,747,970	11,667,621	29,238	1,003,896	25,448	32,123	1,108,806	66,584
\$40,000 under \$50,000 .....	665,289	29,742,756	5,503,188	11,098	479,676	14,409	7,443	323,817	19,449
\$50,000 under \$75,000 .....	431,401	25,742,756	5,710,822	6,003	366,785	10,330	3,096	186,022	11,408
\$75,000 under \$100,000 .....	112,525	6,624,342	2,517,270	*1,617	*149,146	*4,218	*1,359	*108,645	*6,811
\$100,000 under \$200,000 .....	86,802	11,298,420	3,440,229	*50	*8,739	*249	834	115,512	6,827
\$200,000 or more .....	41,500	19,911,872	6,939,260	340	147,259	2,918	58	40,733	2,599

Size of adjusted gross income	Total income tax as a percent of adjusted gross income—Continued								
	7 under 10 percent			10 under 12 percent			12 under 15 percent		
	Number of returns	Adjusted gross income less deficit	Total income tax	Number of returns	Adjusted gross income less deficit	Total income tax	Number of returns	Adjusted gross income less deficit	Total income tax
	(10)	(11)	(12)	(13)	(14)	(15)	(16)	(17)	(18)
<b>All returns</b>									
Total .....	18,930,849	353,308,640	30,477,154	12,265,504	298,597,894	32,885,532	13,408,443	416,451,944	55,989,174
Under \$5,000 .....	180,596	656,819	55,298	—	—	—	—	—	—
\$5,000 under \$10,000 .....	3,964,110	34,205,589	2,772,350	122,728	937,213	100,756	*15,913	*138,914	*17,168
\$10,000 under \$15,000 .....	4,103,274	49,015,226	4,284,678	3,612,547	47,564,030	5,191,288	102,625	1,359,482	178,404
\$15,000 under \$20,000 .....	3,859,913	67,443,356	5,700,636	1,402,533	24,597,496	2,697,039	3,290,712	57,640,987	7,591,332
\$20,000 under \$25,000 .....	2,625,055	58,515,122	5,127,183	1,966,910	44,705,210	4,866,216	1,509,556	33,688,303	4,561,656
\$25,000 under \$30,000 .....	1,807,594	49,378,834	4,288,727	1,843,597	50,300,044	5,560,388	1,876,101	51,884,206	6,819,732
\$30,000 under \$40,000 .....	1,710,432	58,491,591	5,141,311	2,233,946	77,194,510	8,554,426	3,873,273	134,359,508	18,095,639
\$40,000 under \$50,000 .....	432,578	18,994,532	1,670,661	785,717	34,396,769	3,810,737	1,822,073	80,452,385	10,933,176
\$50,000 under \$75,000 .....	205,538	11,983,592	1,037,749	262,142	15,045,713	1,677,260	827,690	47,282,605	6,477,327
\$75,000 under \$100,000 .....	27,032	2,292,220	200,823	22,705	1,918,366	213,434	60,273	5,022,012	683,383
\$100,000 under \$200,000 .....	13,531	1,748,095	148,151	11,250	1,387,336	153,140	26,897	3,415,986	466,632
\$200,000 or more .....	1,197	583,665	49,591	1,429	551,208	60,842	3,330	1,207,677	164,725
<b>Joint returns</b>									
Total .....	9,577,378	241,966,929	20,855,172	6,467,105	206,056,433	22,712,340	7,612,453	294,071,830	39,536,800
Under \$5,000 .....	—	—	—	—	—	—	—	—	—
\$5,000 under \$10,000 .....	—	—	—	—	—	—	—	—	—
\$10,000 under \$15,000 .....	561,452	7,714,757	581,901	—	—	—	*170	*1,987	*242
\$15,000 under \$20,000 .....	2,833,014	49,996,797	4,164,652	208,750	4,035,739	415,134	—	—	—
\$20,000 under \$25,000 .....	2,331,200	52,033,156	4,558,012	1,513,196	34,567,495	3,745,979	197,235	4,779,482	586,429
\$25,000 under \$30,000 .....	1,609,728	43,974,359	3,815,178	1,627,547	44,403,266	4,903,798	1,275,771	35,597,080	4,601,461
\$30,000 under \$40,000 .....	1,605,738	55,004,097	4,835,513	2,077,973	72,017,084	7,981,850	3,502,675	121,779,706	16,381,054
\$40,000 under \$50,000 .....	405,626	17,828,262	1,569,068	751,799	32,874,638	3,643,879	1,757,216	77,633,863	10,540,244
\$50,000 under \$75,000 .....	192,968	11,265,243	973,738	254,229	14,560,152	1,622,940	796,094	45,485,251	6,228,083
\$75,000 under \$100,000 .....	24,194	2,048,227	178,734	22,113	1,865,977	207,637	55,720	4,648,147	633,071
\$100,000 under \$200,000 .....	12,485	1,617,246	137,226	10,236	1,258,942	138,922	24,592	3,100,807	423,530
\$200,000 or more .....	973	484,785	41,148	1,262	473,140	52,200	2,980	1,045,507	142,868
<b>Nonjoint returns</b>									
Total .....	9,353,471	111,341,711	9,621,982	5,798,399	92,541,461	10,173,192	5,795,990	122,380,115	16,452,373
Under \$5,000 .....	180,596	656,819	55,298	—	—	—	—	—	—
\$5,000 under \$10,000 .....	3,964,110	34,205,589	2,772,350	122,728	937,213	100,756	*15,913	*138,914	*17,168
\$10,000 under \$15,000 .....	3,541,822	41,300,470	3,702,777	3,612,547	47,564,030	5,191,288	102,625	1,357,495	178,162
\$15,000 under \$20,000 .....	1,026,899	17,446,559	1,535,978	1,193,783	20,561,757	2,281,906	3,290,712	57,640,867	7,591,332
\$20,000 under \$25,000 .....	293,854	6,481,968	569,171	453,714	10,137,715	1,120,237	1,312,321	28,908,821	3,975,227
\$25,000 under \$30,000 .....	197,866	5,404,475	473,549	216,050	5,896,778	656,590	600,330	16,287,126	2,218,270
\$30,000 under \$40,000 .....	104,694	3,487,493	305,798	155,973	5,177,425	572,576	370,598	12,579,802	1,714,585
\$40,000 under \$50,000 .....	26,952	1,166,270	101,593	33,918	1,522,131	166,858	64,857	2,818,522	392,932
\$50,000 under \$75,000 .....	12,570	718,350	64,011	7,913	485,561	54,326	31,596	1,797,354	249,245
\$75,000 under \$100,000 .....	2,838	243,993	22,090	*592	*52,389	*5,797	4,553	373,665	50,312
\$100,000 under \$200,000 .....	1,046	130,849	10,824	1,014	128,394	14,218	2,305	315,179	43,102
\$200,000 or more .....	224	98,880	8,443	167	78,068	8,642	350	162,170	22,030

**Table 3.2—Returns With Total Income Tax: Total Income Tax as a Percent of Adjusted Gross Income, by Size of Adjusted Gross Income—Continued**

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

Total income tax as a percent of adjusted gross income — Continued										
15 under 17 percent			17 under 25 percent			25 under 30 percent			30 under 50 percent	
Number of returns (19)	Adjusted gross income less deficit (20)	Total income tax (21)	Number of returns (22)	Adjusted gross income less deficit (23)	Total income tax (24)	Number of returns (25)	Adjusted gross income less deficit (26)	Total income tax (27)	Number of returns (28)	Adjusted gross income less deficit (29)
All returns										
Total										
Under \$5,000	5,473,376	210,767,320	33,596,099	6,516,881	352,761,156	637,143	66,576,507	18,146,863		
\$5,000 under \$10,000	1,705	25,019	4,032	18,113	11,534					
\$10,000 under \$15,000	124,231	775,770	15,551	290,862	54,900					
\$15,000 under \$20,000	431,116	3,029,060	61,588	1,435,854	206,974					
\$20,000 under \$25,000	1,331,116	10,099,834	808,238	2,228,682	406,974					
\$25,000 under \$30,000	1,394,877	49,847,474	7,883,558	1,413,408	39,752,898	162	7,245	19,918		
\$30,000 under \$35,000	1,434,075	55,412,042	8,837,859	1,418,115	39,752,898	162	7,245	19,918		
\$35,000 under \$40,000	860,579	49,517,282	7,836,268	2,182,357	12,256,468	10,284	363,868	100,452		
\$40,000 under \$45,000	26,185	7,234,589	1,160,834	592,860	28,308,182	153,775	2,003,665	522,545		
\$45,000 under \$50,000	26,185	7,234,589	1,160,834	592,860	28,308,182	153,775	2,003,665	522,545		
\$50,000 under \$100,000	3,490	1,337,210	253,597	31,411,648	10,686,372	174,310	15,265,753	4,093,323		
\$100,000 under \$200,000				11,843,034	6,984,048	226,025	28,265,729	5,035,845		
\$200,000 or more				3,259	2,486,288	28,856	8,993,157	2,760,809		
Joint returns										
Total										
Under \$5,000	3,159,024	149,211,838	23,780,112	3,938,003	254,651,291	430,469	51,883,458	14,143,533		
\$5,000 under \$10,000										
\$10,000 under \$15,000										
\$15,000 under \$20,000										
\$20,000 under \$25,000										
\$25,000 under \$30,000										
\$30,000 under \$35,000										
\$35,000 under \$40,000										
\$40,000 under \$45,000										
\$45,000 under \$50,000										
\$50,000 under \$100,000										
\$100,000 under \$200,000										
\$200,000 or more										
Nonjoint returns										
Total										
Under \$5,000	2,314,352	61,555,682	9,815,987	2,578,858	98,109,866	208,674	14,693,048	4,003,330		
\$5,000 under \$10,000										
\$10,000 under \$15,000										
\$15,000 under \$20,000										
\$20,000 under \$25,000										
\$25,000 under \$30,000										
\$30,000 under \$35,000										
\$35,000 under \$40,000										
\$40,000 under \$45,000										
\$45,000 under \$50,000										
\$50,000 under \$100,000										
\$100,000 under \$200,000										
\$200,000 or more										
Size of adjusted gross income										
Total										
Under \$5,000	479,767	116,571,382	43,896,144	22,286	4,949,670	3,141,486	25,862	889,236		
\$5,000 under \$10,000	3,977	11,756	4,057	706	4,322	4,131	22,502	454,304		
\$10,000 under \$15,000	5,137	62,277	28,483	1,706	6,327	4,798	800	10,491		
\$15,000 under \$20,000	3,364	74,159	34,622	1,224	22,254	12,753	310	19,271		
\$20,000 under \$25,000	2,922	67,023	29,563	1,000	2,303	1,420	15	11,013		
\$25,000 under \$30,000	1,976	294,634	103,899	263	6,747	4,406	15	1,027		
\$30,000 under \$35,000	1,872	294,634	103,899	799	28,487	16,600	194	1,490		
\$35,000 under \$40,000	10,872	4,082,025	1,735,988	3,153	133,642	76,184	57	6,430		
\$40,000 under \$45,000	36,327	2,428,925	829,741	3,725	226,968	143,652	683	42,990		
\$45,000 under \$50,000	52,727	4,602,925	1,502,230	2,293	185,890	112,863	178	21,876		
\$50,000 under \$100,000	186,564	27,101,789	9,060,502	4,755	3,655,141	2,329,969	224	75,771		
\$100,000 under \$200,000	165,917	61,385,946	32,086,104	4,757	3,655,141	2,329,969	224	194,901		
\$200,000 or more										
Joint returns										
Total										
Under \$5,000	330,163	92,547,252	34,910,317	16,075	3,684,273	2,326,814	13,690	718,759		
\$5,000 under \$10,000										
\$10,000 under \$15,000										
\$15,000 under \$20,000										
\$20,000 under \$25,000										
\$25,000 under \$30,000										
\$30,000 under \$35,000										
\$35,000 under \$40,000										
\$40,000 under \$45,000										
\$45,000 under \$50,000										
\$50,000 under \$100,000										
\$100,000 under \$200,000										
\$200,000 or more										
Nonjoint returns										
Total										
Under \$5,000	148,604	24,024,110	8,985,828	6,211	1,265,397	814,871	12,172	150,478		
\$5,000 under \$10,000	3,977	11,756	4,057	706	4,322	4,131	22,502	454,304		
\$10,000 under \$15,000										
\$15,000 under \$20,000										
\$20,000 under \$25,000										
\$25,000 under \$30,000										
\$30,000 under \$35,000										
\$35,000 under \$40,000										
\$40,000 under \$45,000										
\$45,000 under \$50,000										
\$50,000 under \$100,000										
\$100,000 under \$200,000										
\$200,000 or more										
Nonjoint returns										
Total										
Under \$5,000										
\$5,000 under \$10,000										
\$10,000 under \$15,000										
\$15,000 under \$20,000										
\$20,000 under \$25,000										
\$25,000 under \$30,000										
\$30,000 under \$35,000										
\$35,000 under \$40,000										
\$40,000 under \$45,000										
\$45,000 under \$50,000										
\$50,000 under \$100,000										
\$100,000 under \$200,000										
\$200,000 or more										

**Table 3.3 — All Returns: Tax Liability, Tax Credits and Taxpayments, by Size of Adjusted Gross Income**

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

Size of adjusted gross income	All returns	Total tax liability				Total tax credits									
		Number of returns	Amount	Number of returns	Amount	Number of returns	Amount	Total personal credits							
								Child care credit		Credit for the elderly and disabled		Residential energy credit		Political contributions credit	
								Number of returns	Amount	Number of returns	Amount	Number of returns	Amount	Number of returns	Amount
	(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)	(10)	(11)	(12)	(13)	(14)	(15)
<b>All returns, total .....</b>	<b>99,438,708</b>	<b>83,769,581</b>	<b>312,533,719</b>	<b>20,468,050</b>	<b>9,263,308</b>	<b>14,670,971</b>	<b>3,658,335</b>	<b>7,545,568</b>	<b>2,648,834</b>	<b>474,860</b>	<b>107,002</b>	<b>2,655,851</b>	<b>645,093</b>	<b>5,105,202</b>	<b>257,406</b>
No adjusted gross income .....	1,003,708	282,929	564,717	4,937	2,141	226	22	—	—	—	—	—	—	218	19
\$1 under \$5,000 .....	16,239,737	5,399,072	742,851	291,846	13,984	120,455	4,470	*15,908	*768	**37,503	**1,392	**7,963	**420	59,091	1,895
\$5,000 under \$10,000 .....	16,448,678	13,078,554	6,031,129	3,453,037	577,232	1,252,566	229,010	631,195	158,904	225,779	45,779	119,337	12,957	305,237	11,370
\$10,000 under \$15,000 .....	14,061,086	13,601,370	13,785,289	2,121,154	687,810	1,668,563	501,704	1,003,288	414,678	152,296	49,506	171,505	21,040	412,462	16,480
\$15,000 under \$20,000 .....	11,484,459	11,377,430	19,508,064	2,148,102	708,002	1,738,470	482,793	1,005,387	410,115	50,750	9,183	278,469	41,997	483,227	21,498
\$20,000 under \$25,000 .....	8,815,390	8,759,973	21,991,315	2,023,878	662,234	1,642,247	413,078	925,646	324,320	—	—	—	—	560,042	25,816
\$25,000 under \$30,000 .....	7,635,404	7,588,558	24,831,112	2,055,738	726,396	1,667,278	405,972	939,461	296,450	—	—	363,494	87,075	494,904	22,447
\$30,000 under \$40,000 .....	11,075,106	11,033,321	50,114,710	3,310,188	1,148,468	2,738,089	679,631	1,500,258	483,314	—	—	639,199	151,556	854,087	44,761
\$40,000 under \$50,000 .....	5,963,041	5,953,977	39,787,434	1,976,931	841,869	1,594,860	438,471	818,236	284,818	—	—	—	—	565,723	28,935
\$50,000 under \$75,000 .....	4,657,702	4,643,350	48,815,244	1,890,504	1,091,996	1,466,349	363,846	575,254	218,224	—	—	335,793	103,851	749,998	41,771
\$75,000 under \$100,000 .....	1,049,444	1,047,600	19,330,931	532,005	566,907	354,320	71,917	82,419	35,720	—	—	60,314	20,217	252,313	15,980
\$100,000 under \$200,000 .....	761,193	760,025	26,325,089	471,487	929,171	304,750	48,961	41,509	17,814	—	—	38,216	13,283	254,295	17,864
\$200,000 under \$500,000 .....	199,711	199,439	18,967,824	151,278	589,584	98,371	14,869	6,257	3,283	—	—	8,157	5,034	90,255	6,553
\$500,000 under \$1,000,000 .....	29,215	29,172	7,567,350	23,773	244,522	15,508	2,358	538	294	—	—	1,189	844	14,723	1,220
\$1,000,000 or more .....	14,834	14,811	14,170,661	13,192	472,992	8,919	1,231	232	132	—	—	518	300	8,627	799
<b>Taxable returns, total .....</b>	<b>81,639,509</b>	<b>81,639,509</b>	<b>311,250,936</b>	<b>17,635,637</b>	<b>7,990,080</b>	<b>13,541,938</b>	<b>3,284,560</b>	<b>6,800,342</b>	<b>2,401,620</b>	<b>298,300</b>	<b>73,208</b>	<b>2,526,385</b>	<b>555,685</b>	<b>5,007,007</b>	<b>254,047</b>
No adjusted gross income .....	20,994	20,994	427,541	4,167	1,665	*180	*21	—	—	—	—	—	—	*175	*18
\$1 under \$5,000 .....	4,594,646	4,594,646	550,359	65,271	1,885	43,183	1,436	—	—	—	—	—	—	37,500	1,362
\$5,000 under \$10,000 .....	12,474,889	12,474,889	5,767,917	1,600,077	227,945	573,213	74,679	153,376	37,862	**102,842	**19,536	**73,311	**7,519	272,672	10,041
\$10,000 under \$15,000 .....	13,383,801	13,383,801	13,552,049	1,724,390	480,780	1,445,004	396,777	824,440	320,990	136,176	43,347	158,254	18,322	395,396	16,119
\$15,000 under \$20,000 .....	11,276,871	11,276,871	19,374,143	2,019,645	597,851	1,676,144	453,341	968,584	392,594	50,750	9,183	258,192	30,287	475,765	21,277
\$20,000 under \$25,000 .....	8,702,306	8,702,306	21,874,987	1,945,978	538,359	1,609,444	377,633	914,048	316,177	—	—	—	—	556,141	25,537
\$25,000 under \$30,000 .....	7,547,355	7,547,355	24,740,853	1,991,224	599,542	1,638,003	380,005	926,061	292,094	—	—	350,275	65,680	487,301	22,252
\$30,000 under \$40,000 .....	11,005,904	11,005,904	50,046,277	3,256,104	1,036,704	2,721,386	659,545	1,493,746	482,521	—	—	631,295	132,448	848,907	44,575
\$40,000 under \$50,000 .....	5,946,773	5,946,773	39,767,421	1,962,976	784,999	1,590,968	436,558	815,734	284,227	—	—	—	—	565,355	28,814
\$50,000 under \$75,000 .....	4,637,722	4,637,722	48,797,393	1,876,808	963,182	1,464,276	363,384	574,577	218,122	—	—	335,624	103,605	748,771	41,657
\$75,000 under \$100,000 .....	1,045,455	1,045,455	19,323,437	529,878	535,783	352,689	71,573	**129,006	**56,608	—	—	**106,645	**38,506	251,223	15,871
\$100,000 under \$200,000 .....	759,565	759,565	26,323,644	470,872	924,397	304,669	48,953	—	—	—	—	—	—	254,214	17,856
\$200,000 under \$500,000 .....	199,284	199,284	18,967,214	151,192	584,624	**122,779	**18,456	—	—	—	—	—	—	**113,587	**8,570
\$500,000 under \$1,000,000 .....	29,144	29,144	7,567,064	23,769	243,571	—	—	538	294	—	—	1,189	844	—	—
\$1,000,000 or more .....	14,800	14,800	14,170,635	13,186	468,893	—	—	232	132	—	—	518	300	—	—
<b>Nontaxable returns, total .....</b>	<b>17,799,199</b>	<b>2,130,072</b>	<b>1,282,783</b>	<b>2,832,413</b>	<b>1,273,229</b>	<b>1,129,033</b>	<b>373,775</b>	<b>745,226</b>	<b>247,214</b>	<b>176,560</b>	<b>33,794</b>	<b>129,466</b>	<b>89,408</b>	<b>98,195</b>	<b>3,359</b>

Footnote(s) at end of table.

Table 3.3 — All Returns: Tax Liability, Tax Credits and Taxpayments, by Size of Adjusted Gross Income — Continued

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

Size of adjusted gross income	Total tax credits — Continued												Income tax after credits	
	Nonpersonal credits										Earned income credit used to offset income tax before credits		Number of returns	Amount
	Total		Foreign tax credit		Total business credits		Research and experimentation credit		Other tax credits		Number of returns	Amount		
	Number of returns	Amount	Number of returns	Amount	Number of returns	Amount	Number of returns	Amount	Number of returns	Amount				
	(16)	(17)	(18)	(19)	(20)	(21)	(22)	(23)	(24)	(25)	(26)	(27)	(28)	(29)
All returns, total	5,013,889	5,324,191	434,419	738,014	4,517,947	4,410,087	8,980	23,217	143,438	152,872	2,278,219	280,783	81,557,399	297,422,715
No adjusted gross income	4,935	2,119	†	†	4,934	2,073	†	†	—	—	—	—	9,925	46,710
\$1 under \$5,000	69,680	4,456	*5,603	*6	64,077	4,451	—	—	—	—	105,688	5,058	4,594,207	468,899
\$5,000 under \$10,000	346,232	72,496	*15,707	*3,053	312,449	67,663	—	—	*18,076	*1,780	2,172,531	275,725	12,472,371	5,369,868
\$10,000 under \$15,000	512,691	186,106	*31,994	*18,456	454,084	156,558	—	—	26,614	11,093	—	—	13,381,383	12,765,896
\$15,000 under \$20,000	490,375	225,210	*30,265	*23,184	445,404	196,762	—	—	14,706	5,263	—	—	11,272,244	18,458,017
\$20,000 under \$25,000	463,579	249,155	*25,808	*14,718	426,172	230,240	—	—	11,599	4,197	—	—	8,695,395	20,932,593
\$25,000 under \$30,000	506,693	320,423	†	†	452,928	297,949	†	†	15,647	9,218	—	—	7,544,813	23,777,417
\$30,000 under \$40,000	766,744	468,837	90,796	25,976	676,932	431,026	—	—	10,223	11,834	—	—	10,998,131	48,474,552
\$40,000 under \$50,000	502,283	403,399	*39,221	*13,027	463,052	384,815	*713	*126	16,906	5,431	—	—	5,935,546	38,533,616
\$50,000 under \$75,000	627,912	728,150	67,449	167,658	555,899	543,486	*2,384	*531	13,263	16,476	—	—	4,621,458	46,880,687
\$75,000 under \$100,000	274,465	494,990	35,912	119,339	249,376	358,806	*683	*1,376	6,378	15,469	—	—	1,037,729	18,456,380
\$100,000 under \$200,000	304,599	880,210	32,762	232,169	278,263	624,902	1,858	1,409	5,713	21,731	—	—	752,994	24,968,717
\$200,000 under \$500,000	112,903	574,715	17,361	21,108	104,880	521,618	1,521	9,134	3,186	22,855	—	—	197,841	17,908,195
\$500,000 under \$1,000,000	19,070	242,164	757	5,922	18,572	225,149	298	3,055	684	8,038	—	—	28,858	7,132,513
\$1,000,000 or more	11,728	471,761	2,664	80,168	10,925	364,590	414	7,515	443	19,487	—	—	14,704	13,250,656
Taxable returns, total	4,332,173	4,582,060	398,967	581,258	3,895,634	3,845,009	8,980	23,217	118,983	132,576	988,829	123,459	81,557,399	297,422,715
No adjusted gross income	4,167	1,644	†	†	4,166	1,597	†	†	—	—	—	—	9,925	46,710
\$1 under \$5,000	*20,382	*398	*5,603	*6	*14,779	*392	—	—	—	—	*1,706	*51	4,594,207	468,899
\$5,000 under \$10,000	176,610	29,557	*11,207	*2,398	152,944	26,390	—	—	*12,459	*789	987,123	123,408	12,472,371	5,369,868
\$10,000 under \$15,000	313,746	82,003	*22,413	*8,001	278,678	69,422	—	—	*12,655	*4,580	—	—	13,381,383	12,765,896
\$15,000 under \$20,000	399,084	144,510	*24,662	*13,351	359,716	125,895	—	—	14,706	5,263	—	—	11,272,244	18,458,017
\$20,000 under \$25,000	412,401	160,726	*23,559	*9,759	378,351	147,706	—	—	*10,491	*3,261	—	—	8,695,395	20,932,593
\$25,000 under \$30,000	461,712	219,537	†	†	*1,046,732	*549,801	†	†	*23,483	*17,949	—	—	7,544,813	23,777,417
\$30,000 under \$40,000	720,607	377,159	85,193	15,689	—	—	—	—	—	—	—	—	10,998,131	48,474,552
\$40,000 under \$50,000	489,180	348,441	*39,221	*13,027	449,949	330,574	*713	*126	16,406	4,714	—	—	5,935,546	38,533,616
\$50,000 under \$75,000	614,216	599,798	59,596	56,974	550,763	528,249	*2,384	*531	12,556	14,044	—	—	4,621,458	46,880,687
\$75,000 under \$100,000	272,478	464,211	35,912	119,339	247,559	333,458	*683	*1,376	6,208	10,038	—	—	1,037,729	18,456,380
\$100,000 under \$200,000	303,984	875,444	*50,823	*253,412	*401,072	*1,366,932	1,858	1,409	*9,576	*52,471	—	—	752,994	24,968,717
\$200,000 under \$500,000	112,818	569,757	—	—	—	—	1,521	9,134	—	—	—	—	197,841	17,908,195
\$500,000 under \$1,000,000	19,066	241,213	—	—	—	—	298	3,055	—	—	—	—	28,858	7,132,513
\$1,000,000 or more	11,722	467,662	2,658	76,069	10,925	364,590	414	7,515	443	19,487	—	—	14,704	13,250,656
Nontaxable returns, total	681,716	742,131	35,452	156,757	622,313	565,078	—	—	24,455	20,296	1,289,390	157,323	—	—

Footnote(s) at end of table.

**Table 3.3 — All Returns: Tax Liability, Tax Credits and Taxpayments, by Size of Adjusted Gross Income — Continued**

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

Size of adjusted gross income	Total income tax		Additional tax for tax preferences <sup>1</sup>				All other taxes									
	Number of returns	Amount	Total		Alternative minimum tax		Total		Tax from recomputing prior-year investment credit		Penalty tax on individual retirement arrangements		Self-employment tax		Social security taxes on tip income	
			Number of returns	Amount	Number of returns	Amount	Number of returns	Amount	Number of returns	Amount	Number of returns	Amount	Number of returns	Amount	Number of returns	Amount
	(30)	(31)	(32)	(33)	(34)	(35)	(36)	(37)	(38)	(39)	(40)	(41)	(42)	(43)	(44)	(45)
<b>All returns, total.....</b>	<b>81,639,509</b>	<b>301,923,057</b>	<b>370,311</b>	<b>4,500,342</b>	<b>370,212</b>	<b>4,490,251</b>	<b>10,180,217</b>	<b>10,803,921</b>	<b>1,005,453</b>	<b>530,023</b>	<b>218,964</b>	<b>54,791</b>	<b>9,055,932</b>	<b>10,092,396</b>	<b>97,972</b>	<b>11,958</b>
No adjusted gross income.....	20,994	418,860	11,079	372,151	11,036	371,793	270,792	164,045	51,281	27,629	1,277	1,312	222,388	132,587	*9	*88
\$1 under \$5,000.....	4,594,646	475,748	439	8,849	439	8,849	1,038,765	335,928	28,971	15,629	*5,118	*1,353	956,435	316,953	*31,818	*1,460
\$5,000 under \$10,000.....	12,474,889	5,387,814	3,018	17,946	3,018	17,946	1,358,617	749,559	51,842	32,143	*9,231	*520	1,282,034	714,024	*19,888	*2,470
\$10,000 under \$15,000.....	13,383,801	12,791,831	2,418	25,935	2,418	25,935	1,203,670	993,458	85,023	32,767	*23,299	*2,606	1,117,812	956,858	*5,683	*865
\$15,000 under \$20,000.....	11,276,871	18,491,021	5,953	33,005	5,953	33,005	1,105,271	1,017,043	64,299	35,773	27,424	3,259	1,021,358	974,058	*13,638	*3,647
\$20,000 under \$25,000.....	8,702,306	20,985,028	12,365	52,435	12,365	52,435	965,291	1,006,288	87,102	43,473	18,109	4,262	880,683	955,826	*6,056	*367
\$25,000 under \$30,000.....	7,547,355	23,793,004	11,254	15,587	11,254	15,587	897,603	1,038,108	78,467	23,982	21,771	3,986	808,821	1,009,493	*3,582	*220
\$30,000 under \$40,000.....	11,005,904	48,605,229	37,334	130,677	37,334	130,677	1,275,217	1,509,481	117,992	45,673	53,043	14,566	1,101,356	1,442,764	*9,210	*1,713
\$40,000 under \$50,000.....	5,946,773	38,675,241	57,099	141,625	57,099	141,622	726,220	1,112,194	92,150	28,295	27,727	7,443	609,013	1,063,752	*5,437	*296
\$50,000 under \$75,000.....	4,637,722	47,355,174	81,522	474,487	81,522	474,487	743,459	1,460,070	136,601	61,803	21,722	7,646	619,893	1,365,250	*2,031	*196
\$75,000 under \$100,000.....	1,045,455	18,759,377	44,845	302,997	44,845	302,997	251,960	571,554	58,907	18,542	8,195	5,134	204,027	533,689	—	—
\$100,000 under \$200,000.....	759,565	25,762,519	61,899	793,802	61,857	790,831	247,994	562,570	95,671	59,011	1,647	2,317	174,750	482,429	*561	*230
\$200,000 under \$500,000.....	199,284	18,775,081	32,932	866,886	32,921	865,469	74,392	192,743	42,333	54,123	310	221	47,415	118,963	*37	*5
\$500,000 under \$1,000,000.....	29,144	7,526,585	5,021	394,072	5,018	393,420	13,182	40,765	8,903	19,884	54	30	6,508	16,528	*11	*6
\$1,000,000 or more.....	14,800	14,120,545	3,133	869,889	3,133	865,199	7,784	50,116	5,911	31,294	37	135	3,439	9,221	11	396
<b>Taxable returns, total.....</b>	<b>81,639,509</b>	<b>301,923,057</b>	<b>370,311</b>	<b>4,500,342</b>	<b>370,212</b>	<b>4,490,251</b>	<b>7,979,391</b>	<b>9,327,879</b>	<b>836,215</b>	<b>425,844</b>	<b>198,117</b>	<b>48,863</b>	<b>7,016,013</b>	<b>8,733,397</b>	<b>74,102</b>	<b>9,742</b>
No adjusted gross income.....	20,994	418,860	11,079	372,151	11,036	371,793	7,408	8,680	1,628	3,081	3	( )	6,055	5,160	*3	*48
\$1 under \$5,000.....	4,594,646	475,748	439	8,849	439	8,849	200,852	74,611	6,918	7,464	—	—	178,073	66,834	*11,931	*223
\$5,000 under \$10,000.....	12,474,889	5,387,814	3,018	17,946	3,018	17,946	719,134	380,103	18,079	2,433	*7,954	*378	672,497	375,427	*15,911	*1,531
\$10,000 under \$15,000.....	13,383,801	12,791,831	2,418	25,935	2,418	25,935	986,101	760,218	59,206	24,779	*15,910	*1,500	909,083	732,753	*5,683	*865
\$15,000 under \$20,000.....	11,276,871	18,491,021	5,953	33,005	5,953	33,005	1,004,712	883,122	58,945	33,045	*24,610	*2,680	923,091	843,444	*13,638	*3,647
\$20,000 under \$25,000.....	8,702,306	20,985,028	12,365	52,435	12,365	52,435	907,624	889,959	76,935	27,839	15,891	3,334	825,915	856,061	*6,056	*367
\$25,000 under \$30,000.....	7,547,355	23,793,004	11,254	15,587	11,254	15,587	856,400	947,849	68,789	18,631	21,234	3,977	770,851	924,597	*3,582	*220
\$30,000 under \$40,000.....	11,005,904	48,605,229	37,334	130,677	37,334	130,677	1,247,800	1,441,048	109,037	40,939	53,043	14,566	1,078,952	1,379,066	*9,210	*1,713
\$40,000 under \$50,000.....	5,946,773	38,675,241	57,099	141,625	57,099	141,622	719,016	1,092,181	89,839	26,754	**49,268	**14,749	602,697	1,045,902	*5,437	*296
\$50,000 under \$75,000.....	4,637,722	47,355,174	81,522	474,487	81,522	474,487	737,831	1,442,219	136,099	60,332	—	—	614,880	1,349,542	*2,031	*196
\$75,000 under \$100,000.....	1,045,455	18,759,377	44,845	302,997	44,845	302,997	249,815	564,061	58,232	17,284	8,195	5,134	202,226	528,607	—	—
\$100,000 under \$200,000.....	759,565	25,762,519	61,899	793,802	61,857	790,831	247,534	561,125	95,464	58,555	**1,918	**2,379	174,442	481,598	*561	*230
\$200,000 under \$500,000.....	199,284	18,775,081	32,932	866,886	32,921	865,469	74,237	192,134	42,252	53,793	—	—	47,322	118,709	*37	*5
\$500,000 under \$1,000,000.....	29,144	7,526,585	5,021	394,072	5,018	393,420	13,154	40,479	8,866	19,630	54	30	6,496	16,496	*11	*6
\$1,000,000 or more.....	14,800	14,120,545	3,133	869,889	3,133	865,199	7,773	50,090	5,906	31,288	37	135	3,433	9,200	11	396
<b>Nontaxable returns, total.....</b>	<b>—</b>	<b>—</b>	<b>—</b>	<b>—</b>	<b>—</b>	<b>—</b>	<b>2,200,826</b>	<b>1,476,042</b>	<b>169,238</b>	<b>104,179</b>	<b>20,847</b>	<b>5,928</b>	<b>2,039,919</b>	<b>1,358,999</b>	<b>23,870</b>	<b>2,216</b>

Footnote(s) at end of table.

Table 3.3 — All Returns: Tax Liability, Tax Credits and Taxpayments, by Size of Adjusted Gross Income — Continued

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

Size of adjusted gross income	Earned income credit used to offset non-income taxes		Number of returns without tax liability	Taxpayments											
	Number of returns	Amount		Total <sup>2</sup>		Income tax withheld		Estimated tax payments		Payment with request for extension of filing time		Excess social security taxes withheld		Credit for tax on certain gasoline, fuel, and oil	
				Number of returns	Amount	Number of returns	Amount	Number of returns	Amount	Number of returns	Amount	Number of returns	Amount	Number of returns	Amount
	(46)	(47)	(48)	(49)	(50)	(51)	(52)	(53)	(54)	(55)	(56)	(57)	(58)	(59)	(60)
All returns, total .....	731,732	193,259	15,669,127	92,150,932	345,156,777	85,219,960	281,388,979	11,241,617	53,097,835	858,137	9,747,378	840,409	523,913	1,590,399	202,064
No adjusted gross income .....	81,981	18,189	720,779	552,609	1,005,752	332,906	561,779	105,521	267,420	14,387	109,146	6,689	5,216	176,027	43,880
\$1 under \$5,000 .....	265,661	68,826	10,840,665	13,022,993	2,918,185	12,581,570	2,605,506	383,913	223,728	47,807	52,655	*680	*457	96,340	10,187
\$5,000 under \$10,000 .....	384,090	106,245	3,370,124	14,155,200	10,073,712	12,942,982	9,098,818	1,314,801	882,214	76,192	49,881	*2,611	*5,805	141,217	12,638
\$10,000 under \$15,000 .....	—	—	459,716	13,318,218	17,972,665	11,885,125	15,919,976	1,837,164	1,933,280	67,948	101,826	*4,864	*2,152	148,219	15,426
\$15,000 under \$20,000 .....	—	—	107,029	11,245,046	24,324,920	10,229,014	21,668,321	1,635,298	2,547,834	72,952	88,678	2,744	3,423	154,220	15,864
\$20,000 under \$25,000 .....	—	—	55,417	8,695,643	26,521,258	8,076,948	23,892,097	1,169,609	2,475,570	63,407	124,897	*4,746	*2,401	143,580	24,605
\$25,000 under \$30,000 .....	—	—	46,846	7,559,829	30,171,649	7,165,678	27,830,399	838,087	2,234,859	52,753	86,376	9,958	2,947	121,894	13,316
\$30,000 under \$40,000 .....	—	—	41,785	11,010,222	59,398,714	10,499,879	54,825,596	1,198,024	4,335,364	91,838	179,146	72,832	12,519	188,551	23,659
\$40,000 under \$50,000 .....	—	—	9,064	5,923,423	44,398,063	5,582,606	39,835,517	858,578	4,263,135	72,172	220,662	199,567	57,748	171,404	17,063
\$50,000 under \$75,000 .....	—	—	14,352	4,628,596	51,935,786	4,244,395	43,291,889	1,001,769	7,777,915	114,333	640,148	327,547	179,142	164,339	15,609
\$75,000 under \$100,000 .....	—	—	1,844	1,041,521	18,992,389	871,451	13,493,490	400,658	4,973,685	52,565	428,971	102,325	83,527	38,420	3,477
\$100,000 under \$200,000 .....	—	—	1,168	755,410	24,122,449	617,508	14,998,154	349,884	7,783,501	81,482	1,214,683	70,304	93,284	34,376	3,846
\$200,000 under \$500,000 .....	—	—	272	198,455	16,735,590	155,844	9,045,092	116,965	5,828,587	36,917	1,791,229	28,033	54,855	9,123	1,353
\$500,000 under \$1,000,000 .....	—	—	43	29,015	5,908,250	22,616	2,278,480	19,849	2,547,168	7,901	1,064,316	4,874	12,541	1,723	598
\$1,000,000 or more .....	—	—	23	14,752	10,677,395	11,438	2,043,864	11,497	5,023,596	5,483	3,592,765	2,635	7,897	966	542
Taxable returns, total .....	—	—	—	78,100,221	338,578,453	72,132,235	276,188,847	10,485,714	52,021,281	762,130	9,618,383	819,792	504,249	1,117,933	113,100
No adjusted gross income .....	—	—	—	11,187	177,966	8,993	43,200	3,165	53,116	1,603	79,906	280	381	648	220
\$1 under \$5,000 .....	—	—	—	3,609,699	1,246,179	3,460,119	1,137,191	162,518	68,496	22,408	40,318	—	—	*4,753	*157
\$5,000 under \$10,000 .....	—	—	—	11,023,838	8,197,934	10,066,735	7,452,394	1,101,005	704,075	58,490	35,101	—	—	48,551	2,573
\$10,000 under \$15,000 .....	—	—	—	12,792,495	17,228,172	11,453,001	15,362,670	1,746,438	1,783,389	51,089	73,744	—	—	84,333	7,284
\$15,000 under \$20,000 .....	—	—	—	11,072,760	23,942,537	10,098,364	21,376,646	1,584,578	2,468,254	63,077	81,828	*690	*116	142,011	14,810
\$20,000 under \$25,000 .....	—	—	—	8,599,942	26,195,794	8,009,715	23,725,160	1,138,760	2,341,236	60,015	115,188	*3,209	*536	129,276	12,002
\$25,000 under \$30,000 .....	—	—	—	7,478,996	29,885,150	7,099,183	27,604,584	818,480	2,189,197	46,406	75,938	9,240	2,805	108,411	10,882
\$30,000 under \$40,000 .....	—	—	—	10,957,043	59,178,032	10,459,261	54,664,839	1,179,772	4,281,090	90,826	174,708	70,982	12,021	184,192	22,945
\$40,000 under \$50,000 .....	—	—	—	5,909,029	44,324,229	5,571,219	39,771,286	856,002	4,257,264	71,122	217,524	198,523	57,360	168,584	16,884
\$50,000 under \$75,000 .....	—	—	—	4,611,900	51,648,240	4,231,331	43,246,909	997,632	7,740,580	112,966	635,826	327,236	178,656	**201,015	**19,018
\$75,000 under \$100,000 .....	—	—	—	1,037,542	18,943,016	868,311	13,454,627	399,741	4,964,738	52,449	427,483	102,222	83,444	—	—
\$100,000 under \$200,000 .....	—	—	—	753,985	24,105,670	616,371	14,987,912	349,512	7,777,623	81,431	1,214,464	70,208	92,918	34,367	3,845
\$200,000 under \$500,000 .....	—	—	—	198,125	16,726,837	155,634	9,041,376	116,810	5,824,853	36,880	1,790,325	27,995	54,536	9,108	1,348
\$500,000 under \$1,000,000 .....	—	—	—	28,953	5,904,191	22,577	2,276,958	19,821	2,545,712	7,889	1,063,306	**7,494	**20,393	**2,684	**1,130
\$1,000,000 or more .....	—	—	—	14,727	10,674,505	11,421	2,043,095	11,480	5,021,658	5,479	3,592,614	—	—	—	—
Nontaxable returns, total .....	731,732	193,259	15,669,127	14,050,711	6,578,325	13,087,725	5,200,132	755,903	1,076,555	96,007	128,995	20,617	19,664	472,468	88,964

Footnote(s) at end of table.

**Table 3.3—All Returns: Tax Liability, Tax Credits and Taxpayments, by Size of Adjusted Gross Income—Continued**  
 (All figures are estimates based on samples—money amounts are in thousands of dollars)

Size of adjusted gross income	Taxpayments — Continued										Earned income credit, refundable portion		Advance earned income credit payments	
	Credit from regulated investment companies		Overpayment of windfall profit tax				Net income limitation credit		Number of returns	Amount	Number of returns	Amount		
	Number of returns	Amount	Total	Amount	Number of returns	Amount	Number of returns	Amount						
All returns, total	57,996	38,842	138,127	104,988	12,046	7,735	4,097,751	1,161,602	10,587		2,547			
No adjusted gross income	40	150	7,335	8,585	1,052	1,652	9,022	1,488	16		178			
\$1 under \$5,000	7,954	704	3,982	1,117	33	113	1,838,948	513,666	4,753		694			
\$5,000 under \$10,000	3,977	2,144	2,392	2,830	11	11	2,249,760	646,467	3,978		196			
\$10,000 under \$15,000				16										
\$15,000 under \$20,000				425	5	3								
\$20,000 under \$25,000	3,980	375	5,369											
\$25,000 under \$30,000	8,529	1,518	5,369	1,170										
\$30,000 under \$35,000	5,191	290	8,155	1,462	671	104								
\$35,000 under \$40,000	2,474	12,958	19,804	9,471	2,111	980								
\$40,000 under \$45,000	5,518	480	14,633	3,452	1,455	38								
\$45,000 under \$50,000	11,688	8,625	20,247	22,458	2,371	56								
\$50,000 under \$75,000														
\$75,000 under \$100,000	2,249	1,875	10,311	7,363	440	24								
\$100,000 under \$200,000	4,859	3,564	21,123	25,417	2,279	1,274			169		291			
\$200,000 under \$500,000	995	1,984	7,896	12,509	1,091	1,124			43		67			
\$500,000 under \$1,000,000	257	858	1,840	4,289	363	495			10		108			
\$1,000,000 or more	295	3,317	1,111	5,413	205	1,974			9		303			
Taxable returns, total	46,032	35,654	123,468	92,956	11,205	6,130			1,844		1,589			
No adjusted gross income	12	45	416	1,096	223	63			4		110			
\$1 under \$5,000					3	3								
\$5,000 under \$10,000														
\$10,000 under \$15,000														
\$15,000 under \$20,000														
\$20,000 under \$25,000	3,990	375	5,119	410										
\$25,000 under \$30,000	8,528	1,518	4,868	153										
\$30,000 under \$35,000	5,191	290	8,155											
\$35,000 under \$40,000	7,982	13,439	27,920	10,825	671	104								
\$40,000 under \$45,000			13,957	3,424	2,111	980								
\$45,000 under \$50,000			39,343	29,463	2,371	56			1,608		711			
\$50,000 under \$75,000														
\$75,000 under \$100,000	2,249	1,875	10,311	7,363	440	24								
\$100,000 under \$200,000	4,859	3,564	21,084	25,344	2,279	1,274			169		291			
\$200,000 under \$500,000	1,151	2,806	7,868	12,442	1,091	1,124			43		67			
\$500,000 under \$1,000,000			1,833	4,267	362	491			10		108			
\$1,000,000 or more	295	3,317	1,106	5,395	205	1,974			9		303			
Non-taxable returns, total	11,964	2,988	14,639	12,012	841	1,605			8,743		959			

Footnote(s) at end of table.

**Table 3.3—All Returns: Tax Liability, Tax Credits and Taxpayments, by Size of Adjusted Gross Income—Continued**

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

Size of adjusted gross income	Overpayments						Tax due at time of filing		Predetermined estimated tax penalty	
	Total		Refunded		Credited to 1985 estimated tax		Number of returns	Amount	Number of returns	Amount
	Number of returns	Amount	Number of returns	Amount	Number of returns	Amount				
	(71)	(72)	(73)	(74)	(75)	(76)			(79)	(80)
<b>All returns, total</b> .....	<b>75,563,505</b>	<b>70,176,767</b>	<b>73,175,119</b>	<b>64,960,221</b>	<b>3,338,165</b>	<b>5,218,546</b>	<b>21,157,790</b>	<b>36,736,773</b>	<b>2,022,836</b>	<b>342,120</b>
No adjusted gross income .....	498,075	828,172	474,091	764,220	37,650	63,952	146,310	388,051	22,983	2,202
\$1 under \$5,000 .....	12,668,321	2,986,219	12,542,439	2,910,615	187,938	75,604	1,912,277	299,818	49,990	1,906
\$5,000 under \$10,000 .....	12,597,867	5,695,785	12,299,026	5,546,957	417,223	148,829	3,357,233	1,017,665	241,628	10,736
\$10,000 under \$15,000 .....	10,977,824	5,710,810	10,574,002	5,432,098	543,592	278,712	2,973,423	1,544,856	333,150	21,422
\$15,000 under \$20,000 .....	8,946,336	6,370,587	8,549,342	6,074,585	506,137	296,002	2,502,701	1,575,305	300,031	21,574
\$20,000 under \$25,000 .....	6,900,266	6,200,594	6,690,735	5,951,131	307,482	249,463	1,893,445	1,691,940	215,766	21,289
\$25,000 under \$30,000 .....	5,986,486	7,007,899	5,857,769	6,781,353	200,691	226,546	1,645,161	1,692,723	182,912	25,362
\$30,000 under \$40,000 .....	8,579,958	12,137,543	8,352,469	11,793,063	345,307	344,480	2,475,684	2,880,051	208,370	26,512
\$40,000 under \$50,000 .....	4,311,551	7,612,784	4,180,799	7,338,756	199,482	274,029	1,648,653	3,035,774	164,211	32,907
\$50,000 under \$75,000 .....	3,098,813	7,840,502	2,870,963	7,092,072	313,583	748,430	1,548,147	4,758,134	149,393	38,174
\$75,000 under \$100,000 .....	550,612	2,399,953	461,626	1,980,010	116,904	419,943	498,297	2,768,553	70,600	29,767
\$100,000 under \$200,000 .....	344,973	2,523,361	263,409	1,873,489	108,868	649,872	414,524	4,773,916	64,603	47,848
\$200,000 under \$500,000 .....	85,774	1,784,254	52,079	1,067,559	41,209	716,695	113,693	4,056,409	15,944	39,815
\$500,000 under \$1,000,000 .....	10,744	411,134	4,412	162,908	7,445	246,226	18,377	2,080,814	2,337	10,680
\$1,000,000 or more .....	5,905	667,170	1,958	191,405	4,654	475,764	8,865	4,172,566	918	11,928
<b>Taxable returns, total</b> .....	<b>61,700,312</b>	<b>63,050,319</b>	<b>59,553,055</b>	<b>58,131,267</b>	<b>2,974,057</b>	<b>4,919,052</b>	<b>19,847,217</b>	<b>36,054,485</b>	<b>1,846,358</b>	<b>330,095</b>
No adjusted gross income .....	3,071	68,180	2,120	52,797	1,423	15,383	17,922	318,431	4,494	566
\$1 under \$5,000 .....	3,218,147	876,115	3,180,090	858,168	65,339	17,947	1,364,567	181,082	27,108	787
\$5,000 under \$10,000 .....	9,473,245	3,270,221	9,244,727	3,178,228	310,856	91,992	2,980,053	848,013	178,091	7,809
\$10,000 under \$15,000 .....	10,527,112	5,078,600	10,147,059	4,847,180	499,210	231,420	2,844,757	1,421,861	302,389	19,384
\$15,000 under \$20,000 .....	8,817,973	6,056,251	8,437,334	5,777,013	483,512	279,238	2,442,990	1,507,692	280,996	19,835
\$20,000 under \$25,000 .....	6,823,295	5,940,045	6,622,488	5,718,997	293,529	221,048	1,866,641	1,639,512	207,446	20,274
\$25,000 under \$30,000 .....	5,926,769	6,772,959	5,800,257	6,562,267	195,637	210,692	1,619,477	1,653,191	176,101	24,529
\$30,000 under \$40,000 .....	8,534,286	11,964,251	8,311,844	11,630,155	337,370	334,096	2,465,562	2,858,648	205,531	26,152
\$40,000 under \$50,000 .....	4,299,613	7,546,932	4,170,755	7,277,131	197,578	269,802	1,646,482	3,023,571	163,366	32,735
\$50,000 under \$75,000 .....	3,083,997	7,764,832	2,857,219	7,022,101	311,621	742,731	1,545,744	4,752,055	148,547	38,070
\$75,000 under \$100,000 .....	547,173	2,356,894	458,898	1,938,866	116,109	418,028	497,752	2,767,309	70,559	29,702
\$100,000 under \$200,000 .....	343,602	2,507,509	262,150	1,859,874	108,689	647,634	414,388	4,773,384	64,555	47,835
\$200,000 under \$500,000 .....	85,466	1,775,872	51,818	1,060,499	41,109	715,373	113,643	4,056,164	**19,175	**62,417
\$500,000 under \$1,000,000 .....	10,683	407,357	4,360	159,326	7,428	248,031	**27,239	**6,253,571	**	**
\$1,000,000 or more .....	5,880	664,302	1,936	188,666	4,847	475,636	**	**	**	**
<b>Nontaxable returns, total</b> .....	<b>13,863,193</b>	<b>7,126,448</b>	<b>13,622,064</b>	<b>6,828,954</b>	<b>364,108</b>	<b>297,494</b>	<b>1,310,573</b>	<b>682,288</b>	<b>176,478</b>	<b>12,025</b>

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

\*\* Data combined to avoid disclosure of information for specific taxpayers.

† Data deleted to avoid disclosure of information for specific taxpayers. Deleted data are included in the appropriate totals.

‡ Includes prior year returns with minimum tax and current and prior year returns with alternative minimum tax.

§ Includes other taxpayments.

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

**Table 3.4 — Income Subject to Tax and Tax, Classified by Both the Marginal Rate and Each Rate at Which Tax was Computed**

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

Tax rate classes	All returns									Classified by each rate at which tax was computed		
	Classified by the highest marginal rate at which tax was computed											
	Number of returns	Adjusted gross income	Income subject to tax		Tax generated		Income tax after credits			Number of returns	Income taxed at rate	Income tax generated at rate
			At all rates	At marginal rate	At all rates	At marginal rate	Total	As a percent of adjusted gross income	As a percent of income subject to tax			
	(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)	(10)	(11)	(12)
All marginal rates	94,178,183	2,160,786,687	1,696,397,261	247,619,147	305,502,985	74,219,127	297,322,604	13.8	17.5	94,178,183	1,696,397,261	305,502,985
0 percent	9,786,311	35,593,283	13,113,138	13,113,138	—	—	7,908	( <sup>1</sup> )	0.1	94,178,183	254,373,153	—
11 percent	6,376,938	38,297,264	21,700,883	4,888,357	534,604	537,719	387,525	1.0	1.8	84,391,872	138,772,224	15,264,945
12 percent	5,833,339	48,032,085	30,191,522	4,563,771	1,615,960	547,653	1,278,056	2.7	4.2	78,014,934	126,028,579	15,123,429
14 percent	10,240,221	111,399,663	77,965,090	15,708,819	6,052,261	2,199,235	5,560,672	5.0	7.1	72,181,595	221,683,900	31,035,748
15 percent	3,814,228	34,160,343	28,371,322	3,578,840	2,575,589	536,826	2,504,737	7.3	8.8	22,420,735	40,791,854	6,118,778
16 percent	8,504,290	133,731,140	102,098,070	13,772,000	10,468,010	2,203,520	10,033,248	7.5	9.8	53,367,911	169,908,698	27,185,392
17 percent	1,330,112	18,364,049	13,615,052	2,043,078	1,398,748	347,323	1,166,592	6.4	8.6	4,759,235	12,673,359	2,154,471
18 percent	9,309,446	185,671,976	144,410,149	15,820,143	16,954,228	2,847,626	16,166,400	8.7	11.2	48,292,744	151,111,318	27,200,037
20 percent	3,109,210	52,707,235	45,287,431	3,554,934	5,867,513	710,987	5,719,593	10.8	12.6	14,430,222	28,965,388	5,793,078
22 percent	5,418,239	155,685,539	120,212,646	11,509,992	15,966,580	2,532,188	15,393,480	9.9	12.8	24,553,076	95,214,057	20,947,092
23 percent	2,906,798	54,462,771	48,015,520	4,413,550	8,830,155	1,015,117	6,781,568	12.5	14.1	9,833,440	26,578,804	6,113,125
24 percent	744,565	19,123,750	15,406,814	1,855,731	2,331,738	445,375	2,234,244	11.7	14.5	1,487,572	5,793,668	1,390,480
25 percent	5,867,497	202,289,968	158,729,813	15,089,958	24,002,582	3,772,489	23,421,526	11.6	14.8	19,134,837	84,968,510	21,242,127
26 percent	3,304,338	77,497,005	68,174,869	8,035,917	11,131,563	2,089,338	11,056,480	14.3	16.2	6,826,642	27,234,128	7,080,873
28 percent	4,826,648	190,455,118	152,998,146	11,764,338	25,932,478	3,294,015	25,368,437	13.3	16.6	14,010,347	60,131,783	16,836,899
30 percent	1,725,243	50,795,916	44,708,782	4,165,572	8,348,232	1,249,672	8,312,271	16.4	18.6	3,622,304	14,219,995	4,265,998
32 percent	185,203	6,977,334	5,768,747	434,900	1,118,804	139,168	1,090,529	15.6	18.9	377,817	1,455,754	465,841
33 percent	4,868,453	238,161,470	182,159,000	21,572,179	37,521,486	7,118,819	36,915,512	15.5	19.2	8,805,882	62,932,313	20,767,663
34 percent	868,672	30,861,067	27,033,018	2,015,264	5,640,502	685,190	5,621,731	18.2	20.8	1,897,061	7,465,726	2,538,347
35 percent	117,068	5,350,344	4,430,987	438,968	971,418	153,639	957,795	17.9	21.6	192,614	1,239,756	433,915
38 percent	2,628,906	156,900,739	127,911,982	13,890,038	29,713,530	5,278,214	29,260,760	18.6	22.9	4,965,818	43,045,886	16,357,437
42 percent	1,387,030	109,418,305	88,352,694	11,835,173	24,235,313	4,970,773	23,589,414	21.6	26.7	2,412,458	34,481,140	14,482,079
45 percent	307,617	38,407,612	28,869,403	3,011,183	9,171,161	1,355,032	8,943,330	24.6	31.0	753,924	13,508,789	6,078,955
48 percent	183,429	15,200,721	12,074,809	1,754,808	3,870,054	842,356	3,838,602	25.3	31.8	285,190	4,451,574	2,136,756
49 percent	230,968	37,174,803	29,817,186	4,732,806	10,717,855	2,319,075	10,422,797	28.0	35.0	432,621	15,311,314	7,502,544
50 percent	303,414	116,069,188	94,980,188	54,055,591	42,532,600	27,027,795	41,289,395	35.6	43.5	303,414	54,055,591	27,027,795

Tax rate classes	Joint returns and returns of surviving spouses										Classified by each rate at which tax was computed		
	Classified by the highest marginal rate at which tax was computed												
	Number of returns	Adjusted gross income	Income subject to tax		Tax generated		Income tax after credits			Number of returns	Income taxed at rate	Income tax generated at rate	
			At all rates	At marginal rate	At all rates	At marginal rate	Total	As a percent of adjusted gross income	As a percent of income subject to tax				
	(13)	(14)	(15)	(16)	(17)	(18)	(19)	(20)	(21)	(22)	(23)	(24)	
All marginal rates	45,570,608	1,507,610,058	1,159,571,004	170,460,801	221,892,363	55,358,892	215,653,440	14.3	18.6	45,570,608	1,159,571,004	221,892,363	
0 percent	2,319,558	15,751,936	4,454,820	4,454,820	—	—	1,823	( <sup>1</sup> )	( <sup>1</sup> )	45,570,608	151,508,390	—	
11 percent	1,970,664	18,664,873	8,780,270	2,080,012	227,796	228,801	174,916	0.9	2.0	43,251,050	88,768,823	9,784,570	
12 percent	2,283,672	25,771,426	14,940,477	2,380,281	812,032	285,634	699,396	2.7	4.7	41,280,386	84,273,380	10,112,806	
14 percent	4,724,992	69,617,015	46,065,708	10,155,769	3,701,596	1,421,808	3,433,820	4.9	7.5	38,996,714	157,524,173	22,053,384	
15 percent	—	—	—	—	—	—	—	—	—	—	—	—	
16 percent	4,802,590	92,596,141	66,869,727	9,718,906	6,763,500	1,555,025	6,371,600	6.9	9.5	34,271,722	130,542,347	20,886,776	
17 percent	—	—	—	—	—	—	—	—	—	—	—	—	
18 percent	5,212,267	126,325,360	94,394,139	10,997,867	11,051,608	1,979,616	10,512,585	8.3	11.1	29,469,132	112,876,700	20,317,806	
20 percent	—	—	—	—	—	—	—	—	—	—	—	—	
22 percent	5,344,400	154,658,698	119,400,246	11,443,366	15,859,757	2,517,540	15,286,965	9.9	12.8	24,256,865	94,658,212	20,824,807	
23 percent	—	—	—	—	—	—	—	—	—	—	—	—	
24 percent	—	—	—	—	—	—	—	—	—	—	—	—	
25 percent	5,810,540	201,225,472	157,961,171	15,021,887	23,886,903	3,755,472	23,308,401	11.6	14.8	18,912,465	84,462,089	21,115,522	
26 percent	—	—	—	—	—	—	—	—	—	—	—	—	
28 percent	4,411,575	178,128,598	142,767,247	10,861,155	24,170,416	3,041,123	23,648,892	13.3	16.6	13,101,925	56,920,010	15,937,603	
30 percent	—	—	—	—	—	—	—	—	—	—	—	—	
32 percent	—	—	—	—	—	—	—	—	—	—	—	—	
33 percent	4,823,980	237,067,473	191,284,356	21,480,260	37,351,663	7,088,486	36,747,142	15.5	19.2	8,690,350	62,463,782	20,613,048	
34 percent	—	—	—	—	—	—	—	—	—	—	—	—	
35 percent	—	—	—	—	—	—	—	—	—	—	—	—	
38 percent	2,120,425	135,399,894	109,309,778	12,194,313	25,353,527	4,633,839	24,924,412	18.4	22.8	3,866,370	36,986,732	14,054,958	
42 percent	1,030,076	89,701,698	71,705,014	9,900,454	4,158,191	1,978,824	19,215,051	21.4	26.8	1,745,945	28,226,700	11,855,214	
45 percent	290,720	35,056,954	27,795,059	2,909,427	8,844,550	1,309,242	8,620,445	24.6	31.0	715,869	13,027,974	5,862,588	
48 percent	—	—	—	—	—	—	—	—	—	—	—	—	
49 percent	227,613	36,904,521	29,601,594	4,700,732	10,640,694	2,303,359	10,347,178	28.0	35.0	425,149	15,170,140	7,433,369	
50 percent	197,536	90,739,998	74,241,399	42,161,552	33,446,497	21,080,776	32,360,813	35.7	43.6	197,536	42,161,552	21,080,776	

Footnote(s) at end of table.

Table 3.4 — Income Subject to Tax and Tax, Classified by Both the Marginal Rate and Each Rate at Which Tax was Computed — Continued

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

Tax rate classes	Separate returns of husbands and wives											
	Classified by the highest marginal rate at which tax was computed									Classified by each rate at which tax was computed		
	Number of returns	Adjusted gross income	Income subject to tax		Tax generated		Income tax after credits			Number of returns	Income taxed at rate	Income tax generated at rate
			At all rates	At marginal rate	At all rates	At marginal rate	Total	As a percent of adjusted gross income	As a percent of income subject to tax			
	(25)	(26)	(27)	(28)	(29)	(30)	(31)	(32)	(33)	(34)	(35)	(36)
All marginal rates .....	815,674	12,109,379	9,101,467	1,985,860	1,925,352	728,094	1,882,050	15.5	20.7	815,674	9,101,467	1,925,352
0 percent .....	119,930	347,670	95,545	95,545	—	—	( )	( )	( )	815,674	1,278,310	—
11 percent .....	36,936	144,273	86,387	23,596	2,576	2,596	2,617	1.8	3.0	695,744	715,345	78,688
12 percent .....	64,772	366,207	219,134	41,011	12,368	4,921	10,706	2.9	4.9	658,808	664,749	79,770
14 percent .....	104,354	787,181	520,889	124,344	42,564	17,408	39,046	5.0	7.5	594,036	1,177,160	164,802
15 percent .....	—	—	—	—	—	—	—	—	—	—	—	—
16 percent .....	113,412	1,073,939	779,319	104,518	78,197	16,723	77,346	7.2	9.9	489,682	875,872	140,139
17 percent .....	—	—	—	—	—	—	—	—	—	—	—	—
18 percent .....	80,059	1,011,197	714,742	74,270	83,023	13,369	81,492	8.1	11.4	376,270	698,313	125,336
20 percent .....	—	—	—	—	—	—	—	—	—	—	—	—
22 percent .....	73,839	1,026,841	812,400	66,626	106,822	14,658	106,515	10.4	13.1	296,211	555,845	122,286
23 percent .....	—	—	—	—	—	—	—	—	—	—	—	—
24 percent .....	—	—	—	—	—	—	—	—	—	—	—	—
25 percent .....	56,957	1,064,496	768,642	68,071	115,678	17,018	113,125	10.6	14.7	222,372	506,421	126,605
26 percent .....	—	—	—	—	—	—	—	—	—	—	—	—
28 percent .....	49,883	946,513	815,941	70,190	139,092	19,653	138,692	14.7	17.0	165,415	376,350	105,378
30 percent .....	—	—	—	—	—	—	—	—	—	—	—	—
32 percent .....	—	—	—	—	—	—	—	—	—	—	—	—
33 percent .....	44,473	1,093,997	874,644	91,919	169,823	30,333	168,371	15.4	19.3	115,532	468,532	154,615
34 percent .....	—	—	—	—	—	—	—	—	—	—	—	—
35 percent .....	—	—	—	—	—	—	—	—	—	—	—	—
38 percent .....	38,636	1,140,662	964,076	79,314	218,894	30,139	216,346	19.0	22.4	71,059	309,517	117,617
42 percent .....	22,065	958,699	796,897	134,947	224,008	56,678	220,204	23.0	27.6	32,423	267,530	112,362
45 percent .....	2,866	176,221	140,215	16,694	44,914	7,512	44,828	25.4	32.0	10,358	105,611	47,525
48 percent .....	—	—	—	—	—	—	—	—	—	—	—	—
49 percent .....	3,355	270,282	215,592	32,074	77,161	15,716	75,619	28.0	35.1	7,472	141,174	69,175
50 percent .....	4,117	1,701,001	1,297,040	962,740	610,231	481,370	587,142	34.5	45.3	4,117	962,740	481,370
Tax rate classes	Returns of heads of households											
	Classified by the highest marginal rate at which tax was computed									Classified by each rate at which tax was computed		
	Number of returns	Adjusted gross income	Income subject to tax		Tax generated		Income tax after credits			Number of returns	Income taxed at rate	Income tax generated at rate
			At all rates	At marginal rate	At all rates	At marginal rate	Total	As a percent of adjusted gross income	As a percent of income subject to tax			
	(37)	(38)	(39)	(40)	(41)	(42)	(43)	(44)	(45)	(46)	(47)	(48)
All marginal rates .....	8,741,913	135,004,165	100,599,552	14,536,933	14,149,832	3,076,826	12,908,987	9.6	12.8	8,741,913	100,599,552	14,149,832
0 percent .....	989,689	4,315,398	1,250,228	1,250,228	—	—	( )	( )	( )	8,741,913	19,080,343	—
11 percent .....	932,230	5,973,661	3,084,851	940,722	103,044	103,479	14,185	0.2	0.5	7,752,224	15,262,709	1,678,898
12 percent .....	1,040,789	9,224,475	5,619,775	1,040,304	364,773	124,836	151,056	1.6	2.7	6,819,994	13,176,634	1,581,196
14 percent .....	1,019,970	10,970,105	7,693,100	1,063,295	640,981	148,861	468,749	4.3	6.1	5,779,205	11,533,612	1,614,706
15 percent .....	—	—	—	—	—	—	—	—	—	—	—	—
16 percent .....	—	—	—	—	—	—	—	—	—	—	—	—
17 percent .....	1,330,112	18,364,049	13,615,052	2,043,078	1,398,748	347,323	1,166,592	6.4	8.6	4,759,235	12,673,359	2,154,471
18 percent .....	1,168,366	19,907,500	15,561,523	1,774,804	1,858,789	319,465	1,653,053	8.3	10.6	3,429,123	9,009,227	1,621,661
20 percent .....	773,185	15,949,077	12,735,391	1,137,616	1,691,649	227,523	1,590,642	10.0	12.5	2,260,757	5,897,847	1,179,569
22 percent .....	—	—	—	—	—	—	—	—	—	—	—	—
23 percent .....	—	—	—	—	—	—	—	—	—	—	—	—
24 percent .....	744,565	19,123,750	15,406,814	1,855,731	2,331,738	445,375	2,234,244	11.7	14.5	1,487,572	5,793,668	1,390,480
25 percent .....	—	—	—	—	—	—	—	—	—	—	—	—
26 percent .....	—	—	—	—	—	—	—	—	—	—	—	—
28 percent .....	365,190	11,380,007	9,414,958	832,993	1,622,971	233,238	1,580,853	13.9	16.8	743,007	2,835,423	793,919
30 percent .....	—	—	—	—	—	—	—	—	—	—	—	—
32 percent .....	185,203	6,977,334	5,768,747	434,900	1,118,804	139,168	1,090,529	15.6	18.9	377,817	1,455,754	465,841
33 percent .....	—	—	—	—	—	—	—	—	—	—	—	—
34 percent .....	—	—	—	—	—	—	—	—	—	—	—	—
35 percent .....	117,068	5,350,344	4,430,987	438,968	971,418	153,639	957,795	17.9	21.6	192,614	1,239,756	433,915
38 percent .....	—	—	—	—	—	—	—	—	—	—	—	—
42 percent .....	47,849	3,054,251	2,420,438	281,587	630,031	118,267	623,199	20.4	25.7	75,546	721,970	303,227
45 percent .....	14,011	1,174,437	934,128	85,062	281,697	38,278	278,057	23.7	29.6	27,697	375,205	168,842
48 percent .....	6,652	746,322	616,538	72,405	213,783	34,754	210,408	28.2	34.1	13,666	258,806	124,227
49 percent .....	—	—	—	—	—	—	—	—	—	—	—	—
50 percent .....	7,034	2,493,455	2,047,021	1,265,239	921,404	642,619	889,623	35.7	43.5	7,034	1,265,239	642,619

Footnote(s) at end of table.

**Table 3.4 — Income Subject to Tax and Tax, Classified by Both the Marginal Rate and Each Rate at Which Tax was Computed — Continued**

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

Tax rate classes	Returns of single persons											
	Classified by the highest marginal rate at which tax was computed									Classified by each rate at which tax was computed		
	Number of returns	Adjusted gross income	Income subject to tax		Tax generated		Income tax after credits			Number of returns	Income taxed at rate	Income tax generated at rate
			At all rates	At marginal rate	At all rates	At marginal rate	Total	As a percent of adjusted gross income	As a percent of income subject to tax			
	(49)	(50)	(51)	(52)	(53)	(54)	(55)	(56)	(57)	(58)	(59)	(60)
All marginal rates	39,049,988	506,063,085	427,125,238	60,635,554	67,535,439	15,055,315	66,878,127	13.2	15.7	39,049,988	427,125,238	67,535,439
0 percent	6,357,134	15,178,279	7,312,545	7,312,545	—	—	6,085	(1)	0.1	39,049,988	82,506,109	—
11 percent	3,437,108	13,514,457	9,749,375	1,844,027	201,188	202,843	195,807	1.4	2.0	32,692,854	34,025,348	3,742,788
12 percent	2,444,106	12,668,977	9,412,136	1,102,175	426,787	132,261	416,898	3.3	4.4	29,255,746	27,913,815	3,349,658
14 percent	4,390,905	30,025,362	23,685,393	4,365,411	1,667,120	611,158	1,619,056	5.4	6.8	26,811,640	51,448,955	7,202,854
15 percent	3,814,228	34,160,343	28,371,322	3,578,840	2,575,589	536,826	2,504,737	7.3	8.8	22,420,735	40,791,854	6,118,778
16 percent	3,588,288	40,061,060	34,449,024	3,948,576	3,626,313	631,772	3,584,303	8.9	10.4	18,606,507	38,490,479	6,158,477
17 percent	—	—	—	—	—	—	—	—	—	—	—	—
18 percent	2,848,754	38,427,919	33,739,745	2,973,202	3,960,807	535,176	3,919,269	10.2	11.6	15,018,219	28,529,078	5,135,234
20 percent	2,336,025	36,758,158	32,552,040	2,417,318	4,175,864	483,464	4,128,950	11.2	12.7	12,169,465	23,067,542	4,613,508
22 percent	—	—	—	—	—	—	—	—	—	—	—	—
23 percent	2,906,798	54,462,771	48,015,520	4,415,550	6,830,155	1,015,117	6,781,568	12.5	14.1	9,833,440	26,578,804	6,113,125
24 percent	—	—	—	—	—	—	—	—	—	—	—	—
25 percent	—	—	—	—	—	—	—	—	—	—	—	—
26 percent	3,304,338	77,497,005	68,174,869	8,035,917	11,131,583	2,089,338	11,056,480	14.3	16.2	6,926,642	27,234,128	7,080,873
28 percent	—	—	—	—	—	—	—	—	—	—	—	—
30 percent	1,725,243	50,795,916	44,708,782	4,165,572	8,348,232	1,249,672	8,312,271	16.4	18.6	3,622,304	14,219,995	4,265,998
32 percent	—	—	—	—	—	—	—	—	—	—	—	—
33 percent	—	—	—	—	—	—	—	—	—	—	—	—
34 percent	868,672	30,861,067	27,033,018	2,015,264	5,640,502	685,190	5,621,731	18.2	20.8	1,897,061	7,465,726	2,538,347
35 percent	—	—	—	—	—	—	—	—	—	—	—	—
38 percent	469,845	20,360,182	17,638,125	1,616,411	4,141,110	614,236	4,120,002	20.2	23.4	1,028,389	5,749,636	2,184,882
42 percent	287,040	15,701,458	13,430,345	1,518,185	3,599,450	637,638	3,530,960	22.5	26.3	558,544	5,264,940	2,211,275
45 percent	—	—	—	—	—	—	—	—	—	—	—	—
48 percent	176,777	14,454,399	11,458,271	1,682,503	3,656,271	807,601	3,628,193	25.1	31.7	271,504	4,192,769	2,012,529
49 percent	—	—	—	—	—	—	—	—	—	—	—	—
50 percent	94,727	21,134,733	17,394,728	9,646,060	7,554,468	4,823,030	7,451,816	35.3	42.8	94,727	9,646,060	4,823,030

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

(<sup>1</sup>) Less than \$500.

(<sup>2</sup>) Less than 0.05 percent.

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

**Table 3.5—All Returns With Income Subject to Tax: Tax Generated by Rate and by Size of Adjusted Gross Income**

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

Size of adjusted gross income	Number of returns with income subject to tax	Taxable income	Income subject to tax	Tax generated at all rates	Tax generated at specified rate							
					0 percent		11 percent			12 percent		
					Number of returns	Income subject to tax	Number of returns	Income subject to tax	Tax generated at rate	Number of returns	Income subject to tax	Tax generated at rate
	(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)	(10)	(11)	(12)
<b>Total</b> .....	<b>94,178,183</b>	<b>1,701,365,731</b>	<b>1,696,397,261</b>	<b>305,502,985</b>	<b>94,178,183</b>	<b>254,373,153</b>	<b>84,391,872</b>	<b>138,772,224</b>	<b>15,264,945</b>	<b>78,014,934</b>	<b>126,028,579</b>	<b>15,123,429</b>
Under \$2,000.....	2,911,739	2,111,205	2,111,177	12,741	2,911,739	1,994,234	268,178	116,942	12,884	—	—	—
\$2,000 under \$4,000.....	6,172,053	11,623,492	11,623,730	110,277	6,172,053	10,631,605	1,914,994	831,668	91,483	214,764	138,118	16,574
\$4,000 under \$6,000.....	6,573,321	21,802,911	21,811,268	863,755	6,573,321	14,257,374	5,162,070	5,015,007	551,651	3,216,581	2,044,047	245,286
\$6,000 under \$8,000.....	6,564,757	32,142,460	32,143,438	2,008,719	6,564,757	15,772,701	5,650,846	6,610,967	727,206	4,529,426	4,243,583	509,230
\$8,000 under \$10,000.....	6,407,343	42,890,843	42,911,327	3,381,086	6,407,343	16,439,918	6,115,349	8,484,887	933,338	5,296,542	5,798,007	695,761
\$10,000 under \$12,000.....	5,917,123	50,144,574	50,120,503	4,540,132	5,917,123	15,690,677	5,812,622	8,936,357	982,999	5,591,098	7,484,006	898,081
\$12,000 under \$14,000.....	5,600,201	57,265,993	57,211,297	5,809,710	5,600,201	14,897,317	5,544,704	8,778,459	965,631	5,406,785	8,107,118	972,854
\$14,000 under \$16,000.....	4,906,140	58,840,402	58,847,948	6,449,614	4,906,140	13,459,290	4,866,253	8,014,841	881,632	4,812,940	7,600,976	912,117
\$16,000 under \$18,000.....	4,790,073	65,596,107	65,564,384	7,675,146	4,790,073	13,365,383	4,767,900	8,092,216	890,144	4,738,176	7,799,164	935,900
\$18,000 under \$20,000.....	4,199,349	64,870,929	64,688,354	8,037,345	4,199,349	11,938,346	4,190,017	7,156,008	787,161	4,166,620	6,963,123	835,575
\$20,000 under \$25,000.....	8,796,271	160,986,305	160,639,540	21,559,424	8,796,271	25,830,001	8,779,179	15,561,840	1,711,802	8,751,087	15,193,435	1,823,212
\$25,000 under \$30,000.....	7,623,149	168,006,165	167,694,589	24,428,802	7,623,149	23,265,926	7,611,323	14,124,302	1,553,673	7,597,932	13,907,089	1,666,851
\$30,000 under \$40,000.....	11,062,400	305,242,257	304,606,880	49,516,772	11,062,400	35,269,815	11,058,233	21,559,449	2,371,539	11,048,528	21,378,098	2,565,372
\$40,000 under \$50,000.....	5,958,623	210,324,094	209,677,878	39,198,306	5,958,623	19,532,040	5,958,160	11,990,686	1,318,975	5,953,957	11,932,188	1,431,863
\$50,000 under \$75,000.....	4,649,215	214,921,141	213,958,004	47,768,199	4,649,215	15,331,484	4,647,030	9,408,083	1,034,889	4,645,940	9,369,914	1,124,390
\$75,000 under \$100,000.....	1,045,968	69,194,901	68,750,236	18,949,643	1,045,968	3,431,122	1,044,999	2,095,608	230,517	1,044,857	2,085,344	250,241
\$100,000 under \$200,000.....	758,232	77,469,537	76,620,232	25,735,462	758,232	2,482,586	757,959	1,517,878	166,967	757,667	1,510,319	181,238
\$200,000 under \$500,000.....	198,561	44,194,722	43,766,195	18,409,031	198,561	642,507	198,401	391,243	43,037	198,386	388,805	46,657
\$500,000 under \$1,000,000.....	28,935	15,798,723	15,717,240	7,349,184	28,935	93,471	28,926	56,972	6,267	28,919	56,823	6,795
\$1,000,000 or more.....	14,730	27,938,970	27,913,041	13,698,640	14,730	47,254	14,729	28,809	3,169	14,729	28,622	3,435

Size of adjusted gross income	Tax generated at specified rate—Continued											
	14 percent			15 percent			16 percent			17 percent		
	Number of returns	Income subject to tax	Tax generated at rate	Number of returns	Income subject to tax	Tax generated at rate	Number of returns	Income subject to tax	Tax generated at rate	Number of returns	Income subject to tax	Tax generated at rate
	(13)	(14)	(15)	(16)	(17)	(18)	(19)	(20)	(21)	(22)	(23)	(24)
<b>Total</b> .....	<b>72,181,595</b>	<b>221,683,900</b>	<b>31,035,746</b>	<b>22,420,735</b>	<b>40,791,854</b>	<b>6,118,778</b>	<b>53,367,911</b>	<b>169,908,698</b>	<b>27,185,392</b>	<b>4,759,235</b>	<b>12,673,359</b>	<b>2,154,471</b>
Under \$2,000.....	—	—	—	—	—	—	—	—	—	—	—	—
\$2,000 under \$4,000.....	67,812	22,339	3,128	—	—	—	—	—	—	—	—	—
\$4,000 under \$6,000.....	1,138,714	482,729	67,582	31,816	10,026	1,504	3,977	2,084	333	—	—	—
\$6,000 under \$8,000.....	3,767,131	5,261,266	736,577	789,982	228,511	34,277	48,871	26,409	4,226	—	—	—
\$8,000 under \$10,000.....	4,077,811	7,691,386	1,076,794	3,258,224	4,167,051	625,058	751,636	313,473	50,156	19,896	3,770	641
\$10,000 under \$12,000.....	4,603,842	8,336,069	1,167,050	2,946,830	5,700,629	855,094	2,704,031	3,691,270	590,603	230,682	180,371	30,663
\$12,000 under \$14,000.....	5,095,952	10,548,867	1,476,841	2,637,476	5,220,879	783,132	2,652,452	5,781,563	925,050	701,134	1,160,071	197,212
\$14,000 under \$16,000.....	4,664,997	12,189,010	1,706,461	2,108,646	4,204,231	630,635	2,808,328	5,426,074	868,172	653,032	1,729,568	294,027
\$16,000 under \$18,000.....	4,657,594	13,670,390	1,913,855	1,846,662	3,685,697	552,855	3,450,024	7,066,802	1,130,688	680,096	2,014,528	342,470
\$18,000 under \$20,000.....	4,152,152	12,785,255	1,789,936	1,568,476	3,126,490	468,973	3,372,959	9,061,658	1,449,865	474,688	1,444,812	245,618
\$20,000 under \$25,000.....	8,703,196	29,133,694	4,078,717	2,774,867	5,544,615	831,692	7,681,230	24,835,996	3,973,759	786,207	2,389,211	406,166
\$25,000 under \$30,000.....	7,578,712	27,313,000	3,823,820	1,811,210	3,618,778	542,817	6,976,279	24,872,497	3,979,600	521,169	1,607,783	273,323
\$30,000 under \$40,000.....	11,037,105	42,803,560	5,992,498	1,604,469	3,202,318	480,348	10,539,863	40,039,356	6,406,297	451,789	1,398,028	237,665
\$40,000 under \$50,000.....	5,950,585	24,144,363	3,380,211	505,053	1,010,106	151,516	5,804,181	22,852,965	3,656,474	137,430	426,033	72,426
\$50,000 under \$75,000.....	4,642,144	19,022,158	2,663,102	341,075	680,628	102,094	4,560,176	18,052,675	2,888,428	74,756	231,251	39,313
\$75,000 under \$100,000.....	1,044,532	4,245,990	594,439	96,120	192,240	28,836	1,030,708	4,046,742	647,479	12,775	39,603	6,732
\$100,000 under \$200,000.....	757,496	3,070,468	428,866	70,427	140,854	21,128	745,406	2,920,956	467,353	11,428	35,426	6,022
\$200,000 under \$500,000.....	198,373	780,341	110,648	24,110	48,220	7,233	195,009	753,455	120,553	3,311	10,264	1,745
\$500,000 under \$1,000,000.....	28,919	14,977	16,097	3,446	6,890	1,034	28,373	109,511	17,522	535	1,659	282
\$1,000,000 or more.....	14,728	58,037	8,125	1,646	3,691	554	14,408	55,211	8,834	317	983	167

Footnote(s) at end of table.

**Table 3.5 — All Returns With Income Subject to Tax: Tax Generated by Rate and by Size of Adjusted Gross Income — Continued**  
 (All figures are estimates based on samples — money amounts are in thousands of dollars)

Size of adjusted gross income	Tax generated at specified rate — Continued											
	18 percent			20 percent			22 percent			23 percent		
	Number of returns (25)	Income subject to tax (26)	Tax generated at rate (27)	Number of returns (28)	Income subject to tax (29)	Tax generated at rate (30)	Number of returns (31)	Income subject to tax (32)	Tax generated at rate (33)	Number of returns (34)	Income subject to tax (35)	Tax generated at rate (36)
Total .....	48,292,744	151,111,318	27,200,037	14,430,222	28,965,368	5,793,078	24,553,076	95,214,057	20,947,092	9,833,440	26,578,804	6,113,125
Under \$2,000 .....	—	—	—	—	—	—	—	—	—	—	—	—
\$2,000 under \$4,000 .....	—	—	—	—	—	—	—	—	—	—	—	—
\$4,000 under \$6,000 .....	—	—	—	—	—	—	—	—	—	—	—	—
\$6,000 under \$8,000 .....	—	—	—	—	—	—	—	—	—	—	—	—
\$8,000 under \$10,000 .....	—	—	—	—	—	—	—	—	—	—	—	—
\$10,000 under \$12,000 .....	262,703	*12,834	16,837	—	—	—	—	—	—	—	—	—
\$12,000 under \$14,000 .....	2,375,096	2,648,192	478,855	85,768	13,471	2,894	*15,909	*7,589	*1,670	—	—	—
\$14,000 under \$16,000 .....	2,427,838	4,436,280	788,532	1,709,608	1,707,385	341,477	*25,569	*41,118	*9,046	*14,745	*9,166	*2,108
\$16,000 under \$18,000 .....	2,439,713	5,120,748	921,735	1,874,614	3,427,942	685,588	*31,852	*56,644	*12,462	1,359,659	1,233,813	283,777
\$18,000 under \$20,000 .....	2,581,311	4,950,196	891,035	1,803,283	3,550,949	710,190	35,004	76,510	16,832	1,424,850	3,354,784	773,900
\$20,000 under \$25,000 .....	7,496,288	18,567,878	3,342,218	3,364,085	7,349,329	1,409,866	1,010,917	1,172,862	259,030	2,637,178	8,067,313	1,855,482
\$25,000 under \$30,000 .....	7,236,073	23,835,593	4,308,405	2,281,805	5,224,218	1,044,844	3,729,502	10,504,788	2,311,054	1,780,757	5,982,115	1,283,81
\$30,000 under \$40,000 .....	10,861,363	41,028,764	7,385,177	2,035,632	4,750,691	950,138	8,412,615	34,116,760	7,505,687	1,582,233	5,019,002	1,154,37
\$40,000 under \$50,000 .....	5,927,922	23,592,182	4,246,595	638,578	1,491,107	298,221	5,237,628	22,816,505	5,019,631	500,291	1,900,357	368,081
\$50,000 under \$75,000 .....	4,627,287	18,617,184	3,351,083	412,916	949,169	189,834	4,202,395	18,424,617	4,053,416	338,324	1,077,019	247,714
\$75,000 under \$100,000 .....	1,042,071	4,155,092	747,817	106,714	242,040	48,408	930,378	4,084,282	898,542	95,770	306,450	70,484
\$100,000 under \$200,000 .....	755,908	3,005,757	541,036	184,055	184,055	36,811	672,907	2,951,605	649,353	70,240	224,766	51,696
\$200,000 under \$500,000 .....	198,256	776,002	139,880	27,417	61,217	12,243	170,739	748,503	164,671	24,106	77,101	17,733
\$500,000 under \$1,000,000 .....	28,908	112,987	20,338	3,975	8,929	1,786	24,922	108,985	23,977	3,443	11,018	2,534
\$1,000,000 or more .....	14,721	57,085	10,275	2,161	4,887	977	12,557	54,670	12,027	1,844	5,901	1,357

Size of adjusted gross income	Tax generated at specified rate — Continued											
	24 percent			25 percent			26 percent			28 percent		
	Number of returns (37)	Income subject to tax (38)	Tax generated at rate (39)	Number of returns (40)	Income subject to tax (41)	Tax generated at rate (42)	Number of returns (43)	Income subject to tax (44)	Tax generated at rate (45)	Number of returns (46)	Income subject to tax (47)	Tax generated at rate (48)
Total .....	1,487,572	5,793,668	1,390,480	19,134,837	84,968,510	21,242,127	6,926,642	27,234,126	7,080,873	14,010,347	60,131,783	16,838,899
Under \$2,000 .....	—	—	—	—	—	—	—	—	—	—	—	—
\$2,000 under \$4,000 .....	—	—	—	—	—	—	—	—	—	—	—	—
\$4,000 under \$6,000 .....	—	—	—	—	—	—	—	—	—	—	—	—
\$6,000 under \$8,000 .....	—	—	—	—	—	—	—	—	—	—	—	—
\$8,000 under \$10,000 .....	—	—	—	—	—	—	—	—	—	—	—	—
\$10,000 under \$12,000 .....	—	—	—	—	—	—	—	—	—	—	—	—
\$12,000 under \$14,000 .....	—	—	—	—	—	—	—	—	—	—	—	—
\$14,000 under \$16,000 .....	—	—	—	—	—	—	—	—	—	—	—	—
\$16,000 under \$18,000 .....	—	—	—	—	—	—	—	—	—	—	—	—
\$18,000 under \$20,000 .....	—	—	—	—	—	—	—	—	—	—	—	—
\$20,000 under \$25,000 .....	—	—	—	—	—	—	—	—	—	—	—	—
\$25,000 under \$30,000 .....	—	—	—	—	—	—	—	—	—	—	—	—
\$30,000 under \$40,000 .....	—	—	—	—	—	—	—	—	—	—	—	—
\$40,000 under \$50,000 .....	—	—	—	—	—	—	—	—	—	—	—	—
\$50,000 under \$75,000 .....	—	—	—	—	—	—	—	—	—	—	—	—
\$75,000 under \$100,000 .....	—	—	—	—	—	—	—	—	—	—	—	—
\$100,000 under \$200,000 .....	—	—	—	—	—	—	—	—	—	—	—	—
\$200,000 under \$500,000 .....	—	—	—	—	—	—	—	—	—	—	—	—
\$500,000 under \$1,000,000 .....	—	—	—	—	—	—	—	—	—	—	—	—
\$1,000,000 or more .....	—	—	—	—	—	—	—	—	—	—	—	—

Footnote(s) at end of table.

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

Footnote(s) at end of table.

**Table 3.5—All Returns With Income Subject to Tax: Tax Generated by Rate and by Size of Adjusted Gross Income—Continued**

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

Size of adjusted gross income	Tax generated at specified rate—Continued											
	45 percent			48 percent			49 percent			50 percent		
	Number of returns	Income subject to tax	Tax generated at rate	Number of returns	Income subject to tax	Tax generated at rate	Number of returns	Income subject to tax	Tax generated at rate	Number of returns	Income subject to tax	Tax generated at rate
	(70)	(71)	(72)	(73)	(74)	(75)	(76)	(77)	(78)	(79)	(80)	(81)
<b>Total</b> .....	<b>753,924</b>	<b>13,508,789</b>	<b>6,078,955</b>	<b>285,190</b>	<b>4,451,574</b>	<b>2,136,756</b>	<b>432,621</b>	<b>15,311,314</b>	<b>7,502,544</b>	<b>303,414</b>	<b>54,055,591</b>	<b>27,027,795</b>
Under \$2,000 .....	—	—	—	—	—	—	—	—	—	—	—	—
\$2,000 under \$4,000 .....	—	—	—	—	—	—	—	—	—	—	—	—
\$4,000 under \$6,000 .....	—	—	—	—	—	—	—	—	—	—	—	—
\$6,000 under \$8,000 .....	—	—	—	—	—	—	—	—	—	—	—	—
\$8,000 under \$10,000 .....	—	—	—	—	—	—	—	—	—	—	—	—
\$10,000 under \$12,000 .....	—	—	—	—	—	—	—	—	—	—	—	—
\$12,000 under \$14,000 .....	—	—	—	—	—	—	—	—	—	—	—	—
\$14,000 under \$16,000 .....	—	—	—	—	—	—	—	—	—	—	—	—
\$16,000 under \$18,000 .....	—	—	—	—	—	—	—	—	—	—	—	—
\$18,000 under \$20,000 .....	—	—	—	—	—	—	—	—	—	—	—	—
\$20,000 under \$25,000 .....	—	—	—	—	—	—	—	—	—	—	—	—
\$25,000 under \$30,000 .....	—	—	—	—	—	—	—	—	—	—	—	—
\$30,000 under \$40,000 .....	—	—	—	—	—	—	—	—	—	—	—	—
\$40,000 under \$50,000 .....	—	—	—	—	—	—	—	—	—	—	—	—
\$50,000 under \$75,000 .....	9,270	46,411	20,885	93,453	470,132	225,663	*1,182	*4,926	*2,414	—	—	—
\$75,000 under \$100,000 .....	41,373	212,281	95,527	82,575	1,403,684	673,768	*1,724	*18,377	*9,005	15,578	80,480	40,240
\$100,000 under \$200,000 .....	493,963	8,328,162	3,747,673	76,086	1,803,459	865,660	227,124	5,040,287	2,469,741	80,013	2,061,063	1,030,531
\$200,000 under \$500,000 .....	171,148	4,023,236	1,810,456	26,862	612,480	293,990	165,334	8,292,767	4,063,456	164,661	14,823,204	7,411,602
\$500,000 under \$1,000,000 .....	25,324	597,001	268,650	3,957	104,704	50,258	24,735	1,299,066	636,542	28,508	11,376,711	5,688,355
\$1,000,000 or more .....	12,846	301,698	135,764	2,157	57,116	27,416	12,522	655,892	321,387	14,654	25,714,133	12,857,067

\*Estimate should be used with caution because of the small number of sample returns on which it is based.  
 NOTE: Detail may not add to total because of rounding.

Explanations of terms are designed to aid the user in interpreting the statistical content of this report and should not be construed as interpretations of the Internal Revenue (IR) Code or related regulations, procedures, or policies. Code sections cited were those in effect for 1984.

Most of the definitions and explanations supplied in this section relate to column or stub titles used in one or more tables in this report. Some provide background or limitations to such titles. Therefore, explanations are written to provide information necessary to interpret the statistical tables to which they relate. Definitions marked with the symbol (#) are either new or modified definitions reflecting changes in the law or in Statistics of Income processing.

Section 5, 1984 Forms and Instructions, provides further information about many of the items in this report. The terms used in Section 4 differ substantially from those applicable to the remainder of the report and are defined separately in that section.

## Additional Tax for Tax Preferences (#)

For Tax Year 1983 and 1984 returns covered in this report, this tax is the alternative minimum tax. For any pre-Tax Year 1983 returns, this tax is the sum of "minimum tax" and alternative minimum tax. (See "Alternative Minimum Tax".)

## Adjusted Gross Income Less Deficit (#)

The broadest definition of gross income is all income from whatever source derived, including (but not limited to) the following:

- Compensation for services, including fees, commissions, and similar items;
- Gross income derived from business;
- Gains derived from dealings in property;
- Interest, rents, and royalties;
- Dividends;
- Alimony and separate maintenance payments;
- Annuities, pensions, and social security payments;
- Income from life insurance and endowment contracts;
- Income from discharge of indebtedness;
- Distributive share of partnership gross income;
- Income from an interest in an estate or trust;
- Aid to families with dependent children;
- Prizes and awards; and
- Unemployment compensations.

Some items are specifically excluded (completely or partially) from gross income for income tax purposes. In particular:

- Accident and health insurance proceeds, "Black Lung" benefits; and casualty insurance proceeds;
- Child support payments;
- Cost-of-living allowances paid to U.S. Government employees stationed outside the U.S.;
- Employment agency fees paid directly by the

- taxpayer's employer and relocation payments;
- Federal Employees' Compensation Act payments;
- Gifts, bequests, or inheritances;
- Life insurance proceeds, and certain social security benefits;
- Meals and lodging provided by the employer for the employees' benefit;
- Military allowances and payments to dependents of military personnel;
- Payments to a beneficiary of a deceased employee;
- Payments to reduce the cost of winter energy consumption;
- Railroad Retirement Act pensions and railroad retirement lump-sum payments;
- Rental allowance of members of the clergy;
- Scholarship and fellowship grants;
- Tax-exempt interest;
- Veteran's benefits; and
- Workmen's compensation.

Gross income is further reduced by excludable portions of items reported on Form 1040 to arrive at "Total Income" (line 23). Following is a list of such exclusions:

- Ordinary and necessary expenses of operating a trade or business;
- Expense deductions attributable to rents and royalties, and net adjustment for windfall profit tax withheld;
- Expenses of outside salespersons attributable to a trade or business carried on by the taxpayer;
- Depreciation deduction allowed life tenants and income beneficiaries of property held in trust;
- Deductible losses from sales of capital assets and other property.
- Excludable portion of the excess of net long-term capital gain over net short-term capital loss;
- Business net operating loss deductions;
- Exclusion of the ordinary income portion (in contrast to the amount treated as long-term capital gain) of the taxable amount of a lump-sum distribution from a qualified pension or retirement plan, taxed separately from other sources of income at the taxpayer's election;
- Limited exclusion of unemployment compensation;
- Limited exclusion of railroad retirement pension income;
- Limited exclusion of social security benefits;
- Exclusion of the portion of pension payments that represents a return of the employee's cost for the plan; and
- Limited exclusion of qualified foreign earned income.

From Total Income (line 23 on Form 1040) the following statutory adjustments are subtracted to arrive at Adjusted Gross Income:

- Employee business and moving expenses;
- Contributions to a self-employed retirement

fund ("Keogh Plan") by the self-employed, and to individual retirement arrangements (IRA's) by employees or self-employed persons;

- Forfeited interest penalties, incurred by persons who made premature withdrawals of funds from time savings accounts;
- Alimony payments;
- Reforestation expenses;
- Deduction for two-earner married couples;
- Deductions for foreign housing; and
- Certain repayments of supplemental unemployment compensation.

A deficit occurs if the allowable exclusions and deductions exceed gross income.

#### Adjustments

See "Statutory Adjustments."

#### Advance Earned Income Credit Payments

Taxpayers who believed they would be eligible for the earned income credit at the end of the year could receive the credit from their employers as an additional payment in their paychecks during the year. Those payments were then shown on the tax return, where they became either an increase to balance due or a reduction of overpayment. (See also "All Other Taxes.")

#### Age 65 or Over

The presence of the additional exemption allowed taxpayers age 65 or over was used as the basis of this classification. In the case of joint returns of husbands and wives, the return was considered a return of a taxpayer age 65 or over, regardless of whether one or two exemptions were claimed.

#### Alimony

Payments received as alimony or separate maintenance were income to the person receiving them and an adjustment to gross income for the person paying them if the payments were:

- (1) required under the terms of a decree of divorce or separation, or a written instrument incident to that decree;
- (2) paid in discharge of a legal obligation based on the marital relationship; or
- (3) paid after the decree and on a periodic basis.

#### All Other Taxes (#)

For purposes of this report, this amount represents the sum of the self-employment tax, tax from recomputing prior-year investment credit, social security taxes on tip income, any penalty taxes on individual retirement arrangements (IRA's), and other unspecified taxes. This was in contrast to the "other taxes" portion of the Form 1040 itself, which was composed of the taxes listed above plus alternative minimum tax and the advance earned income credit payments received. Alternative minimum tax is tabulated in this report as part of "total income tax" and serves as part of the requirements for determining the taxable or nontaxable classification of a return. (For pre-1983 returns the computation of "total income tax" included minimum tax.) Advance earned income credit payments are shown as a separate item in computing balance due or refund. (See also "Taxable and Nontaxable Returns" and "Total Income Tax".)

#### Alternative Minimum Tax (#)

The Internal Revenue (IR) Code provides for special treatment of some kinds of income and allows special deductions for some kinds of expenses. So that individual taxpayers who benefit from these provisions will pay at least a minimum amount of tax, two special taxes for individual taxpayers were in effect -- the minimum tax (repealed in 1982) and the alternative minimum tax. The Tax Equity and Fiscal Responsibility Act of 1982 (TEFRA) amended earlier provisions in the alternative minimum tax law to embody certain tax preference items previously covered by the individual minimum tax.

The alternative minimum tax is levied on benefits received in the form of deductions, lower tax rates, and exclusions from tax. These benefits are known as "alternative minimum tax preferences" (see definition below) or "alternative minimum tax preference items" because they result from the preferential treatment given those items in the tax law.

The alternative minimum tax was computed by reducing alternative minimum taxable income (see definition below) by an exemption amount determined by filing status. If the return was filed jointly by a married couple or a surviving spouse, the amount was \$40,000. The amount for single or head of household taxpayers was \$30,000. For married couples filing separately, the amount was \$20,000.

If the amount in excess of the exemption was greater than zero, it was multiplied by 20 percent, the minimum rate. The residual amount of tax was reduced by "income tax after credits", excluding "additional taxes" (as reported on Form 1040). For taxpayers claiming a foreign tax credit, the amount of residual alternative minimum tax over additional taxes could be further reduced by the foreign tax credit. The amount that the alternative minimum tax was reduced by the foreign tax credit was computed by special rules and generally was limited to the proportion of alternative minimum income attributable to foreign sources.

#### Alternative Minimum Taxable Income (#)

Alternative minimum taxable income was defined as adjusted gross income including any net operating losses plus the sum of the alternative minimum tax preference items (defined below) less the following:

- (1) alternative tax net operating loss;
- (2) alternative minimum tax itemized deductions;
- (3) accumulated distributions made from a trust; and
- (4) the amount of the alcohol fuel credit.

#### Alternative Minimum Tax Preferences (#)

Because some income and deductions are given special treatment under the IR Code, many taxpayers would pay little or no tax if it were not for the alternative minimum tax. Below are the items that are tax preferences because they were given "preferential" treatment in the form of deductions, lower tax rates, and exclusion from tax:

- (1) Dividend Exclusion--This is the portion of ordinary dividends not included in taxable income,
- (2) Capital Gains Deduction--This is the 60 percent deduction amount for net long-term capital gains excluding any gains from the sale of a principal home,

- (3) Incentive Stock Options--This amount is the difference between the fair market value of stock bought under an incentive stock option and the price paid for the stock,
- (4) Accelerated Depreciation on Real Property--This amount represents the depreciation or amortization taken during the year on real property less the depreciation that would have been taken under the straight-line method,
- (5) Accelerated Depreciation on Leased Personal Property--This amount represents the depreciation or amortization taken during the year on leased personal property less the depreciation or amortization that would have been taken under the straight-line method,
- (6) Amortization of Certified Pollution Control Facilities--This amount represents the amortization deduction for a certified pollution control facility less the depreciation deduction normally allowed,
- (7) Depletion--This amount is the depletion deduction for the year in excess of the adjusted basis in the property at the end of the year,
- (8) Intangible Drilling and Development Costs--This is the deduction amount for intangible drilling and development costs for oil, gas, or geothermal wells (figured separately),
- (9) Mining Exploration and Development Costs--This is the amount allowed for current-year mining exploration and development costs less the deduction that would have been amortized over a 10-year period,
- (10) Circulation and Research and Experimental Expenditures--This is the amount by which the current year deduction allowable for circulation costs (of newspapers, magazines, and other periodicals) and research and experimental expenditures exceed the amount that would have been amortized over a 3-year period for circulation costs and a 10-year period for research and experimental expenditures, and
- (11) Reserves for Losses on Bad Debts of Financial Institutions--This amount was the excess of additional reserves for bad debts less the amount that would have been allowed based on actual loss experience.

#### Business or Profession Net Income or Loss

This source of income was reported by individuals who were sole proprietors of a nonfarm business or self-employed members of a profession. When there were two or more sole proprietorships operated by the same taxpayer(s), the single amount of profit or loss included in adjusted gross income represented the combined profit and loss from all business activities. The proprietor was required to exclude investment income from business profits and to include it, instead, with the various types of investment income for which separate provision was made on the individual income tax return.

Business costs and expenses were deductible from gross receipts or gross sales in arriving at net profit or loss. Compensation of the proprietor was taxable income and, therefore, not allowed as a business deduction in computing net profit. The deduction of net operating losses from other years was not considered a business expense, but was

offset, instead, against "other income" on the proprietor's income tax return.

Information on sole proprietorships business receipts and expenditures can be found in the annual summer issue of the Statistics of Income Bulletin.

#### Capital Assets

See "Sales of Capital Assets Net Gain or Loss."

#### Capital Gain Distributions Reported on Form 1040

These distributions included the following:

- (1) Long-term capital gains credited or distributed to individual taxpayers by regulated investment companies and mutual funds. Gains credited but not distributed were reported as income, but the taxpayer was also credited with the amount of tax paid on the gains by the regulated investment company or mutual fund.
- (2) Long-term capital gains distributed by real estate investment trusts.

Normally, taxpayers would have reported these distributions on the supporting schedule used for this type of income (Schedule D, Capital Gains and Losses). However, if the taxpayers did not need Schedule D to report any other gains or losses, they then entered 40 percent of the capital gain distributions directly on line 14, Form 1040.

For purposes of this report, "capital gain distributions reported on Form 1040" are tabulated as part of "sales of capital assets" and are reflected in the long-term capital gain and loss and net capital gain and loss data. (See also "Sales of Capital Assets Net Gain or Loss.")

#### Capital Gains and Losses

See "Sales of Capital Assets Net Gain or Loss."

#### Casualty or Theft Loss, Nonbusiness (#)

Nonbusiness casualty and theft losses for which taxpayers were not reimbursed were deductible from adjusted gross income to the extent that the net loss for each such casualty or theft exceeded \$100 and the combined amount for all net losses during the year exceeded 10 percent of adjusted gross income. A theft was considered to be the unlawful taking and removing of money or property with the intent of depriving the owner of its use. A casualty was defined as a complete or partial destruction of property resulting from an identifiable event of a sudden, unexpected, or unusual nature, such as a fire or storm.

For 1984, casualty and theft gains and losses were required to be netted. Net gains were realized if total reimbursements (such as insurance payments) exceeded total cost or fair market value for the items. Such net gains were required to be treated as capital gains and reported on Schedule D. Depending on the holding period for the lost asset, the net gains reported on Schedule D were treated as either short or long-term capital gains. Each net loss in excess of \$100 could be deducted to the extent that the sum of the net losses exceeded 10 percent of adjusted gross income.

#### Child Care Credit (#)

This credit was claimed by taxpayers who incurred expenses for the care of dependent children under age

15 or disabled dependents while these taxpayers were working. Qualifying expenses included those for services performed within the home (e.g., baby-sitters, maids, or cooks). In addition, expenditures paid for the care of children under the age of 15 or disabled dependents for out-of-home non-institutional care were qualified for the child care credit.

The maximum amount of employment-related expenses to which the credit could be applied was \$2,400 if one qualifying child or dependent was involved and \$4,800 if more than one was involved. The credit was equal to 30 percent of employment-related expenses for taxpayers with adjusted gross income of \$10,000 or less. The credit was reduced by one percent for each \$2,000 increment of adjusted gross income in excess of \$10,000 up to \$28,000. The credit remained at 20 percent of expenses for individuals with adjusted gross income of \$28,000 or more.

The amount of the credit which could be claimed was limited to total tax liability and any excess was not refundable.

#### Contributions Deduction for Itemizers

Contributions deductible on Form 1040 as an itemized deduction from adjusted gross income included gifts in the form of cash or property to:

- (1) the United States, a State, or a local government for exclusively public purposes;
- (2) organizations created in the United States or its possessions or under the law of the United States and operated exclusively for:
  - (a) religious purposes,
  - (b) charitable purposes,
  - (c) scientific purposes,
  - (d) literary purposes,
  - (e) educational purposes,
  - (f) fostering national or international amateur sports competition, or
  - (g) preventing cruelty to children or animals.
- (3) cemetery companies owned and operated exclusively for the benefit of their members;
- (4) organizations of war veterans or their auxiliaries; and
- (5) domestic fraternal societies operating under the lodge system if the contributions were used exclusively for religious, charitable, scientific, literary, or educational purposes, or for the prevention of cruelty to children or animals.

Out-of-pocket unreimbursable expenses that the taxpayer paid to do volunteer work for such organizations were also deductible. Individuals who were members of a partnership could also include in their contributions deductions their pro-rata share of partnership contributions.

In general, a deduction was allowed for all contributions up to 50 percent of adjusted gross income, with the exception of contributions to certain qualified organizations which were subject to a 20 percent limitation. When a taxpayer donated tangible personal property not used directly in its exempt functions, the deduction was the fair market value subject to a reduced ceiling. Gifts of capital assets not covered by the above situation were subject to a 30 percent limitation. Contributions exceeding the 50 (or 30) percent limitation could be carried over to be deducted in the next 5 years. (Contributions subject to the 20 percent rule could not be carried over.) Therefore, in addition to

contributions made in 1984, the statistics also include amounts carried over from 1979-1983 that were within the current year's percentage limitations.

Cash contributions to a single organization of more than \$3,000 were reported separately from other cash contributions, and these data are shown separately in the statistics. For Tax Years 1982, 1983, and 1984, a processing error caused any contribution amount of more than \$3,000 to be classified as a contribution to a single organization if there were no contributions to a single organization reported. Thus, cash contributions of \$3,000 or more to a single organization was overstated for those years, and cash contributions under \$3,000 to a single organization was understated. The error was estimated to be \$5.0 billion for Tax Year 1984, \$4.4 billion for Tax Year 1983, and \$3.6 billion for Tax Year 1982.

#### Contributions Deduction for Nonitemizers (#)

Taxpayers who did not itemize their deductions were still able to benefit from tax law provisions for charitable contributions. The criteria which determined the deduction of charitable contributions was the same for itemizing as well as nonitemizing taxpayers. However, the deductible amount was computed differently and was substantially less for nonitemizing taxpayers.

For Tax Year 1984, individuals who did not itemize deductions could deduct 25 percent of their first \$300 (\$150 for married couples filing separate returns) of charitable contributions in arriving at their taxable income. Formerly taxpayers could only deduct 25 percent of their first \$100 (\$50 for married couples filing separate returns).

#### Credit for Tax on Certain Gasoline, Fuel, and Oil (#)

This was a credit allowed in full or in stated amounts for Federal excise taxes paid on gasoline, special fuels, and lubricating oil when the fuel oil was used for: (1) farming purposes, (2) operation of public passenger land transportation services (taxi-cab operators of qualified taxicabs), (3) operation of inter-city, local, or school buses, (4) non-highway purposes of a trade or business, and (5) operation of qualified diesel-powered highway vehicles. These taxes could be applied as a credit to reduce total income tax liability when the individual return was filed (with any amount in excess of total tax liability refunded) or refunded during the taxable year if the credit for any fuel category or any lubricating oil in any of the first three quarters of the year was at least \$1,000.

#### Credit for the Elderly and Permanently and Totally Disabled (#)

Beginning in 1984, a credit for the elderly and permanently and totally disabled was available to all taxpayers age 65 or older (within certain income limitations) and to those taxpayers under age 65, retired with a permanent and total disability, and who had received taxable income from a public or private employer because of that disability. An individual was considered permanently and totally disabled if he or she was medically determined to be "unable to engage in any substantial gainful activity because of a physical or mental impairment which could result in death or last over 12 continuous months."

Individuals, age 65 or older, determined the base amount of income on which to figure the credit from an allowable amount of income classified by filing status and age. The classifications were grouped as follows:

Base AmountFiling Status

\$5,000	Single and 65 or over or disabled; married filing jointly with only one spouse either 65 or over or retired on disability,
\$7,500	Married filing jointly with both spouses either 65 or over or retired on disability,
\$3,750	Married filing separately either 65 or over or retired on disability

Permanently and totally disabled individuals under age 65, determined the base amount on which to figure the credit as the lesser of the allowable amount (defined above) or taxable disability income. The base amount, for both qualifying groups was further reduced by the sum of nontaxable social security, benefits, railroad retirement and Veterans pensions, and other nontaxable pensions plus one-half of adjusted gross income in excess of an additional exclusion amount which was also classified by filing status and age. Lastly, the actual credit was computed as 15 percent of this amount.

This credit was categorized as a personal credit. The amount of the credit that could be claimed was limited to total tax liability and any excess was not refundable.

Credit from Regulated Investment Companies

Taxpayers were instructed to include in gross income any amounts which were allocated to them as capital gain dividends from regulated investment companies, even if they were not actually received. If investment companies paid tax on the capital gain, taxpayers were entitled to claim a refundable credit for their proportionate share of the tax.

Credit on 1985 Estimated Tax

This credit was the part of the overpayment of 1984 tax which taxpayers specifically requested to be credited to their estimated tax for 1985. (See also "Overpayment.")

Deduction for Working Married Couples

Married taxpayers who filed a joint return and who both worked qualified for a deduction. The maximum amount eligible for deduction was 10 percent of \$30,000. The deduction was computed as 10 percent of qualified earned income of the lower earning spouse. Married taxpayers who filed Form 2555 (Foreign Earned Income) to exclude any income from tax or deduct certain housing costs; or who filed Form 4563 (Exclusion of Income From Sources In United States Possessions) to exclude income from tax, were not eligible for the deduction.

Disability Income Exclusion (#)

For Tax Year 1984 the disability income exclusion was repealed. See "Credit for the Elderly and Permanently and Totally Disabled."

Dividend Exclusion

Taxpayers could exclude up to \$100 (\$200 on a joint return) of eligible dividends from adjusted gross income. For an explanation of eligible dividends, see "Domestic and Foreign Dividends Received."

Dividends in Adjusted Gross Income

Total domestic and foreign dividends less the dividend exclusion equaled dividends in adjusted gross income. (See also "Domestic and Foreign Dividends Received" and "Dividend Exclusion.")

Domestic and Foreign Dividends Received

Domestic and foreign dividends received consisted of:

- (1) dividends eligible for the dividend exclusion, which were dividends received from domestic corporations either directly or indirectly (e.g., as a beneficiary of income from estates or trusts, or as a partner for the taxpayer's distributive share of partnership profits) and qualifying distributions from real estate investment trusts or regulated investment companies, and
- (2) dividends not eligible for the dividend exclusion, which were dividends received from foreign corporations, tax-exempt farmers' cooperatives, tax-exempt organizations, certain trusts that were in their final year, corporations most of whose business was conducted in U.S. possessions, Subchapter S corporations, and dividends from certain real estate investment trusts.

Domestic and foreign dividends did not include capital gain distributions from regulated investment companies and real estate investment trusts, nontaxable distributions of stock or stock rights, returns of capital, or liquidation distributions. Taxpayers were also instructed to exclude so called dividends on deposits or withdrawable accounts in mutual savings banks, cooperative banks, savings and loan associations, and credit unions, which were to be treated as interest income; and patronage dividends declared by farmers' cooperatives and other cooperative organizations.

Earned Income Credit

This was a credit available to low-income workers who maintained a household and had a dependent child or children whom they claimed as exemptions. This credit was based on earned income, consisting of wages, salaries, and other employee compensation, plus net earnings from self-employment, and was intended to offset the impact of social security taxes on low-income individuals and to encourage them to obtain employment.

The maximum credit was 10 percent of the first \$5,000 of earned income, or \$500, and was reduced by an amount equal to 12.5 percent of the taxpayer's adjusted gross income or earned income, whichever was larger, above \$6,000. Thus at the \$10,000 adjusted gross income level (or earned income level) the credit was eliminated.

Taxpayers were eligible to claim the earned income credit if they:

- (1) had less than \$10,000 of adjusted gross income or earned income, whichever was larger;
- (2) maintained a household which was the principal place of abode for the taxpayer and a child or a descendant of the child;
- (3) maintained their principal home in the United States;

- (4) were not entitled to exclude from gross income any amount of income earned from sources outside the United States or from sources within U.S. possessions, or claim a deduction for certain expenses of living abroad;
- (5) had a taxable year that represented a full 12 months; and
- (6) filed a joint return if married.

The earned income credit could result in a refund to the extent it was not used to offset income tax liability. Thus, even if individuals were not otherwise required to file returns, it was to their benefit to do so in order to claim the earned income credit. For purposes of this report, the earned income credit was divided into three parts: that used to offset income tax before credits (limited to the amount needed to reduce income tax after credits to zero); that used to offset all other taxes (limited to the amount needed to reduce total tax liability to zero); and the refundable portion (See also "Advance Earned Income Credit Payments.")

#### Employee Business Expenses

An employee was allowed a deduction in arriving at adjusted gross income for certain unreimbursed business expenses incurred in connection with any employment. These expenses were reported as an "adjustment" to income on the tax return and were separate from employee expenses treated as an itemized deduction. Expenses which qualified for the adjustment included:

- (1) cost of travel, meals, and lodging while away from home in the performance of services as an employee;
- (2) any other expenses to the extent covered by a reimbursement or expense allowance arrangement with the employer;
- (3) business transportation costs, other than commuting; and
- (4) outside salesperson's expenses of soliciting business for the employer.

If employees accounted for deductible expenses to their employers, they were not required to report the reimbursement in income, except for any amount of reimbursement in excess of expenses.

Certain expenses of employees, such as work clothes, union dues, and employment agency fees, were not deductible in the computation of adjusted gross income, but were deductible as itemized deductions in the computation of taxable income. These expenses were included in "miscellaneous itemized deductions."

#### Estate or Trust Net Income or Loss

This was the beneficiaries' share of fiduciary income (with the exception of the items described below which were reported separately) from any estate or trust. Income from estates or trusts included amounts required to be distributed and amounts credited to beneficiaries' accounts from current-year fiduciary income, whether or not actually received, plus any other amounts which were properly paid, credited, or required to be distributed for that year.

Also included was the beneficiaries' share of any accumulation distribution made in the current year by the fiduciary of a complex trust for income accumulated in prior tax years. Beneficiaries' share

of these distributions was reduced by their share of depletion and depreciation deductions before reporting the net amount as part of adjusted gross income.

Taxpayers excluded from estate or trust income their share of dividends and gains or losses from sales of capital assets and other property. Such income (which made up the largest portion of income from an estate or trust) was included on the tax return on the separate lines provided for these income types and was not separately identified for the statistics. A loss from an estate or trust was allocated to the beneficiary only upon settlement or termination of an estate or trust which, for its last tax year, (a) still had a net operating loss carryover or a capital loss carryover, or (b) had deductions (other than those for exemptions and charitable contributions) in excess of gross income.

If a return showed net income from one estate or, and a net loss from another, that return was tabulated in both the "total income" and "total loss" columns. The columns labeled "net income" and "net loss" represent the sum of all income and losses reported from all estates or trusts, i.e., the net amount, on a return-by-return basis.

#### Estimated Tax Payments

This figure represented the total of the amounts paid quarterly and reported on the 1984 Declaration of Estimated Income Tax, Form 1040ES. The amount reported included any credit which was applied against the estimated tax by reason of an overpayment of 1983 tax liability.

#### Excess Itemized Deductions

This deduction concept represented the amount by which total itemized deductions exceeded the zero bracket amount. Since the zero bracket amount was built into the tax tables and the tax rate schedules, only "excess itemized deductions" (and not "total itemized deductions") was used in the calculation of taxable income. (See also "Zero Bracket Amount.")

#### Excess Social Security Taxes Withheld (#)

If the total social security (FICA) tax withheld was greater than \$2,532.60 for 1984 (\$2,391.90 for 1983) because an employee worked for more than one employer, the excess could be taken as a credit toward payment of the employee's income tax. Any amount in excess of tax liability was refundable. In the case of a joint return, the credit was computed separately for each taxpayer.

#### Exclusion of Dividends Reinvested in Qualified Public Utility Companies

Taxpayers could choose, under a qualifying dividend reinvestment plan of a domestic public utility, to receive a dividend of common stock rather than cash, and could elect to exclude up to \$750 per year (\$1,500 on a joint return) of stock dividends.

#### Exemptions

In the computation of taxable income, a \$1,000 deduction was allowed for each exemption claimed.

An exemption was allowed for each taxpayer shown on a return (on joint returns, husband and wife were each regarded as a taxpayer). If either husband or wife filed a separate return, the spouse's exemption could be claimed on that return only if that spouse did not file a return, had no gross income, and was not the dependent of another taxpayer. Additional

exemptions were allowed for a taxpayer or spouse who indicated being age 65 or over, blind, or both.

Exemptions were also allowed for qualified dependents. In general, an individual qualified as a dependent if that person had gross income less than \$1,000 (\$1,000 or more if in category (2) below), received more than half of his or her support from the taxpayer, was related to the taxpayer (such as a son, daughter, or parent), or lived in the taxpayer's home or was a member of the household for the whole year, did not file a joint return with his or her spouse, and met certain citizenship requirements.

The total number of exemptions shown in this report includes some duplication. This occurred in the case of:

- (1) dependents other than children who had gross income less than \$1,000, but filed a return to obtain a refund of tax withheld on wages;
- (2) dependent children with unearned income of \$1,000 or more (dividends, interest, capital gains, and the like); and
- (3) dependent children under 19 years of age or students regardless of age who either (a) were required to file a return because their gross income was \$3,300 or more, or (b) had gross income of less than \$3,300, all of it earned income, and filed a return only to obtain a refund of tax withheld on wages.

In each of these instances individuals were counted twice, as taxpayers filing their own returns and as dependents on another taxpayer's return.

#### Farm Net Income or Loss

This source of income was reported by individuals who were sole proprietors of a farm. When there were two or more farms operated by the same taxpayer, the single amount of profit or loss included in adjusted gross income represented the combined profit and loss from all farming activities.

Farm business costs and expenses were deductible from farm gross business receipts in arriving at farm net profit or loss. Excluded from farm net profit or loss were gains from certain sales of livestock and crops which qualified for capital gains treatment, as well as farm rental income. Gains from sales of livestock (other than poultry) qualified for capital gains treatment if the livestock had been held for 12 months or more (in the case of cattle or horses acquired after 1969 for 24 months or more), as long as livestock were held for breeding, dairying, or sporting purposes. Gains from sales of unharvested crops, when sold with the land on which they were growing, qualified for capital gains treatment if the land had been held for 12 months or more. For taxation purposes (and for purposes of this report), these types of income were included in long-term capital gains. On the other hand, farm rental income--that based on crops or livestock produced solely by the tenant, without material participation of the landowner or sublessor in the operation or management of the farm--was included in rent net income or loss.

#### Foreign Earned Income Exclusion (#)

Taxpayers could exclude from gross income a certain amount of their foreign earned income if their tax home was in a foreign country and they were either:

- (1) a U.S. citizen and a bona fide resident of a foreign country or countries for an uninterrupted period that included a tax year, or

- (2) a U.S. citizen or resident alien who was physically present in a foreign country or countries for at least 330 full days during any period of 12 consecutive months. For 1984, the \$5,000 annual increase was postponed and qualified individuals continued to be limited to an \$80,000 exclusion of foreign earned income.

#### Foreign Housing Deduction

Individuals qualifying for the exclusion of foreign earned income could deduct amounts from gross income that an employer paid towards their housing cost up to the entire cost of the dwelling if their foreign earned income was greater than the maximum exclusion. Amounts incurred solely by the inhabitants could be deducted from adjusted gross income.

Individuals could deduct employer-provided meals and lodging if they were required, as a condition of employment, to live in a camp that was provided by an employer in a foreign country. (See "Foreign Earned Income Exclusion" under "Changes in the Law").

#### Foreign Tax Credit (#)

Individuals who had income from or profit taxes paid to a foreign country or U.S. possession or any political subdivision, agency, or instrumentality of the country or possession, could claim this credit against income taxes. The credit was for the income and profits taxes paid and included the taxpayer's share of such taxes paid through partnerships and fiduciaries. In general, the tax credit was limited to the same proportion of the income tax before credits minus the personal credits which included child care credit, credit for the elderly and permanently and totally disabled, residential energy, and political contribution credit, as the taxable income from foreign sources bore to the entire taxable income, but could not exceed the foreign taxes paid. The remainder could be carried back two years and then forward five years for use in computing the credit for those years. Additional information on foreign tax credits will be available in Statistics of Income Bulletin, Spring 1987 issue.

#### Forfeited Interest Penalty Adjustment

Taxpayers who had paid penalties for the premature withdrawal of funds from time savings accounts or deposits could deduct those penalties as an adjustment to gross income.

#### Form of Deduction

For purpose of this classification, returns were categorized into one of three groups:

- (1) those with nonbusiness itemized deductions;
- (2) those with a zero bracket amount only; and
- (3) those with no deductions.

For a return to fall into group one or two, there had to be a positive taxable income. Returns in group three, those with neither itemized deductions nor zero bracket amount, were either:

- (1) deficit or "break even" returns, since there was no income from which to subtract any deductions; or
- (2) returns with no itemized deductions and with adjusted gross income less than the exemption amount.

### Fully Taxable Pensions and Annuities

This type of pension or annuity was obtained in connection with employment and was financed in whole (a non-contributory plan) by contributions of the employer. Since these pensions were paid entirely by an employer, the amount received by the employee was fully taxable. Additionally, fully taxable pensions and annuities included certain military retirement pay and IRA distributions. This amount was reported on line 16, Form 1040 (1984). (See "Pensions and Annuities.")

### General Business Credit (#)

As a result of the Tax Reform Act of 1984, a major revision was made in the calculation of certain income tax credits. The investment credit, jobs credit, alcohol fuels credit, and employee stock ownership plan (ESOP) credit were combined into a new single credit, the general business credit. Taxpayers claiming more than one of the business credits were required to summarize them on a new form, Form 3800, General Business Credit. The adjusted tax liability limitations for the combined credits were filed on the Form 3800. The general business credit was limited to 100 percent of the first \$25,000 and 85 percent of the excess over \$25,000.

If the current year general business credit exceeded the tax liability limitation and could not be entirely used for Tax Year 1984, the excess amount could be carried back to the three preceding tax years. Any used credit after carryback, could be carried forward to each of the 15 years after the year of the credit. Additionally all carryforwards of unused investment credit, jobs credit, alcohol fuels credit, and ESOP credit from 1983 were added together and reported on Form 3800. Otherwise, taxpayers claiming a single credit or the carryforward for a single credit did not have to file Form 3800 and were required to use only the appropriate form for the particular credit or credit carryforward.

### Heads of Households, Returns of

These returns were filed by "unmarried" persons who furnished over half the cost of maintaining a household for the entire year for at least one qualifying relative. Unmarried persons, for purposes of this classification, were defined as single persons, married persons legally separated, certain married individuals living apart but not legally separated, or persons married to nonresident aliens. "Qualifying" relatives, such as children, parents, brothers, and sisters, generally had to qualify as the taxpayer's dependents and actually had to live with the taxpayer.

There were two exceptions to this rule. Parents of the taxpayer had to be dependents, but did not have to live in the same household; children of the taxpayer did not have to be dependents, but did have to reside in the same household as the taxpayer.

A special tax rate schedule was provided for heads of households which gave a portion of the benefits for lower rates accorded joint returns.

### Home Mortgage Interest Deduction

See "Interest Paid Deduction."

### Income Averaging (#)

Beginning in Tax Year 1984 the base period for income averaging was reduced from four to three years and only included the three years immediately preceding the computation year.

Certain taxpayers with unusual fluctuations in income were able to reduce the tax in higher income years by using income averaging. The standard income averaging computation permitted a part of an unusually large amount of taxable income for any one year to be taxed at a lower rate (i.e. changed the effective bracket or tax rate), thus resulting in a lower amount of tax due than would have resulted if the taxpayers had computed their tax using the regular tax computation method.

An eligible individual could choose this computation if the "averageable income" for the year was more than \$3,000. "Averageable income" was the amount by which "adjusted taxable income" (taxable income for the computation year) exceeded 140 percent of the average "base period income" (the average of taxable income, with certain other adjustments for the three preceding tax years).

Briefly, the income averaging computation operated to tax all averageable income at the same rate which applied to the first one-fourth of such income. "Adjusted taxable income," from which the "averageable income" was derived covered all income except "excess community property income" and certain amounts received by owner-employees. "Base period income" included taxable income and income earned outside the United States or within U.S. possessions which had been excluded from taxation under the Internal Revenue Code.

To be eligible to use the income-averaging method taxpayers had to meet citizenship or residence tests. Taxpayers claiming the foreign earned income exclusion or deduction or those excluding income from sources within the U.S. possessions, the Virgin Islands, Guam, or Puerto Rico could not use the income-averaging method.

### Income Subject to Tax

For taxpayers using the regular computation method, income subject to tax was the same as taxable income (adjusted gross income less the personal exemption amount and excess itemized deductions).

For taxpayers using the income averaging method, income subject to tax was a reduced amount of taxable income specially computed for the statistics by working backward from the tax itself.

### Income Tax After Credits (#)

For Tax Year 1984, the computation for income tax after credits was revised. Briefly, to arrive at this amount, taxpayers deducted total personal credits (line 45, Form 1040) from income tax before credits (line 40, Form 1040). If the result was greater than zero, the foreign tax credit and the general business credit were then deducted from the residual to arrive at income tax after credits. For purposes of this report, income tax after credits was computed by deducting from income tax before credits the total personal credits, the foreign tax credit, the general business credit, other tax credits, and the earned income credit (to the extent that it did not result in a negative amount).

The portion of the earned income credit which did not result in a negative amount is tabulated as "earned income credit used to offset income tax before credits." (See also "Total Nonpersonal Credits" and "Total Personal Credits" in this section.)

### Income Tax After Personal Credits (#)

For Tax Year 1984, this amount represented the deduction of "total personal credits" from "income tax before credits."

Income Tax Before Credits

This amount consisted of two components: "tax generated" and "taxes from income averaging." Generally, "tax generated" was the tax liability computed on current-year "taxable income" based on:

- (1) The regular tax, whether derived from the tax tables or tax rate schedules; or
- (2) The income averaging tax.

"Taxes from income averaging" generally were related either to prior-year income or to income that had been excluded from adjusted gross income. As a result, it was possible for a taxpayer to have "income tax before credits" without having "taxable income." (See also "Tax Generated" and "Taxes from Income Averaging.")

Income Tax Withheld (#)

An employer could use either the major methods of withholding -- the "percentage" method, the "wage bracket" method, or an authorized alternative method. All the major methods of withholding were based on graduated rates ranging from 12 to 37 percent. Similarly, the result of any alternative method had to approximate the same amount as computed under one of the major methods.

Income tax withheld included amounts deducted from salaries, wages, tips, and other forms of remuneration as reported on Form W-2; from pensions and annuities, and certain gambling winnings as reported on Form W-2P and W-2G respectively. Starting in Tax Year 1984 amounts withheld for distributions from profit-sharing, retirement plans, and individual retirement arrangements had withholding reported on Form 1099-R.

Beginning in Tax Year 1984 a backup withholding rate of 20 percent was required to insure that income tax was collected from payments generally not subject to withholding. The purpose of implementing this measure was to insure that certain taxpayers who failed to report or correctly report certain kinds of tax information paid an adequate withholding amount.

Individual Retirement Arrangements (#)

An Individual Retirement Arrangement (IRA) is a savings program that allows a taxpayer to set aside money for retirement. An individual could establish an IRA at a bank or other qualified financial institution, or by investing directly in individual annuity contracts issued by an insurance company. Contributions to such a plan were limited to the lesser of:

- (1) an individual's compensation for the year;
- (2) \$2,000 (\$2,250 if a non-working spousal IRA is created); or
- (3) the amount actually paid.

Such contributions could be deducted from the employee's gross income in arriving at adjusted gross income. Taxpayers could not start withdrawing funds from the account until they reached age 59-1/2 and had to start doing so upon reaching age 70-1/2. Penalty taxes were assessed in the event the taxpayer failed to comply with these limitations.

Individuals could set up an IRA to include a non-working spouse. To qualify the following conditions must have been met:

- (1) The individual must have been married at the end of the tax year;
- (2) They must have met the IRA requirements discussed earlier;
- (3) They must have filed a joint return; and
- (4) The spouse must not have received any compensation during the tax year.

For Tax Year 1984, only IRA contributions made before the due date of the return were deductible.

Interest Paid Deduction

Interest paid on personal debts, credit cards, mortgages, bank loans, and installment purchases of real or personal property was deductible, but interest paid on money borrowed to buy tax-exempt securities or single premium life insurance and endowment contracts was not. The amounts deductible as an interest expense included "investment interest" (that amount paid or accrued on indebtedness incurred, or continued, to purchase or carry property held for investment) as reported on Form 4952, Investment Interest Expense Deduction, subject to the limitations prescribed in the law. Interest relating to business, royalty, and rental income was deducted directly from these items and was, therefore, not reflected in the interest paid statistics. For installment purchases, interest paid included amounts stated in the contract, certain unstated amounts of interest, and finance charges.

Interest Received (#)

This amount was the taxable portion of interest received from bonds, debentures, notes, mortgages, personal loans, bank deposits, savings accounts, tax refunds, U.S. savings bonds, and money-market funds. Taxpayers were also instructed to include so called dividends on deposits or withdrawable accounts in mutual savings banks, cooperative banks, savings and loan associations, and credit unions. Excluded was the interest on a State or local Government obligations. Such interest was tax-exempt and, therefore, did not have to be reported on the tax return.

Investment Credit (#)

As a result of the Tax Reform Act of 1984, the investment credit was claimed as one of the components of the general business credit and was subject to the net tax liability limitation thereof. Total investment credit was the sum of: (1) the regular investment credit, (2) the rehabilitation investment credit, and (3) the business energy investment credit.

The regular investment credit rate was 10 percent of the "qualified investment" in certain new and used depreciable assets with a useful life of three years or more. The "qualified investment" was determined by the cost of the property, taking into account the length of the property's intended life and whether the property was new or used.

For qualified rehabilitation structures, there were three credit rates, namely:

- (1) 25 percent for expenditures of certified historical structures;
- (2) 20 percent for expenditures of 40-year old buildings; and

- (3) 15 percent for expenditures of 30-year old buildings.

Additionally, the regular investment credit and energy investment credit were not applicable to any portion of the basis that qualified for this credit. The 15 percent and 20 percent credit rates were limited to nonresidential buildings. However, the 25 percent credit rate was applicable to nonresidential and residential buildings.

The appropriate business energy investment credit rate, 10, 11, or 15 percent, was determined by the taxpayer's classification of the business energy property. Specifically, the 10 percent credit rate applied to biomass property and qualified inter-city buses; the 11 percent credit rate applied to qualified hydroelectric generating property; and the 15 percent credit rate applied to solar, wind, or geothermal property and ocean thermal property. Generally, any other business energy properties that did not have an energy percentage period specified, had an energy credit rate of zero. For Tax Years after 1983, the business energy investment credit could no longer be applied against 100 percent of tax liability, but was combined with the regular investment credit and limited to 85 percent of tax liability over \$25,000.

#### Itemized Deductions

See "Total Itemized Deductions," and specific types.

#### Jobs Tax Credit (#)

As a result of the Tax Reform Act of 1984, the jobs tax credit was claimed as one of the components of the general business credit and was subject to the net tax liability limitations thereof. This tax credit could be elected by employers who had hired individuals from certain targeted groups.

The credit was limited to 50 percent of the first \$6,000 of total qualified wages paid to eligible individuals employed for the first year; 25 percent of the first \$6,000 of total qualified wages paid to eligible individuals employed for the second year; and 85 percent of qualified wages (limited to a maximum of \$3,000) paid to summer youths employed for a 90 day period between May 1 and September 15.

Employee targeted groups were:

- (1) handicapped individuals referred by vocational rehabilitation programs;
- (2) economically disadvantaged Vietnam-era veterans;
- (3) economically disadvantaged youths between 18 and 24 years of age;
- (4) recipients of supplemental social security income benefits;
- (5) recipients of general assistance;
- (6) economically disadvantaged youths between 16 and 19 years of age participating in a qualified cooperative education program;
- (7) certain economically disadvantaged ex-convicts;
- (8) Comprehensive Employment Training Act (CETA) employees involuntarily terminated who began work between August 13, 1981 and January 1, 1983;
- (9) eligible work incentive employees; and

- (10) qualified summer youth employees.

In addition to being employed as a member of a group that was certified as a specified targeted group, the employee could not be a relative or dependent of the employer. More than half of the qualified wages received had to be income for working in the employer's trade or business. Those wages received from a Federally funded, on-the-job training program or payments from the Social Security Act did not qualify for the credit.

As a result of the Tax Reform Act of 1984, the carryback provisions were repealed. However, any carryforward of an unused jobs credit (or carryforward of WIN credit) could be claimed on the jobs credit form (Form 5884). Otherwise, any combination of the current year business credits or carryforward credit had to be summarized on the General Business Credit form (Form 3800).

#### Joint Returns of Husbands and Wives

These were returns of married taxpayers electing the joint return filing status. The income of each spouse had to be reported on these returns.

#### Marital Filing Status

The five marital filing status classifications were:

- (1) joint returns of husbands and wives;
- (2) separate returns of husbands and wives;
- (3) returns of heads of households;
- (4) returns of surviving spouses; and
- (5) returns of single persons (not heads of households or surviving spouses).

Marital status was usually determined as of the last day of the taxable year. If one spouse died during the tax year, the other was considered married for the entire year. If a taxpayer was divorced during the tax year and did not remarry, the taxpayer was considered to be unmarried for the entire year. Each of the above classifications is defined under a separate heading in this section.

#### Medical and Dental Expense Deduction (#)

Beginning in Tax Year 1984, amounts paid for medicine and drugs or insulin were deductible only if they were for prescribed medicine and drugs or insulin. In addition, taxpayers could now deduct a maximum of \$50.00 per day for certain lodging expenses incurred for medical care. The medical and dental expense deduction was still limited to the excess over 5 percent of adjusted gross income.

#### Miscellaneous Deductions (#)

Taxpayers were allowed to deduct certain specified nonbusiness deductions from adjusted gross income for which separate categories were not provided on the Schedule A.

Miscellaneous deductions included deductible employee expenses (for example, dues to professional societies, union dues, certain education expenses, employment agency fees, and subscriptions to professional journals); deductible income producing expenses (for example, collection fees for interest or dividends, investment counsel fees, gambling losses not in excess of gambling winnings, and certain legal and accounting fees); tax preparation fees; and qualified adoption expenses.

For purposes of the statistics, miscellaneous deductions also included any amount of earned income substituted for itemized deductions by taxpayers who qualified as "dependents with unearned income." (See also "Unused Zero Bracket Amount.")

#### Moving Expense Adjustment

An employee who had to move to a new residence as a result of changing jobs could deduct from gross income certain reasonable expenses for moving and house hunting. To qualify for this deduction the new job location had to be at least 35 miles farther from the former residence than the old job was. In addition, the employee had to work full-time for at least 39 weeks of the 12 months after the move.

Deductible expenses included those incurred from moving household goods and personal effects; and travel, meals, and lodging of the taxpayer and household members in route to the new residence. There were no dollar limitations for these expenses. Other allowable expenses, subject to a \$3,000 limitation, included house-hunting trips, cost of meals, lodging in temporary quarters for up to 30 days, and costs related to settlement of an unexpired lease or acquisition of a new lease, or selling of a residence and purchase of a new residence. In addition, the house hunting trip and temporary quarters component of the \$3,000 deduction could not exceed \$1,500.

#### Nontaxable Returns

See "Taxable and Nontaxable Returns."

#### Other Income

Included here were such items as prizes, awards, sweepstakes winnings, gambling profits, recovery of bad debts, insurance received as reimbursement for medical expenses taken as a deduction in a previous year, and any other income subject to tax for which there was no specific line provided on the return form. Taxpayers were required to apply any deduction for carryovers or carrybacks of business net operating losses against "other income."

#### Other Tax Credits

"Other tax credits" is used as a residual category in the statistical tables and does not relate to a line item on a tax form. The category included, in general, only those statutory credits which were used to offset income tax before credits and could not be identified as research and experimentation, child care, investment, foreign tax, jobs, political contributions, residential energy, or general business credit. Frequently, "other tax credits" would be the earned income credit. Amounts of "other tax credits," to the extent that they were in excess of total tax liability and were refundable, were tabulated as part of "other taxpayments." (See also "Earned Income Credit.")

#### Other Taxpayments

"Other taxpayments" included the "throwback tax credit" allowed trust beneficiaries for certain taxes previously paid by the trust, and any other unidentified amounts that could not be allocated to one of the specified taxpayment items. Other tax credits, to the extent that they were in excess of total tax liability and were refundable, were also included in other taxpayments.

#### Overpayment

An overpayment of tax occurred when the "taxpayments" exceeded "total tax liability," or if the taxpayer had any "refundable portion of the earned income credit." Overpayments could be refunded; or, at the taxpayer's election, taken as a credit on the subsequent year's estimated tax; or taken partly as a refund and partly as a credit against estimated tax. (See also "Credit on 1985 Estimated Tax" and "Refund.")

#### Overpayment of Windfall Profit Tax

This excise tax was imposed on producers of crude oil, but the tax was withheld and reported to the Internal Revenue Service by the first purchaser of such oil. If the tax was over withheld in the course of the year, the producer could claim a refund on his or her income tax return.

The overpayment could be due to two possible reasons. First, whenever withholding errors occurred, a refund of the amounts over withheld could be claimed by filing a Form 6249, Computation of Overpaid Windfall Profit Tax, with the Form 1040. And second, any over withholding due to the net income limitation could also be claimed on the Form 6249.

The two types of overpayment were combined and carried over to the Form 1040 and entered in the margin of the taxpayments section. For purposes of this report overpayment of windfall profit tax was reported as a separate item.

#### Partnership Net Profit or Loss

Partnership net profit or loss was reported by persons who were members of a partnership, syndicate, joint venture, or unincorporated association. The taxpayer's profit or loss shown was only his or her share of the ordinary income or loss of the enterprise, together with payments made to the taxpayer for the use of capital or as a salary. If the individual was a member of more than one partnership, the single amount of partnership profit or loss reported in adjusted gross income, whether actually received or not, was the net result of all shares.

One of the deductions from partnership gross income, the Section 179 property expense deduction, was tabulated and shown separately in this report. Certain qualifying depreciable business assets could have been treated as an expense.

If a return showed net income from one partnership and a net loss from another, that return was tabulated in both the "total income" and "total loss" columns. The columns labeled "net income" and "net loss" represent the sum of all income and loss reported from all partnerships; i.e., the net amount, on a return-by-return basis.

Additional information for partnerships can be found in the Statistics of Income Bulletin, Summer, 1986.

#### Payment with Request for Extension of Filing Time

This payment was made when the taxpayer filed Form 4868, Application for Automatic Extension of Time to File U.S. Individual Income Tax Return, and gained a four-month extension of time to file the Form 1040. The application did not extend the time for payment of expected tax since full payment of any tax due had to be made with the application for extension. When taxpayers filed their Form 1040, they entered the amount paid with Form 4868 to determine any tax still due or any overpayment of tax.

Penalty Tax on Individual Retirement Arrangements

Taxpayers could start withdrawing funds from an Individual Retirement Arrangement if they were disabled or after reaching age 59-1/2, and had to start doing so after reaching age 70-1/2. Withdrawals prior to reaching age 59-1/2 were subject to a penalty tax equal to 10 percent of the premature distribution unless the individual was disabled. Failure to withdraw funds after reaching age 70-1/2 resulted in the taxpayer's paying a 50 percent excise tax on the amount by which the minimum required distribution exceeded the distributions actually received by the individual during the year. Contributions to the retirement arrangement in excess of the legal limitation for the year (the lesser of \$2,000 or the taxpayer's compensation for the year) were subject to an excise tax equal to six percent of the excess contribution. (See also "Individual Retirement Arrangement.")

Pensions and Annuities

Generally, pensions represented periodic income received after retirement and made in consideration of past services with an employer, while annuities were income payable at stated intervals in consideration of a specific premium. A taxpayer could acquire a pension or annuity either by purchase from a commercial organization (usually life insurance, endowment, or annuity contracts) or under a plan or contract connected with the taxpayer's employment. Those pensions or annuities obtained in connection with employment could be purchased entirely by the taxpayer or could be financed in part (a contributory plan) or in whole (a non-contributory plan) by contributions of the employer.

Since a non-contributory pension was one paid for entirely by an employer, the amount received by the employee was fully taxable. This fully taxable pension was reported on line 16, "Fully taxable pensions and annuities," of Form 1040 rather than on line 17, "Other pensions and annuities."

For the taxpayer who participated in a contributory retirement plan while employed, the amount received was only partially taxable. In general, the amount excludable from gross income, the nontaxable portion, represented the taxpayer's contributions under the plan, while the taxable portion represented the employer's contribution. (In the case of a survivor beneficiary of a deceased employee, a death benefit exclusion of up to \$5,000 could be excluded in addition to the deceased employee's contribution.) The entire amount of pensions received for the year was reported on line 17a, "Other pensions and annuities, including rollovers" of the Form 1040, with the taxable portion being computed on a separate worksheet and entered on line 17b, "Taxable amount."

When it was possible for the retired employee or a survivor to recover the employee's contributions within three years by the annuity payments received, the payments were nontaxable until recovered, after which time the pension or annuity was fully taxable. This was the three-year rule computation method. If this method was inapplicable, the taxpayer's yearly receipts were prorated into taxable and nontaxable portions based on life expectancy at the time that the pension or annuity started (or term certain, if the annuity was not payable for life).

Receipts from individually purchased annuities were usually prorated into taxable and nontaxable portions, since the taxpayer could expect to receive more than the cost, but not within three years.

Political Contributions Credit

An individual taxpayer was allowed to take a credit against income tax for political contributions paid during the year. This political contribution could be to a candidate or candidates for election to a Federal, State, or local office, in a primary, general, or special election; a political campaign committee; a newsletter fund; or a national, State or local committee of a national political party. The credit equaled 50 percent of the amount contributed, limited to \$50 (\$100 on a joint return).

Refund

A refund of tax included all overpayments not applied by the taxpayer as a credit to the next year's estimated tax. (See also "Overpayment.")

Regular Tax Computation

Typically, the taxpayer, in determining "tax generated," first computed taxable income. Depending on marital status and size of taxable income, the taxpayer then used the tax tables or applied rates from one of three tax rate schedules to determine tax. In some instances, the taxpayer requested the Internal Revenue Service to compute the tax. Returns of all such taxpayers are classified under the regular tax computation method. In addition, the returns of taxpayers whose taxable income was greater than zero, but less than or equal to the zero bracket amount, were also shown as having a regular tax computation. For these returns, no "tax generated" is shown.

Rent Net Income or Loss

Rent net income or loss constituted a part of adjusted gross income and was determined by deducting from gross rent amounts for depreciation, repairs, improvements, interest, taxes, commissions, advertising, utilities, insurance, janitorial services, and any other allowable expenses related to the rented property. Rental income from farming operations conducted solely by the tenant without material participation of the landowner was also included here.

Research and Experimentation Credit

This credit was established to encourage businesses to increase the amounts spent on certain qualified research and experimentation after June 30, 1981. The credit was equal to 25 percent of the amount by which the qualified expenses for the year exceeded the average qualified expenses during an earlier base period, limited to income tax after reduction by all other credits.

The credit applied to research in the experimental or laboratory sense. It excluded research in the social sciences or humanities, or the part funded by any grant or contract by another person or government entity. In addition, to be eligible, the research had to have taken place within the United States.

Residential Energy Credit

In order to reduce energy consumption and to encourage the development and use of alternative energy sources, a residential energy credit was available to taxpayers. The credit was made up of two separate parts, one based on qualified "energy conservation expenditures" and the other on qualified

"renewable energy source expenditures," with different requirements for each type of qualifying expenditures. The entire residential energy credit was available for qualified items installed in or on the taxpayer's principal residence from April 20, 1977, through December 31, 1985.

The credit for energy conservation property was 15 percent of the first \$2,000 of expenditures, including original installation costs, with a maximum credit of \$300 per residence over the entire period the credit was to be in effect.

The credit for renewable energy source property was 40 percent of the first \$10,000 of expenditures, including labor costs for on-site preparation, assembly, or original installation, with a maximum credit of \$4,000 per residence over the entire period the credit was to be in effect.

#### Royalty Net Income or Loss

Net royalties consisted of gross royalties less deductions for depletion, depreciation, office rent, legal fees, clerical help, interest, taxes, and similar items. Gross royalties included revenues from oil, gas, and other mineral rights; revenue from patents; and revenue from literary, musical, or artistic works. Certain royalties received under a lease agreement on timber, coal, and domestic iron ore were eligible for capital gains or ordinary loss treatment under Code section 1231, and, as a result of the separate computation required by that section, are reflected in the statistics for "sales of capital assets" and "sales of property other than capital assets."

#### Salaries and Wages

Salaries and wages as reported on the tax return were amounts of compensation for personal services. Also included were commissions, bonuses, tips, fees, excess reimbursement over employee business expenses, and the value of non-monetary payments for services, e.g., merchandise, accommodations, or property. Identifiable amounts for any of these categories which may have been reported by taxpayers as "other income" were treated as salaries and wages for the statistics.

#### Sales of Capital Assets Net Gain or Loss (#)

In general, capital assets for tax purposes included all property held for personal use or investment. Examples of such assets were personal residences, furniture, automobiles, and stocks and bonds. Assets used in the normal course of business activities, such as inventory held for sale during the ordinary conduct of business, and depreciable or real property held for sale or used in a trade or business, were specifically excluded from treatment as capital assets.

In addition, net gains from the disposition of certain types of property which were not classified as capital assets should be treated as capital gains under section 1231 of the Code. This included property used in business, such as buildings and machinery, and also certain specific types of assets such as livestock, cut timber, coal, domestic iron ore and timber royalties, and unharvested crops sold with the land, if the land was held for more than one year.

On the other hand, all or a portion of net gains from some types of property included under the definition of capital gains could be denied capital gains treatment under certain other sections of the Code. Generally, these sections denied capital gains treatment to gains that resulted from the recapture of depreciation already claimed on the asset.

The following concepts were used in the computation of net capital gain or loss for the purposes of this report:

Net short-term gain or loss--These were gains and losses from the sales or exchanges of capital assets held for one year or less. (For assets acquired after June 22, 1984, the holding period was reduced to six months or less). Short-term gains from current year sales were combined with any short-term capital loss carryover, any net short-term gain or loss received from partnerships, S corporations, or fiduciaries, gains from the sale or exchange of a principal residence held one year or less, and gains from installment sales.

Net long-term gain or loss--These were gains and losses from sales or exchanges of capital assets held for more than one year. (For assets acquired after June 22, 1984, the holding period was reduced to six months or more). Long-term gains and losses were eligible for special tax treatment (see "Net capital gain" below). To obtain the net long-term gain or loss, gains or losses from current-year transactions were combined with:

- (1) net long-term gain or loss received from partnerships, fiduciaries, or Small Business Corporations,
- (2) capital gain distributions of regulated investment companies (mutual funds) and real estate investment trusts,
- (3) long-term capital loss carryover from prior years,
- (4) gains and losses from sales or exchange of assets used in a trade or business and involuntary conversions,
- (5) gains from the sale or exchange of a principal residence held more than one year, and
- (6) long-term capital gains from installment sales.

Short-term capital loss carryover--This carryover equaled that portion of short-term capital loss incurred, but not deducted, in a previous tax year because of the limitation to net capital loss claimable, as discussed below under "Net capital loss."

Long-term capital loss carryover--This carryover equaled that portion of long-term capital loss incurred, but not deducted, in a previous tax year because of the limitation to net capital loss claimable, as discussed below under "Net capital loss."

Net capital gain--If the combination of net short-term gain or loss and net long-term gain or loss resulted in a positive amount, the taxpayer had a net capital gain. For taxpayers with long-term capital gains the actual amount shown as net capital gain (and thus carried into adjusted gross income) was computed by first subtracting short-term capital losses (if any), and then subtracting 60 percent of the remaining amount. Short-term capital gains, on the other hand, were always fully includable in net capital gain.

Net capital gain also included capital gain distributions which would have been reported on Schedule D, Capital Gains and Losses, except for the provision that taxpayers who had no other gains or losses could simply enter the portion of capital gain distributions included in adjusted gross income on line 14

of Form 1040. These distributions were always considered to be long-term capital gains. The statistics include a separate tabulation of capital gain distributions not reported on Schedule D.

Net capital loss--If the combination of net short-term gain or loss and net long-term gain or loss resulted in a negative amount, the taxpayer generally showed a net capital loss. In many cases, however, the actual amount included in net capital loss (and thus carried into adjusted gross income) was less than the computed combined amount. For taxpayers with long-term capital losses, only 50 percent of such losses (reduced by any short-term capital gains) was includable in net capital loss. After this reduction, net capital loss was further limited to the lesser of (a) net capital loss, (b) taxable income (computed without regard to capital loss or zero bracket amount), or (c) \$3,000 (\$1,500 for married persons filing separately).

Amounts of capital losses in excess of the above limitations, whichever was applicable, could be carried over to subsequent tax years.

#### Sales of Property Other Than Capital Assets Net Gain or Loss

Property other than capital assets generally included property of a business nature, in contrast to personal and investment property which were capital assets. Some types of property specifically included were:

- (1) certain depreciable, depletable, and real business property;
- (2) accounts and notes receivable in the ordinary course of business generated from the sale of goods and services ordinarily held for sale by the business or includable in the inventory of the business;
- (3) certain copyrights; literary, musical, or artistic compositions; or similar properties;
- (4) any share of gain or loss that otherwise qualified under this heading and was received through partnerships, S corporations or fiduciaries; and
- (5) amounts resulting from certain "involuntary conversions," including net losses from casualty and theft.

Gains from the disposition of some property types not considered to be capital assets could be treated as capital gains under certain conditions. Conversely, under certain other conditions gains from the disposition of some property types considered to be capital gains could be denied capital gains treatment. Taxpayers reported all gains and losses not receiving capital gains treatment on Form 4797, Supplemental Schedule of Gains and Losses.

#### Self-Employed Retirement (Keogh) Plan Adjustment (#)

This adjustment allowed self-employed individuals to contribute to a qualified retirement plan (Keogh or H.R. 10 plan) and deduct all or a part of such contributions in computing adjusted gross income. The amount which could be deducted was based on earned income. Effective for Tax Year 1983 and as a result of TEFRA, earned income was pre-TEFRA earned income less deductible Keogh contributions. For self-employed persons participating in simplified employment pensions (SEPs) compensation could not

include amounts received as deferred compensation or as a pension or annuity. Thus, earned income was defined as:

- (1) net earnings from self-employment, but only with respect to a trade or business in which personal services of the taxpayer were a material income-producing factor,
- (2) income from the disposition of certain property by individuals whose personal efforts created the property, and
- (3) excluding any earned income from retirement plan contributions.

Additionally, the maximum amount of the annual contribution was the lesser of \$30,000 or 25 percent of the participants compensation.

#### Self-Employment Tax (#)

This tax, levied under the Social Security system, was reported by each individual who had self-employment earnings of at least \$400 derived from a sole proprietorship or from any share of partnership profits. U.S. citizens employed by foreign governments or international organizations were subject to self-employment tax on salaries. Certain types of income and deductions such as investment income, capital gains and losses, deductions for net operating losses, and casualty and theft losses were not allowed in computing self-employment earnings.

The maximum amount subject to self-employment tax for 1984 was \$37,800, reduced by any wages on which social security tax had been withheld by any employer. The maximum self-employment tax payable was \$4,271.40, based on the 11.3 percent rate in effect for that year. For 1983, the rate was 9.35 percent with the maximum amount of earnings being \$35,700 and the maximum tax, \$3,337.95.

#### Separate Returns of Husbands and Wives

Generally, these were returns of married persons, each of whom filed a return independently of his or her spouse and reported only his or her own income, exemptions, and tax. Also included were returns of married persons where only one spouse had income, but elected to use this classification, and returns with community property income divided between husband and wife.

If only one spouse filed a separate return, the other spouse's exemption could be claimed on that return, but only if the spouse who was not filing had no gross income and was not the dependent of another taxpayer.

#### Single Persons, Returns of

These were returns of (a) unmarried persons who did not qualify as head of household or surviving spouse, or (b) certain married individuals living apart from their spouses who maintained a home, independently of the spouse, that was the home of the individual's child or stepchild (who could be claimed as a dependent) for more than six but less than 12 months of the year.

#### Size of Adjusted Gross Income

The amount of adjusted gross income reported by the taxpayer on the return was the basis for classifying data by size of adjusted gross income. Returns without positive adjusted gross income, such as deficit returns or returns on which income and loss

were equal, were classified as having no adjusted gross income and appear as a separate class in most basic tables. The absence of a class labeled "no adjusted gross income" indicates that any deficit or break-even returns in a table were included in the lowest income class.

#### Small Business Corporation Net Profit or Loss

Net income of a qualified Small Business Corporation (defined in section 1371 of the Code), whether or not distributed, was taxed directly through each stockholder. Net losses were allocated to each stockholder to be offset against income from other sources.

Small Business Corporation income shown in this report was the amount taxable to stockholders as ordinary income. Net long-term capital gain, reduced by the special tax imposed at the corporate level, retained its character in the hands of the stockholders and is included in the statistics for net gain or loss from sales of capital assets. Undistributed income earned in previous years was taxable to stockholders in the year it was earned and could be distributed during the current year without any further tax.

If a return showed net income from one Small Business Corporation and a net loss from another, that return was tabulated in both the "total income" and "total loss" columns. The columns labeled "net income" and "net loss" represent the sum of all income and loss reported from all Small Business Corporations; i.e., the net amount on a return-by-return basis.

Additional information on Small Business Corporations can be found in Statistics of Income--Corporation Income Tax Returns, 1983.

#### Social Security Taxes on Tip Income

This amount consisted of social security tax on unreported tip income and uncollected employee social security tax on tips.

Cash tips amounting to \$20 or more that the taxpayer received in a month while working for any one employer were subject to withholding of income tax and social security tax. Cash tips counted toward social security benefits and an employee was required to report these tips to the employer; the employer then withheld the social security tax. However, if the employer was unable to withhold the amount of social security tax, the amount of uncollected social security tax on tips was indicated on the employee's Form W-2, and the taxpayer was required to report the uncollected tax and pay it with the Form 1040.

If the employee did not report the tips to the employer, the employee was required to compute the social security tax on unreported tips on Form 4137 and attach it to Form 1040.

#### State Income Tax Refunds

These amounts represented that part of a refund of State income tax attributable to itemized deductions taken in a prior year that resulted in a Federal tax benefit. Taxpayers were instructed not to net the refundable amount against the current year's itemized deduction for State and local income tax.

#### Statutory Adjustments

These were certain adjustments to gross income allowed as deductions in arriving at adjusted gross income. Statutory adjustments consisted of the moving expense deduction, employee business expense

deduction, payments to a self-employed retirement (Keogh) plan, forfeited interest penalty, payments to an individual retirement arrangement (IRA), alimony paid, the two-earner married couple deduction, and the foreign housing deduction. Each of the above is described in this section. In addition, statutory adjustments included the forestation/reforestation amortization deduction and the repayment of supplemental unemployment benefits.

#### Surviving Spouses, Returns of

These returns were filed by widows or widowers whose spouse had died during either of the two preceding years, who had not remarried, and who had maintained a home which was the principal abode of a child or stepchild for whom the taxpayer was entitled to an exemption.

Surviving spouse taxpayers could use the joint return tax rates for the two taxable years following the year of death of the spouse; however, the deceased spouse could not be claimed as an exemption, except for the year of death.

#### Tax Credits (#)

The Tax Reform Act of 1984 revised and rearranged the order of claiming most of the tax credits. (See "Total Personal Credits" and "Total Nonpersonal Credits". Also see "Total Tax Credits" in the "Changes in the Law" section.)

#### Tax Due at Time of Filing

"Tax due" was reported on returns where the "total tax liability" exceeded the "total tax payments."

#### Tax From Recomputing Prior-Year Investment Credit

The investment tax credit provisions of the law included a recapture rule which required taxpayers to pay back all or a portion of any investment credit taken on property disposed of before the end of the useful life claimed in computing the credit. The law specified that if property qualifying for the credit was disposed of before the end of its intended useful life, the tax for the year of disposal was increased by the difference between the credit originally claimed and the credit that would have been allowed based on the shorter actual life.

Tax credits could not be applied against this additional tax.

#### Tax Generated

This amount was the tax on "taxable income." On most returns (those without one of the "taxes from special computations"), this equaled "income tax before credits."

#### Tax Savings From Income Averaging

In this report, the amount of tax savings is the difference between the tax resulting from using the provision of the income averaging method from Schedule G and the amount of regular tax that would have resulted from not using this provision.

#### Taxable and Nontaxable Returns

Taxability of a return for purposes of this report was determined by the presence of "total income tax" (the sum of income tax after credits and the additional tax for tax preferences). Some returns classified as "nontaxable" may have had a liability for self-employment tax, social security taxes on tip

income, tax from recomputing prior-year investment credit, penalty taxes on individual retirement arrangements, or any other unspecified taxes; however, these taxes were disregarded for purposes of this classification, since the first two were considered social security (rather than income) taxes, and since the remaining ones were either based on prior-year's income or were penalty taxes. For the purposes of this report, the earned income credit was treated as an amount which could be used to offset income tax before credits. (Since the earned income credit was refundable, it was subtracted from income tax after reduction by all other statutory credits for the statistics.) As a result, some returns became nontaxable strictly because of the earned income credit when there was not additional tax for tax preferences and the earned income credit equaled or exceeded income tax before credits reduced by any other credits.

It should be noted that classification as taxable or nontaxable was generally based on each return as it was originally filed; the classification does not reflect any changes resulting from audit or other enforcement activities.

#### Taxable Income

Taxable income was the amount to which taxpayers applied the tax tables or the tax rate schedules to arrive at "tax generated." It was determined by subtracting from adjusted gross income "excess itemized deductions" (or by adding the "unused zero bracket amount"), the charitable contribution deduction claimed by taxpayers who did not itemize, and the exemption amount. The zero bracket amount, that portion of income subject to tax at the zero percent rate, represented the first portion of taxable income.

Taxable income was not tabulated for deficit returns or for returns on which excess itemized deductions plus the exemption amount equaled or exceeded adjusted gross income.

#### Taxes From Special Computations (#)

These taxes represented the second component of "income tax before credits" (in addition to "tax generated") and consisted of:

- (1) the "special averaging tax" (from Form 4972), computed by a taxpayer who received a lump-sum distribution from a qualified pension or retirement plan; and was eligible to use the 10-year averaging method;
- (2) the "multiple recipient special averaging tax" (from Form 5544), computed by a taxpayer who received a share of a single lump-sum distribution from a qualified pension or retirement plan; and
- (3) the tax on accumulation distributions of trusts (from Form 4970) computed by a taxpayer who received a distribution in the current year which was based on income accumulated by a trust in prior years.

#### Taxes Paid Deduction

Taxes allowed as a deduction from adjusted gross income included personal property taxes, State and local income taxes, certain State and local retail sales taxes, taxes paid to foreign countries or U.S. possessions unless a foreign tax credit was claimed, and real estate taxes except those levied for improvements that tended to increase the value of the property. Federal taxes (except for the windfall

profit tax) and State and local taxes on cigarettes, tobacco and alcoholic beverages were not deductible, nor were State and local fees for vehicle license plates (unless the fees were based on the value of the vehicle) or driver's licenses.

Taxes paid on business property were deducted separately on the schedules for business, rent, farm, and royalty income and are excluded from the "taxes paid" in this report.

#### Taxpayments

These payments were generally made before the return was filed and were applied against tax liability to determine any amount payable or refundable at the time of filing. They consisted of the following:

- (1) income tax withheld, including back up withholding,
- (2) excess social security taxes or railroad retirement tax withheld,
- (3) credit for tax on certain gasoline, fuel, and oil,
- (4) payments on 1984 declaration of estimated tax,
- (5) payment with request for extension of filing time
- (6) credit from regulated investment companies,
- (7) overpayment of windfall profit tax, and
- (8) other taxpayments.

Each of the above is described under a separate heading in this section.

While the earned income credit was shown as a taxpayment of the tax return itself, it is tabulated separately for purposes of this report and not included as part of taxpayments. (See also "Earned Income Credit.")

#### Total Income Tax

Total income tax was the sum of income tax after credits and the additional tax for tax preferences. It did not include any of the other taxes which made up "total tax liability." Total income tax was the basis for classifying returns as "taxable or nontaxable."

#### Total Itemized Deductions (#)

Itemized deductions from adjusted gross income could be claimed for medical and dental expenses, taxes paid, interest paid, contributions, casualty and theft losses, and miscellaneous deductions.

Four groups of taxpayers were required to itemize their deductions, even if those deductions were less than the zero bracket amount. Those individuals were dependents with unearned income of \$1,000 or more; married persons filing a separate return when the taxpayer's spouse elected to itemize; dual status aliens (i.e., one who was both a nonresident alien and a resident alien or U.S. citizen during the year); and persons excluding income received from sources in U.S. possessions. Dependents with unearned income could substitute their earned income, if it was larger than their itemized deductions.

Total itemized deductions was the amount before the zero bracket amount was taken into account. It was tabulated only from returns showing positive adjusted gross income.

Total Nonpersonal Credits (#)

For Tax Year 1984 Form 1040 was revised to reflect the order in which tax credits were required to be claimed. This revision did not affect the refundable or nonrefundable status of a credit. For purposes of this report, total nonpersonal credits were the sum of:

- (1) foreign tax credit;
- (2) general business credit (which was the combination of investment credit, jobs credit, alcohol fuel credit, and employee stock option credit);
- (3) research and experimentation credit; and
- (4) other tax credits (as defined in this report).

Each of the above credits is described under a separate heading in this section.

Total Personal Credits (#)

For Tax Year 1984, the credits portion of the Form 1040 was revised. This revision did not affect the refundable or nonrefundable status of a credit. For purposes of this report, total personal credits consisted of the following:

- (1) child care credit;
- (2) credit for the elderly and permanently and totally disabled;
- (3) residential energy credit, and
- (4) political contributions credit.

This amount was deducted from income tax before credits to arrive at income tax after personal credits. (See also "Income Tax After Personal Credits.") Each of the above credits is described under a separate heading in this section.

Total Tax Liability

Total tax liability was the sum of income tax after credits, additional tax for tax preferences, self-employment tax, social security tax on tips, tax from recomputing prior-year investment credits, taxes from individual retirement arrangements and other taxes, reduced by the "earned income credit used to offset all other taxes" (defined under "Earned Income Credit"). For purposes of this report, total tax liability did not include any advance earned income credit payments.

Type of Tax Computation

There were two methods of computing the tax on income subject to tax. These methods were:

- (1) regular tax, as computed from the tax tables or tax rate schedules accompanying the Forms 1040, 1040A, or 1040 EZ; and
- (2) income averaging, computed on Schedule G, Income Averaging.

Unemployment Compensation (#)

All or a portion of payment received for unemployment compensation was includable in adjusted gross income and subject to tax.

The taxable amount of unemployment compensation, was determined by adding adjusted gross income (excluding the unemployment compensation, social security benefits, or tier 1 railroad retirement benefits, and the deduction for working married couples) and unemployment compensation for the year and subtracting the exclusion for unemployment compensation payments. The excluded amounts were \$12,000 for single persons or married couples who filed separate returns and did not live together at anytime during the year and \$18,000 for married couples who filed joint returns. Married couples who filed separate returns and lived together at anytime during the year were not eligible for the exclusion.

One-half of the excess over the exclusion, but not more than gross unemployment compensation, was determined to be taxable unemployment compensation.

Unused Zero Bracket Amount

This concept represented the amount by which the zero bracket amount exceeded total itemized deductions. It could arise only on returns of taxpayers who were required, by law, to itemize their deductions. Such taxpayers consisted of: (1) married persons filing separately whose spouse chose to itemize; (2) dual status aliens; (3) persons excluding income from sources in U.S. possessions and (4) dependents with unearned income if their earned income was less than the zero bracket amount.

This last category of taxpayers consisted of any individual who could be claimed as a dependent by another taxpayer and had to file a tax return if he or she had unearned income (such as interest, dividends, or capital gains) in excess of \$1,000. In addition, these taxpayers were required to itemize their deductions, even if the total amount of deductions was less than the appropriate zero bracket amount. (This was in contrast to most other taxpayers who could itemize their deductions only if the total itemized deductions exceeded their zero bracket amount.) If these dependent taxpayers also had earned income, such as wages, they could substitute the earned income, if larger, for the amount of itemized deductions; the amount of any earned income substituted, however, was limited to the zero bracket amount. For purposes of statistics in this report, those returns for taxpayers being claimed as dependents with earned income equal to or greater than the zero bracket amount were tabulated as "zero bracket amount only" returns. Those returns with earned income less than the zero bracket amount were tabulated as returns with itemized deductions, with any specified itemized deductions tabulated as reported by the taxpayer and any earned income used tabulated as part of "miscellaneous deductions."

(See also "Zero Bracket Amount," "Form of Deduction" and "Total Itemized Deductions.")

Zero Bracket Amount

This amount replaced the "standard deduction" which was in effect for 1976 and earlier years. For 1984, the zero bracket amount was \$3,400 for married taxpayers filing jointly and surviving spouses, \$2,300 for single persons and heads of households, and \$1,700 for married taxpayers filing separately.

The Tax Reform Act of 1976 required the annual publication of data on individuals with high incomes, including the number of such individuals who did not pay any income tax and the importance of various tax provisions in making those individuals nontaxable [1]. The 1976 Act specified that the tax return data be tabulated using four different concepts of income. The Deficit Reduction Act of 1984 eliminated the requirement for publishing data for the two lesser-used income concepts [2].

This section contains 12 tables with data from 1984 income tax returns, mainly those with incomes of \$200,000 or more under one or more concepts of income. For comparability with data for earlier years, this section contains data using all four income concepts, including the two no longer required. Most of the data are shown for taxable and nontaxable returns, both separately and combined.

The tables show:

- The numbers of high-income returns (total, taxable, and nontaxable) under the various income concepts (Tables 1 and 2);
- The distributions of taxable income as a percentage of total income (Tables 3 and 4);
- The distributions of effective tax rates, that is, income tax as a percentage of income (Tables 11 and 12);
- The frequencies and amounts of various sources of income, exclusions, deductions, taxes, and tax credits, as well as the relationships between all four of the income concepts used in this Section (Tables 5 and 6);
- The frequencies with which various deductions and tax credits are the most important and second most important items in reducing (or eliminating) income taxes (Tables 7 and 8); and
- The frequencies with which various itemized deductions and tax credits occur as certain percentages of income (Tables 9 and 10).

In addition to the data on high-income returns, the tables distribute all returns by broad income classes and cross-tabulate numbers of returns in each income class by the various income concepts. For purposes of comparison, the tables with distributions of returns by their effective tax rates include distributions for returns other than high-income returns.

Tables 1, 3, 5, 7, 9, and 11 contain data with foreign tax credits treated as items which reduce U.S. income taxes; this is the treatment on tax returns. Tables 2, 4, 6, 8, 10, and 12 are similar to the first set of tables but treat foreign tax

credits as part of the individual's income tax liability. This different treatment is explained in more detail under the heading "Foreign Tax Credits."

High-income tax return data are published to help analysts assess both the equity of the income tax system and its impact on high-income families and individuals. For this purpose, both income and income taxes must be measured accurately, and the limitations of each measure must be understood. The text for this section includes only material necessary to help the reader understand the income and tax concepts which have been used and certain limitations inherent in the underlying tax return data. No attempt has been made to summarize or explain the data.

The text is divided into two sections. The first, "Income Concepts: A Primer," describes and explains the differences between the two major and two minor concepts used to measure income. The second, "Measurement of Taxes," discusses the proper measurement of income tax burdens and explains the different treatment of the foreign tax credit, outlines the methodology used to equate the importance of exclusions and deductions as compared with tax credits, and reviews certain limitations in the data underlying this section.

## INCOME CONCEPTS: A PRIMER

### Economic Income, the Ideal Measure

Economists generally agree that for analyzing the impact of taxes, the ideal measure of income over a particular period of time, say a year, is the value of what the individual or family consumed over that period plus the change, if any, in its net worth [3]. For example, if during a year a family spent \$10,000 and saved \$2,000, economists would say the family had an income of \$12,000. Similarly, if the family spent \$10,000 but owned an asset such as an automobile that has decreased in value by \$1,000, economists would say that the family had an income of only \$9,000. A brief examination of the differences between income as defined by economists, often called economic income, and the adjusted gross income (AGI) concept, currently used for Federal income tax administration, illustrates some of the problems of measuring income, especially for high-income individuals.

### Adjusted Gross Income

The concept of adjusted gross income was developed for tax administration. It was never meant to be an accurate measure of so-called economic income. Indeed, it is well recognized that AGI is deficient as a measure of economic income. AGI excludes certain types of income, such as interest from

\*Allen H. Lerman, of the Office of Tax Analysis, U.S. Treasury, designed the tables and prepared the text for this section. Antoinette Jones-Lyles was responsible for production and table review.

tax-exempt state and local government bonds, social security benefits, imputed rent on owner-occupied housing, and the value of many employee fringe benefits. Also, while not strictly excluded from AGI, income from other activities is deferred to a later year, or indefinitely, for income tax purposes. Depreciation deductions allowed for income tax purposes that exceed the decrease in the economic value of an asset often reduce AGI below economic income early in an asset's life. The resulting lower depreciation deductions in later years may raise AGI above economic income. The net effect, however, of accelerated depreciation is to postpone taxes, perhaps indefinitely [4].

Adjusted gross income excludes most changes in net worth, such as the excluded portion of realized long-term capital gains and all accrued, but unrealized, capital gains [5].

Even though some types of income are excluded, AGI may overstate economic income because some expenses incurred in the production of income are not deductible in the computation of AGI. Most of these expenses, however, are deductible from AGI in calculating taxable income, but only if the taxpayer "itemizes" deductions. Expenses falling into this category include certain expenses incurred by employees (such as union dues and expenditures for items used on-the-job but not reimbursed by the employer) and expenses attributable to a taxpayer's investments (as opposed to active operation of a trade or business), including, but not limited to, interest expense incurred in connection with investments in securities. Although net capital losses reduce economic income, only the first \$3,000 of net realized capital losses may be deducted in computing AGI. Any additional realized losses must be carried forward to future years. Moreover, only 50 percent of realized, net long-term capital losses may be deducted in computing AGI.

#### Redefining Income

Ideally, the impact of all taxes should be measured relative to economic income. However, no accurate, detailed data on such a broadly-defined income measure are available from income tax returns (or from any other source) for a cross-section of American taxpayers. As a practical matter, any broad income measure must be calculated from data already available from Federal individual income tax returns. Thus, a more comprehensive income measure must start from AGI and, to the extent that data are available, must make adjustments for omitted income items and expenses that ought to be deductible in calculating economic income [6].

#### Omitted Income and Accelerated Deductions

Tax returns contain information about only a portion of the income included in economic income but excluded from AGI. The omitted income that can be identified on tax returns consists of the excluded portion of long-term capital gains (and current-year losses in excess of currently deductible amounts), the dividend exclusion of up to \$100 per tax return (up to \$200 on joint returns), payments to Keogh and IRA pension savings plans, and income from sources considered to be tax preferences for purposes of the alternative minimum tax. Unless such preferences were large enough to result in payment of alternative minimum tax, taxpayers did not have to file Form 6251 (Alternative Minimum Tax Computation), and the amount of most types of preference income and the total of all of the taxpayer's preference income are not known [7].

Even after including preference income which is not in AGI but which is identifiable on tax returns, several major sources of income for high-income taxpayers are still omitted:

- . Interest on tax-exempt state and local bonds;
- . All accrued but unrealized income, primarily unrealized capital gains;
- . Certain agricultural expenses deducted when paid, even though related income items are not includable in income until a later year;
- . Imputed rental income from owner-occupied housing and from consumer durables;
- . Straight-line depreciation deductions on real estate to the extent that they exceed economic depreciation;
- . Income "sheltered" from taxation -- primarily partnership income -- through deferral of the recognition of income for tax purposes and/or the acceleration of deduction items; and
- . The value of employee fringe benefits [8].

For real estate, the combination of a shorter life for tax purposes than the true economic life of the property and the use of accelerated depreciation methods may produce tax depreciation deductions exceeding economic depreciation, especially in the early years of ownership. In the future, income may be correspondingly higher, but in the meantime, the taxpayer has had the interest-free use of the deferred taxes. Also, if taxed in the future, the income may be converted into a long-term capital gain, which is taxed at a lower rate than is ordinary income.

Because income sources not identifiable from tax return data are excluded, all income measures used in the data for this article may understate economic income. As a consequence, some individuals with high economic incomes may have been omitted completely from the high-income group covered by this report. Moreover, even for individuals who are included, the income of some has been understated, and tax as a percentage of income (i.e., the effective tax rate) has been overstated.

#### Investment Expenses

In measuring economic income, it generally would be appropriate to deduct all expenses incurred in the production of income, including those related to any income-producing investments. Since economic income would include all investment income, including accrued capital gains and losses, it would be proper to deduct all investment expenses without limit. Investment expenses in excess of income would then represent net economic losses, roughly akin to "net operating losses" from a trade or business. However, such a liberal deduction for investment-related expenses is not necessarily correct when all income items have not been included currently.

If all income has not been included currently, full deduction of investment expenses might represent a mismatching of receipts and expenses and might result in understating income. For example, if a taxpayer borrowed funds to purchase securities, net income would be understated if the taxpayer deducted all interest payments on the loan but did not include as income any accrued gains on the securities. A similar mismatching of income and expenses would occur if investment expenses that should properly be

capitalized were deducted when paid. In these instances, a more accurate measure of income might be obtained by postponing the deduction of the expense until such time as the income were recognized for tax purposes.

Additional problems are created when a person with a loan has both income-producing assets, such as securities, and non-income-producing assets, such as a vacation home or yacht. It is not possible to determine what portion of the interest expense should be attributed to taxable income-producing assets and, therefore, ought to be deductible against the gross receipts from such taxable assets.

As a result of these problems, it has been necessary to set arbitrary limits on the amount of investment expenses which are deductible in calculating a broader measure of income.

Investment expenses that have not been deducted in determining AGI generally appear on a Federal individual income tax return in two places. Investment interest appears as part of the itemized deduction for interest; other investment expenses such as management fees are included in the miscellaneous category of itemized deductions [9]. To determine expenses that should be deductible in calculating an approximation to economic income, investment expenses have been defined as the entire interest deduction other than the interest paid on a home mortgage. Other investment expenses could not be determined since they could not be separated from the remainder of "miscellaneous deductions." Hence, they have not been used in the adjustment for investment expenses.

To the extent that interest expenses do not exceed investment income, they have been allowed as a deduction in the computation of a broader measure of income. One consequence of this definition is that investment expenses can never turn positive investment income into investment losses. Generally, allowing investment expenses to offset all investment income is generous and tends to understate broadly measured income. However, in some instances, limiting investment expenses to investment income may overstate income by disallowing genuine investment losses. This arbitrary procedure has been selected because, with the omission of accrued capital gains from measured income, allowing all investment expenses to be deducted would represent a mismatching of income and expenses.

The amount of investment income against which investment interest can be offset depends on the amount of investment income included in the income measure under consideration. Investment income consists of interest, dividends, and net capital gains (or losses). However, if only a portion of capital gains are included in the income concept, as is the case with AGI, then only that portion is considered to be investment income. A similar adjustment is also made for the dividend exclusion of up to \$100 per tax return (\$200 on a joint return).

#### Expanded Income

The Congress has asked for high-income data to be tabulated on the basis of a measure closely approximating economic income but using only data available on tax returns. This measure is called "expanded income."

Expanded income is defined as adjusted gross income plus items of tax preference income excluded from AGI less investment expenses to the extent that they do not exceed investment income [10]. Tax preferences considered are the \$100-per-tax-return exclusion for qualifying dividends (\$200 on a joint return), the excluded portion of net long-term capital gains, and,

where the taxpayer has filed a Form 6251 (Alternative Minimum Tax Computation), all other excluded income preferences subject to the minimum tax [11]. For individuals, the only preference income items of significance other than the excluded portion of capital gains are the excess of accelerated depreciation over straight-line depreciation on real property and on personal property subject to a lease, the excess of percentage depletion over the cost of the property, and deductions for intangible drilling costs in excess of the amounts deductible if these costs had been amortized. Because expanded income is based on tax return data, it excludes items such as interest on tax-exempt state and local bonds, accrued but unrealized capital gains, straight-line depreciation on real estate in excess of economic depreciation, most employee fringe benefits, and other items mentioned under "Omitted Income and Accelerated Deductions."

#### Four Income Measures

Current law requires high-income tax return data to be selected and classified on the basis of two different definitions of income: expanded income and adjusted gross income. For comparability with data for earlier years, this section also includes a limited amount of data using two other, previously required income definitions. Each of the two additional income measures embodies only one of the two major differences between expanded income and AGI. "Adjusted gross income plus excluded tax preferences" is AGI plus the amount of tax preference income excluded from AGI. "Adjusted gross income less investment interest" is AGI less the amount of investment interest to the extent that it does not exceed investment income.

When ranked according to size of income, AGI plus excluded tax preferences is largest, AGI less investment interest is smallest, and AGI and expanded income fall in the middle. For any given taxpayer, AGI can be larger or smaller than expanded income depending on whether preferences are larger or smaller than investment interest.

The four income concepts are related in the following manner [12]:

#### Expanded income

$$= \text{Adjusted gross income} + \text{preferences} \\ - \text{investment interest}$$

#### Adjusted gross income

$$= \text{Expanded income} - \text{preferences} \\ + \text{investment interest}$$

#### Adjusted gross income plus excluded tax preferences

$$= \text{Adjusted gross income} + \text{preferences}$$

$$\text{or} = \text{Expanded income} + \text{investment interest}$$

#### Adjusted gross income less investment interest

$$= \text{Adjusted gross income} - \text{investment interest}$$

$$\text{or} = \text{Expanded income} - \text{preferences}$$

Expanded income is the measure which most closely approximates economic income.

#### MEASUREMENT OF TAXES

##### Foreign Tax Credits: Worldwide Taxes on Worldwide Income

Just as income must be measured properly, so must income taxes.

United States income taxes are based on global (worldwide) income. Thus, U.S. citizens and

residents generally must include income on their U.S. income tax returns regardless of whether it has been generated in the United States or in a foreign country. However, when a taxpayer has foreign source income, the U.S. income tax computed on global income may often be reduced dollar-for-dollar by the amount of foreign income taxes that have been paid on that foreign income. These offsets for foreign income taxes are called "foreign tax credits" [13].

Statistics of Income (SOI) data collected as a by-product of tax administration include global income as reported on U.S. income tax returns. The SOI data, however, usually include only U.S. income taxes net of the foreign tax credits that represent offsets for foreign income tax payments. Where taxpayers have income from foreign sources, this procedure understates their tax liabilities and their effective tax rates. Since worldwide income is reported on U.S. tax returns, a more accurate measure of the tax burden imposed on that income would be obtained if all income taxes--U.S. as well as foreign--were also included. Analysis of high-income tax returns indicates that a substantial portion of the so-called nontaxable, high-incomes have large shares of their income from non-U.S. sources and have paid substantial amounts of foreign income taxes on that income. Thus, it does not seem appropriate to classify these individuals as nontaxable or to classify their foreign tax credits as special tax benefits.

In order to present a more realistic picture of the number of nontaxable, high-income tax returns and the reasons they were nontaxable, several tables in this article have been prepared by redefining income tax liability to consist of the total amount of U.S. income taxes (income taxes after credits plus the alternative minimum tax) plus the amount of foreign tax credits. Because information on foreign tax liabilities is not available on U.S. income tax returns, foreign tax credits were selected as a proxy for foreign tax liabilities. Where foreign tax rates exceed U.S. rates, and in certain other instances, foreign tax credits actually will be less than foreign tax liabilities. In such cases, using foreign tax credits as a proxy for foreign taxes understates global income tax liability. In cases in which foreign tax credits are for taxes paid on income from earlier years, use of foreign tax credits may either overstate or understate global taxes on the current year's income.

Tables redefining tax liability to include the foreign tax credit attempt to present an approximation of the true worldwide (global) income tax burden on worldwide income. For the vast majority of taxpayers--with high incomes or otherwise--this adjustment is irrelevant, for they have little or no foreign source income. However, for the small proportion of taxpayers with substantial foreign income, this adjustment is important. The policy implications of a person with a very large amount of income not paying U.S. income tax certainly would be different if U.S. nontaxability were the result of the person's living and working abroad and paying substantial amounts of foreign tax than if all income were from U.S. sources and the person paid no income tax to either the U.S. government or any other government.

In order to be consistent with data from earlier years, all tables showing nontaxability or the amount of taxability on the basis of worldwide tax liability have been duplicated by other tables with tax liability defined in the more traditional way used for tax administration purposes: U.S. income tax liability after subtracting the value of any foreign tax credits.

#### Comparing Exclusions, Deductions, Tax Credits, and Special Tax Computations

In order to compare the importance of various exclusions, deductions, tax credits, and special tax computations (such as the alternative minimum tax on tax preferences and the income averaging tax computation), the different types of items must be put on the same basis. One way of doing so is to calculate the size of the deduction that would reduce (or increase) income tax by the same amount as a tax credit. This amount is called the "deduction equivalent" of the tax credit.

The deduction equivalent of a tax credit or a special tax computation is the difference between the taxable income that, using ordinary tax rate schedules, would yield the actual tax before the provision in question is considered and the actual tax after the provision. For example, the "deduction equivalent of all tax credits" is equal to the difference between "taxable income which would yield tax before credits" and "taxable income which would yield tax after credits."

Using this method of equating the value of deductions, exclusions, credits, and special tax computations, the order in which the various credits and special tax computations are calculated affects the value of their deduction equivalents. Because the tax rate schedules are progressive with successive increments to income taxed at successively higher tax rates, the deduction equivalent of the credit converted last to a deduction equivalent will be larger (for the same amount of a credit) than the item converted first.

The deduction equivalents of tax credits shown in the accompanying tables were computed by assuming that deductions and exclusions reduced taxes before tax credits. As a result, the deduction equivalent of tax credits is biased upwards.

#### Share of Income Subject to Tax

The total impact of various deductions, exclusions, tax credits, and special tax computations can be measured only if the aggregate value of all of, or groups of, these items in reducing, or increasing, income taxes is put on a comparable basis. Two often-used measures of the value of deductions and exclusions are the share of income that has been excluded from tax and the share of income that remains subject to tax. The latter measure can also include the impact of tax credits and special tax computations if the deduction equivalent of these items is added to taxable income defined in the ordinary manner. Doing so yields what the tables accompanying this article call "taxable income which would yield income tax before credits," "taxable income which would yield income tax after credits," and "taxable income which would yield total income tax." These measures could be computed directly from taxable income and from the deduction equivalents of the appropriate items. However, these measures have been computed by using the tax rate schedules to calculate the amounts of taxable income that would have been necessary (when subject to tax under the appropriate, ordinary tax rate schedule) to yield the given amounts of tax.

#### Unaudited Data

Tax return data used in the Statistics of Income program have been tabulated as they have been reported on tax returns filed with the Internal Revenue Service. Certain, obvious arithmetic errors have been corrected, and certain adjustments have

been made to achieve consistent statistical definitions. Otherwise, the data have not been altered. In particular, the data do not reflect any changes that may have been made or that are likely to be made in the future as a result of IRS audits. While this is true of data throughout the entire SOI program, it is of particular relevance for high-income tax returns. Because of the greater complexity of these returns, there is a higher probability of error and more scope for disagreement about the proper interpretation of tax laws.

The fact that the data have been drawn from unaudited returns is of even greater importance for those high-income returns that are nontaxable. Almost any audit changes would make such returns taxable. Even where the tax consequences were minor, such returns would be reclassified from nontaxable to taxable, thereby changing the counts of nontaxable returns.

#### NOTES

- [1] Section 2123, 90 Stat. at 1915.
- [2] Section 441, 98 Stat. at 815.
- [3] This is the Haig-Simons definition of income.
- [4] The Internal Revenue Code defines adjusted gross income as all gross income that is not specifically excluded or reduced by statutory adjustments. Among the exclusions are trade or business deductions (including some deductions by employees) and depreciation deductions allowable for tax purposes, the deduction for 60 percent of net long-term capital gains, limited deductions for losses from the sale or exchange of property, deductions attributable to rents and royalty income, the moving expenses adjustment, and deductions for contributions to individual retirement arrangements (IRA's) and self-employed (Keogh) retirement plans.
- [5] Gross income includes only income that has been "realized." Thus, for tax purposes, accrued increases or decreases in the value of assets are generally not included in income until any gain or loss is realized by a sale or exchange. In addition, gross income does not include the value of the services received from the use of durable goods, such as imputed net rent from owner-occupied homes or from consumer durables. Finally, gross income and, hence, adjusted gross income, do not include interest on most types of state and local government debt, social security benefits, workers' compensation benefits, and most types of welfare benefits.
- [6] There have been attempts to create micro-data files that include approximations of economic income. Tax return data files have been "statistically merged" with other files such as the Current Population Survey (CPS) of the Bureau of the Census. After the merge, certain additional data items that were not on either file have been "imputed" to each record of the merged file. Although such statistically merged files have proven useful for many purposes, they have only limited use--and must be used with great caution--for high-income individuals and families, each of which is likely to have more unique financial and income characteristics that are not likely to be duplicated accurately through imputations and statistical merges.
- [7] If the sum of tax preferences that were subject to the alternative minimum tax (including both preferences representing income excluded from adjusted gross income and certain itemized deductions that may be considered preferences) together with the taxpayer's AGI and ordinary income tax were sufficient to result in the imposition of any alternative minimum tax, the taxpayer was required to complete Form 6251, Alternative Minimum Tax Computation. For such taxpayers, the tax preferences excluded from adjusted gross income, as tabulated in Tables 5 and 6, include the following items: the dividend exclusion; the "all-savers" interest exclusion; the excluded portion of long-term capital gains; the excess of accelerated depreciation over straight-line depreciation on certain real property and property subject to a lease; the excess of rapid amortization allowable on certain capital expenditures (such as pollution control facilities) over depreciation otherwise allowable; the excess of percentage depletion over the "adjusted basis" of the property; unrealized gain on the exercise of stock options; and certain intangible drilling costs to the extent that they exceeded the otherwise-allowable amortization deduction. Any preferences from itemized deductions do not represent omitted income; hence, they have not been counted as preference items in calculating a broader measure of income. Before 1983, preferences had to be listed on income tax returns if total preferences other than the capital gains exclusion and any preferences from itemized deductions were at least \$10,000 (\$5,000 for married taxpayers filing separately). Preferences had to be listed and included with the income tax return even if they did not give rise to any minimum tax liability.
- [8] Omission of social security benefits and certain other items is relatively unimportant for high-income taxpayers.
- [9] In addition, income deferrals and accelerated expense deductions may also be involved in income or losses from rental property, from royalties, from partnerships, and from certain small business corporations, only the net amounts of which are included in adjusted gross income.
- [10] For the sake of brevity, "investment interest to the extent that it does not exceed investment income" is called "investment interest." "Investment interest in excess of investment income" is called "excess investment interest."
- [11] See footnote [7].
- [12] The borderline between excess and non-excess investment interest depends on the income items actually included under each income concept. Hence, the investment interest adjustment differs depending on which income definition is used.
- [13] Certain amounts of income earned abroad are excluded from adjusted gross income by statute. Any foreign taxes paid on such income are not creditable against U.S. income taxes. The tables in this section do not reflect either the amounts of income excluded or the tax payments on them.

Table 1 — Returns With and Without Total Income Tax: Number of Returns Classified by Size of Income Under Alternative Concepts

(All figures are estimates based on samples)

Size of income under alternative concepts	Size of adjusted gross income				
	Total	Under \$50,000	\$50,000 under \$100,000	\$100,000 under \$200,000	\$200,000 or more
	(1)	(2)	(3)	(4)	(5)
<b>All Returns</b>					
Total .....	99,438,708	92,726,609	5,707,146	761,193	243,760
Size of expanded income					
Under \$50,000 .....	92,513,608	92,368,741	144,217	453	197
\$50,000 under \$100,000 .....	5,752,243	340,326	5,387,936	23,500	481
\$100,000 under \$200,000 .....	862,815	11,711	167,337	678,280	5,487
\$200,000 or more .....	310,042	5,831	7,656	58,960	237,595
Size of adjusted gross income plus excluded tax preferences					
Under \$50,000 .....	92,310,798	92,310,798	—	—	—
\$50,000 under \$100,000 .....	5,906,925	397,512	5,509,413	—	—
\$100,000 under \$200,000 .....	895,716	12,320	189,598	693,798	—
\$200,000 or more .....	325,269	5,979	8,135	67,395	243,760
Size of adjusted gross income less investment interest					
Under \$50,000 .....	92,918,667	92,726,609	190,178	1,399	481
\$50,000 under \$100,000 .....	5,570,965	—	5,516,968	53,314	683
\$100,000 under \$200,000 .....	719,267	—	—	706,480	12,787
\$200,000 or more .....	229,809	—	—	—	229,809
<b>Returns With Total Income Tax</b>					
Total .....	82,928,899	76,242,929	5,683,177	759,565	243,228
Size of expanded income					
Under \$50,000 .....	76,031,156	75,890,903	140,114	*121	18
\$50,000 under \$100,000 .....	5,727,429	334,611	5,369,135	23,253	430
\$100,000 under \$200,000 .....	860,597	11,675	166,273	677,237	5,412
\$200,000 or more .....	309,717	5,740	7,655	58,954	237,368
Size of adjusted gross income plus excluded tax preferences					
Under \$50,000 .....	75,836,642	75,836,642	—	—	—
\$50,000 under \$100,000 .....	5,875,272	388,301	5,486,971	—	—
\$100,000 under \$200,000 .....	892,389	12,110	188,088	692,191	—
\$200,000 or more .....	324,596	5,876	8,118	67,374	243,228
Size of adjusted gross income less investment interest					
Under \$50,000 .....	76,429,929	76,242,929	185,761	858	281
\$50,000 under \$100,000 .....	5,551,122	—	5,497,416	53,070	636
\$100,000 under \$200,000 .....	718,244	—	—	705,537	12,707
\$200,000 or more .....	229,604	—	—	—	229,604
<b>Returns Without Total Income Tax</b>					
Total .....	16,509,809	16,483,680	23,969	1,628	532
Size of expanded income					
Under \$50,000 .....	16,482,452	16,477,838	4,103	332	179
\$50,000 under \$100,000 .....	24,814	5,715	18,801	247	51
\$100,000 under \$200,000 .....	2,218	36	*1,064	1,043	75
\$200,000 or more .....	325	91	1	*6	227
Size of adjusted gross income plus excluded tax preferences					
Under \$50,000 .....	16,474,156	16,474,156	—	—	—
\$50,000 under \$100,000 .....	31,653	9,211	22,442	—	—
\$100,000 under \$200,000 .....	3,327	210	1,510	1,607	—
\$200,000 or more .....	673	103	*17	21	532
Size of adjusted gross income less investment interest					
Under \$50,000 .....	16,488,738	16,483,680	4,417	441	200
\$50,000 under \$100,000 .....	19,843	—	19,552	244	47
\$100,000 under \$200,000 .....	1,023	—	—	943	80
\$200,000 or more .....	205	—	—	—	205

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

**Table 2 — Returns With and Without Modified Total Income Tax: Number of Returns Classified by Size of Income Under Alternative Concepts**

(All figures are estimates based on samples)

Size of income under alternative concepts	Size of adjusted gross income				
	Total	Under \$50,000	\$50,000 under \$100,000	\$100,000 under \$200,000	\$200,000 or more
	(1)	(2)	(3)	(4)	(5)
<b>All Returns</b>					
Total .....	99,438,708	92,726,609	5,707,146	761,193	243,760
Size of expanded income					
Under \$50,000 .....	92,513,608	92,368,741	144,217	453	197
\$50,000 under \$100,000 .....	5,752,243	340,326	5,387,936	23,500	481
\$100,000 under \$200,000 .....	862,815	11,711	167,337	678,280	5,487
\$200,000 or more .....	310,042	5,831	7,656	58,960	237,595
Size of adjusted gross income plus excluded tax preferences					
Under \$50,000 .....	92,310,798	92,310,798	—	—	—
\$50,000 under \$100,000 .....	5,906,925	397,512	5,509,413	—	—
\$100,000 under \$200,000 .....	895,716	12,320	189,598	693,798	—
\$200,000 or more .....	325,269	5,979	8,135	67,395	243,760
Size of adjusted gross income less investment interest					
Under \$50,000 .....	92,918,667	92,726,609	190,178	1,399	481
\$50,000 under \$100,000 .....	5,570,965	—	5,516,968	53,314	683
\$100,000 under \$200,000 .....	719,267	—	—	706,480	12,787
\$200,000 or more .....	229,609	—	—	—	229,609
<b>Returns With Modified Total Income Tax</b>					
Total .....	82,964,351	76,270,465	5,691,030	759,567	243,289
Size of expanded income					
Under \$50,000 .....	76,058,692	75,918,439	140,114	*121	18
\$50,000 under \$100,000 .....	5,735,283	334,611	5,376,988	23,253	431
\$100,000 under \$200,000 .....	860,605	11,675	166,273	677,239	5,418
\$200,000 or more .....	309,771	5,740	7,655	58,954	237,422
Size of adjusted gross income plus excluded tax preferences					
Under \$50,000 .....	75,864,178	75,864,178	—	—	—
\$50,000 under \$100,000 .....	5,883,125	388,301	5,494,824	—	—
\$100,000 under \$200,000 .....	892,391	12,110	188,088	692,193	—
\$200,000 or more .....	324,657	5,876	8,118	67,374	243,289
Size of adjusted gross income less investment interest					
Under \$50,000 .....	76,457,466	76,270,465	185,761	958	282
\$50,000 under \$100,000 .....	5,558,975	—	5,505,269	53,070	636
\$100,000 under \$200,000 .....	718,253	—	—	705,539	12,714
\$200,000 or more .....	229,657	—	—	—	229,657
<b>Returns Without Modified Total Income Tax</b>					
Total .....	16,474,357	16,456,144	16,116	1,626	471
Size of expanded income					
Under \$50,000 .....	16,454,916	16,450,302	4,103	332	179
\$50,000 under \$100,000 .....	16,960	5,715	10,948	247	50
\$100,000 under \$200,000 .....	2,210	36	*1,064	1,041	69
\$200,000 or more .....	271	91	1	*6	173
Size of adjusted gross income plus excluded tax preferences					
Under \$50,000 .....	16,446,620	16,446,620	—	—	—
\$50,000 under \$100,000 .....	23,800	9,211	14,589	—	—
\$100,000 under \$200,000 .....	3,325	210	1,510	1,605	—
\$200,000 or more .....	612	103	*17	21	471
Size of adjusted gross income less investment interest					
Under \$50,000 .....	16,461,201	16,456,144	4,417	441	199
\$50,000 under \$100,000 .....	11,990	—	11,699	244	47
\$100,000 under \$200,000 .....	1,014	—	—	941	73
\$200,000 or more .....	152	—	—	—	152

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

**Table 3 — Returns With and Without Total Income Tax and With Income \$200,000 or More Under Alternative Concepts: Distribution of Returns by Ratio of Taxable Income to Specified Alternative Income**

(All figures are estimates based on samples)

Specified items	Adjusted gross income			Expanded income			Adjusted gross income plus excluded tax preferences			Adjusted gross income less investment interest		
	Number of returns	Percent of total	Cumulative percent of total	Number of returns	Percent of total	Cumulative percent of total	Number of returns	Percent of total	Cumulative percent of total	Number of returns	Percent of total	Cumulative percent of total
	(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)	(10)	(11)	(12)
<b>Total</b> .....	243,760	100.0	—	310,042	100.0	—	325,269	100.0	—	229,809	100.0	—
Returns without total income tax .....	532	0.2	—	325	0.1	—	673	0.2	—	205	0.1	—
Returns with total income tax:												
<b>Total</b> .....	243,228	99.8	100.0	309,717	99.9	100.0	324,596	99.8	100.0	229,604	99.9	100.0
Ratio of taxable income to alternative income:												
Under 5 percent .....	225	0.1	0.1	99	( )	( )	306	0.1	0.1	72	( )	( )
5 under 10 percent .....	442	0.2	0.3	184	0.1	0.1	749	0.2	0.3	133	0.1	0.1
10 under 15 percent .....	268	0.1	0.4	331	0.1	0.2	792	0.2	0.6	80	( )	0.1
15 under 20 percent .....	612	0.3	0.6	270	0.1	0.3	928	0.3	0.9	230	0.1	0.2
20 under 25 percent .....	646	0.3	0.9	1,324	0.4	0.7	2,513	0.8	1.6	371	0.2	0.4
25 under 30 percent .....	1,123	0.5	1.4	6,998	2.3	3.0	8,823	2.7	4.3	498	0.2	0.6
30 under 35 percent .....	1,403	0.6	1.9	4,095	1.3	4.3	7,056	2.2	6.5	954	0.4	1.0
35 under 40 percent .....	2,654	1.1	3.0	11,664	3.8	8.1	25,941	8.0	14.5	1,536	0.7	1.7
40 under 45 percent .....	9,760	4.0	7.0	54,110	17.5	25.5	52,640	16.2	30.7	8,534	3.7	5.4
45 under 50 percent .....	5,127	2.1	9.2	35,546	11.5	37.0	27,593	8.5	39.2	3,738	1.6	7.0
50 under 60 percent .....	18,403	7.6	16.7	32,125	10.4	47.4	34,136	10.5	49.7	9,143	4.0	11.0
60 under 70 percent .....	23,988	9.9	26.6	33,394	10.8	58.2	36,949	11.4	61.1	23,020	10.0	21.0
70 under 80 percent .....	50,239	20.7	47.2	46,470	15.0	73.2	48,955	15.1	76.2	43,357	18.9	39.9
80 percent or more .....	128,338	52.8	100.0	83,107	26.8	100.0	77,215	23.8	100.0	137,938	60.1	100.0

( ) Less than 0.05 percent.

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

**Table 4 — Returns With and Without Modified Total Income Tax and With Income \$200,000 or More Under Alternative Concepts: Distribution of Returns by Ratio of Taxable Income to Specified Alternative Income**

(All figures are estimates based on samples)

Specified items	Adjusted gross income			Expanded income			Adjusted gross income plus excluded tax preferences			Adjusted gross income less investment interest		
	Number of returns	Percent of total	Cumulative percent of total	Number of returns	Percent of total	Cumulative percent of total	Number of returns	Percent of total	Cumulative percent of total	Number of returns	Percent of total	Cumulative percent of total
	(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)	(10)	(11)	(12)
<b>Total</b> .....	243,760	100.0	—	310,042	100.0	—	325,269	100.0	—	229,809	100.0	—
Returns without modified total income tax .....	471	0.2	—	271	0.1	—	612	0.2	—	152	0.1	—
Returns with modified total income tax:												
<b>Total</b> .....	243,289	99.8	100.0	309,771	99.9	100.0	324,657	99.8	100.0	229,657	99.9	100.0
Ratio of taxable income to alternative income:												
Under 5 percent .....	215	0.1	0.1	85	( )	( )	294	0.1	0.1	60	( )	( )
5 under 10 percent .....	434	0.2	0.3	177	0.1	0.1	742	0.2	0.3	124	0.1	0.1
10 under 15 percent .....	259	0.1	0.4	321	0.1	0.2	774	0.2	0.6	77	( )	0.1
15 under 20 percent .....	560	0.2	0.6	217	0.1	0.3	877	0.3	0.8	183	0.1	0.2
20 under 25 percent .....	635	0.3	0.9	1,308	0.4	0.7	2,500	0.8	1.6	358	0.2	0.3
25 under 30 percent .....	1,118	0.5	1.3	6,986	2.3	2.9	8,811	2.7	4.3	489	0.2	0.6
30 under 35 percent .....	1,392	0.6	1.9	4,074	1.3	4.3	7,038	2.2	6.5	945	0.4	1.0
35 under 40 percent .....	2,686	1.1	3.0	11,648	3.8	8.0	25,942	8.0	14.5	1,566	0.7	1.7
40 under 45 percent .....	9,749	4.0	7.0	54,161	17.5	25.5	52,685	16.2	30.7	8,524	3.7	5.4
45 under 50 percent .....	5,123	2.1	9.1	35,548	11.5	37.0	27,597	8.5	39.2	3,732	1.6	7.0
50 under 60 percent .....	18,389	7.6	16.7	32,136	10.4	47.3	34,141	10.5	49.7	9,122	4.0	11.0
60 under 70 percent .....	23,977	9.9	26.5	33,398	10.8	58.1	36,950	11.4	61.1	23,004	10.0	21.0
70 under 80 percent .....	50,225	20.6	47.2	46,477	15.0	73.1	48,967	15.1	76.2	43,325	18.9	39.8
80 percent or more .....	128,527	52.8	100.0	83,235	26.9	100.0	77,339	23.8	100.0	138,148	60.2	100.0

( ) Less than 0.05 percent.

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

**Table 5—Returns With and Without Total Income Tax and With Income \$200,000 or More Under Alternative Concepts: Income, Deductions, Credits and Tax, Classified by Tax Status**

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

Item	Returns with adjusted gross income \$200,000 or more						Returns with expanded income \$200,000 or more					
	Total		Returns with total income tax		Returns without total income tax		Total		Returns with total income tax		Returns without total income tax	
	Number of returns	Amount	Number of returns	Amount	Number of returns	Amount	Number of returns	Amount	Number of returns	Amount	Number of returns	Amount
	(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)	(10)	(11)	(12)
Salaries and wages.....	197,368	50,123,473	197,019	50,051,572	349	71,901	237,835	53,034,123	237,645	52,984,607	190	49,517
Business or profession:												
Net income.....	50,726	5,477,645	50,616	5,463,129	110	14,516	64,299	5,983,308	64,238	5,973,523	61	9,785
Net loss.....	24,397	1,242,050	24,267	1,220,853	130	21,197	34,578	1,718,649	34,514	1,689,324	64	29,325
Farm:												
Net income.....	4,510	281,885	4,498	280,384	12	1,500	6,392	324,644	6,388	323,990	4	654
Net loss.....	15,163	993,565	15,102	978,975	61	14,589	19,874	1,391,829	19,836	1,384,613	38	7,216
Partnership:												
Net income.....	69,957	7,865,379	69,802	7,831,574	155	33,805	84,110	8,264,775	84,036	8,237,040	74	27,735
Net loss.....	107,156	9,539,004	106,912	9,470,815	244	68,190	134,020	12,161,604	133,854	12,085,300	166	76,304
Small Business Corporation:												
Net income.....	32,602	8,519,063	32,550	8,508,360	52	10,702	37,804	8,781,591	37,768	8,771,591	36	9,999
Net loss.....	22,958	1,386,149	22,811	1,353,685	147	32,464	29,339	1,905,468	29,269	1,874,196	70	31,272
Sales of capital assets:												
Net gain.....	165,263	24,997,924	164,984	24,941,214	279	56,710	231,655	30,985,718	231,461	30,915,364	194	70,354
Net loss.....	38,982	90,609	38,926	90,461	56	147	38,535	89,816	38,509	89,747	26	70
Sales of property other than capital assets:												
Net gain.....	19,772	558,314	19,689	550,662	83	7,652	26,798	710,538	26,756	705,648	42	4,890
Net loss.....	29,408	260,859	29,339	258,264	69	2,595	33,033	318,127	32,997	314,981	36	3,146
Interest received.....	240,114	12,377,544	239,608	12,252,526	506	125,018	305,301	13,984,678	305,001	13,941,288	300	43,390
Dividends in adjusted gross income.....	197,971	10,360,838	197,596	10,300,328	385	60,509	247,541	11,034,024	247,314	11,019,450	227	14,574
Pensions and annuities in adjusted gross income.....	42,232	1,060,081	42,177	1,057,179	55	2,902	54,051	1,217,968	54,027	1,216,485	24	1,483
Rent:												
Net income.....	51,898	2,083,430	51,778	2,072,482	120	10,948	64,922	2,283,708	64,870	2,278,576	52	5,133
Net loss.....	68,581	1,841,069	68,383	1,824,048	198	17,021	89,796	2,419,663	89,688	2,401,793	108	17,870
Royalty:												
Net income.....	25,175	1,868,510	25,088	1,863,485	87	5,025	31,347	2,132,705	31,310	2,129,948	37	2,757
Net loss.....	2,442	41,414	2,433	41,358	9	56	3,378	69,042	3,376	69,036	2	6
Estate or trust:												
Net income.....	38,139	1,743,600	38,068	1,731,517	71	12,083	46,354	1,875,841	46,317	1,865,431	37	10,410
Net loss.....	3,210	73,298	3,201	72,393	9	905	4,446	101,729	4,442	101,106	4	623
State income tax refunds.....	103,376	499,023	103,254	498,079	122	943	124,560	543,760	124,492	543,153	68	608
Windfall profit tax refunds.....	13,048	28,345	13,026	28,283	22	63	14,866	31,051	14,856	31,024	10	27
Windfall profit tax withheld.....	50,497	227,934	50,376	226,891	121	1,043	58,799	254,256	58,741	253,836	58	421
Alimony received.....	603	15,909	600	15,753	3	156	723	18,044	722	17,985	1	59
Social security benefits in adjusted gross income.....	47,093	292,379	47,027	292,043	66	336	67,454	388,067	67,433	387,969	21	98
Unemployment compensation in adjusted gross income.....	635	1,329	635	1,329	—	—	1,501	3,767	1,501	3,767	—	—
Other income.....	52,355	1,544,764	52,218	1,534,751	137	10,012	61,799	1,667,875	61,737	1,661,259	62	8,615
Other loss.....	5,086	406,774	5,012	385,383	74	21,391	11,322	1,770,655	11,259	1,742,283	63	28,372
Total statutory adjustments.....	183,566	1,826,587	183,354	1,822,926	212	3,661	218,728	2,047,752	218,595	2,045,566	133	2,186
Expanded income.....	243,759	149,231,797	243,228	149,147,284	531	84,513	310,042	168,646,170	309,717	168,519,970	325	126,200
Adjusted gross income plus excluded tax preferences.....	243,760	154,463,231	243,228	154,182,493	532	280,738	310,042	173,749,226	309,717	173,588,830	325	160,397
Adjusted gross income less investment interest.....	243,759	106,840,338	243,228	106,786,395	531	53,943	310,040	114,190,539	309,715	114,161,703	325	28,835
Investment interest per adjusted gross income concept.....	184,796	5,086,341	184,317	4,898,624	479	187,717	226,143	4,980,634	225,960	4,948,120	183	32,513
Investment interest per alternative income concept.....	184,796	5,086,341	184,317	4,898,624	479	187,717	226,314	5,103,056	226,131	5,068,859	183	34,197
Tax preferences excluded from adjusted gross income:												
Total.....	223,140	42,536,552	222,699	42,497,474	441	39,078	290,158	54,578,054	289,900	54,479,006	258	99,048
Excluded long-term capital gains.....	159,884	34,555,420	159,635	34,524,245	249	31,174	226,279	43,302,466	226,097	43,224,054	182	78,412
Dividend exclusion.....	195,726	33,270	195,366	33,209	360	61	246,085	41,243	245,880	41,207	205	36
All other.....	110,419	7,947,862	110,214	7,940,019	205	7,843	146,763	11,234,345	146,661	11,213,745	102	20,600
Adjusted gross income.....	243,760	111,926,679	243,228	111,685,019	532	241,660	310,040	119,171,172	309,715	119,109,823	325	61,349

Footnote(s) at end of table.

**Table 5 — Returns With and Without Total Income Tax and With Income \$200,000 or More Under Alternative Concepts: Income, Deductions, Credits and Tax, Classified by Tax Status — Continued**

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

Item	Returns with adjusted gross income \$200,000 or more						Returns with expanded income \$200,000 or more					
	Total		Returns with total income tax		Returns without total income tax		Total		Returns with total income tax		Returns without total income tax	
	Number of returns	Amount	Number of returns	Amount	Number of returns	Amount	Number of returns	Amount	Number of returns	Amount	Number of returns	Amount
	(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)	(10)	(11)	(12)
Exemption amount .....	243,760	828,394	243,228	826,594	532	1,800	310,042	1,033,973	309,717	1,032,856	325	1,117
Itemized deductions:												
Total per adjusted gross income concept .....	241,031	24,193,796	240,517	23,869,892	514	323,904	299,778	25,474,374	299,560	25,351,854	218	122,520
Total per expanded income concept .....	241,031	24,193,796	240,517	23,869,892	514	323,904	299,777	20,371,318	299,559	20,262,995	218	88,323
Contributions deduction .....	235,442	5,639,553	234,973	5,616,982	469	22,572	291,885	6,004,218	291,692	5,992,050	193	12,168
Interest paid deduction:												
Total per adjusted gross income concept .....	215,862	8,173,405	215,362	7,918,413	500	254,992	264,641	8,284,818	264,437	8,210,211	204	74,607
Total per expanded income concept .....	215,862	8,173,405	215,362	7,918,413	500	254,992	210,853	3,181,762	210,670	3,141,351	183	40,411
Total home mortgage interest .....	153,104	1,980,720	152,748	1,956,000	356	24,720	185,537	2,238,315	185,385	2,220,539	152	17,776
Investment interest exceeding investment income per adjusted gross income concept .....	107,955	1,106,344	107,623	1,063,790	332	42,555	129,076	1,065,870	128,943	1,041,552	133	24,318
Investment interest exceeding investment income per alternative income concept .....	107,955	1,106,344	107,623	1,063,790	332	42,555	127,244	943,447	127,113	920,812	131	22,635
Medical and dental expense deduction .....	6,749	191,594	6,729	189,228	20	2,366	12,534	234,070	12,520	232,174	14	1,897
Net casualty or theft loss deduction .....	526	38,694	491	19,361	35	19,333	691	42,398	659	23,734	32	18,665
Taxes paid deduction .....	240,988	8,681,694	240,482	8,668,435	506	13,258	299,737	9,288,778	299,524	9,282,587	213	6,190
Miscellaneous deductions .....	205,693	1,468,856	205,297	1,457,473	396	11,383	254,886	1,620,091	254,727	1,611,099	159	8,993
Excess itemized deductions .....	241,008	23,413,886	240,494	23,081,604	514	322,282	299,575	24,509,415	299,357	24,387,577	218	121,838
Zero-bracket amount .....	243,760	788,446	243,228	786,769	532	1,677	310,042	997,509	309,717	996,474	325	1,035
Excess of exemptions and deductions over adjusted gross income .....	1,704	253,199	1,267	146,684	437	106,515	7,384	1,322,340	7,133	1,238,363	251	83,977
Taxable income:												
As computed under current law .....	242,228	87,932,416	242,106	87,909,661	120	22,755	303,440	94,928,309	303,349	94,906,712	91	21,586
As computed under prior law .....	242,056	87,149,084	241,961	87,126,669	95	22,415	302,658	93,952,798	302,584	93,931,462	74	21,335
Tax at normal rates .....	242,056	39,730,316	241,961	39,720,216	95	10,100	302,658	42,252,480	302,584	42,242,762	74	9,718
Tax savings .....	56,286	273,031	56,278	272,937	8	94	86,343	396,899	86,337	396,825	6	73
Income tax before credits .....	242,067	39,598,461	241,971	39,588,451	96	10,010	302,686	42,053,623	302,612	42,043,979	74	9,644
Tax credits:												
Total .....	188,243	1,307,097	188,147	1,297,088	96	10,010	223,975	1,402,968	223,901	1,393,323	74	9,644
Personal credits .....	122,798	18,458	122,779	18,456	19	3	144,683	21,330	144,672	21,329	11	2
Non personal credits .....	143,701	1,288,639	143,606	1,278,632	95	10,007	168,953	1,381,637	168,880	1,371,995	73	9,643
Foreign tax credit .....	20,782	107,198	20,721	97,394	61	9,803	20,804	106,913	20,750	97,422	54	9,491
Business credit .....	134,377	1,111,357	134,346	1,111,234	31	123	159,051	1,203,562	159,034	1,203,483	17	79
Investment credit .....	136,638	1,025,762	136,348	1,021,150	290	4,613	163,465	1,150,728	163,319	1,148,019	146	2,710
Alcohol fuel credit .....	410	6,390	†	†	†	†	407	6,380	407	6,380	—	—
Alternative minimum tax reported on Form 1040 .....	41,072	2,124,088	41,072	2,124,088	—	—	79,274	3,273,848	79,274	3,273,848	—	—
Total income tax:												
Taxes paid to the U.S. ....	243,228	40,422,211	243,228	40,422,211	—	—	309,717	43,933,396	309,717	43,933,396	—	—
Foreign taxes paid .....	—	—	—	—	—	—	—	—	—	—	—	—
Taxable income which would yield:												
Income tax before credits .....	242,067	86,916,720	241,971	86,894,420	96	22,300	302,686	93,571,328	302,612	93,550,094	74	21,234
Income tax after credits .....	241,403	84,251,792	241,403	84,251,792	—	—	300,697	90,662,062	300,697	90,662,062	—	—
Total income tax .....	243,228	88,610,457	243,228	88,610,457	—	—	309,717	97,665,170	309,717	97,665,170	—	—

†Data deleted to avoid disclosure of information for specific taxpayers. Deleted data are included in the appropriate totals.  
NOTE: Detail may not add to total because of rounding.

**Table 6—Returns With and Without Modified Total Income Tax and With Income \$200,000 or More Under Alternative Concepts: Income, Deductions, Credits and Tax, Classified by Tax Status**

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

Item	Returns with adjusted gross income \$200,000 or more						Returns with expanded income \$200,000 or more					
	Total		Returns with modified total income tax		Returns without modified total income tax		Total		Returns with modified total income tax		Returns without modified total income tax	
	Number of returns	Amount	Number of returns	Amount	Number of returns	Amount	Number of returns	Amount	Number of returns	Amount	Number of returns	Amount
	(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)	(10)	(11)	(12)
Salaries and wages.....	197,368	50,123,473	197,069	50,064,794	299	58,678	237,835	53,034,123	237,691	52,997,019	144	37,104
Business or profession:												
Net income.....	50,726	5,477,645	50,625	5,463,483	101	14,151	64,299	5,983,308	64,245	5,973,758	54	9,550
Net loss.....	24,397	1,242,050	24,270	1,221,658	127	20,391	34,578	1,718,649	34,517	1,690,129	61	28,519
Farm:												
Net income.....	4,510	281,885	4,498	280,384	12	1,500	6,392	324,644	6,388	323,990	4	654
Net loss.....	15,163	993,565	15,103	979,084	60	14,480	19,874	1,391,829	19,837	1,384,722	37	7,107
Partnership:												
Net income.....	69,957	7,865,379	69,813	7,840,728	144	24,650	84,110	8,264,775	84,045	8,245,925	65	18,850
Net loss.....	107,156	9,539,004	106,927	9,471,335	228	67,669	134,020	12,161,604	133,869	12,085,820	151	75,784
Small Business Corporation:												
Net income.....	32,602	8,519,063	32,552	8,509,740	50	9,323	37,804	8,781,591	37,770	8,772,971	34	8,620
Net loss.....	22,958	1,386,149	22,815	1,354,123	143	32,026	29,339	1,905,468	29,272	1,874,584	67	30,884
Sales of capital assets:												
Net gain.....	165,263	24,997,924	165,006	24,942,867	257	55,056	231,655	30,985,718	231,482	30,916,978	173	68,740
Net loss.....	38,982	90,609	38,939	90,492	43	116	38,535	89,816	38,519	89,771	16	45
Sales of property other than capital assets:												
Net gain.....	19,772	558,314	19,692	550,690	80	7,624	26,798	710,538	26,758	705,656	40	4,882
Net loss.....	29,408	260,859	29,344	258,354	64	2,505	33,033	318,127	33,002	315,071	31	3,056
Interest received.....	240,114	12,377,544	239,662	12,254,148	452	123,395	305,301	13,984,678	305,048	13,942,416	253	42,263
Dividends in adjusted gross income.....	197,971	10,360,838	197,623	10,302,033	348	58,804	247,541	11,034,024	247,347	11,021,092	194	12,932
Pensions and annuities in adjusted gross income.....	42,232	1,060,081	42,181	1,057,206	51	2,875	54,051	1,217,968	54,031	1,216,511	20	1,456
Rent:												
Net income.....	51,898	2,083,430	51,779	2,072,483	119	10,947	64,922	2,283,708	64,871	2,278,577	51	5,132
Net loss.....	68,581	1,841,069	68,416	1,824,939	165	16,130	89,796	2,419,663	89,719	2,402,617	77	17,046
Royalty:												
Net income.....	25,175	1,868,510	25,090	1,863,522	85	4,988	31,347	2,132,705	31,312	2,129,985	35	2,720
Net loss.....	2,442	41,414	2,434	41,359	8	55	3,378	69,042	3,377	69,037	1	5
Estate or trust:												
Net income.....	38,139	1,743,600	38,071	1,731,911	68	11,689	46,354	1,875,841	46,320	1,865,824	34	10,017
Net loss.....	3,210	73,298	3,202	72,986	8	312	4,446	101,729	4,443	101,699	3	30
State income tax refunds.....	103,376	499,023	103,260	498,173	116	850	124,560	543,780	124,498	543,247	62	514
Windfall profit tax refunds.....	13,048	28,345	13,026	28,283	22	63	14,866	31,051	14,856	31,024	10	27
Windfall profit tax withheld.....	50,497	227,934	50,382	226,927	115	1,008	58,799	254,256	58,747	253,871	52	385
Alimony received.....	603	15,909	603	15,909	1	1	723	18,044	723	18,044	—	—
Social security benefits in adjusted gross income.....	47,093	292,379	47,028	292,052	65	326	67,454	388,067	67,434	387,979	20	89
Unemployment compensation in adjusted gross income.....	635	1,329	635	1,329	—	—	1,501	3,767	1,501	3,767	—	—
Other income.....	52,355	1,544,764	52,230	1,535,965	125	8,799	61,799	1,667,875	61,746	1,662,460	53	5,415
Other loss.....	5,086	406,774	5,035	387,469	51	19,305	11,322	1,770,655	11,282	1,744,370	40	26,285
Total statutory adjustments.....	183,566	1,826,587	183,385	1,823,184	181	3,403	218,728	2,047,752	218,623	2,045,790	105	1,962
Expanded income.....	243,759	149,231,797	243,289	149,174,128	470	57,670	310,042	168,646,170	309,771	168,545,616	271	100,554
Adjusted gross income plus excluded tax preferences.....	243,760	154,463,231	243,289	154,210,322	471	252,909	310,042	173,749,226	309,771	173,614,916	271	134,310
Adjusted gross income less investment interest.....	243,759	106,840,338	243,289	106,810,594	470	29,744	310,040	114,190,539	309,769	114,184,764	271	5,775
Investment interest per adjusted gross income concept.....	184,796	5,086,341	184,355	4,899,601	441	186,740	226,143	4,980,634	225,991	4,948,553	152	32,081
Investment interest per alternative income concept.....	184,796	5,086,341	184,355	4,899,601	441	186,740	226,314	5,103,056	226,162	5,069,299	152	33,757
Tax preferences excluded from adjusted gross income:												
Total.....	223,140	42,536,552	222,735	42,500,126	405	36,426	290,158	54,578,054	289,933	54,481,599	225	96,455
Excluded long-term capital gains.....	159,884	34,555,420	159,655	34,526,601	229	28,819	226,279	43,302,466	226,116	43,226,351	163	76,115
Dividend exclusion.....	195,726	33,270	195,395	33,214	331	56	246,085	41,243	245,907	41,211	178	31
All other.....	110,411	7,947,862	110,226	7,940,311	193	7,551	146,763	11,234,345	146,673	11,214,037	90	20,308
Adjusted gross income.....	243,760	111,926,679	243,289	111,710,195	471	216,483	310,040	119,171,172	309,769	119,133,317	271	37,856

Footnote(s) at end of table.

Table 6—Returns With and Without Modified Total Income Tax and With Income \$200,000 or More Under Alternative Concepts: Income, Deductions, Credits and Tax, Classified by Tax Status—Continued

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

Item	Returns with adjusted gross income \$200,000 or more						Returns with expanded income \$200,000 or more					
	Total		Returns with modified total income tax		Returns without modified total income tax		Total		Returns with modified total income tax		Returns without modified total income tax	
	Number of returns	Amount	Number of returns	Amount	Number of returns	Amount	Number of returns	Amount	Number of returns	Amount	Number of returns	Amount
	(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)	(10)	(11)	(12)
Exemption amount.....	243,760	828,394	243,289	826,808	471	1,586	310,042	1,033,973	309,771	1,033,042	271	931
Itemized deductions:												
Total per adjusted gross income concept.....	241,031	24,193,796	240,560	23,873,281	471	320,515	299,778	25,474,374	299,596	25,354,388	182	119,988
Total per expanded income concept.....	241,031	24,193,796	240,560	23,873,281	471	320,515	299,777	20,371,318	299,595	20,285,089	182	86,229
Contributions deduction.....	235,442	5,639,553	235,010	5,617,348	432	22,205	291,885	6,004,218	291,724	5,992,386	161	11,832
Interest paid deduction:												
Total per adjusted gross income concept.....	215,862	8,173,405	215,403	7,920,543	459	252,862	264,641	8,284,818	264,471	8,211,556	170	73,262
Total per expanded income concept.....	215,862	8,173,405	215,403	7,920,543	459	252,862	210,853	3,181,762	210,698	3,142,256	155	39,506
Total home mortgage interest.....	153,104	1,980,720	152,775	1,956,756	329	23,964	185,537	2,238,315	185,407	2,221,173	130	17,142
Investment interest exceeding investment income per adjusted gross income concept.....	107,955	1,106,344	107,645	1,064,186	310	42,158	129,076	1,065,870	128,960	1,041,830	116	24,040
Investment interest exceeding investment income per alternative income concept.....	107,955	1,106,344	107,645	1,064,186	310	42,158	127,244	943,447	127,130	921,084	114	22,364
Medical and dental expense deduction.....	6,749	191,594	6,729	189,228	20	2,366	12,534	234,070	12,520	232,174	14	1,897
Net casualty or theft loss deduction.....	526	38,694	491	19,361	35	19,333	691	42,398	659	23,734	32	18,665
Taxes paid deduction.....	240,988	8,681,694	240,521	8,669,180	467	12,514	299,737	9,288,778	299,557	9,283,299	180	5,479
Miscellaneous deductions.....	205,693	1,468,856	205,328	1,457,621	365	11,234	254,866	1,620,091	254,754	1,611,240	132	8,852
Excess itemized deductions.....	241,008	23,413,886	240,537	23,084,854	471	319,032	299,575	24,509,415	299,393	24,389,996	182	119,420
Zero bracket amount.....	243,760	788,446	243,289	786,963	471	1,483	310,042	997,509	309,771	996,644	271	864
Excess of exemptions and deductions over adjusted gross income.....	1,704	253,199	1,267	146,684	437	106,515	7,384	1,322,340	7,133	1,238,363	251	83,977
Taxable income:												
As computed under current law.....	242,226	87,932,416	242,167	87,931,373	59	1,043	303,440	94,928,309	303,403	94,927,601	37	707
As computed under prior law.....	242,056	87,149,084	242,022	87,148,186	34	898	302,658	93,952,798	302,638	93,952,180	20	618
Tax at normal rates.....	242,056	39,730,316	242,022	39,730,069	34	247	302,658	42,252,480	302,638	42,252,295	20	186
Tax savings.....	56,286	273,031	56,283	272,983	3	48	86,343	396,899	86,341	396,863	2	35
Income tax before credits.....	242,067	39,598,461	242,032	39,598,258	35	204	302,666	42,053,623	302,666	42,053,473	20	150
Tax credits:												
Total.....	187,815	1,199,900	187,780	1,199,696	35	204	223,550	1,296,054	223,530	1,295,904	20	150
Personal credits.....	122,798	18,458	122,786	18,456	12	2	144,683	21,330	144,679	21,329	4	1
Non personal credits.....	143,701	1,288,639	143,667	1,288,437	34	201	168,953	1,381,837	168,934	1,381,488	19	149
Foreign tax credit.....	—	—	—	—	—	—	—	—	—	—	—	—
Business credit.....	134,377	1,111,357	134,349	1,111,236	28	121	159,051	1,203,562	159,036	1,203,485	15	76
Investment credit.....	136,638	1,025,762	136,361	1,022,293	277	3,470	163,465	1,150,728	163,331	1,149,162	134	1,567
Alcohol fuel credit.....	410	6,390	†	†	†	†	407	6,380	407	6,380	—	—
Alternative minimum tax reported on Form 1040.....	41,072	2,124,088	41,072	2,124,088	—	—	79,274	3,273,848	79,274	3,273,848	—	—
Total income tax:												
Taxes paid to the U.S.....	243,289	40,529,409	243,289	40,529,409	—	—	309,771	44,040,310	309,771	44,040,310	—	—
Foreign taxes paid.....	20,782	107,198	20,782	107,198	—	—	20,804	106,913	20,804	106,913	—	—
Taxable income which would yield:												
Income tax before credits.....	242,067	86,916,720	242,032	86,915,879	35	841	302,666	93,571,328	302,666	93,570,760	20	568
Income tax after credits.....	241,545	84,470,077	241,545	84,470,077	—	—	300,839	90,879,672	300,839	90,879,672	—	—
Total income tax.....	243,289	88,827,387	243,289	88,827,387	—	—	309,771	97,881,365	309,771	97,881,365	—	—

†Data deleted to avoid disclosure of information for specific taxpayers. Deleted data are included in the appropriate totals.  
NOTE: Detail may not add to total because of rounding.

**Table 7 — Returns With and Without Total Income Tax and With Income \$200,000 or More Under Alternative Concepts: Number of Returns and Percents Classified by Item With Largest Tax Effect and by Item With Second Largest Tax Effect**

(All figures are estimates based on samples)

Item with second largest tax effect	Item with the largest tax effect									
	Total		Interest paid deduction		Taxes paid deduction		Contributions deduction		Medical and dental expense deduction	
	Number of returns	Percent of total	Number of returns	Percent of total	Number of returns	Percent of total	Number of returns	Percent of total	Number of returns	Percent of total
	(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)	(10)
<b>Returns With Total Income Tax</b>										
<b>Returns with adjusted gross income \$200,000 or more</b>										
Total .....	243,228	100.0	76,786	31.6	111,867	46.0	32,271	13.3	2,485	1.0
Interest paid deduction .....	61,105	25.1	—	—	48,911	43.7	5,851	18.1	185	7.4
Taxes paid deduction .....	86,949	35.7	54,103	70.5	—	—	21,972	68.1	1,711	68.9
Contributions deduction .....	49,255	20.3	10,274	13.4	36,144	32.3	—	—	201	8.1
Medical and dental expense deduction .....	1,313	0.5	133	0.2	644	0.6	257	0.8	—	—
Net casualty or theft loss deduction .....	60	( )	9	( )	49	( )	—	—	—	—
Miscellaneous deductions .....	18,597	7.6	4,654	6.1	11,377	10.2	1,902	5.9	380	15.3
Foreign tax credit .....	5,811	2.4	29	( )	5,737	5.1	27	0.1	—	—
Investment credit .....	16,549	6.8	5,558	7.2	8,566	7.7	2,234	6.9	8	0.3
No second largest item .....	3,287	1.4	1,945	2.5	322	0.3	—	—	—	—
<b>Returns with expanded income \$200,000 or more</b>										
Total .....	309,717	100.0	99,188	32.0	135,688	43.8	40,984	13.2	3,632	1.2
Interest paid deduction .....	74,088	23.9	—	—	57,049	42.0	7,514	18.3	265	7.3
Taxes paid deduction .....	110,116	35.6	67,502	68.1	—	—	27,470	67.0	2,558	70.4
Contributions deduction .....	62,669	20.2	12,328	12.4	46,339	34.2	—	—	201	5.5
Medical and dental expense deduction .....	2,614	0.8	710	0.7	1,029	0.8	426	1.0	—	—
Net casualty or theft loss deduction .....	137	( )	46	( )	89	0.1	1	( )	—	—
Miscellaneous deductions .....	24,645	8.0	5,599	5.6	15,554	11.5	2,592	6.3	600	16.5
Foreign tax credit .....	5,802	1.9	17	( )	5,737	4.2	27	0.1	—	—
Investment credit .....	17,524	5.7	5,022	5.1	9,452	7.0	2,741	6.7	8	0.2
No second largest item .....	11,775	3.8	7,905	8.0	322	0.2	181	0.4	—	—
<b>Returns Without Total Income Tax</b>										
<b>Returns with adjusted gross income \$200,000 or more</b>										
Total .....	532	100.0	409	76.9	4	0.8	10	1.9	5	0.9
Interest paid deduction .....	59	11.1	—	—	—	—	6	60.0	—	—
Taxes paid deduction .....	157	29.5	143	35.0	—	—	—	—	—	—
Contributions deduction .....	148	27.8	131	32.0	—	—	—	—	—	—
Medical and dental expense deduction .....	8	1.5	4	1.0	—	—	4	40.0	—	—
Net casualty or theft loss deduction .....	1	—	—	—	—	—	—	—	—	—
Miscellaneous deductions .....	50	9.4	48	11.7	—	—	—	—	—	—
Foreign tax credit .....	1	—	—	—	—	—	—	—	—	—
Investment credit .....	85	16.0	79	19.3	—	—	—	—	—	—
No second largest item .....	20	3.8	—	—	—	—	—	—	—	—
<b>Returns with expanded income \$200,000 or more</b>										
Total .....	325	100.0	174	53.5	4	1.2	8	2.5	5	1.5
Interest paid deduction .....	47	14.5	—	—	2	50.0	4	50.0	—	—
Taxes paid deduction .....	62	19.1	43	24.7	—	—	—	—	—	—
Contributions deduction .....	58	17.8	42	24.1	1	25.0	—	—	1	20.0
Medical and dental expense deduction .....	6	1.8	1	0.6	1	25.0	4	50.0	—	—
Net casualty or theft loss deduction .....	2	0.6	1	0.6	—	—	—	—	—	—
Miscellaneous deductions .....	13	4.0	11	6.3	—	—	—	—	2	40.0
Foreign tax credit .....	1	0.3	—	—	—	—	—	—	—	—
Investment credit .....	26	8.0	18	10.3	—	—	—	—	—	—
No second largest item .....	108	33.2	58	33.3	—	—	—	—	—	—

Footnote(s) at end of table.

**Table 7—Returns With and Without Total Income Tax and With Income \$200,000 or More Under Alternative Concepts: Number of Returns and Percents Classified by Item With Largest Tax Effect and by Item With Second Largest Tax Effect—Continued**

(All figures are estimates based on samples)

Item with second largest tax effect	Item with the largest tax effect—Continued							
	Net casualty or theft loss deduction		Miscellaneous deductions		Foreign tax credit		Investment credit	
	Number of returns	Percent of total	Number of returns	Percent of total	Number of returns	Percent of total	Number of returns	Percent of total
	(11)	(12)	(13)	(14)	(15)	(16)	(17)	(18)
<b>Returns With Total Income Tax</b>								
<b>Returns with adjusted gross income \$200,000 or more</b>								
Total.....	118	( )	5,795	2.4	181	0.1	13,505	5.6
Interest paid deduction.....	18	15.3	1,528	26.4	52	32.3	4,429	32.8
Taxes paid deduction.....	86	74.6	2,976	51.4	51	31.7	6,020	44.6
Contributions deduction.....	6	5.1	878	15.2	26	16.1	1,875	12.4
Medical and dental expense deduction.....	—	—	268	4.6	—	—	11	0.1
Net casualty or theft loss deduction.....	—	—	—	—	†	†	—	—
Miscellaneous deductions.....	†	†	—	—	†	†	278	2.1
Foreign tax credit.....	—	—	6	0.1	—	—	12	0.1
Investment credit.....	†	†	136	2.3	17	10.6	—	—
No second largest item.....	†	†	3	0.1	9	5.6	1,003	7.4
<b>Returns with expanded income \$200,000 or more</b>								
Total.....	158	0.1	7,757	2.5	176	0.1	21,816	7.0
Interest paid deduction.....	58	36.7	1,618	20.9	58	33.0	7,419	34.0
Taxes paid deduction.....	88	55.7	3,859	49.7	51	29.0	8,560	39.2
Contributions deduction.....	6	3.8	1,688	21.8	26	14.8	2,030	9.3
Medical and dental expense deduction.....	—	—	437	5.6	—	—	12	0.1
Net casualty or theft loss deduction.....	—	—	—	—	—	0.6	—	—
Miscellaneous deductions.....	1	0.6	—	—	5	2.8	294	1.3
Foreign tax credit.....	—	—	6	0.1	—	—	15	0.1
Investment credit.....	4	2.5	148	1.9	23	13.1	—	—
No second largest item.....	1	0.6	3	( )	12	6.8	3,347	15.3
<b>Returns Without Total Income Tax</b>								
<b>Returns with adjusted gross income \$200,000 or more</b>								
Total.....	30	5.6	13	2.4	56	10.5	5	0.9
Interest paid deduction.....	17	56.7	†	†	27	48.2	†	†
Taxes paid deduction.....	†	†	7	53.8	†	†	†	†
Contributions deduction.....	8	26.7	—	—	6	10.7	—	—
Medical and dental expense deduction.....	—	—	—	—	—	—	—	—
Net casualty or theft loss deduction.....	—	—	†	†	—	—	—	—
Miscellaneous deductions.....	—	—	—	—	—	—	—	—
Foreign tax credit.....	—	—	—	—	—	—	†	†
Investment credit.....	†	†	†	†	†	†	—	—
No second largest item.....	—	—	†	†	18	32.1	—	—
<b>Returns with expanded income \$200,000 or more</b>								
Total.....	29	8.9	17	5.2	52	16.0	34	10.5
Interest paid deduction.....	16	55.2	2	11.8	22	42.3	1	2.9
Taxes paid deduction.....	2	6.9	12	70.6	3	5.8	1	2.9
Contributions deduction.....	8	27.6	—	—	5	9.6	—	—
Medical and dental expense deduction.....	—	—	—	—	—	—	—	—
Net casualty or theft loss deduction.....	—	—	1	5.9	—	—	—	—
Miscellaneous deductions.....	—	—	—	—	—	—	—	—
Foreign tax credit.....	—	—	—	—	—	—	1	2.9
Investment credit.....	3	10.3	1	5.9	2	3.8	—	—
No second largest item.....	—	—	1	5.9	20	38.5	29	85.3

( ) Less than 0.05 percent.

†Data deleted to avoid disclosure of information of specific taxpayers. Deleted data are included in the appropriate totals.

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

**Table 8—Returns With and Without Modified Total Income Tax and With Income \$200,000 or More Under Alternative Concepts: Number of Returns and Percents Classified by Item With Largest Tax Effect and by Item With Second Largest Tax Effect**

(All figures are estimates based on samples)

Item with second largest tax effect	Item with the largest tax effect									
	Total		Interest paid deduction		Taxes paid deduction		Contributions deduction		Medical and dental expense deduction	
	Number of returns	Percent of total	Number of returns	Percent of total	Number of returns	Percent of total	Number of returns	Percent of total	Number of returns	Percent of total
	(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)	(10)
<b>Returns With Modified Total Income Tax</b>										
<b>Returns with adjusted gross income \$200,000 or more</b>										
Total .....	243,289	100.0	76,896	31.6	111,921	46.0	32,303	13.3	2,485	1.0
Interest paid deduction .....	61,122	25.1	—	—	48,959	43.7	5,865	18.2	185	7.4
Taxes paid deduction .....	86,995	35.8	54,164	70.4	—	—	21,990	68.1	1,711	68.9
Contributions deduction .....	54,894	22.6	10,290	13.4	41,787	37.3	—	—	201	8.1
Medical and dental expense deduction .....	1,314	0.5	134	0.2	644	0.6	257	0.8	—	—
Net casualty or theft loss deduction .....	59	( )	9	( )	49	( )	†	†	—	—
Miscellaneous deductions .....	18,700	7.7	4,672	6.1	11,445	10.2	1,921	5.9	380	15.3
Foreign tax credit .....	—	—	—	—	—	—	—	—	—	—
Investment credit .....	16,582	6.8	5,569	7.2	8,596	7.7	2,241	6.9	8	0.3
No second largest item .....	3,320	1.4	1,977	2.6	323	0.3	†	†	—	—
<b>Returns with expanded income \$200,000 or more</b>										
Total .....	309,771	100.0	99,301	32.1	135,742	43.8	41,015	13.2	3,632	1.2
Interest paid deduction .....	74,106	23.9	—	—	57,097	42.1	7,527	18.4	265	7.3
Taxes paid deduction .....	110,159	35.6	67,560	68.0	—	—	27,488	67.0	2,558	70.4
Contributions deduction .....	68,305	22.1	12,341	12.4	51,982	38.3	—	—	201	5.5
Medical and dental expense deduction .....	2,615	0.8	711	0.7	1,029	0.8	426	1.0	—	—
Net casualty or theft loss deduction .....	136	( )	46	( )	89	0.1	1	( )	—	—
Miscellaneous deductions .....	24,747	8.0	5,616	5.7	15,622	11.5	2,611	6.4	600	16.5
Foreign tax credit .....	—	—	—	—	—	—	—	—	—	—
Investment credit .....	17,547	5.7	5,029	5.1	9,482	7.0	2,748	6.7	8	0.2
No second largest item .....	11,808	3.8	7,939	8.0	323	0.2	182	0.4	—	—
<b>Returns Without Modified Total Income Tax</b>										
<b>Returns with adjusted gross income \$200,000 or more</b>										
Total .....	471	100.0	405	86.0	4	0.8	10	2.1	5	1.1
Interest paid deduction .....	32	6.8	—	—	†	†	6	60.0	—	—
Taxes paid deduction .....	151	32.1	140	34.6	—	—	—	—	†	†
Contributions deduction .....	142	30.1	131	32.3	†	†	—	—	†	†
Medical and dental expense deduction .....	8	1.7	4	1.0	—	—	4	40.0	—	—
Net casualty or theft loss deduction .....	†	†	†	†	—	—	—	—	—	—
Miscellaneous deductions .....	50	10.6	48	11.9	—	—	—	—	†	†
Foreign tax credit .....	—	—	—	—	—	—	—	—	—	—
Investment credit .....	83	17.6	79	19.5	—	—	—	—	—	—
No second largest item .....	†	†	†	†	—	—	—	—	—	—
<b>Returns with expanded income \$200,000 or more</b>										
Total .....	271	100.0	173	63.8	4	1.5	8	3.0	5	1.8
Interest paid deduction .....	25	9.2	—	—	2	50.0	4	50.0	—	—
Taxes paid deduction .....	58	21.4	42	24.3	—	—	—	—	1	20.0
Contributions deduction .....	53	19.6	42	24.3	1	25.0	—	—	2	40.0
Medical and dental expense deduction .....	6	2.2	1	0.6	1	25.0	4	50.0	—	—
Net casualty or theft loss deduction .....	2	0.7	1	0.6	—	—	—	—	—	—
Miscellaneous deductions .....	13	4.8	11	6.4	—	—	—	—	2	40.0
Foreign tax credit .....	—	—	—	—	—	—	—	—	—	—
Investment credit .....	24	8.9	18	10.4	—	—	—	—	—	—
No second largest item .....	88	32.5	58	33.5	—	—	—	—	—	—

Footnote(s) at end of table.

**Table 8 — Returns With and Without Modified Total Income Tax and With Income \$200,000 or More Under Alternative Concepts: Number of Returns and Percents Classified by Item With Largest Tax Effect and by Item With Second Largest Tax Effect — Continued**

(All figures are estimates based on samples)

Item with second largest tax effect	Item with the largest tax effect — Continued							
	Net casualty or theft loss deduction		Miscellaneous deductions		Foreign tax credit		Investment credit	
	Number of returns	Percent of total	Number of returns	Percent of total	Number of returns	Percent of total	Number of returns	Percent of total
	(11)	(12)	(13)	(14)	(15)	(16)	(17)	(18)
<b>Returns With Modified Total Income Tax</b>								
<b>Returns with adjusted gross income \$200,000 or more</b>								
Total .....	119	( )	5,800	2.4	—	—	13,529	5.6
Interest paid deduction .....	18	15.1	1,529	26.4	—	—	4,435	32.8
Taxes paid deduction .....	89	74.8	2,981	51.4	—	—	6,032	44.6
Contributions deduction .....	6	5.0	881	15.2	—	—	1,676	12.4
Medical and dental expense deduction .....	—	—	268	4.6	—	—	11	0.1
Net casualty or theft loss deduction .....	—	—	—	—	—	—	—	—
Miscellaneous deductions .....	†	†	—	—	—	—	281	2.1
Foreign tax credit .....	—	—	—	—	—	—	—	—
Investment credit .....	†	†	138	2.4	—	—	—	—
No second largest item .....	†	†	3	0.1	—	—	1,011	7.5
<b>Returns with expanded income \$200,000 or more</b>								
Total .....	159	0.1	7,762	2.5	—	—	21,842	7.1
Interest paid deduction .....	58	36.5	1,619	20.9	—	—	7,433	34.0
Taxes paid deduction .....	89	56.0	3,864	49.8	—	—	8,572	39.2
Contributions deduction .....	6	3.8	1,691	21.8	—	—	2,033	9.3
Medical and dental expense deduction .....	—	—	437	5.6	—	—	12	0.1
Net casualty or theft loss deduction .....	—	—	—	—	—	—	—	—
Miscellaneous deductions .....	1	0.6	—	—	—	—	297	1.4
Foreign tax credit .....	—	—	—	—	—	—	—	—
Investment credit .....	4	2.5	148	1.9	—	—	—	—
No second largest item .....	1	0.6	3	( )	—	—	3,356	15.4
<b>Returns Without Modified Total Income Tax</b>								
<b>Returns with adjusted gross income \$200,000 or more</b>								
Total .....	30	6.4	13	2.8	—	—	4	0.8
Interest paid deduction .....	17	56.7	†	†	—	—	†	†
Taxes paid deduction .....	†	†	7	53.8	—	—	†	†
Contributions deduction .....	8	26.7	—	—	—	—	—	—
Medical and dental expense deduction .....	—	—	—	—	—	—	—	—
Net casualty or theft loss deduction .....	—	—	†	†	—	—	—	—
Miscellaneous deductions .....	—	—	—	—	—	—	—	—
Foreign tax credit .....	—	—	—	—	—	—	—	—
Investment credit .....	†	†	†	†	—	—	—	—
No second largest item .....	—	—	†	†	—	—	—	—
<b>Returns with expanded income \$200,000 or more</b>								
Total .....	29	10.7	17	6.3	—	—	33	12.2
Interest paid deduction .....	16	55.2	2	11.8	—	—	1	3.0
Taxes paid deduction .....	2	6.9	12	70.6	—	—	1	3.0
Contributions deduction .....	8	27.6	—	—	—	—	—	—
Medical and dental expense deduction .....	—	—	—	—	—	—	—	—
Net casualty or theft loss deduction .....	—	—	1	5.9	—	—	—	—
Miscellaneous deductions .....	—	—	—	—	—	—	—	—
Foreign tax credit .....	—	—	—	—	—	—	—	—
Investment credit .....	3	10.3	1	5.9	—	—	—	—
No second largest item .....	—	—	1	5.9	—	—	29	87.9

( ) Less than 0.05 percent.

† Data deleted to avoid disclosure of information of specific taxpayers. Deleted data are included in the appropriate totals.

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

**Table 9—Returns Without Total Income Tax and With Income \$200,000 or More Under Alternative Concepts: Itemized Deductions as a Percent of Income**

(All figures are estimates based on samples)

Type of deduction or credit	Returns with adjusted gross income \$200,000 or more										
	Total	No deduction or credit	Under 10%	10% under 20%	20% under 30%	30% under 40%	40% under 50%	50% under 60%	60% under 70%	70% under 100%	100% or more
	(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)	(10)	(11)
Total itemized deductions .....	532	18	26	7	3	2	—	2	3	53	418
Interest paid deduction:											
Total .....	532	32	58	9	11	5	7	7	12	152	239
Investment interest per income concept .....	532	53	105	31	22	22	23	14	19	131	112
Investment interest exceeding investment income per concept .....	532	200	172	33	24	14	13	11	10	32	23
Taxes paid deduction .....	532	26	415	64	8	9	—	—	†	6	†
Contributions deduction .....	532	63	338	41	21	28	21	20	—	—	—
Medical and dental expenses deduction .....	532	512	5	†	†	—	4	†	†	—	4
Net casualty or theft loss deduction .....	532	497	†	†	†	—	—	—	4	7	18
Miscellaneous deductions .....	532	136	339	28	7	6	†	†	—	9	4
Deduction equivalent of:											
Total credits .....	532	436	28	5	4	†	—	†	—	55	—
Foreign tax credit .....	532	471	3	—	—	†	—	†	—	54	—
Investment credit .....	532	485	27	9	†	†	—	†	†	—	4
Tax preferences excluded from adjusted gross income .....	532	327	179	18	4	—	†	—	—	†	†

Type of deduction or credit	Returns with expanded income \$200,000 or more										
	Total	No deduction or credit	Under 10%	10% under 20%	20% under 30%	30% under 40%	40% under 50%	50% under 60%	60% under 70%	70% under 100%	100% or more
	(12)	(13)	(14)	(15)	(16)	(17)	(18)	(19)	(20)	(21)	(22)
Total itemized deductions .....	325	110	27	4	2	3	—	3	1	40	135
Interest paid deduction:											
Total .....	325	143	61	8	3	5	5	5	3	43	49
Investment interest per income concept .....	325	145	102	22	12	4	7	5	1	6	21
Investment interest exceeding investment income per concept .....	325	195	58	7	6	5	3	4	3	20	24
Taxes paid deduction .....	325	114	169	25	4	3	4	1	1	2	2
Contributions deduction .....	325	135	125	14	12	9	7	8	2	7	6
Medical and dental expenses deduction .....	325	312	3	1	—	—	4	—	—	—	4
Net casualty or theft loss deduction .....	325	293	—	2	1	1	—	—	3	9	16
Miscellaneous deductions .....	325	168	123	7	5	1	—	—	—	9	12
Deduction equivalent of:											
Total credits .....	325	251	11	7	1	3	3	—	3	46	—
Foreign tax credit .....	325	271	1	—	—	2	3	—	3	45	—
Investment credit .....	325	294	18	5	2	—	1	1	1	—	3
Tax preferences excluded from adjusted gross income .....	325	223	68	11	3	3	—	—	1	3	13

†Data deleted to avoid disclosure of information for specific taxpayers. Deleted data are included in totals.

**Table 10—Returns Without Modified Total Income Tax and With Income \$200,000 or More Under Alternative Concepts: Itemized Deductions as a Percent of Income**

(All figures are estimates based on samples)

Type of deduction or credit	Returns with adjusted gross income \$200,000 or more										
	Total	No deduction or credit	Under 10%	10% under 20%	20% under 30%	30% under 40%	40% under 50%	50% under 60%	60% under 70%	70% under 100%	100% or more
	(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)	(10)	(11)
Total itemized deductions.....	471	—	—	—	—	1	—	†	†	50	418
Interest paid deduction:											
Total.....	471	12	27	6	10	3	7	6	12	149	239
Investment interest per income concept.....	471	30	71	30	22	21	22	14	19	130	112
Investment interest exceeding investment income per concept.....	471	161	153	32	23	13	13	11	10	32	23
Taxes paid deduction.....	471	4	378	62	8	9	—	—	†	6	†
Contributions deduction.....	471	39	303	41	19	28	21	20	—	—	—
Medical and dental expenses deduction.....	471	451	5	†	†	—	4	†	†	—	4
Net casualty or theft loss deduction.....	471	436	†	†	†	†	—	—	4	7	18
Miscellaneous deductions.....	471	106	308	28	7	6	†	†	—	9	4
Deduction equivalent of:											
Total credits.....	471	436	25	5	†	—	—	—	—	†	—
Foreign tax credit.....	471	471	—	—	—	—	—	—	—	—	—
Investment credit.....	471	437	16	8	†	3	—	†	†	—	3
Tax preferences excluded from adjusted gross income.....	471	278	168	17	4	—	†	—	—	†	†

Type of deduction or credit	Returns with expanded income \$200,000 or more										
	- Total	No deduction or credit	Under 10%	10% under 20%	20% under 30%	30% under 40%	40% under 50%	50% under 60%	60% under 70%	70% under 100%	100% or more
	(12)	(13)	(14)	(15)	(16)	(17)	(18)	(19)	(20)	(21)	(22)
Total itemized deductions.....	271	90	1	1	1	2	—	1	1	39	135
Interest paid deduction:											
Total.....	271	116	39	6	2	4	5	5	3	42	49
Investment interest per income concept.....	271	120	74	21	12	4	7	5	1	6	21
Investment interest exceeding investment income per concept.....	271	157	44	6	6	4	3	4	3	20	24
Taxes paid deduction.....	271	92	139	23	4	3	4	1	1	2	2
Contributions deduction.....	271	111	98	13	10	9	7	8	2	7	6
Medical and dental expenses deduction.....	271	258	3	1	—	—	4	—	1	—	4
Net casualty or theft loss deduction.....	271	239	—	2	1	1	—	—	3	9	16
Miscellaneous deductions.....	271	139	98	7	5	1	—	—	—	9	12
Deduction equivalent of:											
Total credits.....	271	251	10	7	1	1	—	—	—	1	—
Foreign tax credit.....	271	271	—	—	—	—	—	—	—	—	—
Investment credit.....	271	252	8	4	2	—	1	1	1	—	2
Tax preferences excluded from adjusted gross income.....	271	181	57	10	3	3	—	—	1	3	13

†Data deleted to avoid disclosure of information for specific taxpayers. Deleted data are included in totals.

**Table 11—Returns With and Without Total Income Tax: Number of Returns and Percents Classified by Effective Tax Rate and by Size of Income Under Alternative Concepts**

(All figures are estimates based on samples)

Effective Tax Rate	Size of adjusted gross income									
	Total		Under \$50,000		\$50,000 under \$100,000		\$100,000 under \$200,000		\$200,000 or more	
	Number of returns	Percent of total	Number of returns	Percent of total	Number of returns	Percent of total	Number of returns	Percent of total	Number of returns	Percent of total
	(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)	(10)
All returns .....	99,438,708	100.0	92,726,609	93.3	5,707,146	5.7	761,193	0.8	243,760	0.2
Returns without total income tax .....	16,509,809	100.0	16,483,680	99.8	23,969	0.1	1,828	( )	532	( )
Returns with total income tax .....	82,928,899	100.0	76,242,929	91.9	5,683,177	6.9	759,365	0.9	243,228	0.3
Effective tax rate:										
Under 5 percent .....	15,677,858	100.0	15,603,244	99.5	68,911	0.4	4,447	( )	1,256	( )
5 under 10 percent .....	28,442,793	100.0	28,126,428	98.9	295,219	1.0	19,436	0.1	1,710	( )
10 under 15 percent .....	25,673,947	100.0	24,458,231	95.3	1,172,810	4.6	38,147	0.1	4,759	( )
15 under 20 percent .....	9,734,040	100.0	7,282,986	74.8	2,341,132	24.1	94,292	1.0	15,630	0.2
20 under 25 percent .....	2,256,197	100.0	669,505	29.7	1,381,083	61.2	185,490	8.2	20,119	0.9
25 under 30 percent .....	637,143	100.0	54,177	8.5	328,085	51.5	226,025	35.5	28,856	4.5
30 under 35 percent .....	287,376	100.0	19,412	6.8	71,040	24.7	145,502	50.6	51,422	17.9
35 under 40 percent .....	118,442	100.0	1,097	0.9	12,780	10.8	34,825	29.4	69,740	58.9
40 under 45 percent .....	47,584	100.0	3,556	7.5	3,428	7.2	4,850	10.4	35,648	74.9
45 under 50 percent .....	26,365	100.0	14,152	53.7	1,799	6.8	1,307	5.0	9,107	34.5
50 under 60 percent .....	11,716	100.0	4,495	38.4	2,782	23.7	2,107	18.0	2,332	19.9
60 under 70 percent .....	6,191	100.0	634	10.2	2,317	37.4	1,793	29.0	1,447	23.4
70 under 80 percent .....	2,314	100.0	871	37.6	431	18.6	219	9.5	793	34.3
80 percent or more .....	6,933	100.0	4,139	59.7	1,360	19.6	1,025	14.8	409	5.9

Effective Tax Rate	Size of expanded income									
	Total		Under \$50,000		\$50,000 under \$100,000		\$100,000 under \$200,000		\$200,000 or more	
	Number of returns	Percent of total	Number of returns	Percent of total	Number of returns	Percent of total	Number of returns	Percent of total	Number of returns	Percent of total
	(11)	(12)	(13)	(14)	(15)	(16)	(17)	(18)	(19)	(20)
All returns .....	99,438,708	100.0	92,513,608	93.0	5,752,243	5.8	862,815	0.9	310,042	0.3
Returns without total income tax .....	16,509,809	100.0	16,482,452	99.8	24,814	0.2	2,218	( )	325	( )
Returns with total income tax .....	82,928,899	100.0	76,031,156	91.7	5,727,429	6.9	860,597	1.0	309,717	0.4
Effective tax rate:										
Under 5 percent .....	15,852,525	100.0	15,753,344	99.4	92,214	0.6	6,152	( )	815	( )
5 under 10 percent .....	28,550,758	100.0	28,123,774	98.5	393,972	1.4	30,222	0.1	2,790	( )
10 under 15 percent .....	25,603,035	100.0	24,229,810	94.6	1,245,603	4.9	108,384	0.4	19,236	0.1
15 under 20 percent .....	9,825,287	100.0	7,232,867	73.6	2,349,295	23.9	154,496	1.6	68,629	0.9
20 under 25 percent .....	2,219,118	100.0	630,108	28.4	1,330,254	59.9	222,475	10.0	36,281	1.6
25 under 30 percent .....	543,021	100.0	36,399	6.7	263,820	48.6	205,630	37.9	37,172	6.8
30 under 35 percent .....	217,396	100.0	12,541	5.8	45,331	20.9	109,750	50.5	49,774	22.9
35 under 40 percent .....	76,295	100.0	677	0.9	2,601	3.4	20,860	27.3	52,157	68.4
40 under 45 percent .....	28,572	100.0	6,451	22.6	1,522	5.3	1,314	4.6	19,285	67.5
45 under 50 percent .....	7,570	100.0	4,018	53.1	—	—	542	7.2	3,010	39.8
50 under 60 percent .....	2,846	100.0	1	( )	2,089	73.4	518	18.2	238	8.4
60 under 70 percent .....	581	100.0	40	6.9	227	39.1	—	—	314	54.0
70 under 80 percent .....	4	100.0	—	—	—	—	1	25.0	3	75.0
80 percent or more .....	1,891	100.0	1,126	59.5	501	26.5	253	13.4	11	0.6

( ) Less than 0.05 percent.

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

**Table 12—Returns With and Without Modified Total Income Tax: Number of Returns and Percents Classified by Effective Tax Rate and by Size of Income Under Alternative Concepts**

(All figures are estimates based on samples)

Effective Tax Rate	Size of adjusted gross income									
	Total		Under \$50,000		\$50,000 under \$100,000		\$100,000 under \$200,000		\$200,000 or more	
	Number of returns	Percent of total	Number of returns	Percent of total	Number of returns	Percent of total	Number of returns	Percent of total	Number of returns	Percent of total
	(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)	(10)
All returns.....	99,438,708	100.0	92,726,609	93.3	5,707,146	5.7	761,193	0.8	243,760	0.2
Returns without modified total income tax.....	16,474,357	100.0	16,456,144	99.9	16,116	0.1	1,626	( )	471	( )
Returns with modified total income tax.....	82,964,351	100.0	76,270,465	91.9	5,691,030	6.9	759,567	0.9	243,289	0.3
Effective tax rate:										
Under 5 percent.....	15,650,880	100.0	15,581,935	99.6	63,307	0.4	4,446	( )	1,192	( )
5 under 10 percent.....	28,444,974	100.0	28,140,967	98.9	287,367	1.0	14,936	0.1	1,684	( )
10 under 15 percent.....	25,708,261	100.0	24,492,517	95.3	1,172,810	4.6	38,146	0.1	4,788	( )
15 under 20 percent.....	9,739,624	100.0	7,282,988	74.8	2,346,735	24.1	94,291	1.0	15,612	0.2
20 under 25 percent.....	2,266,279	100.0	669,505	29.5	1,391,186	61.4	185,490	8.2	20,098	0.9
25 under 30 percent.....	642,740	100.0	54,177	8.4	333,688	51.9	226,026	35.2	28,849	4.5
30 under 35 percent.....	289,630	100.0	19,412	6.7	71,040	24.5	147,753	51.0	51,425	17.8
35 under 40 percent.....	120,694	100.0	1,097	0.9	12,780	10.6	37,076	30.7	69,741	57.8
40 under 45 percent.....	47,657	100.0	3,558	7.5	3,428	7.2	4,851	10.4	35,720	75.0
45 under 50 percent.....	26,443	100.0	14,152	53.5	1,799	6.8	1,307	4.9	9,185	34.7
50 under 60 percent.....	11,726	100.0	4,494	38.3	2,782	23.7	2,108	18.0	2,342	20.0
60 under 70 percent.....	6,194	100.0	635	10.3	2,317	37.4	1,793	28.9	1,449	23.4
70 under 80 percent.....	2,316	100.0	871	37.6	431	18.6	219	9.5	795	34.3
80 percent or more.....	6,933	100.0	4,139	59.7	1,360	19.6	1,025	14.8	408	5.9

Effective Tax Rate	Size of expanded income									
	Total		Under \$50,000		\$50,000 under \$100,000		\$100,000 under \$200,000		\$200,000 or more	
	Number of returns	Percent of total	Number of returns	Percent of total	Number of returns	Percent of total	Number of returns	Percent of total	Number of returns	Percent of total
	(11)	(12)	(13)	(14)	(15)	(16)	(17)	(18)	(19)	(20)
All returns.....	99,438,708	100.0	92,513,608	93.0	5,752,243	5.8	862,815	0.9	310,042	0.3
Returns without modified total income tax.....	16,474,357	100.0	16,454,916	99.9	16,960	0.1	2,210	( )	271	( )
Returns with modified total income tax.....	82,964,351	100.0	76,058,692	91.7	5,735,283	6.9	860,605	1.0	309,771	0.4
Effective tax rate:										
Under 5 percent.....	15,823,297	100.0	15,729,785	99.4	86,611	0.5	6,152	( )	749	( )
5 under 10 percent.....	28,560,787	100.0	28,146,186	98.5	386,120	1.4	25,721	0.1	2,760	( )
10 under 15 percent.....	25,626,125	100.0	24,252,890	94.6	1,245,603	4.9	108,383	0.4	19,249	0.1
15 under 20 percent.....	9,836,457	100.0	7,238,470	73.6	2,354,898	23.9	154,496	1.6	88,593	0.9
20 under 25 percent.....	2,229,249	100.0	630,108	28.3	1,340,357	60.1	222,478	10.0	36,306	1.6
25 under 30 percent.....	548,637	100.0	36,399	6.6	269,423	49.1	205,630	37.5	37,185	6.8
30 under 35 percent.....	219,650	100.0	12,541	5.7	45,331	20.6	112,001	51.0	49,777	22.7
35 under 40 percent.....	78,578	100.0	677	0.9	2,601	3.3	23,114	29.4	52,186	66.4
40 under 45 percent.....	28,632	100.0	6,451	22.5	1,522	5.3	1,315	4.6	19,344	67.6
45 under 50 percent.....	7,615	100.0	4,018	52.8	—	—	542	7.1	3,055	40.1
50 under 60 percent.....	2,847	100.0	1	( )	2,089	73.4	519	18.2	238	8.4
60 under 70 percent.....	582	100.0	40	6.9	227	39.0	—	—	315	54.1
70 under 80 percent.....	4	100.0	—	—	—	—	1	25.0	3	75.0
80 percent or more.....	1,891	100.0	1,126	59.5	501	26.5	253	13.4	11	0.6

( ) Less than 0.05 percent.

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

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# Form 1040 U.S. Individual Income Tax Return 1984 (2)

For the year January 1-December 31, 1984, or other tax year beginning 1984, ending 19 OMB No. 1545-0074

Use IRS label. Other, please print or type.

Your first name and initial (if joint return, also give spouse's name and initial) Last name Your social security number

Present home address (Number and street, including apartment number, or rural route) Spouse's social security number

City, town or post office, State, and ZIP code Your occupation Spouse's occupation

**Presidential Election Campaign** Do you want \$1 to go to this fund? If joint return, does your spouse want \$1 to go to this fund? Yes No Yes No Note: Checking "Yes" will not change your tax or reduce your refund.

For Privacy Act and Paperwork Reduction Act Notice, see Instructions.

**Filing Status**

1 Single

2 Married filing joint return (even if only one had income)

3 Married filing separate return. Enter spouse's social security no. above and full name here.

4 Head of household (with qualifying person). (See page 5 of Instructions.) If the qualifying person is your unmarried child but not your dependent, write child's name here.

5 Qualifying widow(er) with dependent child (Year spouse died ▶ 19). (See page 6 of Instructions.)

**Exemptions**

6a Yourself 65 or over Blind

b Spouse 65 or over Blind

c First names of your dependent children who lived with you

d Other dependents:

(1) Name	(2) Relationship	(3) Number of months lived in your home	(4) Did dependent have income of \$1,000 or more?	(5) Did you provide more than one-half of dependent's support?	Enter number of other dependents listed on 6c ▶	Enter number of other dependents added in boxes above ▶

e Total number of exemptions claimed (also complete line 35).

**Income**

7 Wages, salaries, tips, etc. 7

8 Interest income (also attach Schedule B if over \$400) 8

9a Dividends (also attach Schedule B if over \$400) 9a

9b Exclusion 9b

c Subtract line 9b from line 9a and enter the result. 9c

10 Refunds of State and local income taxes, from the worksheet on page 9 of Instructions (do not enter an amount unless you itemized deductions for those taxes in an earlier year—see page 9)

11 Alimony received 11

12 Business income or (loss) (attach Schedule C) 12

13 Capital gain or (loss) (attach Schedule D) 13

14 40% of capital gain distributions not reported on line 13 (see page 9 of Instructions) 14

15 Supplemental gains or (losses) (attach Form 4797) 15

16 Fully taxable pensions, IRA distributions, and annuities not reported on line 17 16

17a Other pensions and annuities, including rollovers. Total received 17a

17b Taxable amount, if any, from the worksheet on page 10 of Instructions 17b

18 Rents, royalties, partnerships, estates, trusts, etc. (attach Schedule E) 18

19 Farm income or (loss) (attach Schedule F) 19

20a Unemployment compensation (insurance). Total received 20a

20b Taxable amount, if any, from the worksheet on page 10 of Instructions 20b

21a Social security benefits. (see page 10 of Instructions) 21a

21b Taxable amount, if any, from the worksheet on page 11 of Instructions 21b

22 Other income (state nature and source—see page 11 of Instructions) 22

23 Add lines 7 through 22. This is your total income 23

**Adjustments to Income**

(See Instructions on page 11.)

24 Moving expense (attach Form 3903 or 3903F) 24

25 Employee business expenses (attach Form 2106) 25

26a IRA deduction, from the worksheet on page 12 26a

b Enter here IRA payments you made in 1985 that are included in line 26a above ▶

27 Payments to a Keogh (H.R. 10) retirement plan 27

28 Penalty on early withdrawal of savings 28

29 Alimony paid 29

30 Deduction for a married couple when both work (attach Schedule W) 30

31 Add lines 24 through 30. These are your total adjustments 31

**Adjusted Gross Income**

32 Subtract line 31 from line 23. This is your adjusted gross income. If this line is less than \$10,000, see "Earned Income Credit" (line 59) on page 16 of Instructions. If you want IRS to figure your tax, see page 12 of Instructions. 32

**Tax Computation**

33 Amount from line 32 (adjusted gross income) 33

34a If you itemize, attach Schedule A (Form 1040) and enter the amount from Schedule A, line 26. Caution: If you have unearned income and can be claimed as a dependent on your parent's return, check here ▶ and see page 13 of the Instructions. Also see page 13 if:  
• You are married filing a separate return and your spouse itemizes deductions, OR  
• You file Form 4563, OR • You are a dual-status alien.

(See Instructions on page 13.)

34b If you do not itemize deductions, and you have charitable contributions, complete the worksheet on page 14. Then enter the allowable part of your contributions here 34b

35 Subtract line 34a or 34b, whichever applies, from line 33 35

36 Multiply \$1,000 by the total number of exemptions claimed on Form 1040, line 6e 36

37 Taxable income. Subtract line 36 from line 35 37

38 Tax. Enter tax here and check if from ☐ Tax Table, ☐ Tax Rate Schedule X, Y, or Z, or ☐ Schedule G 38

39 Additional Taxes. (See page 14 of Instructions.) Enter here and check if from ☐ Form 4970, ☐ Form 4972, or ☐ Form 5544 39

40 Add lines 38 and 39. Enter the total 40

**Credits**

(See Instructions on page 14.)

41 Credit for child and dependent care expenses (attach Form 2441) 41

42 Credit for the elderly and the permanently and totally disabled (attach Schedule R) 42

43 Residential energy credit (attach Form 5695) 43

44 Partial credit for political contributions for which you have receipts 44

45 Add lines 41 through 44. These are your total personal credits 45

46 Subtract line 45 from 40. Enter the result (but not less than zero) 46

47 Foreign tax credit (attach Form 1116) 47

48 General business credit. Check if from ☐ Form 3800, ☐ Form 3468, ☐ Form 5884, ☐ Form 6478 48

49 Add lines 47 and 48. These are your total business and other credits 49

50 Subtract line 49 from 46. Enter the result (but not less than zero) 50

**Other Taxes**

(Including Advance EIC Payments)

51 Self-employment tax (attach Schedule SE) 51

52 Alternative minimum tax (attach Form 6251) 52

53 Tax from recapture of investment credit (attach Form 4255) 53

54 Social security tax on tip income not reported to employer (attach Form 4137) 54

55 Tax on an IRA (attach Form 5329) 55

56 Add lines 50 through 55. This is your total tax 56

**Payments**

57 Federal income tax withheld 57

58 1984 estimated tax payments and amount applied from 1983 return 58

59 Earned income credit. If line 33 is under \$10,000, see page 16 59

60 Amount paid with Form 4868 60

61 Excess social security tax and RRRA tax withheld (two or more employers) 61

62 Credit for Federal tax on gasoline and special fuels (attach Form 4136) 62

63 Regulated Investment Company credit (attach Form 2439) 63

64 Add lines 57 through 63. These are your total payments 64

**Refund or Amount You Owe**

65 If line 64 is larger than line 56, enter amount OVERPAID 65

66 Amount of line 65 to be REFUNDED TO YOU 66

67 Amount of line 65 to be applied to your 1985 estimated tax 67

68 If line 56 is larger than line 64, enter AMOUNT YOU OWE. Attach check or money order for full amount payable to "Internal Revenue Service." Write your social security number and "1984 Form 1040" on it. (Check ☐ if Form 2210 (2210F) is attached. See page 17 of Instructions.) 68

Under penalties of perjury, I declare that I have examined this return and accompanying schedules and statements, and to the best of my knowledge and belief, they are true, correct, and complete. Declaration of preparer (other than taxpayer) is based on all information of which preparer has any knowledge.

**Please Sign Here**

Your signature Date Spouse's signature (if filing jointly, BOTH must sign)

Preparer's signature Date

Check if self-employed ☐ Preparer's social security no.

Firm's name (or yours, if self-employed) and address E.I. No.

ZIP code



# 1984

## Instructions for preparing Form 1040

### and instructions for Schedules A, B, C, D, E, F, and SE

(Tax Table—pages 36-41)

#### From the Commissioner

Here is the information you need to prepare Form 1040 and related schedules. You may, however, be able to file one of our shorter forms, Form 1040A or 1040EZ, instead. If you are single and have no dependents, you may be able to file Form 1040EZ. Check "Which Form To File" on page 3 of the instructions to see which form you should use this year.

There have been a number of changes to the forms this year because of recent tax legislation. Major changes are explained on page 2 under "Important Tax Law Changes." I urge you to read these carefully before you begin to prepare your return this year.

Many people find that rounding off cents to whole dollars makes calculations easier. Rounding is easy too. Just drop amounts under 50 cents and increase amounts that are 50 cents or more to the next whole dollar. See the instructions on page 8.

Be sure to report all your income. In fairness to the vast majority of taxpayers who correctly report all their income, we make every effort to identify others who understate their income. If we must increase your tax liability after you file your return, it can be more costly for you than accurate reporting when you file because of interest and penalties you may be charged.

A number of Americans have seen fit to make voluntary contributions to reduce the public debt. In 1984, we received approximately 2,500 contributions totaling almost \$400,000. If you wish to contribute, just enclose in your tax return envelope a separate check made payable to "Bureau of the Public Debt." Subject to the limitations on charitable contributions, you can deduct this contribution on your 1985 tax return. But please be sure to keep your contribution to reduce the public debt separate from any amount you owe on your tax return. Make your check for taxes payable to "Internal Revenue Service."

After completing your return, check to make sure it is correct, sign it, and mail it early. Please be sure to keep a copy for your records. If you have suggestions for improving the forms or instructions, please write and let us know.

Thank you for your cooperation.

*Roscoe L. Egger, Jr.*

Roscoe L. Egger, Jr.  
Commissioner of Internal Revenue

## Important Tax Law Changes

### Tax Rate Reduced

The rate of tax for all brackets has been reduced for 1984. However, no additional computation is needed because the reduction has already been built into the Tax Table and the Tax Rate Schedules.

### Social Security Benefits May Be Taxable

If you received social security benefits in 1984, part of these benefits may be taxable under certain conditions. Be sure to read the IRS Notice 703 that you should get from the Social Security Administration with Form SSA-1099 by January 31, 1985. See the instructions for line 21a that begin on page 10.

### Credit for the Elderly and Permanently and Totally Disabled

The rules for taking the credit for the elderly have changed and the disability income exclusion no longer applies. But, you may be able to take the credit for the elderly and the permanently and totally disabled if, by the end of 1984, you were either 65 or over; or you were under 65, you retired on permanent and total disability, and you received taxable disability income in 1984.

See Schedule R, Credit for the Elderly and the Permanently and Totally Disabled, for more details.

### Tax Shelter Registration Number

A person who sells (or otherwise transfers) to you an interest in a tax shelter after August 31, 1984, must maintain a list of investors and give you the tax shelter registration number assigned to the tax shelter. You must attach to your tax return Form 8271, Investor Reporting of Tax Shelter Registration Number, to report this number. Penalties are provided if you fail to report this number on your tax return.

### Deduction for Charitable Contributions

Generally, for 1984, if you do not itemize your deductions, you can deduct 25% of your qualified charitable contributions, but not more than \$75 (\$37.50 if married filing separately). See the instructions for line 34b on page 14 for more details.

### Deduction for Medical and Dental Expenses

Some of the rules for deducting medicines and drugs have changed. Also, certain lodging expenses for medical care may be deducted. See the instructions for medical and dental expenses on page 19 for more details.

### Credit for Owners of Diesel-Fueled Vehicles

You may be able to take a special credit for 1984 if, on January 1, 1985, you

have a 1979 or newer model diesel-powered car, van, or light truck. Get Form 4136 for details.

### Highlights of 1985 Tax Changes

There are a number of tax law changes that may affect your tax return for 1985. Some of the changes for 1985 include new rules for:

- alimony and separate maintenance payments,
- head of household filing status,
- earned income credit,
- exemption for a dependent child of divorced or separated parents, and
- estimated taxes.

For more details on changes for 1985, get Publication 553, Highlights of 1984 Tax Changes.

### Recordkeeping for Certain Trade or Business Expenses

Beginning in 1985, in general, you must keep adequate and contemporaneous records to prove the accuracy of:

- any travel, entertainment, and gift expenses you deduct, and
- the business use of your auto and certain other property used in your trade or business or held for the production of income.

For more details on the new recordkeeping rules, get Publication 463, Travel, Entertainment, and Gift Expenses and Publication 583, Information for Business Taxpayers.

### New Telephone Service for Tax Refund Information

If it has been at least 10 weeks since you mailed your 1984 tax return, you may be able to call a special telephone number for your area to find out the status of your income tax refund. For details on how to use this service, see How To Use Tele-Tax Information (the page numbers are in the index).

### Employment Taxes for Household Employers

If you have a household employee, both you and the employee may have to pay a share of the social security tax on the employee's wages. You may also have to pay Federal unemployment tax, which is for your employee's unemployment insurance. For more details, get Publication 503, Child and Dependent Care Credit, and Employment Taxes for Household Employers.

## Important Reminders

### Estimated Tax Payments—Retirees and Others With Income Not Subject to Income Tax Withholding

If you have income generally not subject to income tax withholding (such as interest, dividends, pensions, or capital gains), you may have to make estimated tax payments. If you do not pay enough estimated tax or do not have enough tax withheld, you may be charged a penalty. For more details, see Publication 505, Tax Withholding and Estimated Tax.

### Could You Pay Less Tax by Income Averaging?

If there has been a large increase in your income this year, you may be able to pay less tax by using the income

averaging method to figure your tax. However, some of the rules for income averaging have changed, and fewer people may be eligible to income average. Get Schedule G (Form 1040) to see if you qualify.

### Do You Want More or Less Income Tax Withheld in 1985?

If the refund you receive is large, you may want to decrease your withholding for 1985. If you are a working married couple, or had two or more jobs, or had income not subject to withholding, you may need to have more tax withheld to avoid owing IRS a large amount. See Income Tax Withholding for 1985 on page 17 for more details.

## How To Use the Form 1040 Instruction Booklet

The Form 1040 instructions are divided into 5 main sections.

### Section 1 Filing Information

- **Section 1** contains information on who must file, how to choose the correct form to use, and when to file a return.
- **Section 2** contains helpful steps to get you ready to prepare your return.
- **Section 3** contains line-by-line instructions for most of the lines on the return.
- **Section 4** contains general information.
- **Section 5** contains instructions for many of the schedules that may be attached to Form 1040.

If you follow the steps in Section 2 and the line-by-line instructions in Section 3, we feel you can fill in your return quickly and accurately. You may also find some of the publications and Tele-Tax information listed in the instructions helpful if you need more details.

First, be sure you need to file a tax return. Your marital status, filing status, age, and gross income determine whether you have to file a tax return. Gross income usually means money, goods, and property you received on which you must pay tax. It does not include nontaxable benefits. See pages 7 and 8 of these instructions to find out which types of income you should include.

Use the following chart to see whether you must file a tax return.

#### Who Must File

You must file a tax return if—

**Your marital status at the end of 1984 was:**

Single (including divorced and legally separated)

Married with a dependent child and living apart from your spouse all year

Married and living with your spouse at end of 1984 (or on the date your spouse died)

Married, not living with your spouse at end of 1984

Widowed in 1983 or 1982 and not remarried in 1984

Widowed before 1982 and not remarried in 1984

and your filing status is:	and at the end of 1984 you were:	and your gross income was at least:
Single or Head of household	under 65	\$3,300
	65 or over	\$4,300
Single or Head of household	under 65	\$3,300
	65 or over	\$4,300
Married, joint return	under 65 (both spouses)	\$5,400
	65 or over (one spouse)	\$6,400
	65 or over (both spouses)	\$7,400
Married, separate return	any age	\$1,000
Married, joint return	any age	\$1,000
Married, separate return	any age	\$1,000
Single or Head of household	under 65	\$3,300
	65 or over	\$4,300
Qualifying widow(er) with dependent child	under 65	\$4,400
	65 or over	\$5,400
Single or Head of household	under 65	\$3,300
	65 or over	\$4,300

**Other Filing Requirements.** Even if your income was less than the amounts shown above, you must file a return if any one of the following applied for 1984:

- You could be claimed as a dependent on your parent's return and you had \$1,000 or more in income that was not earned income—for example, taxable interest and dividends.
- You owe any special taxes, such as:
  - social security tax on tips you did not report to your employer;
  - uncollected social security tax or RRTA tax on tips you reported to your employer;
  - alternative minimum tax;
  - tax on an Individual Retirement Arrangement (IRA); or
  - tax from recapture of investment credit.
- You received any advance earned income credit (EIC) payments from your employer(s).
- You had net earnings from self-employment income of at least \$400.
- You had wages of \$100 or more from a church or qualified church-controlled organization that is exempt from employer social security taxes.

- You exclude income from sources within U.S. possessions and your gross income was at least \$1,000.

These rules apply to all U.S. citizens and resident aliens. They also apply to those nonresident aliens and dual-status aliens who are married to citizens or residents of the United States at the end of 1984 and who have elected to be treated as resident aliens.

**Note:** Different rules apply if you were a nonresident alien at any time during 1984 (except as mentioned above). You may have to file Form 1040NR, U.S. Nonresident Alien Income Tax Return. Also get Publication 519, U.S. Tax Guide for Aliens.

#### Who Should File

Even if you do not have to file, you should file to get a refund if Federal income tax was withheld from any payments to you. Also file if you can take the earned income credit. If you file for either of these reasons only, you may be able to use Form 1040A (or in some instances, Form 1040EZ).

#### When To File

You should file as soon as you can after January 1, but not later than April 15, 1985.

If you file late, you may have to pay penalties and interest. Please see the instructions for Penalties and Interest on page 18.

If you know that you cannot file by the due date, you should ask for an extension using Form 4868, Application for Automatic Extension of Time to File U.S. Individual Income Tax Return.

**Note:** Form 4868 does not extend the time to pay your income tax. See the instructions for Form 4868.

If you are living or traveling outside the country on April 15, you can get an automatic two-month extension of time to file. Just attach a statement to your return explaining the details.

#### Which Form To File

##### You MAY Be Able To Use Form 1040EZ If:

- You were single and claim only your own personal exemption,
- You had only wages, salaries, and tips, and not more than \$400 of interest income.
- Your taxable income is less than \$50,000.

Page 3

- You claim the partial deduction for charitable contributions.

##### You MAY Be Able To Use Form 1040A If:

- You had income from wages, salaries, tips, unemployment compensation, interest, or dividends.
  - Your taxable income is less than \$50,000.
  - You do not itemize deductions.
  - You deduct certain payments to your Individual Retirement Arrangement (IRA).
  - You claim a credit for child and dependent care expenses.
  - You claim the partial deduction for charitable contributions.
- Since Forms 1040A and 1040EZ are easier to complete than Form 1040, you should use one of them unless Form 1040 lets you pay less tax. However, even if you meet the above tests, you may still have to file Form 1040.

##### You MUST Use Form 1040 If:

- Your taxable income is \$50,000 or more.
- You itemize deductions. (Read line 34a instructions on page 13 to see if it would benefit you to itemize deductions.)
- Your spouse files a separate return and itemizes deductions. Exception: You may still use Form 1040A if you have a dependent child and can meet the tests on page 5 under Married Persons Who Live Apart.
- You can be claimed as a dependent on your parents' return AND you had interest, dividends, or other unearned income of \$1,000 or more.
- You are a qualifying widow(er) with a dependent child.
- You were a nonresident alien during any part of 1984 and do not file a joint return. (You may have to file Form 1040NR.)
- You were married at the end of 1984 to a nonresident alien who had U.S. source income and who has not elected to be treated as a resident alien. Exception: You may be able to use Form 1040A if you meet the tests on page 5 under Married Persons Who Live Apart.
- You received taxable social security benefits or tier 1 railroad retirement benefits.
- You received interest as a nominee.
- You received or paid accrued interest on securities transferred between interest payment dates.
- You received any nontaxable dividends, capital gain distributions, dividends as a nominee, or you elect to exclude qualified reinvested dividends from a qualified public utility.
- You are required to fill in Part III of Schedule B for Foreign Accounts and Foreign Trusts (see page 23 of the instructions).
- You take any of the Adjustments to Income shown on Form 1040, lines 24, 25, 27, 28, 29, or any write-in amount included on line 31.
- You claim any of the credits on Form 1040, lines 42, 43, 47, 48, or any write-in credit included on line 49.

Page 4

- You owe any of the taxes on Form 1040, lines 39, 51 through 55, or any write-in amount included on line 56.
- You claim any of the payments on Form 1040, lines 58, 62, 63, or any write-in amount included on line 64.
- You file any of these forms:

Form 1040-ES, Estimated Tax for Individuals, for 1984 (or if you want to apply any part of your 1984 overpayment to estimated tax for 1985).

Schedule G, Income Averaging.

Form 2210, Underpayment of Estimated Tax by Individuals.

Form 2555, Foreign Earned Income.

Form 4563, Exclusion of Income From Sources in United States Possessions.

Form 8271, Investor Reporting of Tax Shelter Registration Number.

## Section 2 Steps for Preparing Your Return

Follow the 6 useful steps below to help you prepare your return. If you follow these steps and read the line-by-line instructions, we feel that you can fill in your return quickly and accurately.

### Step 1

#### Get all of your records together.

**Income Records.** These include any Forms W-2, W-2G, W-2P, and 1099 that you may have. If you don't get a Form W-2 by January 31, or if the one you get isn't correct, please contact your employer as soon as possible. Only your employer can give you a Form W-2, or correct it. If you cannot get a Form W-2 by February 15, call the toll-free telephone number listed in the instructions for your area.

If you have someone prepare your return for you, make sure that person has all your income and expense records so he or she can fill in your return correctly. Remember, if someone else prepares your return incorrectly—you are still responsible.

#### Itemized Deductions and Tax Credits.

Pages 14 through 22 of these instructions tell you what credits and itemized deductions you can take. Some of the records you may need are:

- Medical and dental payment records.
- Real estate and personal property tax receipts.
- Interest payment records for items such as a home mortgage and installment payments on cars or appliances.
- Records of payments for child and dependent care so you could work.

### Step 2

#### Get any forms, schedules, or publications you need.

In general, we mail forms and schedules to you based on what you filed last year. Before you fill in your return, look it over to see if you need more forms or schedules.

If you think you will need any other forms, get them before you start to fill in your return. Your local bank, post office, or public library may have some of them. Or you can use the order blank on the next to the last page of this instruction booklet. We will send you the forms, schedules, instructions, and publications you ask for.

### Step 3

Check your return to make sure it is correct.

### Step 4

Use the mailing label we sent you.

The label helps us identify your account, saves processing time, and speeds refunds.

### Step 5

Sign and date your return.

Form 1040 is not considered a return unless you sign it. Your spouse must also sign if it is a joint return.

### Step 6

Attach all necessary forms and schedules.

Attach the first copy of Copy B of Forms W-2, W-2G, and W-2P to the front of Form 1040. Attach schedules and forms in "sequence number" order. The number is, just below the year in the upper right corner of the schedule or form.

If you need more space on forms or schedules, attach separate sheets and use the same arrangement as the printed forms. But show your totals on the printed forms. Please use sheets that are the same size as the forms and schedules. Be sure to put your name and social security number on these separate sheets.

If you owe tax, be sure to attach your payment to the front of Form 1040.

**Note:** Please use the envelope that came with your return. Envelopes with insufficient postage will be returned by the post office.

## Section 3 Line-By-Line Instructions

### Name, Address, and Social Security Number Blocks

Please use the mailing label from the forms booklet we sent you. But don't attach your label to your return until you complete the return. Make sure the label is correct. If it isn't, mark through the label and make corrections on the label. Show your apartment number if you have one. If you do not have a label, print or type your name, address, and social security number.

If the label is for a joint return and the social security numbers are not listed in the same order as the first names, show the numbers in the correct order.

**Note:** If the post office delivers mail to your P.O. box number rather than to your street address, use your P.O. box number instead of your street address.

**Social Security Number.** If you are married, give social security numbers for both you and your spouse whether you file joint or separate returns.

If your spouse is a nonresident alien, has no income, and does not have a social security number, write "NRA" in the block for your spouse's social security number.

If you don't have a social security number, please get Form SS-5 from a Social Security Administration (SSA) office. File it with your local SSA office early enough to get your number before April 15. If you do not get the number by then, file your return without it and write "Applied for" in the block for your social security number.

**Name Change.** If you have changed your name because of marriage, divorce, etc., make sure you immediately notify the Social Security Administration (SSA) so the name on your tax return is the same as the name SSA has on its records. This may prevent delays in issuing your refund.

**Joint Return.** If you are married, filing a joint return, show the social security numbers in the same order that you show your first names. If you are filing a joint return and have different last names, please separate the names with an "and." For example: "John Brown and Mary Smith."

Remember to show your occupation(s) in the spaces in the upper right corner just below the social security number blocks.

## Presidential Election Campaign Fund

Congress established this fund to support public financing of Presidential election campaigns.

You may have \$1 to go to the fund by checking the **Yes** box. On a joint return, each of you may choose to have \$1 go to this fund, or each may choose not to. One may choose to have \$1 go to this fund and the other may choose not to.

If you check **Yes**, it will not change the tax or refund shown on your return.

Do not claim this amount as a credit for political contributions on line 44.

## Filing Status

### Lines 1 through 5 Boxes

#### Single

Consider yourself single if on December 31 you were unmarried or separated from your spouse either by divorce or separate maintenance decree and you do not qualify for another filing status. State law governs whether you are married, divorced, or legally separated.

If you were married on December 31, consider yourself married for the whole year. If you meet the tests explained on this page for **Married Persons Who Live Apart**, you may consider yourself single for the whole year.

If your spouse died during 1984, consider yourself married to that spouse for the whole year, unless you remarried before the end of 1984.

## Married

### Joint or Separate Returns?

**Joint Returns.** Most married couples will pay less tax if they file a joint return. You must report all income, exemptions, deductions, and credits for you and your spouse. Both of you must sign the return, even if only one of you had income.

You and your spouse can file a joint return even if you did not live together for the whole year. Both of you are responsible for any tax due on a joint return, so if one of you does not pay, the other may have to.

**Note:** If you file a joint return, you may not, after the due date of the return, choose to file separate returns for that year.

If your spouse died in 1984, you can file a joint return for 1984. You can also file a joint return if your spouse died in 1985 before filing a 1984 return. For more details on how to file the joint return, see **Death of Taxpayer** on page 19.

**Tax Tip:** If you decide not to file a joint return and plan to file a separate return, see if you can lower your tax by meeting the tests described on this page under **Married Persons Who Live Apart**. If you can, check Box 1 for Single or, if you qualify, Box 4 for Head of household.

**Special Rule for Aliens.** If at the end of 1984, you were a nonresident alien or dual-status alien married to a citizen or resident of the United States, you may be able to file a joint return with your spouse. If you do file a joint return, you and your spouse must agree to be taxed on your combined worldwide income.

For more details, please get Publication 519, U.S. Tax Guide for Aliens.

**Separate Returns.** You can file separate returns if both you and your spouse had income, or if only one of you had income.

If you file a separate return and your spouse itemizes deductions, you must also itemize. You each report only your own income, exemptions, deductions, and credits, and you are responsible only for the tax due on your own return.

Special rules apply, however, for taxpayers who live in community property states. For more details, see Publication 555, Community Property and the Federal Income Tax.

In most instances if you file a separate return, you will pay more Federal tax because the tax rate is higher for married persons filing separately. The following also apply:

- You cannot take the deduction for a married couple when both work.
- You cannot take the credit for child and dependent care expenses in most cases.
- You cannot take the earned income credit.
- If you lived with your spouse at any time in 1984—

a. You may have to include in income the total amount of any unemployment compensation you received in 1984.

b. You cannot take the credit for the elderly and the permanently and totally disabled.

c. You may have to include in income up to one-half of any social security benefits (including any tier 1 railroad retirement benefits) you received in 1984.

- You must itemize your deductions if your spouse itemizes, even if it is not to your tax benefit to itemize deductions.

If you file a separate return, write your spouse's full name in the space after Box 3 and your spouse's social security number in the block provided for that number.

If your spouse does not file, check the boxes on line 6b that apply if you can claim the exemptions for your spouse. Please see **For Your Spouse** on page 6.

**Married Persons Who Live Apart.** Some married persons who have a child and who do not live with their spouse may file as Single or as Head of household and use tax rates that are lower than those for married persons filing separate returns. This also means that if your spouse itemizes deductions, you do not have to.

You should check Box 1 for Single if you meet ALL 4 of the following tests:

- a. You file a separate return from your spouse.
- b. You paid more than half the cost to keep up your home in 1984.
- c. Your spouse did not live with you at any time during 1984, and
- d. For over 6 months of 1984, your home was the principal home of your child or stepchild whom you can claim as a dependent.

You should check Box 4 for Head of household if you meet tests a through c above and your home in test d, above, was the dependent child's principal home for ALL of 1984. The tax rates for Head of household are even lower than the rates for Single. You may also be able to claim the earned income credit.

### Head of Household

**Tax Tip:** There are special tax rates for a person who can meet the tests for Head of household. These rates are lower than the rates for Single or for Married filing a separate return.

You may use this filing status **ONLY IF** on December 31, 1984, you were unmarried (including certain married persons who live apart, as discussed above) or legally separated and meet test a or b below:

- a. You paid more than half the cost of keeping up a home, which was the principal home of your father or mother whom you can claim as a dependent. (Your parent did not have to live with you.) OR
- b. You paid more than half the cost of keeping up the home in which you lived and in which one of the following also lived all year (except for temporary absences, such as for vacation or school):

1. Your unmarried child, grandchild, adopted child, or stepchild. (This person did not have to be your dependent, unless you qualify for Head of household under the rules listed above for **Married Persons Who Live Apart**.)

**Note:** If this child is not your dependent, you must write the child's name in the space provided on line 4.

2. Your married child, grandchild, adopted child, or stepchild. (This person must be your dependent.)

3. Any other relative listed below whom you can claim as a dependent.

Grandparent	Brother-in-law
Brother	Sister-in-law
Sister	Son-in-law
Stepbrother	Daughter-in-law, or
Stepsister	if related by blood:
Stepmother	Uncle
Stepfather	Aunt
Mother-in-law	Nephew
Father-in-law	Niece

**Note:** See the instructions for lines 6c and 6d below for the definition of "dependent."

### Special rules

1. If you receive payments under the Aid to Families with Dependent Children (AFDC) program and use them to pay part of the cost of keeping up this home, you may not count these amounts as furnished by you.

2. You cannot file as Head of household if you claim a relative in a or b above as a dependent under a Multiple Support Declaration. (See page 7 for details on dependents supported by two or more taxpayers.)

3. A foster child may qualify you for Head of household purposes if you can claim the foster child as your dependent.

### Qualifying Widow or Widower With a Dependent Child

If your spouse died in 1983 or 1982 and you did not remarry in 1984, you may be able to use joint return tax rates for 1984. You can figure your tax at joint return rates if you meet ALL 3 of the following tests:

- a. You could have filed a joint return with your spouse for the year your spouse died, even if you didn't actually do so.
- b. Your dependent child, stepchild, adopted child or foster child lived with you (except for temporary absences, such as for vacation or school).
- c. You paid over half the cost of keeping up the home for this child for the whole year.

Check Box 5, Qualifying widow(er) with dependent child, and show the year your spouse died in the space provided. Do not claim an exemption for your spouse. (You can claim the exemption only for the year your spouse died.)

If your spouse died before 1982 and you were single in 1984, you may check Box 4 if you met the tests under **Head of Household**. Otherwise you must file as Single.

## Exemptions

### Line 6a Boxes

#### For Yourself

You can always take one exemption for yourself. Take two exemptions if you were blind, or 65 or over. Take three exemptions if you were blind and 65 or over. Be sure to check all the boxes on line 6a for the exemptions you can take for yourself.

You can take the extra exemptions for age 65 or over and blindness only for yourself and your spouse. You cannot take them for dependents.

Age and blindness are determined as of December 31. However, if your 65th birthday was on January 1, 1985, you can take the extra exemption for age for 1984.

**Proof of Blindness.** If you are completely blind, attach a statement to your return to this effect.

In cases of partial blindness, you must attach to your return each year a certified statement from an eye physician or registered optometrist that:

- a. You cannot see better than 20/200 in the better eye with glasses, or contact lenses, or
- b. Your field of vision is not more than 20 degrees.

If this eye condition will never improve beyond the standards in a or b, you may submit a certified opinion to this effect from an examining eye physician. You must attach this certification to your return only once. In later years you can just include a statement referring to it.

### Line 6b Boxes

#### For Your Spouse

You can take exemptions for your spouse if you file a joint return. If you file a separate return, you can take your spouse's exemptions only if your spouse is not filing a return, had no income, and was not the dependent of someone else.

Your spouse's exemptions are like your own. Take one exemption for your spouse if your spouse was neither blind nor 65 or over. Take two exemptions if your spouse was blind or 65 or over. Take three exemptions if your spouse was blind and 65 or over. Be sure to check all the boxes on line 6b for the exemptions you can take for your spouse.

If at the end of 1984, you were divorced or legally separated, you cannot take an exemption for your former spouse. If you were separated by a divorce that is not final (interlocutory decree), you are considered married for the whole year.

If your spouse died during 1984 and you did not remarry before the end of 1984, check the boxes for the exemptions you could have taken for your spouse on the date of death.

**Nonresident Alien Spouse.** If you do not file a joint return, you may claim your spouse's exemptions only if your spouse had no income from United States sources and is not the dependent of another taxpayer. Use the boxes on line 6b to claim exemptions for a nonresident alien spouse.

When claiming your spouse's exemption, please write "NRA" above the word Spouse on line 6b.

### Lines 6c and 6d

#### Children and Other Dependents

Please enter on line 6c the first names of your dependent children who lived with you. Fill in the total number in the box to the right of the arrow.

**Birth or Death of Dependent.** You can take an exemption for a dependent who was born or who died during 1984 if he or she met the tests for a dependent while alive. This means that a baby who lived only a few minutes can be claimed as a dependent.

For more information, please get Publication 501, Exemptions.

Enter on line 6d the full names and other information for your other dependents, including your dependent children who did not live with you. Fill in the total number in the box to the right of the arrow. You can take an exemption for each person who is your "dependent."

Each person you claim as a dependent has to meet ALL 5 of these tests:

1. income;
2. support;
3. married dependent;
4. citizenship or residence; and
5. relationship.

These tests are explained below.

1. **Income.** In general, the person must have received less than \$1,000 of gross income. Gross income does not include nontaxable income, such as welfare benefits or nontaxable social security benefits.

**Special Rules for Your Dependent Child.** Even if your child had income of \$1,000 or more, you can claim your child as a dependent if tests 2, 3, and 4 below are met, and:

- Your child was under 19 at the end of 1984, or
- Your child was enrolled as a full-time student at a school during any 5 months of 1984, or
- Your child took a full-time, on-farm training course during any 5 months of 1984. (The course had to be given by a school or a State, county, or local government agency.)

The school must have a regular teaching staff, a regular course of study, and a regularly enrolled body of students in attendance.

A school includes:

- elementary, junior, and senior high schools;
- colleges and universities; and
- technical, trade, and mechanical schools.

However, school does not include on-the-job training courses or correspondence schools.

#### 2. Support

In general, you must have given over half of the dependent's support in 1984. If you file a joint return, the support can be from you or your spouse. Even if you did not give over half of the dependent's support, you will be treated as having given over half of the support if you meet the tests explained on page 7 for **Children of Divorced or Separated Parents or Dependent Taxpayers**.

In figuring total support, you must include money the dependent used for his or her own support, even if this money was not taxable (for example, gifts, savings, welfare benefits). If your child was a student, do not include amounts he or she received as scholarships.

Support includes items such as food, a place to live, clothes, medical and dental care, recreation, and education. In figuring support, use the actual cost of these items. However, the cost of a place to live is figured at its fair rental value.

Do not include in support items such as income and social security taxes, premiums for life insurance, or funeral expenses.

**Capital items**—You must include capital items such as a car or furniture in figuring support, but only if they are actually given to, or bought by, the dependent for his or her use or benefit. Do not include the cost of a capital item for the household or for use by persons other than the dependent.

If you care for a foster child, see Publication 501, Exemptions, for special rules that apply.

#### Children of Divorced or Separated Parents

If a child's parents together paid more than half of the child's support, the parent who has custody for most of the year can generally take the exemption for that child. However, the parent who does not have custody (or who has the child for the shorter time), may take the exemption if a or b below, applies.

a. That parent gave at least \$600 toward each child's support in 1984, and the decree of divorce or separate maintenance (or a written agreement between the parents) states he or she can take the exemption, OR

b. That parent gave \$1,200 or more for each child's support in 1984, and the parent who had custody cannot prove that he or she gave more than the other parent.

**Note:** In figuring support, a parent who has remarried and has custody may count the support provided by the new spouse.

**Tax Tip:** Beginning after 1984, new rules apply for claiming exemptions for children of divorced or separated parents. See Publication 504 for details.

**Dependent Supported by Two or More Taxpayers.** Sometimes two or more taxpayers together pay more than half of another person's support, but no one alone pays over half of the support. One of the taxpayers may claim the person as a dependent only if the tests for income, married dependent, citizenship or residence, and relationship, discussed on page 6 and this page are met.

In addition, the taxpayer who claims the dependent must:

a. have paid more than 10% of the dependent's support; and  
b. attach to his or her tax return a signed Form 2120, Multiple Support Declaration, from every other person who paid more than 10% of the support. This form states that the person who signs it will not claim an exemption in 1984 for the person he or she helped to support.

#### 3. Married Dependent

The dependent did not file a joint return. However, if neither the dependent nor the dependent's spouse is required to file, but they file a joint return to get a refund of tax withheld, you may claim him or her if the other four tests are met.

#### 4. Citizenship or Residence

The dependent must have been a citizen or resident of the United States, a resident of Canada or Mexico, or an alien child adopted by and living the entire year with a U.S. citizen in a foreign country.

#### 5. Relationship

The dependent met test a or b below.

a. Was related to you (or your spouse if you are filing a joint return) in one of the following ways:

Child	Stepbrother	Son-in-law
Stepchild	Stepsister	Daughter-in-law
Mother	Stepmother	or, if related by blood:
Father	Stepfather	
Grandparent	Mother-in-law	Uncle
Brother	Father-in-law	Aunt
Sister	Brother-in-law	Nephew
Grandchild	Sister-in-law	Niece

**Note:** Any relationships that have been established by marriage are not ended by death or divorce.

b. Was any other person who lived in your home as a member of your household for the whole year. A person is not a member of your household if at any time during your tax year the relationship between you and that person violates local law.

The word child includes:

- Your son, daughter, stepson, or stepdaughter, or adopted son or daughter.
- A child who lived in your home as a member of your family if placed with you by an authorized placement agency for legal adoption.
- A foster child (any child who lived in your home as a member of your family for the whole year).

#### Line 6e

Add the numbers you entered in the boxes for lines 6a, b, c, and d. Enter the total in the box on line 6e.

### Income

#### Examples of Income You Do Not Report

(Do not include these amounts when you decide if you must file a return.)

Welfare benefits.

Disability retirement payments (and other benefits) paid by the Veterans' Administration.

Worker's compensation benefits, insurance damages, etc., for injury or sickness.

Child support.

Gifts, money, or other property you inherited or that was willed to you.

Dividends on veterans' life insurance.

Life insurance proceeds received because of a person's death.

Interest on certain State and municipal bonds.

Amounts you received from insurance because you lost the use of your home due to fire or other casualty to the extent the amounts were more than the cost of your normal expenses while living in your home. (You must report as income reimbursements for normal living expenses.)

Amounts an employer contributed on your behalf and benefits provided to you as an employee or the spouse or dependent of an employee, under a qualified group legal services plan.

Cancellation of certain student loans, on or after January 1, 1983, where the student, under the terms of the loan, performs certain professional services for any of a broad class of employers.

#### Examples of Income You Must Report

The following kinds of income should be reported on Form 1040, or related forms and schedules. You may need some of the forms and schedules listed below.

Wages, including salaries, bonuses, commissions, fees, and tips.

Dividends (Schedule B).

Interest (Schedule B) on:

bank deposits, bonds, notes;  
U.S. Savings Bonds;  
mortgages on which you receive payments;  
tax refunds;  
certain arbitrage bonds issued by State and local governments; and accounts with savings and loan associations, mutual savings banks, credit unions, etc.

In general, most Federal social security benefits (and tier 1 railroad retirement benefits) are not taxable. However, beginning in 1984, in certain instances, part of these benefits may be taxable. See line 21 instructions on page 10.

Original Issue Discount (Schedule B).

Unemployment compensation (insurance) (see page 10).

Distributions from an Individual Retirement Arrangement (IRA), including SEPs and DECs.

Amounts received in place of wages, from accident and health plans (including sick pay and disability pensions) if your employer paid for the policy.

Bartering income (fair market value of goods or services you received in return for your services).

Business expense reimbursements you received that are more than you spent for these expenses.

Alimony, separate maintenance, or support payments received from and deductible by your spouse or former spouse.

Refunds of state and local taxes if you deducted the taxes in an earlier year and got a tax benefit for these taxes.

Life insurance proceeds from a policy you cashed in if the proceeds are more than the premium you paid.

Profits from businesses and professions (Schedule C).

Your share of profits from partnerships and S corporations (Schedule E).

Profits from farming (Schedule F).

Pensions, annuities, and endowments.

Tier 2 and supplemental annuities under the Railroad Retirement Act.

Lump-sum distributions (Form 4972 or Form 5544). (See page 10).

Gains from the sale or exchange (including barter) of real estate, securities, coins, gold, silver, gems, or other property (Schedule D or Form 4797).

Gains from the sale of your personal residence (Schedule D and Form 2119).

Rents and royalties (Schedule E).

Your share of estate or trust income (Schedule E), including accumulation distributions from trusts (Form 4970).

Prizes and awards (contests, raffles, lottery, and gambling winnings).

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Earned income from sources outside the United States (Form 2555).

Director's fees.

Fees received for jury duty and precinct election board duty.

Fees received as an executor or administrator of an estate.

Embezzled or other illegal income.

#### U.S. Citizens Living Abroad

Generally, foreign source income must be reported. Get Publication 54, Tax Guide for U.S. Citizens and Resident Aliens Abroad, for more details.

#### Rounding Off to Whole Dollars

You may round off cents to the nearest whole dollar on your return and schedules. But, if you do round off, do so for all amounts. You can drop amounts under 50 cents. Increase amounts from 50 to 99 cents to the next dollar. For example: \$1.39 becomes \$1 and \$2.69 becomes \$3.

#### Community Property States

Community property States are: Arizona, California, Idaho, Louisiana, Nevada, New Mexico, Texas, and Washington.

If you and your spouse live in a community property State, you must follow State law to determine what is community income and what is separate income. However, different rules could apply if:

- you and your spouse lived apart all year,
- you do not file a joint return, and
- no part of the community income you earn is transferred to your spouse.

Please get Publication 555, Community Property and the Federal Income Tax, for more details.

#### Line 7

##### Wages, Salaries, Tips, Etc.

Show the total of all wages, salaries, fees, commissions, tips, bonuses, supplemental unemployment benefits, and other amounts you were paid before taxes, insurance, etc., were taken out. For information on allocated tips, get Publication 531, Reporting Income From Tips.

Include in this total:

- The amount that should be shown in Box 10 on Form W-2. Report all wages, salaries, and tips you received, even if you do not have a Form W-2.
- Tips received that you did not report to your employer. (Show any social security tax due on these tips on line 54—see the instructions on page 15.)

**Note:** An employee who fails to report the full amount of his or her tip allocation as gross income must be able to prove the lesser amount reported with adequate records.

- Certain disability pensions if you are under age 65.

**Note:** Except for certain disability income, pensions shown on Form W-2P are reported on line 16 or line 17a of Form 1040.

- Payments by insurance companies, etc., not included on Form W-2. If you receive

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sick pay or a disability payment from anyone other than your employer, and it is not included in the wages shown on Form W-2, include it on line 7. Attach a statement showing the name and address of the payer and amount of sick pay or disability income. (See Form W-4S for information on withholding of Federal income tax from your sick pay.)

- Fair market value of meals and living quarters if given by your employer as a matter of your choice and not for your employer's convenience. Don't report the value of meals given you at work if they were provided for your employer's convenience. Also do not report the value of living quarters you had to accept on your employer's business premises as a condition of employment.

- Strike and lockout benefits paid by a union from union dues. Include cash and the fair market value of goods received. Don't report benefits that were gifts.

- Any amount your employer paid for your moving expenses (including the value of services furnished in kind), whether or not included on Form W-2.

**Note:** You must report on line 7 all wages, salaries, etc., paid for your personal services, even if the income was signed over to a trust (including an IRA), another person, a corporation, or tax-exempt organization.

For more details on reporting income received in the form of goods, property, meals, stock options, etc., get Publication 525, Taxable and Nontaxable Income.

#### Line 8

##### Interest Income

Enter your TOTAL taxable interest income. If the total interest is more than \$400, first fill in Schedule B. (The instructions for Schedule B begin on page 22.)

Report any interest you received or that was credited to your account so you could withdraw it. (It does not have to be entered in your passbook.) Generally, the payer will send you a Form 1099-INT for this interest.

If you received interest as a nominee for someone else, see Schedule B instructions on page 22.

**Caution:** Be sure to give each payer of interest income your correct social security number. Otherwise, the payer may withhold 20% of the interest. You may also be subject to penalties.

For more information, get Publication 550, Investment Income and Expenses.

#### Examples of Interest Income You Must Report

Report interest from:

- Accounts (including certificates of deposit and money market accounts) with banks, credit unions, and savings and loan associations.
- Building and loan accounts.
- Notes, loans, and mortgages. Special rules apply to loans with below-market interest rates. See Publication 525.
- Tax refunds (report only the interest on them as interest income).
- Bonds and debentures. Also arbitrage bonds issued by State and local

governments after October 9, 1969. (Do not report interest on other State and local bonds and securities.) Also report as interest any gain on the disposition of certain market discount bonds issued to you after July 18, 1984, to the extent of the accrued market discount.

- U.S. Treasury bills, notes, and bonds.
- U.S. Savings Bonds. The interest is the yearly increase in the value of the bond. Interest on Series E or EE bonds can be reported using method a or b below.

a. Report the total interest when you cash the bonds, or when they reach final maturity and no longer earn interest; OR  
b. Each year report on your return the yearly increase of the bonds' value.

If you change to method b, report the entire increase in all your bonds from the date they were issued. Each year after report only the yearly increase. Once you have used method b to report your interest, you must continue to do so for all your U.S. Savings Bonds.

**Note:** If you receive for 1984 a Form 1099-INT for U.S. Savings Bond interest, which includes amounts reported before 1984, see Publication 550.

• Original Issue Discount (OID). This is the difference between the issue price of a bond (or other obligation) and the stated redemption price at maturity. If the bond was issued at a discount after May 27, 1969 (or for certain noncorporate bonds after July 1, 1982), include in your interest income the discount for the part of the year you held it. Also include any stated interest shown on Form 1099-OID.

If you bought bonds at original issue and held them for all of 1984 or the part of 1984 that they were outstanding, include in interest income the total OID from Form 1099-OID. If these bonds were outstanding for all of 1984, but you did not hold them for all of 1984, figure your taxable OID as follows:

a. Bonds issued before July 2, 1982—Divide the total OID by 12 and multiply the result by the number of complete and partial months (for example, 6½ months) you held the bonds in 1984.

b. Bonds issued after July 1, 1982—Divide the total OID by 365 and multiply the result by the number of days you held the bonds in 1984, or follow the more detailed rules described in Publication 1212, List of Original Issue Discount Obligations.

If you had OID for 1984, but did not receive Form 1099-OID, or if the price you paid for the bond is more than the issue price plus accumulated OID, get Publication 1212. It provides total OID on the bonds listed and gives computational information.

#### Line 9a

##### Dividends

Dividends are distributions of money, stock, or other property that corporations pay to stockholders. They also include dividends you receive through a partnership, S corporation, or an estate or trust. Payers include nominees or other agents. Generally, the payer will send you a Form 1099-DIV for these dividends.

If you received dividends as a nominee for someone else, see Schedule B instructions on page 22.

**Caution:** Be sure to give each payer of dividends your correct social security number. Otherwise, the payer may withhold 20% of the dividend income. You may also be subject to penalties.

If the total dividends, including capital gain and nontaxable distributions, are more than \$400, or you elect to exclude qualified reinvested dividends from a qualified public utility, first fill in Schedule B. (The instructions for Schedule B begin on page 22.) If you received \$400 or less in dividends, include only the ordinary dividends on line 9a.

#### Dividends Include:

- **Ordinary dividends.** These are paid out of earnings and profits and are ordinary income. Assume that any dividend you receive is an ordinary dividend unless the paying corporation tells you otherwise.
- **Capital gain distributions.** If you have other capital gains or losses, you should also enter your capital gain distributions on Schedule D. If you don't need Schedule D to report any other gains or losses, don't use it. Instead, show 40% of your capital gain distributions on Form 1040, line 14.
- **Nontaxable distributions.** Some distributions are nontaxable because they are a return of your cost. They will not be taxed until you recover your cost. You must reduce your cost (or other basis) by the amount of nontaxable distributions received. After you get back all of your cost (or other basis), you must report these distributions as capital gains.

**Note:** Generally, payments from a Money Market Fund are dividends.

#### Do Not Report as Dividends

- Mutual insurance company dividends that reduced the premiums you paid.
- Amounts paid on deposits or accounts from which you could withdraw your money, such as mutual savings banks, cooperative banks, and credit unions. Remember to report these amounts as interest on line 8.

#### Exclusion for Dividend Reinvestment In Stock of Public Utilities

If you own stock in a qualified public utility and choose to receive your dividends in qualified common stock rather than in cash or other property, you may exclude up to \$750 (\$1,500 on a joint return) of the qualified common stock dividends distributed to you. See Schedule B instructions for details.

#### Line 9b

##### Dividend Exclusion

You can exclude (subtract) up to \$100 of qualifying dividend income, if you and your spouse file a joint return, you can subtract up to \$200, regardless of which spouse received the dividends.

Dividends must be from a domestic corporation to qualify for the exclusion. Dividends from mutual funds (other than money market funds) generally qualify for the exclusion. The corporation will tell you how much of the dividend qualifies.

Taxable dividends from the following corporations do not qualify for the exclusion:

- Money Market Funds unless the corporation has told you how much of the dividends qualify.

- Foreign corporations, including dividends from controlled foreign corporations.
- Exempt organizations (charitable, fraternal, etc.) and exempt farmers' cooperative organizations.

#### Line 10

##### Refunds of State and Local Income Taxes

If you received a refund (or credit or offset) of State or local income taxes in 1984 that you paid before 1984, you may receive Form 1099-G, Statement for Recipients of Certain Government Payments, showing the refund. You may have to report all or part of this amount as income if the deduction for state and local income taxes in the year you paid the taxes resulted in a tax benefit.

Do not report the refund as income if it was for a tax you paid in a year for which you did not itemize deductions on Schedule A (Form 1040), or it was for a year in which you filed Form 1040A or Form 1040EZ.

If the refund was for a tax you paid in a year for which you itemized deductions on Schedule A (Form 1040), use the following worksheet to figure the amount, if any, you must report as income for 1984.

However, see Publication 525, Taxable and Nontaxable Income, instead of using the worksheet below if either of the following applies:

- The refund you received in 1984 is for a tax year other than for 1983.
- You received a refund (other than a tax refund) in 1984 of an amount you deducted or credit you claimed in an earlier year.

#### Worksheet (Keep for your records)

1. Enter the income tax refund from Form(s) 1099-G . . . . . 1.
2. Enter the amount from your 1983 Schedule A, line 28 . . . . . 2.
3. Compare amounts on lines 1 and 2 above, and enter the smaller of the two amounts here and on Form 1040, line 10. This is the taxable part of your refund . . . . . 3.

#### Line 11

##### Alimony Received

Enter amounts you received as alimony or separate maintenance. For more details, please get Publication 504, Tax Information for Divorced or Separated Individuals.

##### Transfers of Property Between Spouses or Former Spouses

In general, no gain or loss will be recognized on a transfer of property made after July 18, 1984, between spouses, or former spouses if incident to divorce.

Both spouses or former spouses may also be able to elect to have this rule apply to all transfers made after December 31, 1983, or to transfers under any instrument in effect on or before July 18, 1984. For details on how to make this election, see Publication 504.

#### Line 12

##### Business Income or (Loss)

Enter the income or (loss) from Schedule C.

#### Line 13

##### Capital Gain or (Loss)

Enter the gain or (loss) from Schedule D.

#### Line 14

##### Capital Gain Distributions

If you do not need Schedule D for other capital transactions, enter 40% of your capital gain distributions on line 14.

#### Line 15

##### Supplemental Gains or Losses

If you sold or exchanged assets used in a trade or business, see the instructions for Form 4797. Enter the gain or (loss) from Form 4797.

#### Line 16

##### Fully Taxable Pensions, IRA Distributions, and Annuities

Use this line to report fully taxable pension and annuity income and regular individual retirement arrangement (IRA) distributions you receive. In general, you should receive a Form W-2P, showing the amount of your pension or annuity.

Your pension or annuity payments are fully taxable if:

- You did not contribute to the cost of your pension or annuity, or
- You got back tax-free your entire cost before 1984.

Fully taxable pensions and annuities also include: military retirement pay shown on Form W-2P, and distributions from an IRA (including premature distributions, but not rollovers).

Other pensions and annuities, including rollovers, should be shown on lines 17a and 17b.

For more information, get Publication 575, Pension and Annuity Income.

#### Lines 17a and 17b

##### Other Pensions and Annuities, Including Rollovers

Use lines 17a and 17b to report pension and annuity income that is not fully taxable. In general, you should receive a Form W-2P, showing the amount of your pension or annuity. Also, use these lines to report distributions from profit-sharing plans, retirement plans, employee-savings plans, and individual retirement arrangement rollovers.

If you received social security benefits or tier 1 railroad retirement benefits for 1984, in some instances, part of these benefits may be taxable. Do not use line 17 to report any of these benefits. Instead, see the instructions for line 21.

The pension, annuity, or employee-savings plan may not be taxable until a later year if:

- a. Both you and your employer contributed to it, and
- b. You will get back your full cost in 3 years or less beginning on the date you receive the first payment.

If you meet the requirements of a and b above, complete the pension and annuity worksheet on page 10 to figure the taxable part of your pension or annuity. After you get back your full cost, all payments you receive are fully taxable. Your cost includes amounts

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you contributed and amounts your employer contributed, which you reported as income.

**Example:**—You retired in 1984 with a monthly pension of \$200. Both you and your employer contributed to it. Your pension cost was \$4,925. The amount you can expect to receive within 3 years is \$7,200 (36 months x \$200 = \$7,200). Since this amount is more than your cost, you should exclude your pension until the payments total \$4,925. After that, they are fully taxable and you should report them on line 16.

For more information on pensions and annuities, including railroad retirement benefits treated as an employee pension, get Publication 575, Pension and Annuity Income. Retirees from the Federal government should get Publication 567, U.S. Civil Service Retirement and Disability.

#### Pension and Annuity Worksheet (Keep for your records)

- 1a. Enter your cost . . . . .
- b. Cost recovered in prior years . . . . .
- c. Subtract line 1b from line 1a . . . . .
2. Amount received this year. Also enter this amount on Form 1040, line 17a . . . . .
3. Amount on line 2 that is not taxable (but not more than line 1c) . . . . .
4. Taxable part (subtract line 3 from line 2). Enter here and on Form 1040, line 17b (if zero, enter 0) . . . . .

**Note:** If you had more than one pension or annuity that is not fully taxable, figure the taxable part of each separately. Enter the total of the taxable parts on Form 1040, line 17b.

If you cannot recover your cost within 3 years, you must use a special method to report your pension or annuity income. For more details, see Tele-Tax Information (tape no. 140) in the index or get Publication 575. If you must use this method, enter the amount you received this year on line 17a. Enter the taxable part on line 17b.

**Caution:** Certain transactions, such as loans against your interest in a qualified plan, may be taxable distributions and may also be subject to penalties. For more information, see Publication 575.

#### Total Distributions From Profit-Sharing, Retirement Plans, and Individual Retirement Arrangements

**Rollover Distributions.** A "rollover" is a tax-free transfer of cash or other assets from one retirement program to another. For example, there are two kinds of rollovers to an individual retirement arrangement (IRA): (1) a rollover from one IRA to another, and (2) a rollover from a qualified pension or profit-sharing plan to an IRA.

Rollover distributions are reported to you on Form 1099R. For a rollover distribution, enter the total distribution (excluding your nondeductible contribution, if any) on line 17a. If the total on line 17a was rolled over, enter zero on line 17b. Otherwise, enter the taxable part as ordinary income on line 17b.

For more details on IRA rollovers get Publication 590, Individual Retirement Arrangements (IRAs). For details on other rollovers, get Publication 575.

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**Lump-Sum Distributions.** If you received a lump-sum distribution from a profit-sharing or retirement plan, report the ordinary income part on line 16 of Form 1040 and the capital gain part on Schedule D (Form 1040). Form 1099R shows the amount of the distribution. You may pay less tax on this distribution if you are eligible to use the special averaging method. (This method cannot be used for lump-sum distributions from IRA plans.) For more details, get Form 4972, Special 10-Year Averaging Method, or Form 5544, Multiple Recipient Special 10-Year Averaging Method, and separate instructions.

#### Beneficiaries—Death Benefit Exclusion

If you are the beneficiary of a deceased employee or deceased former employee, amounts paid to you by, or on behalf of an employer because of the death of the employee may qualify for a death benefit exclusion of up to \$5,000.

Special rules apply if you are the survivor under a joint and survivor's annuity. For details, get Publication 575.

If you are entitled to this exclusion, add it to the cost of the pension or annuity.

#### Line 18

##### Rents, Royalties, Partnerships, Estates, Trusts, etc.

Enter the income or (loss) from Schedule E.

#### Line 19

##### Farm Income or (Loss)

Enter the income or (loss) from Schedule F.

#### Lines 20a and 20b

##### Unemployment Compensation

Unemployment compensation (insurance) you receive may be taxable under certain conditions.

You should receive a statement on Form 1099-G, Statement for Recipients of Certain Government Payments, showing the total unemployment compensation paid to you during the year. For payments in 1984, you should receive this statement by January 31, 1985.

**Note:** Supplemental unemployment benefits received from a company-financed supplemental unemployment benefit fund are wages. They are not considered unemployment compensation for purposes of this computation. Report these benefits on Form 1040, line 7.

**Tax Tip:** If you included in income for 1979 (or a later year) unemployment compensation benefits that were for payments made for weeks of unemployment ending before December 1, 1978, you may be able to get a refund of any tax you paid on these benefits. To claim a refund, file Form 1040X, Amended U.S. Individual Income Tax Return. For more details, get Publication 905, Tax Information on Unemployment Compensation.

To see if any of the unemployment compensation is taxable, fill in the worksheet that follows:

#### Unemployment Compensation Worksheet (Keep for your records)

Check only one box.

- ☐ A. Single—enter \$12,000 on line 8 below.
- ☐ B. Married filing a joint return—enter \$18,000 on line 8 below.
- ☐ C. Married not filing a joint return and lived with your spouse at any time during the year—enter 0 on line 8 below.
- ☐ D. Married not filing a joint return and DID NOT live with your spouse at any time during the year—enter \$12,000 on line 8 below.

1. Enter total unemployment compensation from Form(s) 1099-G. Enter here and on Form 1040, line 20a . . . . .
2. If you received an overpayment of unemployment compensation in 1984 and repaid it in 1984, enter the repayment here. Also write "repayment" and show the amount repaid on the dotted line to the left of line 20b . . . . .
3. Subtract line 2 from line 1 . . . . .
4. Add the amounts shown on Form 1040, lines 7 through 19, plus line 22 (do not include any unemployment compensation in this figure) . . . . .
5. Add lines 3 and 4 . . . . .
6. Add the amounts shown on Form 1040, lines 24 through 29, plus any write-in adjustments included in the total on line 31. Do not include any amount from line 30 . . . . .
7. Subtract line 6 from line 5 . . . . .
8. Enter 

\$12,000 if you checked box A or D, or  
\$18,000 if you checked box B, or  
0 if you checked box C

 . . . . .
9. Subtract line 8 from line 7. If zero or less, stop here, and enter 0 on Form 1040, line 20b. Otherwise, go on to line 10 . . . . .
10. Divide the amount on line 9 by 2 . . . . .
11. Taxable unemployment compensation. Enter the amount from line 9 or line 10, whichever is smaller. Also enter this amount on Form 1040, line 20b . . . . .

#### Lines 21a and 21b

##### Social Security Benefits (and Tier 1 Railroad Retirement Benefits)

Beginning in 1984, social security benefits you receive may be taxable in some instances. Social security benefits include any monthly benefit under title II of the Social Security Act or a tier 1 railroad retirement benefit. However, social security benefits do not include any Supplemental Security Income (SSI) payments.

You should receive a Form SSA-1099 showing total social security benefits paid to you for 1984, and the amount of any social security benefits you repaid in 1984. You should receive this statement by January 31, 1985. If you received tier 1 railroad retirement benefits, you should receive Form RRB-1099. For more information on the taxability of social security benefits, get Publication 915, Tax Information on Social Security Benefits (and Tier 1 Railroad Retirement Benefits). Use the worksheet that follows to see if any of your benefits are taxable.

Before you begin to complete the worksheet on page 11, you should complete Form 1040, lines 7 through 20b, 22, and 24

through 29 as they apply to you. You will need to complete lines 1 through 1040 to be able to figure the taxable part, if any, of your benefits.

**Caution:** If you take the foreign earned income exclusion or foreign housing exclusion on Form 2555, you claim an exclusion of income from sources within U.S. possessions on Form 4563, or you exclude income from sources within Puerto Rico, do not use the worksheet below to figure the taxable part, if any, of your benefits. Instead, use the worksheet in Publication 915.

### Social Security Benefits (and Tier 1 Railroad Retirement Benefits) Worksheet (Keep for your records)

Check box A, B, C, or D below, whichever applies to you. Check only one box. Then go on to line 1 of the worksheet below.

- ☐ A. Single—enter \$25,000 on line 8 below.  
☐ B. Married filing a joint return—enter \$32,000 on line 8 below.  
☐ C. Married not filing a joint return and lived with your spouse at any time during the year—enter 0 on line 8 below.  
☐ D. Married not filing a joint return and DID NOT live with your spouse at any time during the year—enter \$25,000 on line 8 below.

1. Enter the total amount from Box 5 of ALL your Forms SSA-1099 and Forms RRB-1099 (if applicable).

**Note:** If line 1 is zero or less, stop here; none of your benefits are taxable. Otherwise, go on to line 2.

2. Divide the amount on line 1 by 2.

3. Add the amounts on line 1040, lines 7 through 20b, plus line 22. Do not include here any amounts from Box 5 of Forms SSA-1099 or RRB-1099.

4. If you received any interest income in 1984 that was not taxable, enter the amount of the non-taxable interest on this line. In the space to the left of line 21b, write "TI" and show the amount of this interest, but DO NOT include this interest on line 21b.

5. Add lines 2, 3, and 4.

6. Add the amounts on Form 1040, lines 24 through 29. Also enter on this line any write-in amount included on line 31 (other than the foreign housing deduction). Do not include any amount entered on line 30 of Form 1040.

7. Subtract line 6 from line 5.

8. Enter  $\$25,000$  if you checked box A or B, or  $\$32,000$  if you checked box C, or 0 if you checked box D.

9. Subtract line 8 from line 7.

**Note:** If line 9 is zero or less, stop here. Do not enter any amounts on lines 21a and 21b because none of your benefits are taxable. Otherwise, go on to line 10.

10. Divide the amount on line 9 by 2.

11. Taxable social security benefits.

• First, enter on Form 1040, line 21a, the amount from line 11 above.

• Then, compare amounts on lines 2 and 10 above, and enter the smaller of the two amounts on this line and also on Form 1040, line 21b.

### Line 22

#### Other Income

Use line 22 to report any income you can't find a place for on your return or other schedules. Also show the nature and source of the income.

**Caution:** Do not report any income from self-employment on line 22. If you do have any income from self-employment, you must use Schedule C or Schedule F. Amounts your employer paid you for business expenses that are more than you spent for the actual business expenses should be added to the wages shown on line 7 unless they were already included in your Form W-2.

Examples of income to be reported on line 22 are:

- Prizes, awards, and gambling winnings. Proceeds from lotteries, raffles, etc., are gambling winnings. You must report the full amount of your winnings on this line. You cannot offset losses against winnings and report the difference.

If you had any gambling losses, you may take them as an itemized deduction on Schedule A. However, you cannot deduct more losses than the winnings you report.

- Repayment of medical expenses or other items such as real estate taxes that you deducted in an earlier year if they reduced your tax.

• Amounts you recovered on bad debts that you deducted in an earlier year.

**Net operating loss.** If you had a net operating loss in an earlier year to carry forward to 1984, enter it as a minus figure on line 22. Attach a statement showing how you figured the amount. See Publication 536, Net Operating Losses and the At-Risk Limits, for more details.

### Line 23

#### Total Income

Add the amounts in the column for line 7, through line 22. Enter the total on line 23.

### Adjustments to Income

#### Line 24

##### Moving Expense

Employees and self-employed persons (including partners) can deduct certain moving expenses. The move had to be in connection with your job or business.

You can take this deduction only if your change in job location has added at least 35 miles to the distance from your old residence to your work place. If you had no former principal work place, your new principal work place must be at least 35 miles from your former residence.

If you meet these requirements, you should see Form 3903 for details. Use Form 3903 to figure the amount of moving expenses to show on line 24. If you moved outside the United States or its possessions, see Form 3903F.

If your employer paid for any part of the move, you must report that as income on Form 1040, line 7. Your employer should give you Form 4782 and include that amount in total wages, tips, and other compensation on Form W-2.

### Line 25

#### Employee Business Expenses

You can deduct certain business expenses that were not paid by your employer. Travel, transportation (but not commuting to and from work), and meals and lodging can be deducted on line 25 by using Form 2106 even if you do not itemize deductions on Schedule A. All other business expenses, such as union or professional dues, tools, and uniforms, can be deducted only if you

itemize deductions on Schedule A. Outside salespersons should claim their business expenses on line 25 by using Form 2106. For details, see Tele-Tax Information (tape no. 214) in the index or get Publication 463, Travel, Entertainment, and Gift Expenses.

### Lines 26a and 26b

#### Payments to an Individual Retirement Arrangement (IRA)

You can deduct on line 26a payments made to your IRA (including those made under a Simplified Employee Pension (SEP) plan or to a plan that accepts deductible employee contributions (DECs)). Schedule C or F filers with a SEP and partners with a SEP take the deduction on line 27.

You should receive a statement showing payments made to your IRA in 1984. (The trustee or issuer of the plan will also provide IRS with this information.) Use this amount when you figure your IRA deduction, BUT please note the following:

- If you made payments to your IRA in 1984 that you deducted on your 1983 Form 1040, do not include those payments on your 1984 tax return.

- If you made payments to your IRA in 1985 (by April 15, 1985) that you want to deduct on your 1984 Form 1040, be sure to include these payments when you figure your IRA deduction for 1984.

- If your IRA deduction on line 26a is less than your IRA payments and you do not withdraw this excess payment before your return is due, you must file Form 5329 and pay the tax due on the excess payment.

- If you are married and you and your spouse work and you both have IRAs, figure each spouse's deduction separately. Then combine the two deductions and enter the total of the two amounts on line 26a.

- If you are married and made payments to your nonworking spouse's IRA for 1984, you must file a joint return for 1984 to deduct these payments.

**Note:** If you are divorced and a nonworking spouse's IRA was set up for your benefit before the divorce, special rules may apply. See Publication 590, Individual Retirement Arrangements (IRAs), for details.

- Do not include rollover payments in figuring your deduction. See line 17 instructions on page 10 for more details on rollover payments.

Use the worksheet on page 12 to figure your IRA deduction. However, if any of the following apply, use the worksheet in Publication 590 instead of the one on page 12 to figure your deduction:

1. Your employer made payments to your IRA under a SEP plan. Under a SEP plan, you can deduct the smallest of: the amount of your employer's payments to your SEP; IRA that is included in your income, 15% of your wages or other earned income, or \$30,000.

2. You made deductible employee contributions (DECs) to a qualified employer plan.

### IRA Worksheet (Keep for your records)

**Your IRA**—Complete lines 1 through 4 if you worked and had an IRA. (If you are married and both spouses work and both have IRAs, figure each spouse's deduction separately.)

1a. Amount paid to your IRA in 1984 that you are deducting for 1984.

**Note:** Do not include on line 1a any amount you paid in 1984 and deducted on your 1983 return, any employer's SEP payments, any DECs, or any rollover payments.

1b. Amount paid to your IRA in 1985, by April 15, 1985, that you are deducting for 1984.

1c. Add lines 1a and 1b. Enter the total.

2a. Enter your wages and other earned income from Form 1040, minus any deductions you claim on line 27 of Form 1040. (Do not include your spouse's income and do not reduce your wages by losses from self-employment.)

2b. If you file Form 2555, Foreign Earned Income, for 1984, enter the amount from line 37 of Form 2555. (Note: If you excluded 1983 foreign earned income on your 1984 Form 2555, see the Form 2555 instructions.)

2c. Subtract line 2b from line 2a. Enter the result.

3. Maximum amount \$2,000

4. Compare amounts on lines 1c, 2c, and 3, and enter the smallest of the three amounts on line 4. If you do not have an IRA for your nonworking spouse, stop here and enter the amount from line 4 of this worksheet on Form 1040, line 26a. Otherwise, go on to line 5a.

Complete lines 5a through 10 ONLY if you made payments to your nonworking spouse's IRA.

5a. Amount paid to your nonworking spouse's IRA in 1984 that you are deducting for 1984.

5b. Amount paid to your nonworking spouse's IRA in 1985, by April 15, 1985, that you are deducting for 1984.

5c. Add lines 5a and 5b. Enter the total.

6. Enter the amount from line 2c above.

7. Maximum amount \$2,000

8. Compare amounts on lines 5c, 6, and 7, and enter the smallest of the three amounts on line 8.

9. Add amounts on lines 4 and 8 and enter the total, but do not enter more than \$2,250.

10. Compare amounts on lines 6 and 9 and enter the smaller of the two amounts on line 10. Also enter this amount on Form 1040, line 26a.

**Caution:** You must enter on line 26b the total amount of payments, if any, you made in 1985, that you included in the total amount you deducted on line 26a.

### Line 27

#### Payments to a Keogh (H.R. 10) Retirement Plan

**Caution:** You must be self-employed to claim this deduction. Self-proprietors and partners enter the allowable deduction for contributions to your Keogh (H.R. 10) plan and your SEP on line 27.

There are two types of Keogh retirement plans:

- **Defined-contribution plan.**—This plan provides an individual account for each person in the plan. In general, if payments to the plan are geared to the employer's profits, the plan is a profit-sharing plan. If payments are not based on the employer's profits, the plan is a money purchase pension plan.

- **Defined-benefit plan.**—The deduction for this type of plan is determined by the investment needed to fund a specific benefit at retirement age. Write "DB" on the line to the left of the amount if you have a defined-benefit plan.

For more details, get Publication 560, Self-Employed Retirement Plans.

### Line 28

#### Penalty on Early Withdrawal of Savings

The Form 1099-INT given to you by your bank or savings and loan association will show the amount of any penalty you were charged because you withdrew funds from your time savings deposit before its maturity. Enter this amount on line 28. (Be sure to include the interest income on Form 1040, line 8.)

### Line 29

#### Alimony Paid

You can deduct periodic payments of alimony or separate maintenance made under a court decree. You can also deduct payments made under a written separation agreement entered into after August 16, 1954, or a decree for support entered into after March 1, 1954. Don't deduct lump-sum cash or property settlements, voluntary payments not made under a court order or a written separation agreement, or amounts specified as child support. For details, see Tele-Tax Information (tape no. 219) in the index or get Publication 504, Tax Information for Divorced or Separated Individuals.

### Line 30

#### Deduction for a Married Couple When Both Work

You can claim a deduction if:

- you are married filing a joint return,
- both you and your spouse have qualified earned income, and
- you do not exclude income earned abroad or in U.S. possessions, or claim the foreign housing deduction.

Complete Schedule W (Form 1040) to figure the amount of your deduction.

### Other Adjustments

If you can claim any of the following adjustments, include it in the total on line 31. Be sure to identify it to the left of the total and show the amount.

### Line 27

#### Payments to a Keogh (H.R. 10) Retirement Plan

**Caution:** You must be self-employed to claim this deduction. Self-proprietors and partners enter the allowable deduction for contributions to your Keogh (H.R. 10) plan and your SEP on line 27.

There are two types of Keogh retirement plans:

- **Defined-contribution plan.**—This plan provides an individual account for each person in the plan. In general, if payments to the plan are geared to the employer's profits, the plan is a profit-sharing plan. If payments are not based on the employer's profits, the plan is a money purchase pension plan.

- **Defined-benefit plan.**—The deduction for this type of plan is determined by the investment needed to fund a specific benefit at retirement age. Write "DB" on the line to the left of the amount if you have a defined-benefit plan.

For more details, get Publication 560, Self-Employed Retirement Plans.

### Line 28

#### Penalty on Early Withdrawal of Savings

The Form 1099-INT given to you by your bank or savings and loan association will show the amount of any penalty you were charged because you withdrew funds from your time savings deposit before its maturity. Enter this amount on line 28. (Be sure to include the interest income on Form 1040, line 8.)

### Line 29

#### Alimony Paid

You can deduct periodic payments of alimony or separate maintenance made under a court decree. You can also deduct payments made under a written separation agreement entered into after August 16, 1954, or a decree for support entered into after March 1, 1954. Don't deduct lump-sum cash or property settlements, voluntary payments not made under a court order or a written separation agreement, or amounts specified as child support. For details, see Tele-Tax Information (tape no. 219) in the index or get Publication 504, Tax Information for Divorced or Separated Individuals.

### Line 30

#### Deduction for a Married Couple When Both Work

You can claim a deduction if:

- you are married filing a joint return,
- both you and your spouse have qualified earned income, and
- you do not exclude income earned abroad or in U.S. possessions, or claim the foreign housing deduction.

Complete Schedule W (Form 1040) to figure the amount of your deduction.

### Other Adjustments

If you can claim any of the following adjustments, include it in the total on line 31. Be sure to identify it to the left of the total and show the amount.

**Foreign Housing Deduction.**—If you have income earned abroad and you claim a deduction for foreign housing expenses on Form 2555, enter your deduction on line 31. Write "Form 2555" in the space to the left of the total.

**Forestation/Reforestation Amortization.**—If you can claim a deduction for amortization of the costs of forestation or reforestation and you do not have to file Schedule C or Schedule F for this activity, enter your deduction on line 31. Write "Reforestation" in the space to the left of the total.

**Repayment of Sub-pay Under the Trade Act of 1974.**—If you repaid supplemental unemployment benefits (sub-pay) that you previously reported in income because you became eligible for payments under the Trade Act of 1974, enter the amount you repaid in 1984. Write "Sub-pay TRA" in the space to the left of the total. Or, you may be able to claim a credit against your tax instead. See Publication 525, Taxable and Nontaxable Income, for more details.

### Line 31

#### Total Adjustments

Add lines 24 through 30. Include any of the amounts you wrote in to the left of this total. Enter the total on this line.

### Line 32

#### Adjusted Gross Income

Subtract line 31 from line 23. If line 32 is less than \$10,000, you may be eligible to claim the Earned Income Credit. Please see the instructions for line 59 on page 16.

If line 32 is less than zero, you may have a net operating loss that you can carry to another tax year. If you carry the loss back to earlier years, see Form 1045. For more information, get Publication 536, Net Operating Losses and the At-Risk Limits.

### IRS Will Figure Your Tax and Some of Your Credits

If you want us to, we will figure your tax for you. If you paid too much, we will send you a refund. If you did not pay enough, we will bill you for the balance. You will not be charged interest or the penalty for late payment if the bill for tax due is paid within 30 days of the notice date, or by the due date for your return, whichever is later.

We can figure your tax if you meet all of the conditions described below:

- All of your income for 1984 was from one or more of these sources:

- a. Salaries, wages, and tips.
- b. Interest.
- c. Dividends.
- d. Pensions or annuities.

- You do not itemize deductions:

- You do not file Schedule G, Income Averaging.
- You do not file Form 2555, Foreign Earned Income.
- Your adjusted gross income (line 32) is not more than \$50,000.

- You (and your spouse if you are filing a joint return) sign and date your return and mail it by April 15, 1985.
- You do not want any of your refund applied to next year's estimated tax.
- You give us enough information so that we can figure the tax. Please read the following instructions:

a. Fill in the parts of your return through line 37 that apply to you. The Line-By-Line Instructions that start on page 4 explain how to fill in your return.

b. Read lines 41 through 64. Fill in the lines that apply to you, but do not fill in the Total lines. Please be sure to fill in line 57 for Federal income tax withheld. See the instruction below if you want us to figure your Credit for the Elderly and the Permanently and Totally Disabled or Earned Income Credit.

c. If you are filing a joint return, use the space under the words "Adjustments to Income" on the front of your return to show your taxable income and your spouse's taxable income separately.

d. Fill in any forms or schedules asked for on the lines you completed, and attach them to the return when you file it.

We will figure some of your credits too. Fill in your return through line 37 as explained above. Follow the instructions below and sign, date, and mail it before the due date. We will then figure these credits if you qualify:

**Credit for the Elderly and the Permanently and Totally Disabled.**—Follow the instructions below. Be sure to attach the schedule to your return. Write "CFE" on the dotted line to the left of line 42.

**Schedule R.**—Check the box for your filing status and age, and fill in lines 11 and 13 if applicable.

Also, complete Part II of Schedule R if applicable.

**Earned Income Credit.**—On line 59 of your return, write "EIC."

## Tax Computation

### Line 34a

You will fall into one of these three classes below:

- You MUST itemize deductions, or
- You choose to itemize, or
- You do not itemize.

The three classes are described below.

### You MUST itemize Deductions

You must itemize deductions if:

A. You can be claimed as a dependent on your parents' return and had interest, dividends, or other unearned income of \$1,000 or more. Generally, this means that you must complete and attach Schedule A and complete the worksheet on this page. However, there are two exceptions to this rule.

**Exception 1.** You don't have to itemize deductions on Schedule A or complete the worksheet if you have earned income\* of \$2,300 or more if single (\$1,700 or more if married filing a separate return). Enter zero (0) on line 34a and go on to line 34b.

**Exception 2.** You don't have to use Schedule A if you know that your earned income\* is more than your itemized deductions. Instead, use the worksheet on this page after completing line 33 of Form 1040 and enter your earned income on line 3 of the worksheet.

**Note:** If your unearned income is less than \$1,000, you don't have to use Schedule A or the worksheet—enter zero (0) on line 34a and go on to line 34b.

In any case, be sure to check the box below line 34a.

B. You are married, filing a separate return, and your spouse itemizes deductions.

C. You file Form 4563 and exclude income from sources in U.S. possessions. (Please see Publication 570, Tax Guide for U.S. Citizens Employed in U.S. Possessions, for more details.)

D. You had dual status as a nonresident alien for part of 1984, and during the rest of the year you were either a resident alien or a U.S. citizen. However, you do not have to itemize if you file a joint return with your spouse who was a U.S. citizen or resident at the end of 1984 and you and your spouse agree to be taxed on your combined worldwide income.

**After you've completed Schedule A:**

a. If Schedule A, line 24, is more than line 25, enter the amount from Schedule A, line 26, on Form 1040, line 34a. Do not complete the worksheet below.

b. If Schedule A, line 25, is more than line 24, do not fill in Form 1040, line 34a. Go to the worksheet below instead and complete it to figure the amount to enter on Form 1040, line 35.

### Worksheet (Keep for your records)

1. Enter the amount from Form 1040, line 33

2. If you checked Form 1040, Filing Status Box:

2 or 5, enter \$3,400

1 or 4, enter \$2,300

3, enter \$1,700

3. Enter the amount from Schedule A, line 24 (or, if you can be claimed as a dependent on your parents' return, enter earned income if earned income is more)

**Caution:** If you can be claimed as a dependent on your parents' return, be sure you check the box below line 34a of Form 1040.

4. Subtract line 3 from line 2.

5. Add lines 1 and 4. Enter here and on Form 1040, line 35. (Leave Form 1040, lines 34a and 34b blank. Disregard the instruction to subtract line 34a or 34b from line 33. Follow the rest of the instructions for Form 1040, line 35)

**The example below may help you to complete this worksheet.**

**Example.**—Walter Green is single and is claimed as a dependent on his parents' return. Walter's adjusted gross income, Form 1040, line 33, is \$4,000. Of this amount, \$1,500 was wages and \$2,500 was unearned income that he received as a beneficiary of a trust. Because Walter is being claimed as a dependent on his

parents' return and has unearned income of \$1,000 or more and earned income of less than \$2,300, he must use the worksheet. His total itemized deductions are only \$500. Since this is less than his earned income (\$1,500), he does not have to complete Schedule A. Walter enters \$2,300, the zero bracket amount for a single individual, on line 2 and his earned income on line 3. He completes the worksheet as shown below and enters the total of \$4,800 on Form 1040, line 35. He then completes his return using the instructions that follow line 35.

1. Adjusted gross income	\$4,000
2. Zero bracket amount for a single individual	\$2,300
3. Earned income	1,500
4. Subtract line 3 from line 2	800
5. Add lines 1 and 4. Enter here and on Form 1040, line 35	\$4,800

**Note:** If Walter's itemized deductions had been more than his earned income, he would have had to complete Schedule A first.

### You Choose To Itemize

You may choose to itemize your deductions if you are:

- Married and filing a joint return, or a Qualifying widow(er) with dependent child, and your itemized deductions are more than \$3,400.
- Married and filing a separate return, and your itemized deductions are more than \$1,700.
- Single, or a Head of household, and your itemized deductions are more than \$2,300.

If you do itemize, complete and attach Schedule A and enter the amount from Schedule A, line 26, on Form 1040, line 34a.

**Caution:** Certain taxpayers must itemize even though their itemized deductions are less than the amount shown above for their filing status. See "You MUST itemize Deductions" on this page.

### You Do Not Itemize

If your itemized deductions are less than the amount shown above for your filing status (or you choose not to itemize), enter zero on line 34a, unless you MUST itemize as described on this page.

**\*Earned income is income you receive for personal services you have performed. It includes wages, salaries, tips, and professional fees.**

Generally, your earned income is the total of the amount(s) you reported on Form 1040, lines 7, 12, and 19.

**Earned income does not include pay for your services that included a distribution of earnings and profits other than reasonable compensation for your work for a corporation.**

If you were engaged in a trade or business in which both your services and capital were important income-producing factors, your earned income will be based on a reasonable allowance for the services you performed. However, the earned income may not be more than 30 percent of your share of the net profits from the business.

## Line 34b

### Deduction for Charitable Contributions

You may deduct part of your charitable contributions on line 34b if you do not itemize your deductions on Schedule A (Form 1040). The amount you can deduct depends on your filing status and how much you actually gave to a qualified organization.

Include what you gave to, or for the use of, a qualified organization. Examples of qualified organizations are: churches, United Way, and nonprofit schools and hospitals.

Contributions can be cash (including checks and money orders), property, or out-of-pocket expenses paid to do volunteer work for a qualified organization.

For more details on what qualifies as a charitable contribution, see the instructions for contributions that begin on page 20.

Use the worksheet that follows to figure your deduction.

### Charitable Contributions Worksheet (Keep for your records)

1. Cash contributions (including checks, money orders, receipts, or other written evidence)	
2. Other contributions	
3. Total. Add lines 1 and 2, but do not enter more than \$300 (\$150 if married, filing separately)	
4. Applicable percentage (25%)	25
5. Multiply the amount on line 3 by the percentage on line 4. Enter here and on Form 1040, line 34b. BUT DO NOT ENTER MORE THAN \$75 (\$37.50 if married filing separately)	

## Line 36

### Exemptions

Multiply \$1,000 by the total number of exemptions you claimed on line 6e.

## Line 38

To figure your tax, use one of the following methods.

### Tax Rate Schedules

You must use the Tax Rate Schedules to figure your tax if your taxable income is \$50,000 or more.

Also use the Tax Rate Schedules if you figure your tax using:

**Income Averaging, Schedule G.**—You may pay less tax by using this method if there has been a large increase in your income this year. In some cases you may benefit even if your 1984 income did not increase substantially. This will depend on the amount of your taxable incomes in the three base years (1981-1983). Get Schedule G to see if you qualify.

### Tax Table

If none of the above conditions apply to you, you MUST use the Tax Table to find your tax.

Be sure you use the correct column in the Tax Table. After you have found the correct tax, enter that amount on line 38.

There is an example at the beginning of the table to help you find the correct tax.

**Note:** The allowance for the zero bracket amount and the tax rate reduction have already been built into both the Tax Table and the Tax Rate Schedules for you.

## Line 39

### Additional Taxes

Check the box(es) on line 39 to report any of the additional taxes listed below.

Form 4970, Tax on Accumulation Distribution of Trusts.

Form 4972, Special 10-Year Averaging Method.

Form 5544, Multiple Recipient Special 10-Year Averaging Method.

## Credits

### Line 41

#### Credit for Child and Dependent Care Expenses

You may be able to take a credit on line 41 for payments you made for child and disabled dependent care while you (and your spouse if you are married) worked or looked for work.

The credit is allowed if you kept up a home that included a child under age 15 or your dependent or spouse who could not care for himself or herself. Use Form 2441 to figure the amount of any credit.

Please see Form 2441 for more information, including special rules for divorced or separated taxpayers and certain employment taxes for which you may be liable.

## Line 42

#### Credit for the Elderly and the Permanently and Totally Disabled

Beginning in 1984, you may be able to take this credit and reduce your tax, if by the end of 1984, you were:

- Age 65 or over, or
- Under age 65, you retired on permanent and total disability, and you had taxable disability income in 1984.

For more information, see the separate instructions for Schedule R, Credit for the Elderly and the Permanently and Totally Disabled. Enter the credit on line 42.

If you want IRS to figure the credit for you, see on pages 12 and 13 IRS Will Figure Your Tax and Some of Your Credits.

## Line 43

#### Residential Energy Credit

Generally, if you installed energy saving items in your principal residence during 1984, or you have an energy credit carryover from a prior tax year, you may take a credit against your tax.

Form 5695, Residential Energy Credit, tells you which energy saving items qualify and how to take the credit. Also, see Publication 903, Energy Credits for Individuals, for more information.

## Line 44

#### Partial Credit for Political Contributions

You may take a tax credit on this line for contributions to candidates for public office and to newsletter funds and political committees of candidates and elected public officials.

**Caution:** Do not take this credit for the \$1 or \$2 you checked to go to the Presidential Election Campaign Fund.

To figure your credit, add up the amounts you gave. Enter half of this total on line 44, but do not enter more than \$50 (\$100 if you are married and filing a joint return).

**Note:** You cannot deduct political contributions as charitable contributions.

For more information, please see Publication 585.

## Line 45

Add amounts on lines 41 through 44 and enter the total on line 45. These are your total personal credits.

## Line 46

Subtract the amount on line 45 from the amount on line 40 and enter the result. However, if the amount on line 45 is more than the amount on line 40, do not enter less than zero (0) on line 46 because your total credits on lines 41 through 44 cannot be more than your tax shown on line 40. This is your net tax liability before the foreign tax credit and business and other credits.

## Line 47

#### Foreign Tax Credit

Form 1116 explains when you can take this credit for payment of income tax to a foreign country. Also see Publication 514. Enter the credit from Form 1116 on line 47.

## Line 48

#### General Business Credit

For tax years beginning in 1984, the investment credit, jobs credit, and alcohol fuels credit have been combined into one general business credit. Check the box(es) on line 48 if you can take any of these three credits. Use the appropriate credit form (as described below) to figure the credit. If you have only one credit, enter on line 48 the amount of the credit from the form.

However, if you take two or more of these credits, you must also complete Form 3800 to figure the total credit and enter on line 48 the amount from Form 3800. Also be sure to check the box on line 48 for Form 3800.

**Form 3468, Investment Credit.** You are allowed a credit for investing in certain types of trade or business property. Use Form 3468 to figure the credit.

**Form 5884, Jobs Credit.** If you are a business employer who hires people who are members of special targeted groups, you may qualify for this credit. Use Form 5884 to figure the credit. Get Publication 906, Jobs and Research Credits, for more details. Also see the instructions for Form 5884 if you have a WIN credit carryover.

**Form 6478, Alcohol Fuels Credit.** If you sell straight alcohol (or an alcohol mixture) at retail or use it as fuel in your trade or business, you may be able to take a credit for the alcohol used as fuel. Use Form 6478 to figure the credit.

## Line 49

Add amounts on lines 47 and 48 and enter the total on line 49.

Also include in the total on line 49 any of the following credits:

**Credit for Fuel From a Nonconventional Source**  
A credit is allowed for the sale of qualified fuels produced from a nonconventional source. See I.R. Code section 29 for a definition of qualified fuels, provisions for figuring the credit, and other special rules.

Attach a separate schedule showing how you figured the credit. Include the credit in the total for line 49. On the dotted line next to this total, write "FNS" and show the amount.

#### Credit for Increasing Research Activities

You may be able to take a credit for research and experimental expenditures paid or incurred in carrying on your trade or business. Use Form 6765 to figure the credit. Include the credit in your total for line 49. On the dotted line next to this total, write "Research" and show the amount.

#### Line 50

##### Tax After Credits

Subtract line 49 from line 46 and enter the result on line 50. If the amount on line 50 is zero or less, enter zero (0). This is your tax after credits and before other taxes.

#### Other Taxes

##### Line 51

##### Self-Employment Tax

If you had self-employment income in 1984, and earned under \$37,800 in wages from which social security tax or RRTA tax was withheld, you may have to pay self-employment tax. Please see Schedule SE (Form 1040) and instructions. If you have to pay self-employment tax, enter the amount from Schedule SE, line 14.

##### Line 52

##### Alternative Minimum Tax

You may be liable for the alternative minimum tax if your adjusted gross income added to your tax preference items total more than:

- \$40,000 if married filing jointly or surviving spouse, or
- \$30,000 if single or head of household, or
- \$20,000 if married filing separately.

Tax preference items include:

- All-Savers interest exclusion;
- dividend exclusion;
- accelerated depreciation;
- amortization of certified pollution-control facilities;
- capital gain deduction;
- mining exploration and development costs;
- reserves for losses on bad debts of financial institutions;
- depletion;
- incentive stock options;
- intangible drilling costs; and
- circulation and research and experimental expenditures.

Get Form 6251 to see if you are liable for this tax.

##### Line 53

##### Tax From Recapture of Investment Credit

You may owe this tax if you disposed of investment credit property before the end of its useful life or recovery period.

See Form 4255 for details. Enter any tax from Form 4255 on this line.

##### Line 54

##### Social Security Tax on Tip Income Not Reported to Employer

If you received tips of \$20 or more in any month and you did not report the full

amount to your employer, you must pay the social security or railroad retirement tax on the unreported tips.

To figure the amount of social security tax on unreported tips, complete Form 4137 and attach it to your Form 1040. Enter the tax on this line.

To determine the amount of railroad retirement tax on unreported tips, contact your nearest Railroad Retirement Board office. On line 54, enter the tax and on the dotted line next to it, write "RRTA."

Be sure all your tips are reported as income on Form 1040, line 7.

You may be charged a penalty equal to 50% of the social security tax due on tips you received and did not report to your employer.

##### Line 55

##### Tax on an IRA

If you owe tax on any early distributions from your IRA, any excess payments made to your IRA, or any excess accumulations in your IRA account, use Form 5329 to figure the tax. Enter the total tax on line 55.

##### Line 56

**Total Tax**  
Add lines 50 through 55. Put the total on line 56. Also include on line 56 any of the four taxes listed below that apply.

**Section 72 Penalty Taxes.**—If you are or were a key employee and received income from a premature or excessive distribution from a Keogh (H.R. 10) plan or trust, you will have to pay a penalty tax of 10 percent of the distribution. See Publication 560 for more details. Or, if you were an employee, you made any deductible contributions to your employer's qualified plan, and received income from a premature distribution, you may have to pay a penalty tax.

If you received certain premature distributions from an annuity contract, you may have to pay a 5% penalty tax on the taxable part of the distribution. See Publication 575 for more details.

Include the amount of the penalty in your total for line 56. On the dotted line next to this total, write "Section 72 penalty" and show the amount.

**Advance Earned Income Credit (EIC) Payments.**—If you received advance EIC payments, the amount will be shown on your Form W-2. Include the amount of these payments in your total for line 56. On the dotted line next to this total, write "AEC" and show the amount.

**Note:** The amount of earned income credit that you can actually take will be figured in the worksheet shown on page 16 and entered on line 59.

**Uncollected Employee Social Security and RRTA Tax on Tips.**—If you did not have enough wages to cover the social security tax or railroad retirement tax (RRTA) due on tips you reported to your employer, the amount of tax due will be shown on your Form W-2. Include that amount in the total on line 56. On the dotted line next to this total, write "Uncollected Tax on Tips" and show the amount.

**Golden Parachute Payments.**—Golden parachute payments are certain payments made by a corporation to key employees to compensate them if control of the corporation changes. If you received an excess parachute payment, you must pay a tax equal to 20% of this excess payment. Include the amount of this tax in your total for line 56. On the dotted line next to this total, write "GPP" and show the amount of the tax.

If you received a Form W-2 that includes a parachute payment, the amount of tax withheld on any excess payment should be identified in Box 16 of Form W-2. Include the amount from Box 16 of Form W-2 in the total for line 56 of Form 1040.

If you received a Form 1099-MISC that includes a parachute payment, any excess payment will be separately identified on Form 1099-MISC. Multiply the excess payment by 20% to figure the amount to include in the total for line 56 of Form 1040.

#### Payments

##### Line 57

##### Total Federal Income Tax Withheld

Add the amounts shown as Federal income tax withheld on your Forms W-2, W-2G, W-2P, and 1099R. Enter the total on line 57.

If the amount on line 57 includes amounts withheld as shown on Form 1099R, on the dotted line to the left of line 57, write "Form 1099R."

**Backup Withholding.**—If you were subject to backup withholding on dividends, interest income, or other income you received during 1984, include the amount withheld in the total on line 57. On the dotted line next to this total, write "Form 1099."

##### Line 58

##### 1984 Estimated Tax Payments

Enter on this line any payments you made on your estimated Federal income tax (Form 1040-ES) for 1984. Include any overpayment from your 1983 return that you applied to your 1984 estimated tax.

If you and your spouse paid joint estimated tax but are now filing separate income tax returns, either of you can claim all of the amount paid. Or you can each claim a part of it. Please be sure to show both social security numbers on the separate returns. If you or your spouse paid separate estimated tax, but you are now filing a joint income tax return, add the amounts you each paid.

Follow the above instructions even if your spouse died.

**Divorced taxpayers.**—If you were divorced during 1984, you may have made joint estimated tax payments with your former spouse. If so, please enter your former spouse's social security number in the block provided on the front of Form 1040. In the upper right corner of the return, above the social security numbers, write "DIV."

If you were divorced and remarried in 1984, enter your present spouse's social security number in the block provided on the front of Form 1040. Also, enter your former spouse's social security number in the upper right corner above the blocks and write "DIV" above that number.

#### Line 59

##### Earned Income Credit

The earned income credit helps many taxpayers who have a child and have incomes under \$10,000. If you can take the earned income credit, you can subtract it from tax you owe or get a refund even if you had no tax withheld from your pay. The credit can go as high as \$500.

##### Who Can't Take the Earned Income Credit?

You can't take the credit if:

- your income is \$10,000 or more; or
- you are single (Filing Status Box 1); or
- you are married filing a separate return (Filing Status Box 3); or
- you file Form 2555 to exclude income earned overseas or to exclude or deduct certain housing costs; or
- you file Form 4563 to exclude income earned from sources in U.S. possessions.

If you can take the credit, enter on line 59 the credit from line 5 or line 6c of the worksheet on this page, whichever applies.

If you want IRS to figure the credit for you, see IRS Will Figure Your Tax and Some of Your Credits on pages 12 and 13.

##### Earned Income Includes:

- wages, salaries, and tips.
- earnings from self-employment—this is usually the amount shown on Schedule SE (Form 1040), line 9.
- anything else of value (money, goods, or services) you get from your employer for services you performed regardless of whether it is taxable.

**Note:** The following are examples of amounts received from your employer that must be included in line 1 of the worksheet—

- a. Housing allowance (or rental value of a parsonage) for members of the clergy.
- b. Meals and lodging.

**Earned Income does not include** items such as interest, dividends, social security payments, welfare benefits, veterans' benefits, workmen's compensation or unemployment compensation (insurance).

**Definition of Child.** In general, for purposes of this credit, your child includes:

- your son or daughter.
- your stepchild, or adopted child.

If your filing status is married filing a joint return or qualifying widow(er) with dependent child, your child also includes a child placed with you by an authorized placement agency for adoption by you, or a foster child (any other child, such as your grandchild, whom you cared for as your own child for the whole year).

If your filing status is head of household, your child also includes a descendant of your son, daughter, or adopted child.

For more details about the credit, get Publication 596, Earned Income Credit.

To see if you can take the Earned Income Credit, answer the questions below.

- |  | Yes                      | No                       |
|--|--------------------------|--------------------------|
| 1. Is the amount you listed on Form 1040, line 33, less than \$10,000?   | <input type="checkbox"/> | <input type="checkbox"/> |
| 2. Did you receive any wages, salaries, tips, or other earned income (see "Earned Income Includes" on this page)?  | <input type="checkbox"/> | <input type="checkbox"/> |
| 3. Did you have a child (see "Definition of Child" on this page) who lived with you in the same principal residence in the U.S. during all of 1984?  | <input type="checkbox"/> | <input type="checkbox"/> |
| 4. If you checked Filing Status box 2 or box 5 on Form 1040, did you claim your child as a dependent on Form 1040, line 6c? OR If you checked Filing Status box 4 on Form 1040 and your child was married for 1984, did you claim that child as a dependent on Form 1040, line 6c? OR If you checked Filing Status box 4 on Form 1040 and your child was unmarried for 1984, did you enter that child's name on Form 1040, line 4 (or line 6c if you claimed that child as a dependent)? | <input type="checkbox"/> | <input type="checkbox"/> |

If you answered **NO** to any question, you can't take the earned income credit. Do not fill in the worksheet below. Instead, write "NO" on line 59 of Form 1040.

If you answered **YES** to all the questions, you may be able to take the credit. Use the worksheet below to figure the credit.

You may be able to receive advance payments of the credit by filing Form W-5 with your employer. Please note that some of the rules for taking the credit and receiving advance payments of the credit will change for 1985. For more details, see Publication 596.

#### Earned Income Credit Worksheet (Keep for your records)

To figure your credit, follow the instructions below.

1. Enter the amount from Form 1040, line 7, plus any other compensation from your employer, regardless of whether it is taxable.	\$
2. If you were self-employed, enter the amount, even if a loss, from Schedule SE, line 9. However, if you use the optional method to figure your self-employment tax, see Publication 596 for more information before entering an amount on line 2. If you have self-employment income that you reported on line 1 above, do not include it here. (Clergy and religious workers, see Publication 517.)	\$
3. <b>Earned Income.</b> Add lines 1 and 2. However, if line 2 is a loss, subtract line 2 from line 1. If line 3 is zero or less, stop here; you cannot take the credit. If line 3 is more than zero, go on to line 4.	\$
4. <b>Adjusted gross income.</b> Enter the amount from Form 1040, line 33. If the amount on line 4 is \$10,000 or more, stop here; you cannot take the credit. Otherwise, go on to line 5 or line 6, whichever applies.	\$
5. If line 4 above is \$6,000 or less, use the amount from line 3 above to find your credit in the table on page 43. Enter the credit here and on Form 1040, line 59.	\$
6. If line 4 above is over \$6,000:	
a. Find the amount from line 3 above in the table on page 43 and enter the credit for that amount here.	\$
b. Find the amount from line 4 above in the table and enter the credit for that amount here.	\$
c. Enter the amount from line 6a or 6b, whichever is smaller, here and on Form 1040, line 59.	\$





this subtotal, write "Nominee Distribution" or "Accrued Interest" as appropriate and enter the amount on line 26. See instructions on line 26, and see the instructions on line 24, page 13 for others. If you received a Form 1099-INT for tax-exempt interest, write "Tax-Exempt Interest" on the line below the subtotal and show the amount of this interest. Subtract these amounts from the subtotal and write the result on line 3.

If you are reporting Original Issue Discount (OID) on line 2, add the amount shown on Form 1099-INT to the above rules for nominee interest to see how to report the OID on Schedule B. However, identify this amount as "OID."

If you received any interest income from an All-Savers Certificate (ASC) in 1984, include the interest on line 2. ASCs are included on line 2. If you received several lines above line 3 put a subtotal of all interest income listed on line 2. Below this subtotal, write "ASC Exclusion" and show the amount of your exclusion. Subtract this amount from the subtotal and write the result on line 3. Publication 550, Investment Income and Expenses, contains a worksheet you may use to figure your ASC exclusion.

## Part II

### Dividend Income

To see what dividend income you must report, read the instructions for Form 1040, line 9a, on page 8.

The payer should send you a Form 1099-DIV showing dividends you must report. If you received dividends from a qualified reinvested dividends from a qualified public utility, fill in Part II of this schedule. Also fill in Part III of this schedule.

### Line 4

Report ALL of your dividend income on this line. Include cash and the value of stock, property, or merchandise you received as a dividend. If you owned shares in a mutual fund, include the dividends from that fund. Dividends may be helpful.

List the payer's name and show the amount of income. If the securities are held in a brokerage account, list the name of the brokerage firm as the payer. Be sure to include capital gain and nontaxable distributions on this line. They will be deducted on lines 6 and 7.

Report all dividends you received including dividends you received as a nominee, even if you later distributed some or all of this income to others. Several lines above line 5, put a subtotal of all dividends listed on line 4. Below this subtotal write "Nominee Distribution" and show the amount of this interest. Subtract these distributions from the subtotal and write the result on line 5.

Note: If you received dividends as a nominee for the actual owner, give that person a Form 1099-DIV.

### Line 5

Add the dividends you listed on line 4 except as noted above in Nominees. Write the total on this line.

### Line 6

If you listed any capital gain distributions on line 4, add those amounts. Write the total on this line.

If line 25 is more than line 24, and you are required to itemize your deductions, write "TC" on Schedule A, line 28, and see the instructions on line 24, page 13 for others. You MUST itemize Deductions.

## Instructions for Schedule B

### Interest and Dividend Income

#### Purpose of Schedule

Use Schedule B if you are filing Form 1040 and:

- Had more than \$400 in interest.
- Had more than \$400 in dividends.
- Elect to exclude qualified reinvested dividends from a qualified public utility.
- Had a foreign account, or
- Were a grantor of, or transferor to, a foreign trust.

Part III of the schedule asks you to answer questions about foreign accounts and trusts.

### Part I

#### Interest Income

To see what interest income you must report, read the instructions for Form 1040, line 8, on page 8.

The payer should send you a Form 1099-INT showing interest you must report. If the total interest from all payers is over \$400, fill in Part I and Part III of this schedule.

### Line 1

Report on line 1 the interest portion of any payments you received from an individual based on a take-back mortgage or other form of seller financing that resulted from the sale of your home or other property. Show the payer's name and the amount.

### Line 2

Report on line 2 ALL interest (other than seller-financed mortgage interest) that you received or that was credited to your account. List each payer's name and show the amount.

### Line 3

Add up all the interest listed on lines 1 and 2. Write the total on line 3. If you received interest from a qualified reinvested dividend from a qualified public utility, fill in Part II of this schedule. Also fill in Part III of this schedule.

Note: If you received interest as a nominee for the actual owner, give that person a Form 1099-INT.

Include on line 2 interest you received as a nominee for the actual owner or as a purchaser of a bond with interest. Do not include interest from Form 1099-INT.

Note: If you received interest as a nominee for the actual owner, give that person a Form 1099-INT.

Include on line 2 interest you received as a nominee for the actual owner or as a purchaser of a bond with interest. Do not include interest from Form 1099-INT.

• Fees to employment agencies and other costs to get a new job in your present occupation.

Note: You may not have to complete Form 2106 if you paid or incurred any employee expenses, travel and transportation expenses, and outside salesperson's expenses. See Form 2106 for details.

Expenses of Producing Income. You may deduct what you paid to produce or collect taxable income or to manage or protect property held for producing income.

- Examples of these expenses are:
  - Tax return preparation fees (line 21).
  - Safe deposit box rental.
  - Certain legal and accounting fees.
  - Clerical help and office rent.
  - Custodial (e.g. trust account) fees.

Qualified Adoption Expenses. You may be able to deduct up to \$1,500 for each child with "special needs." A child with special needs is a child for purposes of the Social Security Act adoption assistance program) whom the state determines cannot or should not be returned to his or her parental home, who has a specific factor or factors that make it difficult for the child to be placed with his or her biological parents, and who has been the subject of an unsuccessful placement effort.

### Miscellaneous Expenses You MAY NOT Deduct

Expenses you may not deduct include:

- Political contributions (but see instructions for Form 1040, line 44).
- Personal legal expenses.
- Lost or misplaced cash or property.
- Expenses for meals during regular or extra work hours.
- The cost of entertaining friends.
- Expenses of going to or from work.
- Education that you need to meet minimum requirements for your job or that will qualify you for a new occupation.
- Fines and penalties.
- Expenses of producing tax-exempt income.

For more details on miscellaneous expenses, get Publication 529, Miscellaneous Deductions.

Note: On line 22 list the type and amount of each expense. Enter one total in the total amount column on line 22.

## Lines 24 through 26

### Summary of Itemized Deductions

Line 24

Add lines 5, 10, 14, 19, and 23, and write the total on line 24. Write the amount for your filing status on line 25.

### Line 26

If line 24 is more than line 25, subtract the difference on line 24 and enter the amount on line 26. See instructions on line 26, and see the instructions on line 24, page 13 for others.

Note: You will receive the full benefit of your itemized deductions because the amount you entered for your filing status on line 25 has been built into the Tax Table and Tax Rate Schedules for you.

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## Losses You MAY NOT Deduct

- Money or property misplaced or lost.
- Breakage of china, glassware, furniture, and similar items under normal conditions.
- Progressive damage to property (buildings, clothes, trees, etc.) caused by termites, moths, other insects, or disease.

Use line 22 of Schedule A to deduct the costs of proving that you had a property loss. (See instructions on line 22.)

For more details, get Publication 547, Nonbusiness Disasters, Casualties, and Thefts. It also gives information about Federal disaster area losses.

## Lines 20 through 23

Miscellaneous Deductions You MAY Deduct

Business Use of Home. You may deduct expenses for business use of part of your home only if you use that part exclusively and on a regular basis in your work and for the convenience of your employer.

See Tax-Table Information in the index (page no. 237) or Publication 597, Business Use of Your Home, for details.

Educational Expenses. Generally, you may deduct for your employer, or by law or regulations, to keep your present salary or job. In general, you may also deduct the cost of maintaining or improving skills you must have in your present position.

You may not deduct some educational expenses. Among them are expenses for study that helps you get or qualify you to get a new job. Also, do not deduct expenses that were repaid to you.

You must complete and attach Form 2106, Employee Business Expenses, if you deduct educational expenses.

For more details, see Tax-Table Information in the index (page no. 238) or Publication 508, Educational Expenses.

Gambling Losses. You may deduct gambling losses, but not more than the gambling winnings you reported on Form 1040, line 22.

Income in Respect of a Decedent. You may deduct the Federal estate tax attributable to income in respect of a decedent that is ordinary income.

Employee Expenses. Examples of the expenses you may deduct (if you were not reimbursed for them) are:

- Union and professional dues (line 20).
- Safety equipment, small tools, and supplies you needed for your job.
- Uniforms your employer said you must have, and which you may not usually wear away from work.
- Protective clothing, required in your work, such as hard hats and safety shoes and gloves.
- Physical examinations your employer said you must have.
- Dues to professional organizations and chambers of commerce.
- Subscriptions to professional journals.

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gift, the type of legal interest donated, and describe the conservation purpose furthered by the gift.

If you gave used items, such as clothing or furniture, deduct their fair market value at the time you gave them. Fair market value is what a willing buyer would pay a willing seller when neither has to buy or sell and both are aware of the conditions of the sale.

Note: Beginning in 1985, if you are a nonexempt transferee of a decedent's net worth, you may have to get appraisals of the values and attach a summary of them to your return.

Special rules apply if:

- Your cash contributions or contributions of ordinary income property are more than 30% of Form 1040, line 33, or
- Your gifts of capital gain property to certain organizations are more than 20% of Form 1040, line 33.

If you gave gifts of property that increased in value, made bargain sales to charity, or gave gifts of the use of property, other rules apply.

For more information, please get Publication 525, Charitable Contributions.

You MAY NOT Deduct As Contributions

- Political contributions (but see instructions for Form 1040, line 44).
- Dues, fees, or bills paid to country clubs, lodges, fraternal orders, or similar groups.
- Cost of raffle, bingo, or lottery tickets.
- Cost of tuition.
- The value of your time or services.
- Value of blood given to a blood bank.
- The transfer of a future interest in tangible personal property (generally, until the entire interest has been transferred).

- Gifts to:
  - a. Individuals.
  - b. Foreign organizations.
  - c. Groups that are run for personal profit.
  - d. Groups whose purpose is to lobby for changes in the law.

Chic leagues, social and sports clubs, labor unions, and chambers of commerce.

## Line 19

Casualty and Theft Losses

Use line 19 to report casualty or theft losses of property that is not trade, business, or real or royalty property. Complete and attach Form 4684, Casualties and Thefts, or a similar statement to figure your loss. Enter on line 19 of Schedule A the amount of loss from Form 4684.

Losses You MAY Deduct

You may be able to deduct all or part of each loss from your tax return if the loss is from fire, theft, or other accidents or similar causes.

You may deduct nonbusiness casualty or theft losses only to the extent that—

- a. The amount of EACH separate casualty or theft loss is more than \$100, and
- b. The total amount of ALL losses during the year is more than 10% of your adjusted gross income on Form 1040, line 33.

Note: Beginning in 1984, special rules apply if you had both gains and losses from nonbusiness casualties or thefts. See Form 4684 for details.

purpose. You may also deduct what you gave to organizations that work to prevent cruelty to children or animals.

Examples of these organizations are:

- Churches, temples, synagogues, Salvation Army, Red Cross, CARE, Goodwill Industries, United Way, Boy Scouts, Girl Scouts, Boys Club of America, etc.

Fraternal orders, if the gifts will be used for the purposes listed above.

• Veterans' and certain cultural groups.

• Nonprofit schools, hospitals, and organizations whose purpose is to fight disease, asthma, birth defects, cancer, cerebral palsy, cystic fibrosis, diabetes, heart disease, hemophilia, mental illness or retardation, multiple sclerosis, muscular dystrophy, tuberculosis, etc.

• Federal, state, and local governments if the gifts are solely for public purposes.

If you contributed to a charitable organization, you may deduct only the amount that is more than the benefit you received.

If you do not know whether you may deduct what you gave to an organization, check with that organization or with IRS.

Contributions You MAY Deduct

Contributions may be in cash (including checks and money orders), property, or out-of-pocket expenses you paid to do volunteer work for the kinds of organizations described below. If you drive to work from a mile or the actual cost of gas and oil. Add parking and tolls to the amount you claim under either method. (But don't deduct any amounts that were repaid to you.)

Line 15a. Enter on line 15a all of your cash contributions except those that total \$3,000 or more to any one organization.

Line 15b. Enter on line 15b all of your cash contributions that total \$3,000 or more to any one organization. Show to whom and how much you gave in the space provided.

Line 16. If you gave property, attach a statement showing the kind of property you gave and the name of the organization you gave it to. Include the date you gave it, show how you figured its value at the time you gave it, and include the date you received it.

Line 17. If you gave property, if you determine the value of a gift by an appraisal, also attach a signed copy of it for gifts for which you claim a deduction of over \$500. For gifts valued over \$200, also include the following on your attached Form 1040:

- a. The address of the organization.
- b. A description of the property.
- c. Any conditions attached to the gift.
- d. How you got the property.
- e. The cost or other basis of the property if:
  - 1. You owned it less than 3 years, or
  - 2. You must reduce it by any ordinary income or capital gain that would have resulted if the property had been sold at its fair market value.

f. If you figured your deduction if you contributed capital gain property for contributions of capital gain property. If the gift was a "qualified conservation contribution" under section 170(f), also include the fair market value of the underlying property before and after the

**Line 7**

Write the total of your nontaxable distributions on this line.

**Line 8**

If you choose under a dividend reinvestment plan of a qualified public utility, to receive dividends in "qualified common stock," rather than in cash or other property, you may elect to exclude up to \$750 (\$1,500 on a joint return) of the qualified common stock dividends distributed to you in 1984. This exclusion does not apply to nonresident aliens, or persons owning more than 5% of the voting power or value of stock in the distributing corporation. For more details, see Publication 550.

**Caution:** If you choose to exclude the value of the qualified common stock dividend, you may not revoke the election for that dividend without the consent of IRS.

On line 8 write the amount you are excluding in 1984. On line 4 write "DR" next to the payer's name to identify the dividend you are excluding from income.

**Note:** If you exclude the value of stock received in a reinvestment plan of a qualified public utility, your basis in the stock is zero.

**Line 9**

Add lines 6, 7, and 8. Write the total on this line.

**Line 10**

Subtract line 9 from line 5. Write the total on line 10 and on Form 1040, line 9a.

**Tax Tip:** Be sure to read the instructions on page 9 for line 9b to see whether you may exclude any part of the dividend income.

**Part III****Foreign Accounts and Foreign Trusts**

Fill in this part if you had more than \$400 of interest or dividend income; if you had a foreign financial account; or if you were the grantor of, or transferor to, a foreign trust.

**Line 11**

Check the Yes box if either 1 or 2 below applies to you.

1. At any time during the year you had an interest in or signature or other authority over a bank account, securities account, or other financial account in a foreign country. Exception: Check No if any of the following applies to you.

- The combined value of the accounts was \$5,000 or less during the whole year.
- The accounts were with a U.S. military banking facility operated by a U.S. financial institution.
- You are an officer or employee of a commercial bank that is supervised by the Comptroller of the Currency, the Board of Governors of the Federal Reserve System, or the Federal Deposit Insurance Corporation; the account is in your employer's name; AND you do not have a person's financial interest in the account.
- You are an officer or employee of a domestic corporation with securities listed on national securities exchanges or with assets of more than \$1 million and 500 or more shareholders of record; the account is in your employer's name; you do not have a

personal financial interest in the account; and the corporation's chief financial officer has given you written notice that the corporation has filed a current report that includes the account.

2. You own more than 50% of the stock in any corporation that owns one or more foreign bank accounts.

Get Form TD F 90-22.1 to see if you are considered to have an interest in or signature or other authority over a bank account, securities account, or other financial account in a foreign country.

If you checked Yes to question 11, file Form TD F 90-22.1 by June 30, 1985, with the Department of the Treasury at the address shown on the form. Form TD F 90-22.1 is not a tax return, so do not attach it to Form 1040 or file it with the IRS. But be sure to file your Form 1040 with the IRS.

You can get Form TD F 90-22.1 from many IRS offices or by writing to the IRS Forms Distribution Center for your State, as shown on the inside back cover.

If you checked Yes to question 11, write the name of the foreign country or countries in the space provided. Attach a separate sheet if you need more space.

**Line 12**

Check the Yes box if you were a grantor of, or transferor to, a foreign trust that existed during the tax year.

**Instructions for****Schedule D****Capital Gains and Losses****Changes You Should Note**

The holding period for determining long-term capital gains and losses has been changed to more than 6 months, effective for property acquired after June 22, 1984.

Beginning in 1984, individuals who receive a Form 1099-B or equivalent statement (for example, a broker's confirmation statement) from their broker or barter exchange, reporting sales of stock, bonds, etc., and bartering transactions, will have to reconcile these amounts with their tax return. If you have such amounts, complete Part VI of Schedule D (Form 1040).

The instructions for columns d and e of Parts I and II, have been revised for sales of stocks and bonds. Read the instructions carefully for these columns.

**Purpose of Schedule**

Use Schedule D (Form 1040) to report the sale or exchange of a capital asset. See the definition of "capital asset" on this page.

In the following cases you have to use Form 4797, Supplemental Schedule of Gains and Losses, instead of Schedule D:

- You sell, exchange, or involuntarily convert (other than by casualty or theft) business property, certain depreciable and amortizable property, certain oil, gas and geothermal property, and section 126 property.
- You involuntarily convert (other than by casualty or theft) certain capital assets.
- You dispose of other noncapital assets not mentioned above.

If you involuntarily convert property because of a casualty or theft, use Form 4684, Casualties and Thefts.

Two publications you should find useful are Publication 544, Sales and Other Dispositions of Assets, and Publication 550, Investment Income and Expenses.

**Capital Asset**

Most property you own and use for personal purposes, pleasure, or investment is a capital asset. For example, your house, furniture, car, and stocks and bonds are capital assets.

A capital asset is any property held by a taxpayer except the following:

- a. Stock in trade or other property included in inventory or held for sale to customers.
- b. Accounts or notes receivable you received for services in the ordinary course of your trade or business, or from the sale of any property described in a, or for services you performed as an employee.
- c. Depreciable property used in your trade or business even if it was fully depreciated.
- d. Real property (real estate) used in your trade or business.
- e. A copyright, literary, musical or artistic composition, letter, memorandum, or similar property:

1. created by your personal efforts, or
2. prepared or produced for you (in the case of a letter, memorandum, or similar property), or
3. that you received from a taxpayer mentioned in 1 or 2, in a way (such as by gift) that entitled you to the basis of the previous owner.

f. U.S. Government publications (including the Congressional Record) that you received from the government, other than by purchase at the normal sales price, or that you got from another taxpayer who had received it in a similar way, if your basis is determined by reference to the previous owner.

**Short-Term or Long-Term**

When you list your capital gains and losses, separate them according to how long you held or owned the property. The holding period for determining long-term capital gains and losses is more than one year (6 months for acquisitions after June 22, 1984). When you figure the length of the period you held property, begin counting on the day after you got the property and include the day you disposed of it. Use the trade dates for the date acquired and date sold for stocks and bonds on an exchange or over the counter market.

A nonbusiness bad debt must be treated as a short-term capital loss.

**Capital Losses**

The limit on capital losses that can be applied against other income after offsetting capital gains is \$3,000. If you are married and filing separately, the limit is \$1,500.

Unused capital losses are carried over to later years until fully used. If any of your capital losses are from before 1970, use Form 4798, Carryover of Pre-1970 Capital Losses. Part II, to figure your capital loss carryovers. If all of your capital losses are from after 1969, use Schedule D, Part IV, not mentioned above.

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to figure your capital loss carryovers. You will need certain lines from those parts when you prepare your 1985 tax return.

**Losses That Are Not Deductible**

Do not deduct a loss from the sale or exchange of property directly or indirectly between any of the following:

- Members of a family.
- A corporation and an individual or a fiduciary owning more than 50 percent of the corporation's stock (not counting liquidations).
- A grantor and a fiduciary of a trust.
- A fiduciary and a beneficiary of the same trust.
- A fiduciary and a fiduciary or beneficiary of another trust created by the same grantor.
- An individual and a tax-exempt organization controlled by the individual or the individual's family.
- A partnership and a corporation if the same taxpayers own directly or indirectly more than 50 percent of the capital interest, or profits interest, in the partnership or corporation.

If you dispose of (1) an asset used in an activity to which the at-risk rules apply, or (2) any part of your interest in an activity to which the at-risk rules apply, and you have amounts in the activity for which you are not at risk, see the instructions for Form 6198, Computation of Deductible Loss From an Activity Described in Section 465(c).

**Items for Special Treatment and Special Cases**

The following items may require special treatment:

- Transactions by a securities dealer.
- Wash sales of stock or securities.
- Bonds and other evidence of indebtedness.
- Certain real estate subdivided for sale which may be considered a capital asset.
- Distributions received from an employee pension, profit-sharing, or stock bonus plan. (See Form 4972, Special 10-Year Averaging Method, or Form 5544, Multiple Recipient Special 10-Year Averaging Method. Also, see Publication 575, Pension and Annuity Income.)
- Gain on the sale of depreciable property to an 80% owned entity, or to a trust of which you are a beneficiary.
- Gain on disposition of stock in a Domestic International Sales Corporation.
- Gain or loss on options to buy or sell, including closing transactions.
- Transfer of property to a foreign corporation as paid-in surplus or as a contribution to capital, or to a foreign trust or partnership.
- Transfer of property to a partnership which would be treated as an investment company if the partnership were incorporated.
- Gain on the sale of qualified reinvested dividends from a qualified public utility. See Publication 550, Investment Income and Expenses, for details.

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- Transfer of appreciated property to a political organization.
- Loss on sale, exchange, or worthlessness of small business stock (Section 1244 stock).

For rules on nontaxable exchanges, gifts of property, and inherited property, see Publication 544.

For treatment by shareholders of corporate liquidations, see Publication 542, Tax Information on Corporations.

**Exchange of Like-Kind Property**

Report the exchange of "like-kind" property even though no gain or loss is recognized when you exchange business or investment property for property of "like-kind." For exceptions, see Publication 544.

Identify in column a, the property you disposed of. Enter the date you acquired it in column b, and the date you exchanged it in column c. Write "like-kind exchange" in column d. Enter the cost or other basis in column e. Enter zero in columns f and g.

**Sale or Exchange (Other Than Involuntary Conversion) of Capital Assets Held for Personal Use**

This type of gain is a capital gain. Report it on Schedule D, Part I or Part II. Loss from the sale or exchange of this property is not deductible.

**Disposition of Partnership Interest**

A sale or other disposition of an interest in a partnership may result in ordinary income. Please see Publication 541, Tax Information on Partnerships, and Publication 544, Sales and Other Dispositions of Assets.

**Long-Term Capital Gains From Regulated Investment Companies**

Include in income as a long-term capital gain the amount(s) shown on Form 2439 that represents your share of the undistributed capital gains of a regulated investment company. Enter the tax paid by the company as shown on Form 2439 on Form 1040, line 63. Add to the basis of your stock, the excess of the amount included in income over the credit.

**Sale of Residence**

Use Form 2119, Sale or Exchange of Principal Residence, to report a gain from the sale of your principal residence whether or not you bought another one. For more information, see Publication 523, Tax Information on Selling Your Home.

**Installment Sales**

If you sold property at a gain, and are to receive any payment in a tax year after the year of sale, use the installment method and Form 6252, Computation of Installment Sale Income, unless you elect not to. Also use Form 6252, if you received a payment in 1984 from a sale made in an earlier year on the installment method.

You need not use Form 6252 for year-end stock sales where payment is received directly on your Schedule D for the year of payment unless you elect out of the installment method.

If you want to elect out of the installment method, you must do the following on a timely filed return (including extensions):

(1) Report the full amount of the sale on Schedule D;

(2) If you received a note or other obligation and are reporting it at less than face value (including all contingent payment obligations), complete Part V. If you received more than one, enter the amounts separately in the spaces in Part V.

**Investment Interest Expense Deduction Adjustment**

If you have an entry on Form 4952, line 20, and Schedule D, line 21 (or Form 4798, line 8), part or all of Form 4952, line 20, may be treated as ordinary income.

Determine the ordinary income for Schedule D or Form 4798 as follows:

Step 1—In a separate computation, reduce Form 4952, line 20, to the amount by which line 15 of that form is more than the sum of lines 16 through 19 of that form.

Step 2—Ordinary income will be the smaller of step 1 or Schedule D, line 21 (or Form 4798, line 8).

Enter the ordinary income in the margin to the right of Schedule D, line 21 (or Form 4798, Part I, line 8). Identify by writing next to it: "From Form 4952." Subtract the ordinary income from the gain on Schedule D, lines 20 and 21 (or Form 4798, Part I, lines 7 and 8). In addition, enter the ordinary gain on Form 4797, Part II, line 12. If you do not use Form 4797 for other transactions, enter it on Form 1040, line 15, and identify it in the margin as: "From Form 4952."

**Section 1256 Contracts and Straddles**

Section 1256 contracts open at the end of the year, or terminated during the year, are treated as 60% long-term and 40% short-term, regardless of how long the contracts were held. In addition, losses from positions that are part of a straddle are deferred to the extent of any unrealized gains on open offsetting positions. Use Form 6781, Gains and Losses From Section 1256 Contracts and Straddles, to report gains and losses from them.

**Specific Instructions**

**Note:** If you attach your own schedule to show detail of gain or loss, enter on Schedule D, lines 5 and 13, the total gain and the total loss. Do not combine the total gain with the total loss.

**Column d****Gross Sales Price**

Enter in this column the gross sales price from the sale. On sales of stocks and bonds, report the gross amount reported to you by your broker on Form 1099-B; or similar statement. However, if the broker advised you that gross proceeds less commissions and option premiums were reported to IRS, enter that net amount in column d.

**Column e****Cost or Other Basis**

In general, the cost or other basis is the cost of the property plus purchase commissions, improvements, and minus depreciation, amortization, and depletion. If you inherited the property or got it as a gift, tax-free

exchange, involuntary conversion, or "wash sale" of stock, you may not be able to use the actual cash cost as the basis. If you do not use cash cost, attach an explanation of your basis.

When selling stock, adjust your basis by subtracting all the nontaxable distributions you received before the sale. Also adjust your basis for any stock splits.

The basis of property acquired by gifts generally is the basis of the property in the hands of the donor.

The basis of property acquired from a decedent is generally the fair market value at the date of death.

If a charitable contribution deduction is allowed because of a sale of property to a charitable organization, the adjusted basis for determining gain from the sale is an amount which has the same ratio to the adjusted basis as the amount realized has to the fair market value.

Increase your cost or other basis by any expense of sale such as broker's fee, commission, and option premium before making an entry in column e, unless you reported net sales price in column d.

For more information, see Publication 551, Basis of Assets.

#### Line 7

##### Short-Term Capital Loss Carryover From Years Beginning After 1969

Enter the amount from your 1983 Schedule D (Form 1040), line 30, or 1983 Form 4798, Part II, line 20.

#### Line 18

##### Long-Term Capital Loss Carryover From Years Beginning After 1969

Enter the amount from your 1983 Schedule D (Form 1040), line 36, or 1983 Form 4798, Part II, line 26.

**Note:** If you used Form 4798 in 1983 and had an entry in Part II, line 17 or 23, use Form 4798 in 1984 instead of completing Schedule D, Parts III or IV.

#### Line 25c

(or Form 4798, Part I, line 30c)

##### Taxable Income, as Adjusted

Figure your taxable income, as adjusted, with a separate calculation. Do this in the following way:

- Figure the amount from Form 1040, line 35, without regard to gains and losses from sales or exchanges of capital assets.
- Subtract from the amount in a one of the following:
  - \$2,300 if you are filing as single or head of household.
  - \$3,400 if you are married filing a joint return or you are a qualifying widow(er) with a dependent child.
  - \$1,700 if you are married filing a separate return.

#### Part VI

##### Reconciliation of Forms 1099-B With Tax Returns

This part will enable IRS to compare amounts reported by brokers and barter exchanges with amounts reported on your return.

Enter on line 38 amounts you reported on Schedule D that were not reported to you on Form 1099-B or a similar statement. An

example would be a year-end stock sale that you report in 1984, but which your broker does not report to you until 1985.

Enter on line 40 amounts reported to you on Form 1099-B that you are not reporting on Schedule D. Attach a statement explaining why you are not reporting these amounts.

### Instructions for Schedule E Supplemental Income

#### Changes You Should Note

If you have more than three rental or royalty properties, complete and attach as many Schedules E as are needed to list the properties. However, fill in the "Totals" column for lines 3, 17, 18, and 21 through 25 on only one Schedule E. The figures in the total column on that Schedule E should be the combined totals of all the schedules.

If you also need to use page 2 of Schedule E, use the same Schedule E that you used to enter the combined totals in Part I.

**Tax Shelter Registration Number.** A person who sells (or otherwise transfers) to you an interest in a tax shelter after August 31, 1984, must maintain a list of investors and give you the tax shelter registration number assigned to the tax shelter. You must attach to your tax return, Form 8271, Investor Reporting of Tax Shelter Registration Number, to report this number. Penalties are provided if you fail to report this number on your tax return.

#### Purpose of Schedule

Use Schedule E to report income (or loss) from rents and royalties, partnerships, estates and trusts, and S corporations.

**Note:** If you attach your own schedules to report income (or loss) from any of these sources, use the same format as the Schedule E. Enter separately on Schedule E the total of net income and the total of net loss for each part. **DO NOT** combine the total of net income with the total of net loss on the separate schedules.

#### At-Risk Rules (Parts I and II)

If you have (1) a loss from any activity that you, your partnership, or S corporation engaged in as a trade or business or for the production of income, except the holding of real property (other than mineral property), and (2) you have amounts for which you are not at risk in the activity, use Form 6198, Computation of Deductible Loss From an Activity Described in Section 465(c), to determine the allowable loss to report on Schedule E.

Amounts for which you are not at risk are amounts such as the following:

- nonrecourse loans used to finance the activity, acquire property used in the activity, or acquire your interest in the activity unless they are secured by property not used in the activity;
- loans from related parties (section 267(b));
- loans from someone who has an interest in the activity other than as a creditor; and
- amounts protected against loss by a guarantee, stop-loss agreement, or similar arrangement.

For more details, get Publication 536, Net Operating Loss and the At-Risk Limits.

The at-risk rules may apply to a member of a partnership or joint venture, shareholder in an S corporation, or lessor of certain property. Generally, the amount you have at risk limits the loss you can deduct for any tax year.

Partners and S corporation shareholders should get a separate statement of income, expenses, deductions, and credits for each activity engaged in by the partnership and S corporation. See Form 6198 and the related instructions for more information.

If, in addition to the amount that you may report on Schedule E, you sell or otherwise dispose of (1) an asset used in an activity to which the at-risk rules apply, or (2) any part of your interest in an activity to which the at-risk rules apply, and you have amounts in the activity for which you are not at risk, see the instructions for Form 6198.

- **Part I**—If you have a loss, enter in the appropriate column(s) on line 20 the loss from the activity or the amount at risk for the activity, whichever is smaller. If your at-risk amount is zero or less, enter zero.

- **Part II**—If you have a loss, enter in column (d) the loss from the activity or the amount at risk for the activity, whichever is smaller. If your at-risk amount is zero or less, enter zero.

Any loss from an activity not allowed for the tax year is treated as a deduction allocable to the activity in the next tax year.

#### Part I

##### Rent and Royalty Income or Loss

Generally, you should use this part to report rent and royalty income. Report rents from property you own or control, including room and other space rentals. However, if you provided services to the renter, or if your business was selling real estate, report the income on Schedule C. For more information on rental income and expenses, see *Tax-Exempt Information* (tape no. 143) in the index or get Publication 527, Rental Property.

Report royalties from oil, gas, or mineral properties, copyrights, and patents. If you hold an operating oil, gas, or mineral interest, report gross income and expenses on Schedule C.

If you use Part I to report rent and royalty income, enter your rent and royalty expenses for each property in the appropriate columns on lines 4 through 16.

If you have a loss from an activity except the holding of real property (other than mineral property), see the **At-Risk Rules** on this page.

#### Rent

If you were not in the real estate sales business and you received rent from property you own or control, report it on line 3a. If you received services or property, instead of money, as rent, report its fair market value.

You can deduct an amount for the depreciation of rental property. You can also deduct all normal expenses, such as taxes, interest, repairs, insurance, maintenance, and agent's commissions. If your total interest on investment debt created after 1969, including investment interest from all other sources, is more than

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\$10,000 (\$5,000 if married filing separately), see Form 4952, Investment Interest Expense Deduction.

Do not deduct the value of your own labor. Do not deduct capital investments or improvements; instead add these to the basis of the property for depreciation. Example: A landlord can deduct the cost of minor repairs, but not the cost of major improvements, such as a new roof.

#### Renting Out Part of Your Home

If you rent out only part of your home or other property, deduct the part of your expenses that apply to the rented part.

Example: You rent out one-quarter of your home and live in the other part. Deduct depreciation on only one-quarter of the home. Deduct any other expenses that apply to the rented part.

#### Renting Out a Home That Is Also Used for Personal Purposes

Generally, you may deduct only those expenses which apply to the time that the home or other dwelling unit is rented out. A dwelling unit includes a house, apartment, condominium, mobile home, boat, or similar property. Also, if you or your family used the property as a residence, certain expenses cannot be more than the gross rental income. Only interest, taxes, and casualty losses do not have to be limited. Generally, a home or other dwelling unit is used as a residence if you or your family used it for personal purposes for more than the greater of:

- a. 14 days, or
  - b. 10% of the number of days during 1984 that the property was actually rented out at a fair rental.
- A day of personal use is any day, or part of a day, that the unit is used—
- for personal purposes by you, or any other person who has an interest in it, unless the unit is rented to that person under a shared equity financing agreement, or
  - by a member of your family or family member of any other person who has an interest in it, unless the unit is rented at fair rental as that person's residence, or
  - by anyone under an arrangement that lets you use some other dwelling unit, or
  - by anyone at less than fair rental.

If you used the property as a residence and rented it out for less than 15 days, you may not deduct any rental expenses.

However, if you itemized your deductions, you may deduct any interest, taxes, and casualty losses on Schedule A (Form 1040). You do not have to report the rental income.

Family includes **ONLY** brothers, sisters, half brothers, half sisters, spouse, ancestors (parents, grandparents, etc.), and lineal descendants (children, grandchildren, etc.).

#### Royalties

Report on line 3b royalties from oil, gas, or mineral properties; copyrights; and patents, not including operating oil, gas, or mineral interests. Under certain circumstances, you

can treat amounts received as "royalties" for transfer of a patent or amounts received on the disposal of coal and iron ore as the sale of a capital asset. For more details, get Publication 544, Sales and Other Dispositions of Assets.

If State or local taxes were withheld from oil or gas payments you received, enter on line 3b the gross amount of royalty. Include the taxes withheld by the producer on line 13, but **DO NOT** include on line 13 the amount of windfall profit taxes actually withheld in 1984. Instead, enter that amount in Part III, line 37.

#### Rental Income From Farm Production or Crop Shares

Report farm rental income and expenses on Form 4835, Farm Rental Income and Expenses, if you meet these two tests:

- You received rental income that was based on crops or livestock produced by the tenant.
- You did not manage or operate the farm to any great extent.

**Note:** For purposes of the estimated tax penalty, income received from your share of crops and rental based on farm production is considered income from farming.

If you use Form 4835, enter on line 24 of Schedule E the net farm rental profit or (loss) from Form 4835, line 49.

#### Certified Historic Structures

If you own a certified historic structure and pay or incur certain capital expenditures to rehabilitate it, special rules apply. See Publication 535, Business Expenses, for more information.

#### Expenses To Rehabilitate Low-Income Housing

For tax years beginning January 1, 1984, you may amortize over a 60-month period up to \$20,000 of the costs you paid or incurred to rehabilitate qualified low-income housing. Get Publication 535 for more details.

#### Deduction for Removal of Barriers to the Handicapped and Elderly

Beginning in 1984, you can deduct up to \$35,000 of the costs you paid or incurred to remove architectural or transportation barriers to the handicapped and the elderly. Get Publication 535 for more details.

#### Part II

##### Income or Losses From Partnerships, Estates, Trusts, and S Corporations

**Partnerships**  
If you are a member of a partnership or joint venture, include in this part your share of the partnership income (whether you received it or not) or net loss for the partnership tax year that ends during the year covered by your return.

If you have other partnership items from Schedule K-1 (Form 1065), such as depletion, show each item on a separate line in Part II. However, if you are claiming a deduction for recovery property (section 179), enter the amount of this deduction on line 28 of Schedule E.

**Note:** For tax years beginning in 1984, the amount of your section 179 deduction from ALL sources cannot be more than \$5,000 (\$2,500 if you are married filing a separate return).

Part or all of your share of partnership income or loss from the operation of the business may be considered net earnings from self-employment that must be reported on Schedule SE (Form 1040). Enter the amount from Schedule K-1 (Form 1065), line 17a, on Schedule SE, Part I.

If you have a loss, see the **At-Risk Rules** on page 25.

For more information for this part, please see your copy of Schedule K-1 (Form 1065), Partner's Share of Income, Credits, Deductions, etc., and Partner's Instructions for Schedule K-1 (Form 1065) attached to Schedule K-1. If you did not receive a copy of these instructions, you can get a copy at most IRS offices.

If you are treating partnership items on your tax return differently from the way the partnership reported the items on its return, you may have to file Form 8082, Notice of Inconsistent Treatment or Amended Return.

If you have losses or deductions from a prior year that you could not deduct in the prior year because of the at-risk rules or basis rules, do not combine the prior-year amounts with any current-year amounts to arrive at a net figure to report on Schedule E. Instead, report on separate lines on Schedule E prior-year amounts and current-year amounts.

#### Estates and Trusts

If you are a beneficiary of an estate or trust, report your taxable part of the income (whether you received it or not) as follows:

- Dividends qualifying for the dividend exclusion—enter on Schedule B (Form 1040), Part II, line 4. If total dividends received from all sources are \$400 or less, enter the total on Form 1040, line 9a. Do not list them on Schedule B.
- Short-term capital gains—Schedule D.
- Long-term capital gains—Schedule D.
- Other taxable income less deductions—Schedule E, Part II.

For more information, contact the fiduciary or see Schedule K-1 (Form 1041).

Include your share of tax preference items on Form 6251, Alternative Minimum Tax.

If you have a loss, see the **At-Risk Rules** on page 25.

A U.S. person who transferred property to a foreign trust may have to include in income the income received by the trust as a result of the transferred property if, during 1984, the trust had a U.S. beneficiary. For more information, see Form 3520-A, Annual Return of Foreign Trust With U.S. Beneficiaries.

#### S Corporations

If you are a shareholder of an S corporation, report your share of the income (whether you received it or not) or net loss of the corporation on Schedule E in the same

manner as the income or loss of a partnership. Your share of the net income is NOT subject to self-employment tax. Also, distributions of prior-year accumulated earnings and profits of all S corporations are dividends and are reported on Schedule B (Form 1040). For more information, get Publication 589, Tax Information on S Corporations.

If you have a loss, see the At-Risk Rules on page 25.

If you are treating S corporation items on your tax return differently from the way the S corporation reported the items on its return, you may have to file Form 8082.

If you are claiming a deduction for recovery property (section 179), enter the amount of this deduction on line 34 of Schedule E.

**Note:** For tax years beginning in 1984, the amount of your section 179 deduction from ALL sources cannot be more than \$5,000 (\$2,500 if you are married filing a separate return).

If you are a shareholder claiming a deduction for a net operating loss, attach to your return a computation of the adjusted basis of your stock in the corporation and the adjusted basis of any debt the corporation owes you. Your net operating loss deduction is limited to that amount.

### Part III

**Caution:** If you are a member of a partnership, the amounts entered on lines 36 and 37 may affect your net earnings from self-employment on Schedule SE.

### Line 36

In certain situations, you must report as income on line 36 the amount of any credit or refund of overpaid windfall profit tax you received in 1984 for tax year 1983, based on overwithholding or the net income limitation.

In general, the amount of credit or refund you received is income to the extent you deducted windfall profit tax withheld in 1983 on Schedule E, and received a tax benefit for the deduction on your 1983 tax return.

### Line 37

If you are a cash method taxpayer, deduct on line 37 the amount of windfall profit tax actually withheld in 1984.

### Part IV

### Line 40

Enter on this line your share of gross farming and fishing income from partnerships, estates and trusts, and as shown on Form 4835.

You will not be charged a penalty for underpayment of estimated tax if you meet the following tests:

- your gross farming or fishing income for 1983 or 1984 is at least two-thirds of your gross income, and
- you file your 1984 tax return and pay the tax due by March 1, 1985.

### Part V

### Depreciation

You can deduct an amount each year for assets you buy to use in your business or

hold to produce investment income. The deduction does not apply to land and personal assets.

Generally, you **MUST** use the Accelerated Cost Recovery System (ACRS) for all assets you place in service after December 31, 1980.

Use Part V to figure your depreciation only if you did not place any assets in service after December 31, 1980. For more space, use a separate sheet and follow the same format as shown in Part V.

However, if you placed any assets in service after December 31, 1980, use Form 4562 to figure your deduction for ALL assets. Enter in Part I, line 18, the amount from Form 4562, Part I.

Please get Publication 534, Depreciation, for more information.

## Instructions for

## Schedule C

## Profit or (Loss) From Business or Profession

### Changes You Should Note

New rules apply that may limit the amount of your recovery deduction for depreciation and investment credit for certain property used in your trade or business or held for the production of income and placed in service after June 18, 1984.

- For calendar year 1984, the recovery deduction for a "passenger automobile" may not exceed \$4,000, and the investment tax credit may not exceed \$1,000. In figuring your recovery deduction, for purposes of this limitation, the section 179 expense deduction is treated as a recovery deduction. The above amounts are further reduced if your business use is less than 100%.

- The section 179 expense deduction and investment credit are not allowed for "listed property," such as cars and other transportation property; computers; property generally used for entertainment, recreation, or amusement; and certain other property not used more than 50% in your trade or business.

For more details, get Publication 534, Depreciation, and Publication 572, Investment Credit.

Beginning January 1, 1985, any person engaged in a trade or business who receives cash of more than \$10,000 in one or more related transactions may be required to file Form 8300.

### Purpose of Schedule

If you operated a business or practiced a profession as a sole proprietorship, complete Schedule C. If you had more than one business, or if you and your spouse had separate businesses, you must complete a Schedule C for each business. Farmers should use Schedule F.

Deduct interest, taxes, and casualty losses not related to your business as itemized deductions on Schedule A.

Report sales, exchanges, and involuntary conversions (other than casualty or theft) of

trade or business property on Form 4797, Supplemental Schedule of Gains and Losses.

Use Form 4684, Casualties and Thefts, to report a casualty or theft involving trade or business, or income-producing property.

You must pay social security self-employment tax on income from any trade or business unless you are specifically exempted. Please see Schedule SE.

For more details about business income and expenses, get Publication 334, Tax Guide for Small Business.

### Information Returns

You may have to file information returns for wages paid to employees, certain payments of compensation, interest, rents, royalties, annuities, and pensions, or for sales by you of \$5,000 or more of consumer products to a person on a buy-sell, deposit-commission, or other basis for resale. For more information, see instructions for Form W-3, Transmittal of Income and Tax Statements, Form W-36, Transmittal of Certain Information Returns, and Form 1096, Annual Summary and Transmittal of U.S. Information Returns.

**Item A**  
**Main Business Activity and Product or Service**  
Report the business activity that accounted for the most income included on Schedule C, Part I, line 1a. Give the general field as well as the product or service. For example, "wholesale—groceries" or "retail—hardware."

### Item B

**Business Name and Address**  
Use your home address only if you actually conducted the business from your home. You should show a street address instead of a box number.

### Item C

**Employer Identification (ID) Number**  
You don't need an employer ID number unless you had a Keogh (H.R. 10) plan or were required to file an employment, excise, or alcohol, tobacco, and firearms tax return.

### Item D

**Valuation Methods**  
Your inventories can be valued at:  
• cost,  
• cost or market value, whichever is lower, or  
• any other method approved by the Commissioner of Internal Revenue.

### Item E

**Accounting Methods**  
You must use the cash method on your return unless you kept account books. If you kept such books, you can use the cash method, accrual method, or in some cases, the completed contract or percentage-of-completion method. The method used must clearly reflect your income.

To change your accounting method (including the treatment of any item such as inventories or bad debts), you must usually

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first get the permission of the Commissioner of Internal Revenue. In general, file Form 3115 within the first 180 days of the tax year in which you want to make the change.

If you use the cash method, show all items of taxable income actually or constructively received during the year (in cash, property, or services). Also show amounts actually paid during the year for deductible expenses. Income is constructively received when it is credited to your account or set aside for you to use.

If you use the accrual method, report income when you earn it and deduct expenses when you incur them, even if you do not pay them during the tax year.

New rules put accrual-basis taxpayers on a cash basis for deducting business expenses owed to a related cash-basis taxpayer. Other rules also apply that determine the timing of deductions based on economic performance. See Publication 538, Accounting Periods and Methods, for details.

### Item G

### Business Use of Your Home

Within certain limits, you may deduct business expenses that apply to a part of your home only if that part is exclusively used on a regular basis:

- as your principal place of business for any of your trades or businesses, or
- as a place of business used by your patients, clients, or customers to meet or deal with you in the normal course of your trade or business, or
- in connection with your trade or business if it is a separate structure that is not attached to your home.

You may also deduct expenses that apply to space within your home if it is the only fixed location of your trade or business. The space must be used on a regular basis to store inventory held for use in your trade or business of selling products at retail or wholesale.

If you use space in your home on a regular basis in your trade or business of providing day care service, you may be able to deduct the business expenses even though you also use the same space for nonbusiness purposes.

Please get Publication 587, Business Use of Your Home, for more information.

### Part I

### Income (Lines 1 through 5)

### Line 1a

### Gross Receipts or Sales

Enter gross receipts or sales from your business. Be sure to include on this line amounts you received in your trade or business as shown on Form(s) 1099-MISC.

**Installment Sales.** If you use the installment method of reporting sales income, please attach a schedule showing separately for 1984 and the three preceding years: gross sales; cost of goods sold; gross profit; percentage of gross profits to gross sales; amounts collected; and gross profits on amounts collected.

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### Line 1b

### Returns and Allowances

You should enter on line 1b such items as returned sales, rebates, and allowances from the sales price.

### Line 4a

### Income From Overpaid Windfall Profit Tax

In certain situations, you must report as income on line 4a the amount of any credit or refund of overpaid windfall profit tax you received in 1984 for tax year 1983, based on overwithholding or the net income limitation.

In general, the amount of credit or refund you received is income to the extent you deducted windfall profit tax withheld in 1983 on Schedule C, and received a tax benefit for the deduction on your 1983 tax return.

### Line 4b

### Other Income

Include finance reserve income, scrap sales, amounts recovered from bad debts, interest, and other kinds of miscellaneous income from the business or profession.

### Part II

### Deductions (Lines 6 through 31)

### Line 7

### Bad Debts From Sales or Services

**Caution:** Cash method taxpayers are not entitled to a bad debt deduction unless the amount was previously included in income.

Include debts and partial debts arising from sales or services that were included in income and are definitely known to be worthless. Instead of this, you may deduct a reasonable amount that was added during the tax year to a bad debt reserve.

If you later collect a debt that you deducted as a bad debt, include it as income in the year you collect it unless you use the bad debt reserve method. For more information, please get Publication 548, Deduction for Bad Debts.

### Line 9

### Car and Truck Expenses

You can deduct the actual cost of running your car or truck, or take the fixed mileage rate. You must use actual costs if you use more than one vehicle in your business. If you deduct actual cost, show depreciation on line 12.

The fixed rate is figured at 20½ cents a mile up to 15,000 miles, and 11 cents for each mile after that. Add to this amount your parking fees and tolls.

For cars and trucks that have been fully depreciated, the rate is 11 cents a mile. If you use the fixed rate, the vehicle is considered to have a useful life of 60,000 miles of business use at the maximum fixed mileage rate.

**Note:** If you place a car or truck in service after December 31, 1980, and take the fixed mileage rate, you are treated as having elected to exclude this vehicle from ACRS.

For more details, get Publication 463, Travel, Entertainment, and Gift Expenses.

**Note:** If you use certain highway trucks, truck-trailers, tractor-trailers, or buses in

your trade or business, you may have to pay a Federal highway use tax on these vehicles. Get Form 2290, Heavy Vehicle Use Tax Return, to see whether you are subject to the tax.

### Line 11

### Depletion

Enter your total deduction for depletion on this line. If you claim a deduction for timber depletion, please attach Form T.

### Line 12

### Depreciation, Including Section 179 Expense Deduction

You can deduct an amount each year for assets you buy to use in your business or hold to produce investment income. The deduction for depreciation does not apply to stock in trade, inventories, land, and personal assets.

Generally, you **MUST** use the Accelerated Cost Recovery System (ACRS) for all assets you place in service after December 31, 1980.

You may also choose under section 179 to expense part of the cost of certain depreciable property you bought in 1984 for use in your business. You may deduct up to \$5,000 (\$2,500 if married filing separately) of the cost of recovery property that would otherwise qualify for investment credit. However, you may not depreciate or amortize the same costs. In general, for cars or other "listed property" placed in service after June 18, 1984, you may not take this deduction if the property is used 50% or less in your trade or business. See "Changes You Should Note" on page 27.

Figure your depreciation deduction, including the section 179 expense deduction, on Form 4562, Depreciation and Amortization. Enter on line 12 of Schedule C the amount from Form 4562, Part I, that you have not included in Part III of Schedule C.

**Investment Credit.** You may be able to take a credit for part of the cost of qualifying property used in your trade or business. To see if you qualify, get Form 3468, Computation of Investment Credit.

If you dispose of investment credit property before the end of its class life or life years, or the use of the property changes so that it no longer qualifies, you may have to refigure the credit. Get Form 4255, Recapture of Investment Credit, for details.

### Line 14

### Employee Benefit Programs

Enter the amount of your contributions that are not an incidental part of a pension or profit-sharing plan included on line 21. Also include here contributions to insurance, health, and welfare programs.

### Line 17

### Interest on Business Indebtedness

If you paid interest that applies to future years, deduct for 1984 only the part that applies to 1984.

Don't take a deduction on Schedule C for interest you paid or accrued on debts from buying or carrying investment property. Deduct this interest on Schedule A. For more information, see Publication 550, Investment Income and Expenses.

## Line 21

### Pension and Profit-Sharing Plans

You should enter the amount you claim as a deduction for contributions to a pension, profit-sharing, or annuity plan, or plans for the benefit of your employees. If the plan includes you as a self-employed person, you should enter contributions made as an employer on your behalf (but not voluntary contributions you made as an employee) on Form 1040, line 27, instead of on Schedule C, line 21.

Generally, you are required to file one of the following forms if you maintain a pension, profit-sharing, or other funded-deferred compensation plan whether or not it qualified under the Internal Revenue Code and whether or not you claimed a deduction for the current tax year.

Form 5500.—Complete this form for each plan with 100 or more participants.

Form 5500-C or 5500-R.—Complete the applicable form for each plan with less than 100 participants.

The Employee Retirement Income Security Act of 1974 imposes a penalty for failure to timely file these forms.

For more information, get Publication 560, Self-Employed Retirement Plans.

## Line 23

### Repairs

You can deduct the cost of repairs including labor, supplies, and other items that do not add to the value or increase the life of the property. Do not deduct the value of your own labor. And do not deduct amounts you spent to restore or replace property. They are chargeable to capital accounts or to the depreciation reserve, depending on how depreciation is charged on your books.

However, see the instructions for line 12 of Schedule C.

## Line 26

### Travel and Entertainment

You can deduct all ordinary and necessary travel and entertainment expenses paid or incurred in your trade or business.

However, you cannot deduct any expense paid or incurred for a facility (such as a yacht or hunting lodge) that is used for any activity that is usually considered entertainment, amusement, or recreation.

**Note:** You may be able to deduct the expense if the amount is treated as compensation and reported on Form W-2 for an employee or Form 1099-MISC for an independent contractor. (See Publication 463 for more details.)

**Foreign Conventions.** Generally, you cannot deduct expenses for attending a foreign convention unless it is directly related to your trade or business and it is as reasonable for the meeting to be held outside the North American area or Jamaica as within it. (For the definition of "North American area," see Publication 463.) You may also be able to deduct expenses for attending conventions held in certain Caribbean countries but only if the country met certain requirements. See Publication 463 for more details.

These rules apply to employers as well as to employees.

You may be able to deduct up to \$2,000 of the cost of business expenses for attending conventions or similar meetings on a U.S. cruise ship. On a joint return, you may be able to deduct up to \$4,000 if each spouse attended the meeting and each spouse had at least \$2,000 of qualifying expenses. You must attach two separate statements to your tax return to support the deduction. See Publication 463 for details on what these statements must include and for specific rules on deducting expenses for attending meetings on U.S. cruise ships.

## Line 28

### Wages

Enter on line 28a the total salaries and wages (other than salaries and wages deducted elsewhere on your return) paid or incurred for the tax year. Do not include any amount paid to yourself.

Enter on line 28b the jobs credit from Form 5884. Subtract line 28b from wages shown on line 28a and enter the balance on line 28c. For more details, please get Publication 906, Jobs and Research Credits.

## Line 29

### Windfall Profit Tax Withheld

If you held an operating oil, gas, or mineral interest, and you are a cash method taxpayer, deduct on line 29 the amount of windfall profit tax actually withheld in 1984. Form 6248, Annual Information Return of Windfall Profit Tax—1984, shows the amount of windfall profit tax actually withheld in 1984.

## Line 30

### Other Business Expenses

Include all ordinary and necessary business expenses not deducted elsewhere on Schedule C. Do not include the cost of business equipment or furniture, replacements or permanent improvements to property, or personal living and family expenses.

Any loss from this activity that was not allowed as a deduction last year because of the at-risk provisions is treated as a deduction allocable to this activity in 1984.

**Amortization.** Use Form 4562 to figure your amortization deduction. Include on line 30 of Schedule C the amount from Form 4562, Part II.

You may amortize over a 60-month period:

- the cost of pollution-control facilities.
- certain expenditures made before January 1, 1982, for child-care facilities.
- up to \$20,000 of the costs to rehabilitate qualified low-income housing, effective for tax years beginning January 1, 1984.

You may amortize over a period of at least 60 months:

- amounts paid for research, experiments, and a trademark or trade name.
- certain business startup costs.

You may also amortize up to \$10,000 of qualified reforestation and reforestation costs over an 84-month period.

If you own a certified historic structure and pay or incur certain capital expenditures to rehabilitate it, special rules apply. See Publication 535, Business Expenses, for more information.

For tax years beginning in 1984, you may be able to deduct up to \$35,000 of the costs you paid or incurred to remove architectural or transportation barriers to the handicapped and the elderly.

**Real property construction period interest and taxes** generally cannot be fully deducted in the year you paid or incurred them. You must capitalize and amortize amounts not allowed as a deduction in the current year. This rule does not apply to low-income housing.

However, you do not have to capitalize and amortize real property interest and taxes attributable to real property that you do not reasonably expect to use in your trade or business or in an activity engaged in for profit.

For more details, get Publication 535.

## Line 32

### Net Profit or (Loss)

If you have a loss, go on to line 33 before entering your loss on line 32. If you fail to answer the question on line 33, processing of your tax return may be delayed.

Enter the net profit or deductible loss here and combine this amount with the profit or (loss) from your other businesses, if any. Enter the total on Form 1040, line 12, and Schedule SE, Part I, line 2 (or Form 1041, line 6).

## Line 33

### At Risk

Deductions for losses by persons who are engaged in a trade or business or an activity for the production of income, except the holding of real property (other than mineral property), are limited to the amount they have at risk in the business.

If you have (1) a loss from any activity that you engaged in as a trade or business or for the production of income, except the holding of real property (other than mineral property); and (2) you have amounts for which you are not at risk in the activity, use Form 6198, Computation of Deductible Loss From an Activity Described in Section 465(c), to determine the allowable loss to report on Schedule C.

Amounts for which you are not at risk are amounts such as the following:

- nonrecourse loans used to finance the activity, or acquire property used in the activity, unless they are secured by property not used in the activity;
- loans from related parties (section 267(b));
- loans from someone who has an interest in the activity other than as a creditor; and
- amounts protected against loss by a guarantee, stop-loss agreement, or similar arrangement.

For more details, get Publication 536, Net Operating Losses and the At-Risk Limits. Also see the instructions for Form 6198.

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Answer the question on line 33 "YES" if you have any amounts for this business that:

- you borrowed from a person who is related to you under section 267(b) (unless section 465(c)(3)(E) applies); OR
- you borrowed from a person who has an interest in the business (other than as a creditor) (unless section 465(c)(3)(E) applies); OR
- you are protected against loss by a guarantee, stop-loss agreement, or similar arrangement; OR
- you are not personally required to pay back the money.

If you do not have any of these kinds of amounts for which you are not at risk in this business, answer the question "NO." Enter the full loss on line 32 and combine this amount with the profit or (loss) from your other businesses, if any. Enter the total on Form 1040, line 12, and Schedule SE, Part I, line 2 (or Form 1041, line 6).

If you answered "YES" to the question on line 33, enter on line 32 either the amount of your loss or the amount for which you are considered at risk, whichever is smaller. For example, if your loss is \$1,000 and your amount at risk is \$400, you would enter "\$400" on line 32. Or, if your loss is \$1,000 and your amount at risk is \$1,200, enter "\$1,000" on line 32.

If your at-risk amount is zero or less, enter zero on line 32.

Also enter this amount as your loss from Schedule C on Form 1040, line 12, and Schedule SE, Part I, line 2 (or Form 1041, line 6).

If, in addition to the amount that you report on Schedule C, you dispose of an asset used in an activity to which the at-risk rules apply, and you have amounts in the activity for which you are not at risk, see the instructions for Form 6198.

## Part III

### Cost of Goods Sold and/or Operations

**Cost of Goods Sold.** If you engaged in a trade or business in which the production, purchase, or sale of merchandise was an income-producing factor, merchandise inventories must be taken into account at the beginning and end of your tax year.

**Cost of Operations.** (Inventories Not an Income-Producing Factor.) If the amount on line 2, Part I, includes the cost of operations, complete lines 1 through 8 of Part III as appropriate.

## Instructions for Schedule SE Social Security Self-Employment Tax

### Changes You Should Note

- In 1984, the self-employment tax rate went from 9.35% to 14%. However, a credit of 2.7% is allowed. This reduces the rate from 14% to 11.3%.

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- Employees of electing church or church-controlled organizations with Form W-2 wages of \$100 or more may be subject to self-employment tax.

- U.S. Government employees whose pay is subject only to the 1.3% hospital insurance benefits tax (Medicare), and who have combined wages and self-employment earnings in excess of \$37,800 will have to complete a worksheet in Part III of the instructions.

## Purpose of Schedule

Schedule SE is used by self-employed persons to figure any self-employment tax due. The Social Security Administration uses the information provided on Schedule SE to figure benefits for self-employed people under the social security program. Social security self-employment tax applies regardless of your age, and even if you are receiving social security benefits.

## Who Must Use Schedule SE

You must use Schedule SE if:

- You were self-employed and your net earnings from self-employment were \$400 or more; or
- You received Form W-2 wages of \$100 or more from an electing church or church-controlled organization; and you did not have wages (including tips) other than "qualified" U.S. Government wages, of \$37,800 or more that were subject to social security tax or railroad retirement tax.

## Who Can Use Schedule SE

You can use Schedule SE if you will benefit from using the optional method of figuring self-employment earnings.

Use of the optional method may benefit you if:

- Your self-employment earnings are less than \$400 and Form 1040, line 33, is less than \$10,000 and you wish to claim the earned income credit; or
- You had a loss from self-employment and you need to increase your net earnings from self-employment to qualify to claim the child and dependent care credit.

Use of the optional method gives you credit toward your social security coverage even though you have a loss or low income from self-employment. However, the optional method may require you to pay self-employment tax when none would be required to be paid.

## Fiscal Year Filers

If your tax year is a fiscal year, you must use the tax rate and earnings base that apply at the time the fiscal year begins. You need not prorate the tax or earnings base for a fiscal year that overlaps the date of a rate or earnings base change.

## More Than One Business

If you farmed and had at least one other trade or business or had two or more trades or businesses, your net earnings from self-employment are the combined net earnings from all your businesses. If you had a loss in one trade or business, it reduces the income from another. Figure the combined self-employment tax on Schedule SE.

## Joint Returns

Show the name of the spouse with self-employment income on Schedule SE. If both spouses have self-employment income, each must file a separate Schedule SE. Include the total profits or losses from all businesses on Form 1040, as appropriate. Then enter the combined self-employment tax on Form 1040, line 51.

## Community Income

In figuring net earnings from self-employment, if any of the income from a business, including farming, is community income, all the income from that business is considered the income of the spouse who carried on the trade or business unless there is a husband and wife partnership. The identity of the spouse who carried on the trade or business is determined by the facts in each situation.

If you file separate returns, attach Schedule(s) C, Profit or (Loss) From Business or Profession, and Schedule SE (for nonfarm business) or Schedule(s) F, Farm Income and Expenses, and Schedule SE (for farm business) to the return of the spouse with the self-employment income. Community income included on these schedules must be divided, for income tax purposes, on the basis of the community property laws.

## Partnerships

In figuring your combined net earnings from self-employment, you should include your entire share of earnings from a partnership, including any guaranteed payments.

However, if you are a limited partner, do not include your share of income or loss from the partnership, other than guaranteed payments. Unless you and your spouse are partners, no part of your partnership earnings can be treated as your spouse's even if the income, under State law, is community income. If you and your spouse have a partnership, enter the distributive share of each as partnership income on Schedule E (Form 1040), Part II, for income tax purposes, and on separate Schedules SE, line 1 or line 2, for self-employment tax purposes.

If a partner in a continuing partnership dies, that member's distributive share of partnership ordinary income or loss for the year must be included in the partner's net earnings from self-employment.

## Share-Farming

If you produced crops or livestock on land belonging to another for a share of the crops or livestock produced, or the proceeds from them, you are an independent contractor and a self-employed person rather than an employee. Report your net earnings for income tax on Schedule F and for self-employment tax on Schedule SE.

## Exemption From Self-Employment Tax for Members of the Clergy and Certain Religious Orders and Sects

If you are a duly ordained, commissioned, or licensed minister of a church, member of a religious order (who has not taken a vow of poverty), or a Christian Science practitioner, you are subject to social security self-employment tax. But you can, under certain conditions, request IRS approval to exempt your income from services as a minister.

member, or practitioner by filing Form 4361. If you have received IRS approval and have no other income subject to self-employment tax, write "Exempt—Form 4361" on Form 1040, line 51. If you filed Form 4361, but have \$400 or more from other earnings subject to self-employment tax, you must complete Schedule SE.

**Note:** If you have previously filed Form 2031 to pay self-employment tax to get social security coverage, you cannot now apply for exemption.

If you have conscientious objections to social security insurance because of your belief in the teachings of a recognized religious sect of which you are a member, you can request exemption from self-employment tax by filing Form 4029. If you filed Form 4029 and have received IRS approval, do not file Schedule SE. Instead, write "Exempt—Form 4029" on Form 1040, line 51.

#### Coverage for Overseas Missionaries

If you are a U.S. citizen and a minister (except a Christian Science practitioner) or member of a religious order serving outside the United States, you may figure earnings from self-employment as if you were serving in the United States (provided you have not elected exemption from coverage). For more information, please get Publication 517, Social Security for Members of the Clergy and Religious Workers.

#### Employees of Churches and Qualified Church-Controlled Organizations

**Note:** If you are a minister or member of a religious order, do not use the following instructions.

If you were employed by a church or a qualified church-controlled organization that has in effect a certificate electing exemption from employer social security taxes, and you received wages of \$100 or more from any one church or church-controlled organization, you may be subject to self-employment tax. Enter these wages on line 2 of Schedule SE and complete the schedule. However, see the instructions for lines 9 and 13. If you do not have other self-employment income (or loss), skip lines 3 through 7 and enter the wages from line 2 on line 8. See instructions for lines 9 and 13 before completing the schedule.

**Lines 9 and 13.**—You may be subject to self-employment tax even if line 9 is less than \$400. If line 9 is less than \$100, you do not have to complete the rest of the schedule. If line 9 is \$100 or more but less than \$400 and you did not have a loss from a Schedule C, a Schedule F, or a partnership, enter on line 13 the smaller of line 12a or line 12c. In all other cases you will enter on line 13 the smaller of line 9 or line 12a.

#### U.S. Citizens Employed by Foreign Governments or International Organizations

You are subject to the self-employment tax if you are a U.S. citizen employed by the United States, Puerto Rico, Guam, American Samoa, Northern Mariana Islands, or the Virgin Islands by a foreign government, in certain cases by an instrumentality wholly-owned by a foreign government, or by an international organization organized under the International Organizations Immunities

Act. Report income from this employment on Schedule SE, line 2. If you are employed by a foreign government or international organization in a country other than those listed, you are not subject to self-employment tax.

#### Self-Employed U.S. Citizens or Resident Aliens Living Outside the United States

If you are a self-employed U.S. citizen or resident alien living outside the United States, you are generally subject to the self-employment tax. Your foreign earnings from self-employment may be reduced by the deduction for certain foreign housing costs. However, you may not reduce your foreign earnings from self-employment by your foreign earned income exclusion.

#### Specific Instructions

**Name of Self-Employed Person.** Enter the name and social security number of the self-employed person as it appears on that person's social security card.

#### Part I Regular Computation of Net Earnings From Self-Employment

##### Income Not Included in Net Earnings From Self-Employment

- Salaries, fees, etc., subject to social security tax which you received for performing services as an employee, including services performed as a public official (except as a fee basis government employee as explained under Other Income Included in Net Earnings From Self-Employment) or as an employee or employee representative under the railroad retirement system.
- Income you received as a retired partner under a written partnership plan that provides for lifelong periodic retirement payments if you had no other interest in the partnership and did not perform services for it during the year.
- Real estate rentals, unless received in the course of a trade or business as a real estate dealer. These include cash and crop shares received from a tenant or sharefarmer. You should report these amounts on Schedule E, Part I.
- Dividends on shares of stock and interest on bonds, notes, etc., unless received in the course of your trade or business as a dealer in stocks or securities.
- Gain or loss from:
  - The sale or exchange of a capital asset;
  - The sale, exchange, involuntary conversion, or other disposition of property, unless the property is stock in trade or other property that would be includible in inventory, or held primarily for sale to customers in the ordinary course of the business; or
  - Certain transactions in timber, coal, or domestic iron ore.
- Net operating losses from other years.

##### Other Income Included in Net Earnings From Self-Employment

- Rental income from a farm if the rental arrangement provides for material

participation by the landlord and, as landlord, you participated materially in the production or management of the production of farm products on this land. This income is farm earnings. Report it on Schedules F and SE. (To determine whether you participated materially in farm management or production, do not consider the activities of any agent who acted for you.)

- Cash or a payment in kind received from the Department of Agriculture for participation in a land diversion program.
- Payments for the use of rooms or other space, such as rooms in hotels, boarding houses, tourist camps, or homes, when substantial services are also provided.
- Payments you received for space in parking lots, trailer parks, warehouses, or storage garages.
- Income you received from the retail sale of newspapers and magazines if you are 18 or over and kept the profits.
- Income you received as a crew member of a fishing vessel with a crew of normally less than 10 individuals. See Publication 595, Tax Guide for Commercial Fishermen, for more information.

- Fees you received for services performed as a State or local government employee provided you are compensated solely on a fee basis and the position is not covered under a Federal-State social security coverage agreement.
- The rental value of a home or an allowance for a home furnished you if you are a minister or a member of a religious order.
- The value of meals and lodging provided to you for the convenience of your employer if you are a minister or member of a religious order.
- Director's fees and other payments received by a director of a corporation for services as a director.
- Fiduciaries' fees received by professional fiduciaries. Also, nonprofessional fiduciaries if the fees relate to active participation in the operation of the estate's trade or business or the facts indicate the fiduciary manages an estate which requires extensive management activities over a long period of time.
- Option and commodity dealers engaged in trading section 1256 contracts, see section 1402(i) to determine net earnings from self-employment.

**Lines 1 and 2.**—Exclude from lines 1 and 2 any income or expense not included in figuring net earnings from self-employment and attach an explanation. If you are a partner, adjust lines 1 and 2 for any expense deduction for recovery property (section 179) claimed, oil or gas depletion, or unreimbursed partnership expenses.

If you deposited earnings into a capital construction fund established under the Merchant Marine Act of 1936, see Publication 595.

If you are a duly ordained minister who is an employee of a church and if you are subject to self-employment tax, the unreimbursed business expenses that you incurred in performing your services as an

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employee of the church (allowed only as an itemized deduction) are deducted from your self-employment earnings in figuring your self-employment tax. For more information, see Publication 517.

#### Part II

##### Optional Method for Figuring Net Earnings From Farm Self-Employment

If your gross farm profits for the year were not more than \$2,400, you can report two-thirds of your gross farm profits instead of your actual net earnings from farming.

If your gross farm profits were more than \$2,400, and your net farm profits were less than \$1,600, you can report \$1,600 on line 4.

There is no limit on how many times you can elect this optional method. If you use this method, you must apply it to all farm earnings from self-employment for the year. This method can be used to increase or decrease net farm earnings, even if the farming operation resulted in a loss. You may change the method (from actual net to optional net or the reverse) after you file your return.

For a farm partnership, your share of gross income is figured according to the partnership agreement. With guaranteed payments, your share of the partnership's gross income is your guaranteed payment plus your share of the gross income after they are reduced by all guaranteed payments of the partnership. Limited partners should include only guaranteed payments.

##### Optional Method for Figuring Net Earnings From Nonfarm Self-Employment

You may be able to use an optional method to figure your net earnings from nonfarm self-employment if your net nonfarm profits from nonfarm self-employment are less than \$1,600 and less than two-thirds of your gross nonfarm income.

You may use this optional method if you are regularly self-employed or regularly a member of a partnership. You meet this requirement if you had actual net earnings from self-employment of \$400 or more (including your distributive share of the income or loss from any partnership of which you are a member) from nonfarm and farm businesses in at least 2 of the 3 years immediately before the year for which you use the nonfarm option.

You may report two-thirds of your gross nonfarm income (but not more than \$1,600) as your net earnings from self-employment on line 6, but you may not report less than your actual net earnings from nonfarm self-employment.

For a nonfarm partnership, your share of gross income is figured according to the partnership agreement. With guaranteed payments, your share of the partnership's gross income is your guaranteed payment plus your share of the gross income after they are reduced by all guaranteed payments of the partnership. Limited partners should include only guaranteed payments.

The limit for the optional method for nonfarm self-employment is 5 years. The 5 years need not be consecutive.

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#### Using Both Optional Methods

If you have both nonfarm and farm income, you may only use the nonfarm optional method if your actual net earnings from nonfarm self-employment are less than \$1,600. In all combined cases, your net nonfarm profits must be less than two-thirds of your gross nonfarm income to use the nonfarm option. If you qualify to use both options, you may report less than actual total net earnings but not less than actual net earnings from nonfarm self-employment alone.

If you use both options in figuring net earnings from self-employment, your maximum combined total of net earnings from self-employment for any tax year cannot be more than \$1,600.

#### Line 4

Enter 3/4 of the smaller of:

- the total of the gross profits from all Schedules F, line 31 or line 87, and Schedules K-1 (Form 1065), line 17b; or
- \$1,600.

#### Line 6

Enter the smallest of:

- \$1,600;
- 3/4 of the total of gross income from all Schedules C, line 5, plus the distributive share of gross profits from all nonfarm partnerships, Schedule K-1 (Form 1065), line 17c; or
- The amount on line 5 if you also had farm income and elect the farm optional method.

#### Part III

##### Computation of Social Security Self-Employment Tax

#### Line 11a

If you are a U.S. Government employee whose pay is subject ONLY to the 1.3% hospital insurance benefits tax (Medicare), do NOT include this pay as social security wages on Schedule SE, line 11a. Social security wages entered on line 11a are wages subject to the old-age, survivors, and disability insurance tax in addition to the disability insurance benefits tax.

**Note:** Also see the instructions for Form 1040, line 61, to see if you must file Form 4469.

Figure your self-employment tax using the rate below line 13. Do not reduce the rate by the hospital insurance benefits tax rate.

If you are a U.S. Government employee whose pay is subject ONLY to the 1.3% hospital insurance benefits tax (Medicare), and your combined wages and self-employment earnings (lines 9, 11c, and 12b of Schedule SE) are in excess of \$37,800, skip line 13 of Schedule SE and complete the worksheet below. Be sure to enter your "qualified" U.S. Government wages on line 12b of Schedule SE if you use this worksheet. "Qualified" U.S. Government wages are your Government wages, which are subject only to the 1.3% hospital insurance benefits tax.

#### Worksheet (Keep for your records)

1. Enter line 9 from Schedule SE. . . . . 1.
2. Enter line 12a from Schedule SE. . . . . 2.
3. Enter your "qualified" U.S. Government wages here and on line 12b of Schedule SE. . . . . 3.
4. Subtract line 3 from line 2. (If zero or less, enter -0-). . . . . 4.
5. Multiply the smaller of line 1 or line 2 by .092. . . . . 5.
6. Multiply the smaller of line 1 or line 4 by .021. . . . . 6.
7. Add lines 5 and 6. Enter on line 14 of Schedule SE and on Form 1040, line 51. . . . . 7.

#### Instructions for Schedule F

##### Farm Income and Expenses

#### Changes You Should Note

New rules apply that may limit the amount of your recovery deduction for depreciation and investment credit for certain property used in your trade or business or held for the production of income and placed in service after June 18, 1984.

- For calendar year 1984, the recovery deduction for a "passenger automobile" may not exceed \$4,000, and the investment tax credit may not exceed \$1,000. In figuring your recovery deduction, for purposes of this limitation, the section 179 expense deduction is treated as a recovery deduction. The above amounts are further reduced if your business use is less than 100%.

The section 179 expense deduction and investment credit are not allowed for "listed property," such as cars and other transportation property; computers; property generally used for entertainment, recreation, or amusement; and certain other property not used more than 50% in your trade or business.

For more details, get Publication 534, Depreciation, and Publication 572, Investment Credit.

Beginning January 1, 1985, any person engaged in a trade or business who receives cash of more than \$10,000 in one or more related transactions may be required to file Form 8300.

#### Purpose of Schedule

Use Schedule F to report farm income and expenses if you file Forms 1040, 1041, or 1065. Please get Publication 225, Farmer's Tax Guide, for additional information. It has samples of filled-in forms and schedules, and lists important dates that apply to farmers. You may also want to get Publication 534.

If you were required to make estimated tax payments in 1984 and you underpaid your estimated tax, you may be charged a penalty. However, you will not be charged a penalty if you meet the following tests:

- your gross farming or fishing income for 1983 or 1984 is at least two-thirds of your gross income, and
- you file your 1984 tax return and pay the tax due by March 1, 1985.

For more details, see Publication 225, Schedule F.

- Rent you received that was based on farm production or crop shares if you did not run the farm yourself; Report this income on line 23 of Schedule E (Form 1040). It is not subject to self-employment tax.

Income is constructively received when it is credited to your account or set aside for you to use.

If you ran the farm yourself and received rental income from farm production or crop shares, report these rents as income on the line for the crop, or on line 23.

- **Sales of Livestock Because of Drought.** If you sold livestock because of a drought, you can choose to count the income from the sale in the year after the drought, instead of the year of the sale. You can do this if:

- your main business is farming, AND
- you can show that you sold the livestock only because of the drought, AND
- your area qualified for Federal aid.

**Line 1** In column (b) show the amount you received from the sale of livestock you bought for resale. In column (c) show the cost or other basis of the livestock.

**Line 2** In column (b) show the amount you received from sales of other items you bought for resale. In column (c) show the cost or other basis of these items.

**Lines 5 through 19** Show the amount you got from the sale of livestock and produce you raised.

**Line 20** Show the amount you were paid for the use of your farm machinery.

**Line 21** Show patronage dividends you received in cash, and the dollar amount of qualified written notices of allocation. If you received property as patronage dividends, include the fair market value of the property as income. Include cash advances you received from a marketing cooperative.

You do not have to include as income patronage dividends from buying:

- personal or family items,
- capital assets,
- depreciable assets you use in your business.

Enter these amounts on line 21b. If you do not report patronage dividends from these items as income, you must subtract the amount of the dividend from the cost or other basis of these items.

**Line 22** If you get per-unit retains in cash, show the amount of cash. If you get qualified per-unit retains in kind, show the stated dollar amount of the certificate.

**Part II Cash Income**

In Part I show the income you received for the items listed on lines 1 through 28. Count both the cash you actually or constructively received and the fair market value of goods or other property you received for these items.

Income is constructively received when it is credited to your account or set aside for you to use.

**Line 23** Report the income from farm production or crop shares, report these rents as income on the line for the crop, or on line 23.

**Sales of Livestock Because of Drought.** If you sold livestock because of a drought, you can choose to count the income from the sale in the year after the drought, instead of the year of the sale. You can do this if:

- your main business is farming, AND
- you can show that you sold the livestock only because of the drought, AND
- your area qualified for Federal aid.

**Line 1** In column (b) show the amount you received from the sale of livestock you bought for resale. In column (c) show the cost or other basis of the livestock.

**Line 2** In column (b) show the amount you received from sales of other items you bought for resale. In column (c) show the cost or other basis of these items.

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**Line 20** Show the amount you were paid for the use of your farm machinery.

**Line 21** Show patronage dividends you received in cash, and the dollar amount of qualified written notices of allocation. If you received property as patronage dividends, include the fair market value of the property as income. Include cash advances you received from a marketing cooperative.

**Part I Cash Income**

In Part I show the income you received for the items listed on lines 1 through 28. Count both the cash you actually or constructively received and the fair market value of goods or other property you received for these items.

Income is constructively received when it is credited to your account or set aside for you to use.

**Line 23** Report the income from farm production or crop shares, report these rents as income on the line for the crop, or on line 23.

**Sales of Livestock Because of Drought.** If you sold livestock because of a drought, you can choose to count the income from the sale in the year after the drought, instead of the year of the sale. You can do this if:

- your main business is farming, AND
- you can show that you sold the livestock only because of the drought, AND
- your area qualified for Federal aid.

**Line 1** In column (b) show the amount you received from the sale of livestock you bought for resale. In column (c) show the cost or other basis of the livestock.

**Line 2** In column (b) show the amount you received from sales of other items you bought for resale. In column (c) show the cost or other basis of these items.

**Lines 5 through 19** Show the amount you got from the sale of livestock and produce you raised.

**Line 20** Show the amount you were paid for the use of your farm machinery.

**Line 21** Show patronage dividends you received in cash, and the dollar amount of qualified written notices of allocation. If you received property as patronage dividends, include the fair market value of the property as income. Include cash advances you received from a marketing cooperative.

You do not have to include as income patronage dividends from buying:

- personal or family items,
- capital assets,
- depreciable assets you use in your business.

Enter these amounts on line 21b. If you do not report patronage dividends from these items as income, you must subtract the amount of the dividend from the cost or other basis of these items.

**Line 22** If you get per-unit retains in cash, show the amount of cash. If you get qualified per-unit retains in kind, show the stated dollar amount of the certificate.

**Part II Cash Income**

In Part I show the income you received for the items listed on lines 1 through 28. Count both the cash you actually or constructively received and the fair market value of goods or other property you received for these items.

Income is constructively received when it is credited to your account or set aside for you to use.

**Line 23** Report the income from farm production or crop shares, report these rents as income on the line for the crop, or on line 23.

**Sales of Livestock Because of Drought.** If you sold livestock because of a drought, you can choose to count the income from the sale in the year after the drought, instead of the year of the sale. You can do this if:

- your main business is farming, AND
- you can show that you sold the livestock only because of the drought, AND
- your area qualified for Federal aid.

**Line 1** In column (b) show the amount you received from the sale of livestock you bought for resale. In column (c) show the cost or other basis of the livestock.

**Line 2** In column (b) show the amount you received from sales of other items you bought for resale. In column (c) show the cost or other basis of these items.

**Lines 5 through 19** Show the amount you got from the sale of livestock and produce you raised.

**Line 20** Show the amount you were paid for the use of your farm machinery.

**Line 21** Show patronage dividends you received in cash, and the dollar amount of qualified written notices of allocation. If you received property as patronage dividends, include the fair market value of the property as income. Include cash advances you received from a marketing cooperative.

You do not have to include as income patronage dividends from buying:

- personal or family items,
- capital assets,
- depreciable assets you use in your business.

Enter these amounts on line 21b. If you do not report patronage dividends from these items as income, you must subtract the amount of the dividend from the cost or other basis of these items.

**Line 22** If you get per-unit retains in cash, show the amount of cash. If you get qualified per-unit retains in kind, show the stated dollar amount of the certificate.

**Line 24** Enter on line 24a cash you got as price support payments, direct loans, grants, and commodity loans (not sight drafts).

On line 24b show the amounts the Department of Agriculture paid for materials, such as fertilizer or lime, or services, such as grading or constructing dams.

**Line 25** Report Commodity Credit Corporation loans you received as income if:

- the commodities are delivered or forfeited to the Corporation instead of sold in the market, OR
- you choose to report the loan as income when you receive it. If you do this, attach a statement showing the details of the loan. You must attach this statement to your 1983 Form 1040, and the amount of the credit here.

**Line 26** If you took a credit for Federal tax on the line of the 1983 Form 1040, enter the amount of the credit here.

**Line 27** Enter the amount of any State gasoline tax refund you got in 1984.

**Line 28** In general, you must report crop insurance proceeds in the year you receive them. However, you may choose to include crop insurance proceeds and certain disaster payments in income in the tax year after the year of the loss if you can show that it is your principal source of income from these crops in the later tax year.

**Line 29** Use this line to report income other than that shown on lines 1 through 28. Report the sale of commodity futures contracts on this line. Include income from the sale of business insurance and are considered hedges. Enter any profit on line 29. If you had a loss in a closed futures contract, show it as a minus amount.

**Caution:** For property acquired and hedging positions established, you must clearly identify on your books and records the business or sales contracts are not true hedges if they offset losses that already happened. If you bought or sold commodity futures with the hope of making a profit due to favorable price changes, do not report the profit or loss on this line. Report the gain or loss on Form 977, *Commodity Futures and Straddles*.

Report income the amount of the credit for alcohol used as a fuel that was entered on Form 6478.

For more details, see Publication 225.

**Part II Farm Deductions**

**Cash and Accrual Method**

Do not deduct:

- personal or living expenses (such as taxes, insurance, or repairs on your home) that do not produce farm income.

**Line 33** Enter what you paid for repairs and upkeep of farm buildings (but not your home), machinery, and equipment. You can also include what you paid for tools of short life or small cost, such as shovels and rakes, following years.

**Line 34** Show the interest you paid on your farm (but not your home) mortgages. Also include interest on other loans related to this farm. If you prepaid interest in 1984 for years after 1984, include only the part that applies to 1984.

**Line 35** Enter what you paid to rent pasture or farm land.

**Line 36** If you use the cash method, show what you paid for feed to be consumed by your livestock in the year of payment. However, if the feed is to be consumed in a later tax year, the feed is not deductible until the year paid. See Publication 225 for more information on advance payments for feed.

**Line 39** Show what you paid to rent machinery used on your farm.

**Line 40** You can deduct the following taxes:

- real estate and personal property taxes
- social security taxes you paid to match what you are required to withhold from farm employees' wages.

Do not deduct:

- Federal income taxes.
- estate and gift taxes.
- taxes assessed to pay for improvements, such as paving and sewers.
- taxes on your home or personal property, other than taxes not related to the farm business.

**Line 46** Show only the amount of premiums for fire, storm, crop, and theft insurance for the year for your farm business assets. Do not include insurance on personal assets, or medical, health, or disability insurance on yourself or your family.

**Line 47** Show what you paid for gas, electricity, water, etc., for business use on the farm. Do not include personal utilities.

**Line 48** Do not include as freight paid the cost of transportation incurred in purchasing livestock held for resale. Instead, add these costs to the cost of the livestock, and deduct them when the livestock are sold.

**Line 49** You can deduct what you spent to conserve soil or water, or to prevent erosion of your land. You can also deduct what you paid to

**Line 33** Enter what you paid for repairs and upkeep of farm buildings (but not your home), machinery, and equipment. You can also include what you paid for tools of short life or small cost, such as shovels and rakes, following years.

**Line 34** Show the interest you paid on your farm (but not your home) mortgages. Also include interest on other loans related to this farm. If you prepaid interest in 1984 for years after 1984, include only the part that applies to 1984.

**Line 35** Enter what you paid to rent pasture or farm land.

**Line 36** If you use the cash method, show what you paid for feed to be consumed by your livestock in the year of payment. However, if the feed is to be consumed in a later tax year, the feed is not deductible until the year paid. See Publication 225 for more information on advance payments for feed.

**Line 39** Show what you paid to rent machinery used on your farm.

**Line 40** You can deduct the following taxes:

- real estate and personal property taxes
- social security taxes you paid to match what you are required to withhold from farm employees' wages.

Do not deduct:

- Federal income taxes.
- estate and gift taxes.
- taxes assessed to pay for improvements, such as paving and sewers.
- taxes on your home or personal property, other than taxes not related to the farm business.

**Line 46** Show only the amount of premiums for fire, storm, crop, and theft insurance for the year for your farm business assets. Do not include insurance on personal assets, or medical, health, or disability insurance on yourself or your family.

**Line 47** Show what you paid for gas, electricity, water, etc., for business use on the farm. Do not include personal utilities.

**Line 48** Do not include as freight paid the cost of transportation incurred in purchasing livestock held for resale. Instead, add these costs to the cost of the livestock, and deduct them when the livestock are sold.

**Line 49** You can deduct what you spent to conserve soil or water, or to prevent erosion of your land. You can also deduct what you paid to

a soil or water district for conservation expenses. Do not deduct more than 25% of your gross income from farming (excluding certain gains from selling assets such as machinery and land). If your conservation expenses exceed the limit, you can carry the excess over to following years.

**Line 50** Show what you paid to clear land so you can use it for farming. Do not deduct more than \$5,000 or 25% of your gross income from farming, whichever is less. (See Publication 225 for the definition of taxable income from farming for purposes of the limitation.)

If you choose to deduct land clearing expenses for 1984, you must attach a statement to your tax return. See Publication 225 for details on what you must include in this statement.

**Line 51** Enter the amount you paid to pension, profit-sharing, or annuity plans for your employees; the plan included you as an employee. Do not deduct more than the amount you paid for yourself on Form 1040, line 27.

**Line 52** Enter any amounts you paid to programs for your farm, such as health, life, accident, health, and welfare programs. Do not include here amounts paid for yourself or your family.

**Line 53** You can deduct depreciation of buildings, improvements, cars and trucks, machinery, and other farm equipment of a permanent nature.

Do not deduct depreciation on:

- your home, furniture, or other personal items,
- land,
- livestock you bought or raised for resale, or
- other property in your inventory.

Generally, you MUST use the Accelerated Cost Recovery System (ACRS) for all assets you place in service after December 31, 1980.

You may also choose under section 179 to expense part of the cost of certain depreciable property you bought in 1984 for use in your business. You may deduct up to \$5,000 (\$2,500 if married filing separately) for the cost of any property that would otherwise qualify for section 179.

However, you may not depreciate or amortize the same costs. In general, for cars and other "listed property" placed in service after June 18, 1984, you may not take this deduction if the property is used 50% or more for personal purposes. See "Changes You Should Note" on page 32.

Figure your depreciation deduction, including the section 179 expense deduction, on Form 4552, *Depreciation and Amortization*. Enter on line 53 of Schedule F the amount from Form 4552, Part I.

**Investment Credit.** You may be able to take a credit for part of the cost of qualifying property used in your trade or business. To see if you qualify, get Form 3468, Computation of Investment Credit.

If you dispose of investment credit property before the end of its class life or years, or the use of the property changes so that it no longer qualifies, you may have to refigure the credit. Get Form 4255, Recapture of Investment Credit, for details.

#### Line 54

Enter expenses not listed on another line, such as:

- office supplies.
- advertising.
- car and truck expenses. You can deduct what it cost you to run your car or truck, or take the fixed mileage rate. The rate is 20 1/2 cents a mile up to 15,000 miles, and 11 cents a mile for each mile after that. If you use more than one vehicle for business, you must use the actual cost. If you use the vehicle for both personal and farm purposes, show only the miles (or costs), which apply to farming.

For vehicles that have been fully depreciated, the rate is 11 cents a mile.

If you use the fixed rate, the vehicle is considered to have a useful life of 60,000 miles of business use at the maximum fixed mileage rate.

**Note:** If you place a car or truck in service after December 31, 1980, and take the fixed mileage rate, you are treated as having elected to exclude this vehicle from ACRS.

For more details, get Publication 463, Travel, Entertainment, and Gift Expenses.

**Note:** If you use certain highway trucks, truck-trailers, tractor-trailers, or buses in your trade or business, you may have to pay a Federal highway use tax on these vehicles. Get Form 2290, Heavy Vehicle Use Tax Return, to see whether you are subject to the tax.

- any loss from this activity that was not allowed as a deduction last year because of the at-risk provisions. This is treated as a deduction allocable to this activity in 1984.
- amortization of qualifying forestation and reforestation costs over an 84-month period.
- amortization of certain business startup costs over a period of at least 60 months.

Use Form 4562 to figure your amortization deduction. Include on line 54 of Schedule F the amount of the deduction from Form 4562, Part II.

For more information on amortization, see Publication 535, Business Expenses.

#### Line 56

If you have a loss, go on to line 57 before entering your loss on line 56. If you fail to answer the question on line 57, processing of your tax return may be delayed.

Enter the net profit or deductible loss here and on Form 1040, line 19, and Schedule SE, Part I, line 1 (or Form 1041, line 6). Partnerships should stop here and enter the profit or loss on this line and on Form 1065, line 8.

#### Line 57

If you have (1) a loss from any farming activity that you engaged in as a trade or business or for the production of income, except the holding of real property (other than mineral property), and (2) you have amounts for which you are not at risk in the activity, use Form 6198, Computation of Deductible Loss From an Activity Described in Section 465(c), to determine the allowable loss to report on Schedule F.

Amounts for which you are not at risk are amounts such as the following:

- nonrecourse loans used to finance the activity, acquire property used in the activity, or acquire your interest in the activity, unless they are secured by property not used in the activity;
- loans from related parties (section 267(b));
- loans from someone who has an interest in the activity other than as a creditor; and
- amounts protected against loss by a guarantee, stop-loss agreement, or similar arrangement.

For more details, get Publication 536, Net Operating Losses and the At-Risk Limits. Also see Form 6198 and its instructions for more information.

Answer the question on line 57 "YES" if you have any amounts for this farm that:

- you borrowed from a person who is related to you under section 267(b); OR
- you borrowed from a person who has an interest in the business (other than as a creditor); OR
- you are protected against loss by a guarantee, stop-loss agreement, or similar arrangement; OR
- you are not personally required to pay back the money.

If you do not have any of these kinds of amounts for which you are not at risk in this business, then answer the question "NO." Enter the full loss on line 56 and on Form 1040, line 19, and Schedule SE, Part I, line 1 (or Form 1041, line 6).

If you answered "YES" to the question on line 57, enter on line 56 either the amount of your loss or the amount for which

you are considered at risk, whichever is smaller. For example, if your loss is \$1,000 and your amount at risk is \$400, you would enter "\$400" on line 56. Or, if your loss is \$1,000 and your amount at risk is \$1,200, enter "\$1,000" on line 56.

If your at-risk amount is zero or less, enter zero on line 56.

Also enter this amount as your loss from farming on Form 1040, line 19, and Schedule SE, Part I, line 1 (or Form 1041, line 6).

If, in addition to the amount that you report on Schedule F, you sell or otherwise dispose of (1) an asset used in an activity to which the at-risk rules apply, or (2) any part of your interest in an activity to which the at-risk rules apply, and you have amounts in the activity for which you are not at risk, see the instructions for Form 6198.

#### Part III

##### Farm Income

##### Accrual Method

If you use the accrual method, report farm income when you earn it, not when you receive it. Generally, you must inventory your animals and crops if you use this method. See Publication 538, Accounting Periods and Methods, for exceptions, inventory methods, and how to change from accrual to cash methods of accounting.

#### Lines 58 through 74

For each item listed, fill in columns (b), (c), (d), and (e) across. See the line-by-line instructions for Part I for more information.

#### Part IV

##### Summary of Income and Deductions

##### Accrual Method

#### Lines 78 and 79

See instructions for Part I, lines 24 and 25.

#### Line 80

If you take a credit for Federal gasoline tax on your 1984 income tax return, enter the amount of the credit on this line.

#### Line 81

If you are due a refund of State gasoline tax for 1984, enter the amount here.

#### Line 82

See instructions for Part I, line 29.

#### Lines 89 and 90

See instructions for Part I, lines 56 and 57.

## 1984 Tax Table

### Based on Taxable Income

For persons with taxable income of less than \$50,000.

**Example:** Mr. and Mrs. Brown are filing a joint return. Their taxable income on line 37 of Form 1040 is \$25,325. First, they find the \$25,300-\$25,350 income line. Next, they find the column for married filing jointly and read down the column. The amount shown where the income line and filing status column meet is \$3,646. This is the tax amount they must write on line 38 of their return.

At least	But less than	Single	Married filing jointly	Married filing separately	Head of a household
25,200	25,250	4,633	3,621	5,770	4,289
25,250	25,300	4,648	3,634	5,789	4,303
25,300	25,350	4,663	3,646	5,808	4,317
25,350	25,400	4,678	3,659	5,827	4,331

If line 37 (taxable income) is—					And you are—					If line 37 (taxable income) is—					And you are—				
At least	But less than	Single	Married filing jointly	Married filing separately	Head of a household	At least	But less than	Single	Married filing jointly	Married filing separately	Head of a household	At least	But less than	Single	Married filing jointly	Married filing separately	Head of a household	At least	But less than
Your tax is—					Your tax is—					Your tax is—					Your tax is—				
\$0	\$1,700	\$0	\$0	\$0	\$0	2,400	2,425	12	0	78	12	3,400	3,450	124	53	187	124	4,000	4,050
1,700	1,725	0	0	81	0	2,425	2,450	15	0	81	15	3,450	3,500	130	8	203	129	4,050	4,100
1,725	1,750	0	0	4	0	2,450	2,475	18	0	84	18	3,500	3,550	138	14	209	135	4,100	4,150
1,750	1,775	0	0	7	0	2,475	2,500	21	0	87	21	3,550	3,600	142	19	215	140	4,150	4,200
1,775	1,800	0	0	10	0	2,500	2,525	23	0	89	23	3,600	3,650	148	25	221	146	4,200	4,250
1,800	1,825	0	0	12	0	2,525	2,550	26	0	92	26	3,650	3,700	154	30	227	151	4,250	4,300
1,825	1,850	0	0	15	0	2,550	2,575	29	0	95	29	3,700	3,750	160	36	233	157	4,300	4,350
1,850	1,875	0	0	18	0	2,575	2,600	32	0	98	32	3,750	3,800	166	41	239	162	4,350	4,400
1,875	1,900	0	0	21	0	2,600	2,625	34	0	100	34	3,800	3,850	172	47	245	168	4,400	4,450
1,900	1,925	0	0	23	0	2,625	2,650	37	0	103	37	3,850	3,900	178	52	252	173	4,450	4,500
1,925	1,950	0	0	26	0	2,650	2,675	40	0	106	40	3,900	3,950	184	58	259	179	4,500	4,550
1,950	1,975	0	0	29	0	2,675	2,700	43	0	109	43	3,950	4,000	190	63	266	184	4,550	4,600
1,975	2,000	0	0	32	0	2,700	2,725	45	0	111	45	4,000	4,050	196	69	273	190	4,600	4,650
2,000	2,025	0	0	34	0	2,725	2,750	48	0	114	48	4,050	4,100	202	74	280	195	4,650	4,700
2,025	2,050	0	0	37	0	2,750	2,775	51	0	117	51	4,100	4,150	208	80	287	201	4,700	4,750
2,050	2,075	0	0	40	0	2,775	2,800	54	0	120	54	4,150	4,200	214	85	294	206	4,750	4,800
2,075	2,100	0	0	43	0	2,800	2,825	56	0	123	56	4,200	4,250	220	91	301	212	4,800	4,850
2,100	2,125	0	0	45	0	2,825	2,850	59	0	126	59	4,250	4,300	226	96	308	217	4,850	4,900
2,125	2,150	0	0	48	0	2,850	2,875	62	0	129	62	4,300	4,350	232	102	315	223	4,900	4,950
2,150	2,175	0	0	51	0	2,875	2,900	65	0	132	65	4,350	4,400	238	107	322	228	4,950	5,000
2,175	2,200	0	0	54	0	2,900	2,925	67	0	135	67	4,400	4,450	245	113	329	234	5,000	5,050
2,200	2,225	0	0	56	0	2,925	2,950	70	0	138	70	4,450	4,500	252	118	336	240	5,050	5,100
2,225	2,250	0	0	59	0	2,950	2,975	73	0	141	73	4,500	4,550	259	124	343	246	5,100	5,150
2,250	2,275	0	0	62	0	2,975	3,000	76	0	144	76	4,550	4,600	266	129	350	252	5,150	5,200
2,275	2,300	0	0	65	0	3,000	3,050	80	0	148	80	4,600	4,650	273	135	357	258	5,200	5,250
2,300	2,325	0	0	67	0	3,050	3,100	85	0	155	85	4,650	4,700	280	140	364	264	5,250	5,300
2,325	2,350	0	0	70	0	3,100	3,150	91	0	161	91	4,700	4,750	287	146	371	270	5,300	5,350
2,350	2,375	0	0	73	0	3,150	3,200	96	0	167	96	4,750	4,800	294	151	378	276	5,350	5,400
2,375	2,400	0	0	76	0	3,200	3,250	102	0	173	102	4,800	4,850	301	157	385	282	5,400	5,450
		0	0	79	0	3,250	3,300	107	0	179	107	4,850	4,900	308	162	392	288	5,450	5,500
		0	0	82	0	3,300	3,350	113	0	185	113	4,900	4,950	315	168	399	294	5,500	5,550
		0	0	85	0	3,350	3,400	118	0	191	118	4,950	5,000	322	173	406	300	5,550	5,600

\*This column must also be used by a qualifying widow(er).

a If your taxable income is exactly \$1,700, your tax is zero.  
b If your taxable income is exactly \$2,300, your tax is zero.

c If your taxable income is exactly \$3,400, your tax is zero.

Continued on next page

**984 Tax Table (Continued)**

If line 37 (taxable income) is—				And you are—				If line 37 (taxable income) is—				And you are—			
At least	But not more than	Single	Married filing jointly	Head of a household	At least	But not more than	Single	Married filing jointly	Head of a household	At least	But not more than	Single	Married filing jointly	Head of a household	
5,000															
5,000	5,050	320	179	413	302	697	784	543	505	11,000	11,050	1,244	963	1,452	
5,050	5,100	329	184	420	312	704	791	550	512	11,050	11,100	1,253	970	1,463	
5,100	5,150	335	190	427	318	711	798	557	519	11,100	11,150	1,262	977	1,474	
5,150	5,200	340	195	434	324	718	805	564	526	11,150	11,200	1,271	984	1,485	
5,200	5,250	345	201	441	330	725	812	571	533	11,200	11,250	1,280	991	1,496	
5,250	5,300	350	206	448	336	732	819	578	540	11,250	11,300	1,289	998	1,507	
5,300	5,350	355	212	455	342	739	826	585	547	11,300	11,350	1,298	1,005	1,518	
5,350	5,400	360	217	462	348	746	833	592	554	11,350	11,400	1,307	1,012	1,529	
5,400	5,450	365	223	469	354	753	840	599	561	11,400	11,450	1,316	1,019	1,540	
5,450	5,500	370	228	476	360	760	847	606	568	11,450	11,500	1,325	1,026	1,551	
5,500	5,550	375	234	483	366	767	854	613	575	11,500	11,550	1,334	1,033	1,562	
5,550	5,600	380	240	490	372	774	861	620	582	11,550	11,600	1,343	1,040	1,573	
5,600	5,650	385	246	497	378	781	868	627	590	11,600	11,650	1,352	1,047	1,584	
5,650	5,700	390	251	504	384	788	875	634	597	11,650	11,700	1,361	1,054	1,595	
5,700	5,750	395	257	511	390	795	882	641	604	11,700	11,750	1,370	1,061	1,606	
5,750	5,800	400	263	518	396	802	889	648	611	11,750	11,800	1,379	1,068	1,617	
5,800	5,850	405	268	525	402	809	896	655	618	11,800	11,850	1,388	1,075	1,628	
5,850	5,900	410	273	532	408	816	903	662	625	11,850	11,900	1,397	1,082	1,639	
5,900	5,950	415	279	539	414	823	910	669	632	11,900	11,950	1,406	1,089	1,650	
5,950	6,000	420	284	546	420	830	917	676	639	11,950	12,000	1,415	1,096	1,661	
6,000															
6,000	6,050	425	289	553	426	837	924	683	646	12,000	12,050	1,424	1,103	1,672	
6,050	6,100	430	294	560	432	844	931	690	653	12,050	12,100	1,433	1,110	1,683	
6,100	6,150	435	300	567	438	851	938	697	660	12,100	12,150	1,442	1,117	1,694	
6,150	6,200	440	306	574	444	858	945	704	667	12,150	12,200	1,451	1,124	1,705	
6,200	6,250	445	312	581	450	865	952	711	674	12,200	12,250	1,460	1,131	1,716	
6,250	6,300	450	318	588	456	872	959	718	681	12,250	12,300	1,469	1,138	1,727	
6,300	6,350	455	324	595	462	879	966	725	688	12,300	12,350	1,478	1,145	1,738	
6,350	6,400	460	330	602	468	886	973	732	695	12,350	12,400	1,487	1,152	1,749	
6,400	6,450	465	336	609	474	893	980	739	702	12,400	12,450	1,496	1,159	1,760	
6,450	6,500	470	342	616	480	900	987	746	709	12,450	12,500	1,505	1,166	1,771	
6,500	6,550	475	348	623	486	907	994	753	716	12,500	12,550	1,514	1,173	1,782	
6,550	6,600	480	354	630	492	914	1,001	760	723	12,550	12,600	1,523	1,180	1,793	
6,600	6,650	485	360	637	498	921	1,008	767	730	12,600	12,650	1,532	1,187	1,804	
6,650	6,700	490	366	644	504	928	1,015	774	737	12,650	12,700	1,541	1,194	1,815	
6,700	6,750	495	372	651	510	935	1,022	781	744	12,700	12,750	1,550	1,201	1,826	
6,750	6,800	500	378	658	516	942	1,029	788	751	12,750	12,800	1,559	1,208	1,837	
6,800	6,850	505	384	665	522	949	1,036	795	758	12,800	12,850	1,568	1,215	1,848	
6,850	6,900	510	390	672	528	956	1,043	802	765	12,850	12,900	1,577	1,222	1,859	
6,900	6,950	515	396	679	534	963	1,050	809	772	12,900	12,950	1,586	1,229	1,870	
6,950	7,000	520	402	686	540	970	1,057	816	779	12,950	13,000	1,595	1,236	1,881	
7,000															
7,000	7,050	525	408	693	546	977	1,064	823	786	13,000	13,050	1,604	1,243	1,892	
7,050	7,100	530	414	700	552	984	1,071	830	793	13,050	13,100	1,613	1,250	1,903	
7,100	7,150	535	420	707	558	991	1,078	837	800	13,100	13,150	1,622	1,257	1,914	
7,150	7,200	540	426	714	564	998	1,085	844	807	13,150	13,200	1,631	1,264	1,925	
7,200	7,250	545	432	721	570	1,005	1,092	851	814	13,200	13,250	1,640	1,271	1,936	
7,250	7,300	550	438	728	576	1,012	1,099	858	821	13,250	13,300	1,649	1,278	1,947	
7,300	7,350	555	444	735	582	1,019	1,106	865	828	13,300	13,350	1,658	1,285	1,958	
7,350	7,400	560	450	742	588	1,026	1,113	872	835	13,350	13,400	1,667	1,292	1,969	
7,400	7,450	565	456	749	594	1,033	1,120	879	842	13,400	13,450	1,676	1,299	1,980	
7,450	7,500	570	462	756	600	1,040	1,127	886	849	13,450	13,500	1,685	1,306	1,991	
7,500	7,550	575	468	763	606	1,047	1,134	893	856	13,500	13,550	1,694	1,313	2,002	
7,550	7,600	580	474	770	612	1,054	1,141	900	863	13,550	13,600	1,703	1,320	2,013	
7,600	7,650	585	480	777	618	1,061	1,148	907	870	13,600	13,650	1,712	1,327	2,024	
7,650	7,700	590	486	784	624	1,068	1,155	914	877	13,650	13,700	1,721	1,334	2,035	
7,700	7,750	595	492	791	630	1,075	1,162	921	884	13,700	13,750	1,730	1,341	2,046	
7,750	7,800	600	498	798	636	1,082	1,169	928	891	13,750	13,800	1,739	1,348	2,057	
7,800	7,850	605	504	805	642	1,089	1,176	935	898	13,800	13,850	1,748	1,355	2,068	
7,850	7,900	610	510	812	648	1,096	1,183	942	905	13,850	13,900	1,757	1,362	2,079	
7,900	7,950	615	516	819	654	1,103	1,190	949	912	13,900	13,950	1,766	1,369	2,090	
7,950	8,000	620	522	826	660	1,110	1,197	956	919	13,950	14,000	1,775	1,376	2,101	
8,000	8,050	625	528	833	666	1,117	1,204	963	926	14,000	14,050	1,784	1,383	2,112	
8,050	8,100	630	534	840	672	1,124	1,211	970	933	14,050	14,100	1,793	1,390	2,123	
8,100	8,150	635	540	847	678	1,131	1,218	977	940	14,100	14,150	1,802	1,397	2,134	
8,150	8,200	640	546	854	684	1,138	1,225	984	947	14,150	14,200	1,811	1,404	2,145	
8,200	8,250	645	552	861	690	1,145	1,232	991	954	14,200	14,250	1,820	1,411	2,156	
8,250	8,300	650	558	868	696	1,152	1,239	998	961	14,250	14,300	1,829	1,418	2,167	
8,300	8,350	655	564	875	702	1,159	1,246	1,005	968	14,300	14,350	1,838	1,425	2,178	
8,350	8,400	660	570	882	708	1,166	1,253	1,012	975	14,350	14,400	1,847	1,432	2,189	
8,400	8,450	665	576	889	714	1,173	1,260	1,019	982	14,400	14,450	1,856	1,439	2,200	
8,450	8,500	670	582	896	720	1,180	1,267	1,026	989	14,450	14,500	1,865	1,446	2,211	
8,500	8,550	675	588	903	726	1,187	1,274	1,033	996	14,500	14,550	1,874	1,453	2,222	
8,550	8,600	680	594	910	732	1,194	1,281	1,040	1,003	14,550	14,600	1,883	1,460	2,233	
8,600	8,650	685	600	917	738	1,201	1,288	1,047	1,010	14,600	14,650	1,892	1,467	2,244	
8,650	8,700	690	606	924	744	1,208	1,295	1,054	1,017	14,650	14,700	1,901	1,474	2,255	
8,700	8,750	695	612	931	750	1,215	1,302	1,061	1,024	14,700	14,750	1,910	1,481	2,266	
8,750	8,800	700	618	938	756	1,222	1,309	1,068	1,031	14,750	14,800	1,919	1,488	2,277	
8,800	8,850	705	624	945	762	1,229	1,316	1,075	1,038	14,800	14,850	1,928	1,495	2,288	
8,850	8,900	710	630	952	768	1,236	1,323	1,082	1,045	14,850	14,900	1,937	1,502	2,299	
8,900	8,950	715	636	959	774	1,243	1,330	1,089	1,052	14,900	14,950	1,946	1,509	2,310	
8,950	9,000	720	642	966	780	1,250	1,337	1,096	1,059	14,950	15,000	1,955	1,516	2,321	
9,000	9,050	725	648	973	786	1,257	1,344	1,103	1,066	15,000	15,050	1,964	1,523	2,332	
9,050	9,100	730	654	980	792	1,264	1,351	1,110	1,073	15,050	15,100	1,973	1,530	2,343	
9,100	9,150	735	660	987	798	1,271	1,358	1,117	1,080	15,100	15,150	1,982	1,537	2,354	
9,150	9,200	740	666	994	804	1,278	1,365	1,124	1,087	15,150	15,200	1,991	1,544	2,365	
9,200	9,250	745	672	1,001	810	1,285	1,372	1,131	1,094	15,200	15,250	1,999	1,551		

Other column must also be used by a qualified widower).

Page 37

994 Tax Table (Continued)

[illegible]

06'02"	06'08"	06'14"	06'20"	06'26"
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1984 Tax Table (Continued)

If line 37 (taxable income) is—				And you are—				If line 37 (taxable income) is—				And you are—			
At least	But less than	Single	Married filing jointly or married separately	Head of household	At least	But less than	Single	Married filing jointly or married separately	Head of household	At least	But less than	Single	Married filing jointly or married separately	Head of household	
21,000				26,000				29,000				30,000			
23,000	23,050	3,992	3,119	4,834	3,682	28,000	28,050	4,873	3,821	6,074	4,513	29,000	29,050	5,782	
23,050	23,100	4,000	3,130	4,953	3,747	28,050	28,100	4,988	3,848	4,555	4,555	29,050	29,100	5,816	
23,100	23,150	4,008	3,139	5,072	3,814	28,100	28,150	5,023	3,916	4,611	4,611	29,100	29,150	5,848	
23,150	23,200	4,016	3,152	5,191	3,879	28,150	28,200	5,070	3,969	4,631	4,554	29,150	29,200	5,880	
23,200	23,250	4,024	3,164	5,309	3,943	28,200	28,250	5,115	4,019	4,683	4,608	29,200	29,250	5,912	
23,250	23,300	4,032	3,176	5,428	4,008	28,250	28,300	5,160	4,068	4,735	4,659	29,250	29,300	5,944	
23,300	23,350	4,040	3,189	5,546	4,073	28,300	28,350	5,205	4,117	4,782	4,680	29,300	29,350	5,976	
23,350	23,400	4,048	3,198	5,665	4,138	28,350	28,400	5,250	4,166	4,829	4,705	29,350	29,400	6,008	
23,400	23,450	4,056	3,210	5,783	4,202	28,400	28,450	5,295	4,215	4,876	4,730	29,400	29,450	6,040	
23,450	23,500	4,064	3,221	5,901	4,266	28,450	28,500	5,340	4,264	4,923	4,755	29,450	29,500	6,072	
23,500	23,550	4,072	3,233	6,019	4,330	28,500	28,550	5,385	4,313	4,970	4,780	29,500	29,550	6,104	
23,550	23,600	4,080	3,244	6,137	4,394	28,550	28,600	5,430	4,362	5,017	4,805	29,550	29,600	6,136	
23,600	23,650	4,088	3,256	6,255	4,458	28,600	28,650	5,475	4,411	5,064	4,830	29,600	29,650	6,168	
23,650	23,700	4,096	3,267	6,373	4,522	28,650	28,700	5,520	4,460	5,111	4,855	29,650	29,700	6,200	
23,700	23,750	4,104	3,279	6,491	4,586	28,700	28,750	5,565	4,509	5,158	4,880	29,700	29,750	6,232	
23,750	23,800	4,112	3,291	6,609	4,650	28,750	28,800	5,610	4,558	5,205	4,905	29,750	29,800	6,264	
23,800	23,850	4,120	3,302	6,727	4,714	28,800	28,850	5,655	4,607	5,252	4,930	29,800	29,850	6,296	
23,850	23,900	4,128	3,314	6,845	4,778	28,850	28,900	5,700	4,656	5,299	4,955	29,850	29,900	6,328	
23,900	23,950	4,136	3,326	6,963	4,842	28,900	28,950	5,745	4,705	5,346	4,980	29,900	29,950	6,360	
23,950	24,000	4,144	3,338	7,081	4,906	28,950	29,000	5,790	4,754	5,393	5,005	29,950	30,000	6,392	
24,000															
21,000				26,000				29,000				30,000			
24,000	24,050	4,152	3,350	7,199	4,970	29,000	29,050	5,835	4,803	5,440	5,030	30,000	30,050	6,424	
24,050	24,100	4,160	3,362	7,317	5,034	29,050	29,100	5,880	4,852	5,487	5,055	30,050	30,100	6,456	
24,100	24,150	4,168	3,373	7,435	5,098	29,100	29,150	5,925	4,901	5,534	5,080	30,100	30,150	6,488	
24,150	24,200	4,176	3,385	7,553	5,162	29,150	29,200	5,970	4,950	5,581	5,105	30,150	30,200	6,520	
24,200	24,250	4,184	3,396	7,671	5,226	29,200	29,250	6,015	4,999	5,628	5,130	30,200	30,250	6,552	
24,250	24,300	4,192	3,408	7,789	5,290	29,250	29,300	6,060	5,048	5,675	5,155	30,250	30,300	6,584	
24,300	24,350	4,200	3,419	7,907	5,354	29,300	29,350	6,105	5,097	5,722	5,180	30,300	30,350	6,616	
24,350	24,400	4,208	3,431	8,025	5,418	29,350	29,400	6,150	5,146	5,769	5,205	30,350	30,400	6,648	
24,400	24,450	4,216	3,442	8,143	5,482	29,400	29,450	6,195	5,195	5,816	5,230	30,400	30,450	6,680	
24,450	24,500	4,224	3,454	8,261	5,546	29,450	29,500	6,240	5,244	5,863	5,255	30,450	30,500	6,712	
24,500	24,550	4,232	3,465	8,379	5,610	29,500	29,550	6,285	5,293	5,910	5,280	30,500	30,550	6,744	
24,550	24,600	4,240	3,477	8,497	5,674	29,550	29,600	6,330	5,342	5,957	5,305	30,550	30,600	6,776	
24,600	24,650	4,248	3,488	8,615	5,738	29,600	29,650	6,375	5,391	6,004	5,330	30,600	30,650	6,808	
24,650	24,700	4,256	3,499	8,733	5,802	29,650	29,700	6,420	5,440	6,051	5,355	30,650	30,700	6,840	
24,700	24,750	4,264	3,511	8,851	5,866	29,700	29,750	6,465	5,489	6,098	5,380	30,700	30,750	6,872	
24,750	24,800	4,272	3,522	8,969	5,930	29,750	29,800	6,510	5,538	6,145	5,405	30,750	30,800	6,904	
24,800	24,850	4,280	3,534	9,087	5,994	29,800	29,850	6,555	5,587	6,192	5,430	30,800	30,850	6,936	
24,850	24,900	4,288	3,546	9,205	6,058	29,850	29,900	6,600	5,636	6,239	5,455	30,850	30,900	6,968	
24,900	24,950	4,296	3,558	9,323	6,122	29,900	29,950	6,645	5,685	6,286	5,480	30,900	30,950	6,999	
24,950	25,000														
21,000				26,000				29,000				30,000			
25,000	25,050	4,304	3,570	9,441	6,186	29,950	30,000	6,690	5,734	6,333	5,505	30,950	31,000	7,031	
25,050	25,100	4,312	3,582	9,559	6,250	30,000	30,050	6,735	5,783	6,380	5,530	31,000	31,050	7,063	
25,100	25,150	4,320	3,594	9,677	6,314	30,050	30,100	6,780	5,832	6,427	5,555	31,050	31,100	7,095	
25,150	25,200	4,328	3,606	9,795	6,378	30,100	30,150	6,825	5,881	6,474	5,580	31,100	31,150	7,127	
25,200	25,250	4,336	3,618	9,913	6,442	30,150	30,200	6,870	5,930	6,521	5,605	31,150	31,200	7,159	
25,250	25,300	4,344	3,630	10,031	6,506	30,200	30,250	6,915	5,979	6,568	5,630	31,200	31,250	7,191	
25,300	25,350	4,352	3,642	10,149	6,570	30,250	30,300	6,960	6,028	6,615	5,655	31,250	31,300	7,223	
25,350	25,400	4,360	3,654	10,267	6,634	30,300	30,350	7,005	6,077	6,662	5,680	31,300	31,350	7,255	
25,400	25,450	4,368	3,666	10,385	6,698	30,350	30,400	7,050	6,126	6,709	5,705	31,350	31,400	7,287	
25,450	25,500	4,376	3,678	10,503	6,762	30,400	30,450	7,095	6,175	6,756	5,730	31,400	31,450	7,319	
25,500	25,550	4,384	3,690	10,621	6,826	30,450	30,500	7,140	6,224	6,803	5,755	31,450	31,500	7,351	
25,550	25,600	4,392	3,702	10,739	6,890	30,500	30,550	7,185	6,273	6,850	5,780	31,500	31,550	7,383	
25,600	25,650	4,400	3,714	10,857	6,954	30,550	30,600	7,230	6,322	6,897	5,805	31,550	31,600	7,415	
25,650	25,700	4,408	3,726	10,975	7,018	30,600	30,650	7,275	6,371	6,944	5,830	31,600	31,650	7,447	
25,700	25,750	4,416	3,738	11,093	7,082	30,650	30,700	7,320	6,420	6,991	5,855	31,650	31,700	7,479	
25,750	25,800	4,424	3,750	11,211	7,146	30,700	30,750	7,365	6,469	7,038	5,880	31,700	31,750	7,511	
25,800	25,850	4,432	3,762	11,329	7,210	30,750	30,800	7,410	6,518	7,085	5,905	31,750	31,800	7,543	
25,850	25,900	4,440	3,774	11,447	7,274	30,800	30,850	7,455	6,567	7,132	5,930	31,800	31,850	7,575	
25,900	25,950	4,448	3,786	11,565	7,338	30,850	30,900	7,500	6,616	7,179	5,955	31,850	31,900	7,607	
25,950	26,000	4,456	3,798	11,683	7,402	30,900	30,950	7,545	6,665	7,226	5,980	31,900	31,950	7,639	
26,000															
21,000				26,000				29,000				30,000			
26,000	26,050	4,464	3,810	11,801	7,466	30,950	31,000	7,590	6,715	7,273	6,005	31,950	32,000	7,671	
26,050	26,100	4,472	3,822	11,919	7,530	31,000	31,050	7,635	6,764	7,320	6,030	32,000	32,050	7,703	
26,100	26,150	4,480	3,834	12,037	7,594	31,050	31,100	7,680	6,813	7,367	6,055	32,050	32,100	7,735	
26,150	26,200	4,488	3,846	12,155	7,658	31,100	31,150	7,725	6,862	7,414	6,080	32,100	32,150	7,767	
26,200	26,250	4,496	3,858	12,273	7,722	31,150	31,200	7,770	6,911	7,461	6,105	32,150	32,200	7,799	
26,250	26,300	4,504	3,870	12,391	7,786	31,200	31,250	7,815	6,960	7,508	6,130	32,200	32,250	7,831	
26,300	26,350	4,512	3,882	12,509	7,850	31,250	31,300	7,860	7,009	7,555	6,155	32,250	32,300	7,863	
26,350	26,400	4,520	3,894	12,627	7,914	31,300	31,350	7,905	7,058	7,602	6,180	32,300	32,350	7,895	
26,400	26,450	4,528	3,906	12,745	7,978	31,350	31,400	7,950	7,107	7,649	6,205	32,350	32,400	7,927	
26,450	26,500	4,536	3,918	12,863	8,042	31,400	31,450	7,995	7,156	7,696	6,230	32,400	32,450	7,959	
26,500	26,550	4,544	3,930	12,981	8,106	31,450	31,500	8,040	7,205	7,743	6,255	32,450	32,500	7,991	
26,550	26,600	4,552	3,942	13,099	8,170	31,500	31,550	8,085	7,254	7,790	6,280	32,500	32,550	8,023	
26,600	26,650	4,560	3,954	13,217	8,234	31,550	31,600	8,130	7,303	7,837	6,305	32,550	32,600	8,055	
26,650	26,700	4,568	3,966	13,335	8,298	31,600	31,650	8,175	7,352	7,884	6,330	32,600	32,650	8,087	
26,700	26,														

\*This column must also be used by a qualifying widow(er).

1984 Tax Table (Continued)

[illegible]

This column must also be used by a qualifying widow(er).

# 1984 Tax Table (Continued)

If line 37 (Taxable income) is—		And you are—		If line 37 (Taxable income) is—		And you are—		If line 37 (Taxable income) is—		And you are—	
At least	But less than	Single	Married (jointly)	At least	But less than	Single	Married (jointly)	At least	But less than	Single	Married (jointly)
Your tax is—		Your tax is—		Your tax is—		Your tax is—		Your tax is—		Your tax is—	
41,000	41,050	10,133	8,198	44,000	44,050	11,380	9,188	47,000	47,050	12,640	10,238
41,050	41,100	10,158	8,213	44,050	44,100	11,401	9,203	47,050	47,100	12,661	10,257
41,100	41,150	10,183	8,228	44,100	44,150	11,422	9,218	47,100	47,150	12,682	10,276
41,150	41,200	10,208	8,243	44,150	44,200	11,443	9,233	47,150	47,200	12,703	10,295
41,200	41,250	10,233	8,258	44,200	44,250	11,464	9,248	47,200	47,250	12,724	10,314
41,250	41,300	10,258	8,273	44,250	44,300	11,485	9,263	47,250	47,300	12,745	10,333
41,300	41,350	10,283	8,288	44,300	44,350	11,506	9,278	47,300	47,350	12,766	10,352
41,350	41,400	10,308	8,303	44,350	44,400	11,527	9,293	47,350	47,400	12,787	10,371
41,400	41,450	10,333	8,318	44,400	44,450	11,548	9,308	47,400	47,450	12,808	10,390
41,450	41,500	10,358	8,333	44,450	44,500	11,569	9,323	47,450	47,500	12,829	10,409
41,500	41,550	10,383	8,348	44,500	44,550	11,590	9,338	47,500	47,550	12,850	10,428
41,550	41,600	10,408	8,363	44,550	44,600	11,611	9,353	47,550	47,600	12,871	10,447
41,600	41,650	10,433	8,378	44,600	44,650	11,632	9,368	47,600	47,650	12,892	10,466
41,650	41,700	10,458	8,393	44,650	44,700	11,653	9,383	47,650	47,700	12,913	10,485
41,700	41,750	10,483	8,408	44,700	44,750	11,674	9,398	47,700	47,750	12,934	10,504
41,750	41,800	10,508	8,423	44,750	44,800	11,695	9,413	47,750	47,800	12,955	10,523
41,800	41,850	10,533	8,438	44,800	44,850	11,716	9,428	47,800	47,850	12,976	10,542
41,850	41,900	10,558	8,453	44,850	44,900	11,737	9,443	47,850	47,900	12,997	10,561
41,900	41,950	10,583	8,468	44,900	44,950	11,758	9,458	47,900	47,950	13,018	10,580
41,950	42,000	10,608	8,483	44,950	45,000	11,779	9,473	47,950	48,000	13,039	10,599
42,000	42,050	10,633	8,498	45,000	45,050	11,800	9,488	48,000	48,050	13,060	10,618
42,050	42,100	10,658	8,513	45,050	45,100	11,821	9,503	48,050	48,100	13,081	10,637
42,100	42,150	10,683	8,528	45,100	45,150	11,842	9,518	48,100	48,150	13,102	10,656
42,150	42,200	10,708	8,543	45,150	45,200	11,863	9,533	48,150	48,200	13,123	10,675
42,200	42,250	10,733	8,558	45,200	45,250	11,884	9,548	48,200	48,250	13,144	10,694
42,250	42,300	10,758	8,573	45,250	45,300	11,905	9,563	48,250	48,300	13,165	10,713
42,300	42,350	10,783	8,588	45,300	45,350	11,926	9,578	48,300	48,350	13,186	10,732
42,350	42,400	10,808	8,603	45,350	45,400	11,947	9,593	48,350	48,400	13,207	10,751
42,400	42,450	10,833	8,618	45,400	45,450	11,968	9,608	48,400	48,450	13,228	10,770
42,450	42,500	10,858	8,633	45,450	45,500	11,989	9,623	48,450	48,500	13,249	10,789
42,500	42,550	10,883	8,648	45,500	45,550	12,010	9,638	48,500	48,550	13,270	10,808
42,550	42,600	10,908	8,663	45,550	45,600	12,031	9,653	48,550	48,600	13,291	10,827
42,600	42,650	10,933	8,678	45,600	45,650	12,052	9,668	48,600	48,650	13,312	10,846
42,650	42,700	10,958	8,693	45,650	45,700	12,073	9,683	48,650	48,700	13,333	10,865
42,700	42,750	10,983	8,708	45,700	45,750	12,094	9,698	48,700	48,750	13,354	10,884
42,750	42,800	11,008	8,723	45,750	45,800	12,115	9,713	48,750	48,800	13,375	10,903
42,800	42,850	11,033	8,738	45,800	45,850	12,136	9,728	48,800	48,850	13,396	10,922
42,850	42,900	11,058	8,753	45,850	45,900	12,157	9,743	48,850	48,900	13,417	10,941
42,900	42,950	11,083	8,768	45,900	45,950	12,178	9,758	48,900	48,950	13,438	10,960
42,950	43,000	11,108	8,783	45,950	46,000	12,199	9,773	48,950	49,000	13,459	10,979
43,000	43,050	11,133	8,798	46,000	46,050	12,220	9,788	49,000	49,050	13,480	10,998
43,050	43,100	11,158	8,813	46,050	46,100	12,241	9,803	49,050	49,100	13,501	11,017
43,100	43,150	11,183	8,828	46,100	46,150	12,262	9,818	49,100	49,150	13,522	11,036
43,150	43,200	11,208	8,843	46,150	46,200	12,283	9,833	49,150	49,200	13,543	11,055
43,200	43,250	11,233	8,858	46,200	46,250	12,304	9,848	49,200	49,250	13,564	11,074
43,250	43,300	11,258	8,873	46,250	46,300	12,325	9,863	49,250	49,300	13,585	11,093
43,300	43,350	11,283	8,888	46,300	46,350	12,346	9,878	49,300	49,350	13,606	11,112
43,350	43,400	11,308	8,903	46,350	46,400	12,367	9,893	49,350	49,400	13,627	11,131
43,400	43,450	11,333	8,918	46,400	46,450	12,388	9,908	49,400	49,450	13,648	11,150
43,450	43,500	11,358	8,933	46,450	46,500	12,409	9,923	49,450	49,500	13,669	11,169
43,500	43,550	11,383	8,948	46,500	46,550	12,430	9,938	49,500	49,550	13,690	11,188
43,550	43,600	11,408	8,963	46,550	46,600	12,451	9,953	49,550	49,600	13,711	11,207
43,600	43,650	11,433	8,978	46,600	46,650	12,472	9,968	49,600	49,650	13,732	11,226
43,650	43,700	11,458	8,993	46,650	46,700	12,493	9,983	49,650	49,700	13,753	11,245
43,700	43,750	11,483	9,008	46,700	46,750	12,514	10,000	49,700	49,750	13,774	11,264
43,750	43,800	11,508	9,023	46,750	46,800	12,535	10,015	49,750	49,800	13,795	11,283
43,800	43,850	11,533	9,038	46,800	46,850	12,556	10,030	49,800	49,850	13,816	11,302
43,850	43,900	11,558	9,053	46,850	46,900	12,577	10,045	49,850	49,900	13,837	11,321
43,900	43,950	11,583	9,068	46,900	46,950	12,598	10,060	49,900	49,950	13,858	11,340
43,950	44,000	11,608	9,083	46,950	47,000	12,619	10,075	49,950	50,000	13,879	11,359
44,000	44,050	11,633	9,098	47,000	47,050	12,640	10,090	50,000	50,050	13,900	11,378
44,050	44,100	11,658	9,113	47,050	47,100	12,661	10,105	50,050	50,100	13,921	11,397
44,100	44,150	11,683	9,128	47,100	47,150	12,682	10,120	50,100	50,150	13,942	11,416
44,150	44,200	11,708	9,143	47,150	47,200	12,703	10,135	50,150	50,200	13,963	11,435
44,200	44,250	11,733	9,158	47,200	47,250	12,724	10,150	50,200	50,250	13,984	11,454
44,250	44,300	11,758	9,173	47,250	47,300	12,745	10,165	50,250	50,300	14,005	11,473
44,300	44,350	11,783	9,188	47,300	47,350	12,766	10,180	50,300	50,350	14,026	11,492
44,350	44,400	11,808	9,203	47,350	47,400	12,787	10,195	50,350	50,400	14,047	11,511
44,400	44,450	11,833	9,218	47,400	47,450	12,808	10,210	50,400	50,450	14,068	11,530
44,450	44,500	11,858	9,233	47,450	47,500	12,829	10,225	50,450	50,500	14,089	11,549
44,500	44,550	11,883	9,248	47,500	47,550	12,850	10,240	50,500	50,550	14,110	11,568
44,550	44,600	11,908	9,263	47,550	47,600	12,871	10,255	50,550	50,600	14,131	11,587
44,600	44,650	11,933	9,278	47,600	47,650	12,892	10,270	50,600	50,650	14,152	11,606
44,650	44,700	11,958	9,293	47,650	47,700	12,913	10,285	50,650	50,700	14,173	11,625
44,700	44,750	11,983	9,308	47,700	47,750	12,934	10,300	50,700	50,750	14,194	11,644
44,750	44,800	12,008	9,323	47,750	47,800	12,955	10,315	50,750	50,800	14,215	11,663
44,800	44,850	12,033	9,338	47,800	47,850	12,976	10,330	50,800	50,850	14,236	11,682
44,850	44,900	12,058	9,353	47,850	47,900	12,997	10,345	50,850	50,900	14,257	11,701
44,900	44,950	12,083	9,368	47,900	47,950	13,018	10,360	50,900	50,950	14,278	11,720
44,950	45,000	12,108	9,383	47,950	48,000	13,039	10,375	50,950	51,000	14,299	11,739
45,000	45,050	12,133	9,398	48,000	48,050	13,060	10,390	51,000	51,050	14,320	11,758
45,050	45,100	12,158	9,413	48,050	48,100	13,081	10,405	51,050	51,100	14,341	11,777
45,100	45,150	12,183	9,428	48,100	48,150	13,102	10,420	51,100	51,150	14,362	11,796
45,150	45,200	12,208	9,443	48,150	48,200	13,123	10,435	51,150	51,200	14,383	11,815
45,200	45,250	12,233	9,458	48,200	48,250	13,144	10,450	51,200	51,250	14,404	11,834
45,250	45,300	12,258	9,473	48,250	48,300	13,165	10,465	51,250	51,300	14,425	11,853
45,300	45,350	12,283	9,488	48,300	48,350	13,186	10,480	51,300	51,350	14,	



# 1984 Optional State Sales Tax Tables—Continued

Income	Michigan					Minnesota <sup>1</sup>					Mississippi					Missouri <sup>2</sup>					Nebraska <sup>3</sup>					Nevada <sup>4</sup>					New Jersey				
	Family size		Over			Family size		Over			Family size		Over			Family size		Over			Family size		Over			Family size		Over			Family size		Over		
	1	2	3	4	5	1	2	3	4	5	1	2	3	4	5	1	2	3	4	5	1	2	3	4	5	1	2	3	4	5	1	2	3	4	5
\$1-\$5,000	88	102	108	113	118	86	99	105	110	115	167	201	215	227	242	77	89	95	100	105	110	75	88	91	95	94	108	111	115	76	83	88	91	95	
\$5,001-\$10,000	163	171	177	183	189	161	176	182	188	194	154	231	250	264	282	115	127	137	147	158	168	88	102	107	112	112	128	134	138	91	101	107	112	117	
\$10,001-\$12,000	118	138	145	151	157	115	136	143	149	155	220	252	268	284	300	132	153	167	178	191	201	101	117	123	128	129	148	154	159	105	116	122	127	132	
\$12,001-\$14,000	131	151	161	168	175	129	152	162	169	176	244	282	302	320	338	147	168	185	198	211	223	112	131	137	142	143	167	174	179	118	134	140	145	150	
\$14,001-\$16,000	144	169	177	184	192	142	168	178	185	192	268	304	324	342	360	162	181	202	218	232	245	123	144	151	156	156	186	193	199	121	139	145	150	155	
\$16,001-\$18,000	158	184	192	199	206	154	183	193	200	207	287	326	346	364	382	175	194	219	234	248	261	133	157	164	170	170	204	211	217	144	165	171	176	181	
\$18,001-\$20,000	168	198	207	214	221	166	196	206	213	220	308	348	368	386	404	186	207	234	250	264	278	143	169	177	183	183	222	229	235	156	180	186	191	196	
\$20,001-\$22,000	180	211	221	228	235	177	212	222	229	236	327	368	388	406	424	200	221	248	264	278	292	152	181	189	195	195	238	246	252	167	194	200	205	210	
\$22,001-\$24,000	191	224	234	241	248	188	226	236	243	250	346	384	404	422	440	212	233	260	276	290	304	161	192	201	207	207	254	262	268	178	208	214	219	224	
\$24,001-\$26,000	202	237	247	254	261	198	240	250	257	264	364	402	422	440	458	224	245	272	288	302	316	170	202	211	217	217	270	278	284	189	222	228	233	238	
\$26,001-\$28,000	212	249	260	267	274	208	253	263	270	277	382	420	440	458	476	235	257	284	300	314	328	179	214	223	229	229	286	294	300	199	236	242	247	252	
\$28,001-\$30,000	222	261	272	279	286	218	266	276	283	290	399	438	458	476	494	246	269	300	316	330	344	187	225	234	241	241	303	311	317	211	249	255	260	265	
\$30,001-\$32,000	232	273	284	291	298	228	278	288	295	302	418	458	478	496	514	257	281	312	328	342	356	195	235	244	251	251	316	324	330	221	262	268	273	278	
\$32,001-\$34,000	242	284	295	302	309	238	291	301	308	315	432	472	492	510	528	268	293	324	340	354	368	203	243	252	259	259	328	336	342	231	275	281	286	291	
\$34,001-\$36,000	252	295	306	313	320	247	303	313	320	327	448	488	508	526	544	278	303	334	350	364	378	211	255	264	271	271	340	348	354	241	286	292	297	302	
\$36,001-\$38,000	261	306	317	324	331	256	315	325	332	339	463	503	523	541	559	288	313	344	360	374	388	219	265	274	281	281	354	362	368	251	301	307	312	317	
\$38,001-\$40,000	270	317	328	335	342	265	327	337	344	351	478	518	538	556	574	298	323	354	370	384	398	226	274	283	290	290	368	376	382	261	313	319	324	329	
\$40,001-\$100,000 (See Step 38)	14	16	17	17	17	13	16	16	16	16	24	26	30	32	34	15	18	20	21	22	22	11	14	14	15	16	19	20	20	13	16	16	16	16	

<sup>1</sup> The North Carolina table is based on a combined 4 percent rate (3 State, 1 local). If the 1/2 of 1 percent sales tax is also paid, see footnote 1.  
<sup>2</sup> Local 1/2 of 1 percent sales tax is included. If the 1/2 of 1 percent county sales tax for transportation is paid all year, add 5 percent to the table amount. Otherwise, see footnote 1.  
<sup>3</sup> Local 1 percent sales tax is included.  
<sup>4</sup> The Washington table is based on a combined 7 percent rate (5.5 State, 0.5 local). Border county taxpayers where the combined rate is 5.9 percent (5.4 State, 0.5 local) should use 84 percent of the table amount. For local sales tax, in addition to the 0.5 percent included in the table, see footnote 1.  
<sup>5</sup> Sales tax paid on the purchase of natural gas or electricity (May through October) can be added to the table amounts.

1984

Department of the Treasury—Internal Revenue Service

## Form 1040A US Individual Income Tax Return (O)

OMB No. 1545-0046

Step 1  
Name and address

Use the IRS mailing label. If you don't have one, print or type:

Your first name and initial (if joint return, also give spouse's name and initial)

Last name

Your social security no.

Present home address (number and street)

Spouse's social security no.

City, town or post office, State, and ZIP code

## Presidential Election Campaign Fund

Do you want \$1 to go to this fund?

☐ Yes ☐ No

If joint return, does your spouse want \$1 to go to this fund?

☐ Yes ☐ NoStep 2  
Check your filing status  
(Check only one)

- 1 ☐ Single (See if you can use Form 1040EZ.)
- 2 ☐ Married filing joint return (even if only one had income)
- 3 ☐ Married filing separate return. Enter spouse's social security number above and spouse's full name here.
- 4 ☐ Head of household (with qualifying person). If the qualifying person is your unmarried child but not your dependent, write this child's name here.

Step 3  
Figure your exemptions

Always check the exemption box labeled Yourself. Check other boxes if they apply.

- 5a ☐ Yourself ☐ 65 or over ☐ Blind
- b ☐ Spouse ☐ 65 or over ☐ Blind
- c First names of your dependent children who lived with you

Write number of boxes checked on 5a and b

## d Other dependents:

1. Name
2. Relationship
3. Number of months lived in your home
4. Did dependent have income of \$1,000 or more?
5. Did you provide more than one-half of dependent's support?

Write number of children listed on 5c

Write number of other dependents listed on 5d. Add numbers entered on lines above

## e Total number of exemptions claimed. (Also complete line 18.)

Step 4  
Figure your total income

Attach check or money order here

- 6 Total wages, salaries, tips, etc. This should be shown in Box 10 of your W-2 form(s). (Attach Form(s) W-2.) 6
- 7 Interest income. (If the total is over \$400, also complete and attach Schedule 1 (Form 1040A), Part I.) 7
- 8a Dividends. (If the total is over \$400, also complete and attach Schedule 1 (Form 1040A), Part II.) 8a
- b Exclusion. See the instructions on page 16. 8b
- c Subtract line 8b from line 8a. Write the result. 8c
- 9a Unemployment compensation (insurance), from Form(s) 1099-G. Total received. 9a
- b Taxable amount, if any, from the worksheet on page 17 of the instructions. 9b

Step 5  
Figure your adjusted gross income

- 10 Add lines 6, 7, 8c, and 9b. Write the total. This is your total income. 10
- 11a Individual retirement arrangement (IRA) deduction, from the worksheet on page 19. 11a
- b Write IRA payments made in 1985 that you included on line 11a: (\$ )
- 12 Deduction for a married couple when both work. Complete and attach Schedule 1 (Form 1040A), Part III. 12
- 13 Add lines 11a and 12. Write the total. These are your total adjustments. 13
- 14 Subtract line 13 from line 10. Write the result. This is your adjusted gross income. 14

1984

## Form 1040A

Page 2

Step 6  
Figure your taxable income

- 15 Write the amount from line 14. 15
- 16 Allowable part of your charitable contributions, from the worksheet on page 21 of the instructions. 16
- 17 Subtract line 16 from line 15. Write the result. 17
- 18 Multiply \$1,000 by the total number of exemptions claimed on line 5e. 18
- 19 Subtract line 18 from line 17. Write the result. This is your taxable income. 19

Step 7  
Figure your tax, credits, and payments

- If You Want IRS to Figure Your Tax, See Page 21 of the Instructions.
- 20 Find the tax on the amount on line 19. Use the tax table, pages 31-36. 20
- 21a Credit for child and dependent care expenses. Complete and attach Schedule 1 (Form 1040A), Part IV. 21a
- b Partial credit for political contributions for which you have receipts. See page 24 of the instructions. 21b
- 22 Add lines 21a and 21b. Write the total. 22
- 23 Subtract line 22 from line 20. Write the result (but not less than zero). This is your total tax. 23
- 24a Total Federal income tax withheld. This should be shown in Box 9 of your W-2 form(s). (If line 6 is more than \$37,800, see page 24 of the instructions.) 24a
- b Earned income credit, from the worksheet on page 26 of the instructions. See page 25 of the instructions. 24b

Step 8  
Figure your refund or amount you owe

- 25 Add lines 24a and 24b. Write the total. These are your total payments. 25
- 26 If line 25 is larger than line 23, subtract line 23 from line 25. Write the result. This is the amount of your refund. 26
- 27 If line 23 is larger than line 25, subtract line 25 from line 23. Write the result. This is the amount you owe. Attach check or money order for full amount payable to "Internal Revenue Service." Write your social security number and "1984 Form 1040A" on it. 27

Step 9  
Sign your return

Under penalties of perjury, I declare that I have examined this return and accompanying schedules and statements, and to the best of my knowledge and belief, they are true, correct, and complete. Declaration of preparer (other than the taxpayer) is based on all information of which the preparer has any knowledge.

Your signature \_\_\_\_\_ Date \_\_\_\_\_ Your occupation \_\_\_\_\_

X \_\_\_\_\_

Spouse's signature (if joint return, both must sign) \_\_\_\_\_ Date \_\_\_\_\_ Spouse's occupation \_\_\_\_\_

X \_\_\_\_\_

Paid preparer's signature \_\_\_\_\_ Date \_\_\_\_\_ Preparer's social security no. \_\_\_\_\_

X \_\_\_\_\_

Firm's name (or yours, if self-employed) \_\_\_\_\_ Employer identification no. \_\_\_\_\_

Address and ZIP code \_\_\_\_\_ Check if self-employed ☐

For Privacy Act and Paperwork Reduction Act Notice, see page 41.

**1984 Schedule 1 (Form 1040A)**

OMB No. 1545-0085

**Part I—Interest Income**

**Part II—Dividend Income**

**Part III—Deduction for a Married Couple When Both Work**

**Part IV—Credit for Child and Dependent Care Expenses**

Name(s) as shown on Form 1040A.

Your social security number

**You MUST complete and attach Schedule 1 to Form 1040A if you:**

- Have over \$400 of interest income (complete Part I)
- Have over \$400 of dividend income (complete Part II)
- Claim the deduction for a working married couple (complete Part III)
- Claim the credit for child and dependent care expenses (complete Part IV)

**Part I Interest Income** (See page 15)

Complete this part and attach Schedule 1 to Form 1040A if you received over \$400 in interest income. If you received any interest from an All-Savers Certificate (ASC), use Form 1040 instead of Form 1040A.

1 List name of payer	Amount
	\$
	\$
	\$
	\$
	\$
	\$
	\$
	\$
	\$
	\$

2 Add amounts on line 1. Write the total here and on Form 1040A, line 7. 2

**Part II Dividend Income** (See page 16)

Complete this part and attach Schedule 1 to Form 1040A if you received over \$400 in dividends.

1 List name of payer	Amount
	\$
	\$
	\$
	\$
	\$
	\$
	\$
	\$
	\$
	\$

2 Add amounts on line 1. Write the total here and on Form 1040A, line 8a. 2

**Part III Deduction for a married couple when both work** (See page 20)

Complete this part to figure the amount you can deduct on Form 1040A, line 12. Attach Schedule 1 to Form 1040A.

	(a) You	(b) Your spouse
1 Wages, salaries, tips, etc., from Form 1040A, line 6.	1	
2 IRA deduction, from Form 1040A, line 11a.	2	
3 Subtract line 2 from line 1. Write the result.	3 =	
4 Write the amount from line 3, column (a) or (b) above, whichever is smaller.	4	
5 Percentage used to figure the deduction (10%).	5	x .10
6 Multiply the amount on line 4 by the percentage on line 5. Write your answer here and on Form 1040A, line 12.	6 =	

**1984 Schedule 1 (Form 1040A)**

OMB No. 1545-0085

Name(s) as shown on Form 1040A. (Do not complete if shown on other side.)

Your social security number

**Part IV**

**Credit for child and dependent care expenses** (See pages 22-24)

Complete this part to figure the amount of credit you can take on Form 1040A, line 21a. Attach Schedule 1 to Form 1040A.

1 Write the number of qualifying persons who were cared for in 1984. (See the instructions for the definition of a qualifying person.) 1

2 Write the amount of expenses you incurred and actually paid in 1984, but DO NOT write more than \$2,400 (\$4,800 if you paid for the care of two or more qualifying persons). 2

3 • If unmarried at the end of 1984, write your earned income on line 3, OR  
• If married, filing a joint return for 1984,  
a. Write your earned income \$ , and  
b. Write your spouse's earned income \$ , and  
c. Compare the amounts on lines 3a and 3b, and write the smaller of the two amounts on line 3. 3

4 Compare the amounts on lines 2 and 3. Write the smaller of the two amounts here. 4

5 Write the percentage from the table below that applies to the amount on Form 1040A, line 15.

If line 15 is:	Percentage is:	If line 15 is:	Percentage is:
Over— But not over—		Over— But not over—	
0—\$10,000	30% (.30)	\$20,000—22,000	24% (.24)
\$10,000—12,000	29% (.29)	22,000—24,000	23% (.23)
12,000—14,000	28% (.28)	24,000—26,000	22% (.22)
14,000—16,000	27% (.27)	26,000—28,000	21% (.21)
16,000—18,000	26% (.26)	28,000	20% (.20)
18,000—20,000	25% (.25)		

6 Multiply the amount on line 4 by the percentage on line 5. Write the result here and on Form 1040A, line 21a. 6 =

U. S. GOVERNMENT PRINTING OFFICE: 1984-0-423-119-000-74703

Department of the Treasury - Internal Revenue Service  
**1984 Form 1040EZ Income Tax Return for Single filers with no dependents**

OMB No. 1545-0075

**Name & address**

Use the IRS mailing label. If you don't have one, please print:

Please print your numbers like this.

1234567890

Social security number

Print your name above (first, initial, last)

Present home address (number and street)

City, town, or post office, State, and ZIP code

**Presidential Election Campaign Fund**

Check box if you want \$1 of your tax to go to this fund. ☐

**Figure your tax**

- |   |   |   |
|---|---|---|
| 1 | Total wages, salaries, and tips. This should be shown in Box 10 of your W-2 form(s). (Attach your W-2 form(s).)   | 1 |
| 2 | Interest income of \$400 or less. If the total is more than \$400, you cannot use Form 1040EZ.  | 2 |
| 3 | Add line 1 and line 2. This is your <b>adjusted gross income</b> .  | 3 |
| 4 | Allowable part of your charitable contributions. Complete the worksheet on page 21 of the instruction booklet. Do not enter more than \$75.                               | 4 |
| 5 | Subtract line 4 from line 3.  | 5 |
| 6 | Amount of your personal exemption.  | 6 |
| 7 | Subtract line 6 from line 5. This is your <b>taxable income</b> .   | 7 |
| 8 | Enter your Federal income tax withheld. This should be shown in Box 9 of your W-2 form(s).  | 8 |
| 9 | Use the <b>single</b> column in the tax table on pages 31-36 of the instruction booklet to find the <b>tax</b> on your taxable income on line 7. Enter the amount of tax. | 9 |

**Refund or amount you owe**

- |    |   |    |
|----|---|----|
| 10 | If line 8 is larger than line 9, subtract line 9 from line 8. Enter the amount of your refund.  | 10 |
| 11 | If line 9 is larger than line 8, subtract line 8 from line 9. Enter the amount you owe. Attach check or money order for the full amount, payable to "Internal Revenue Service." | 11 |

**Sign your return**

I have read this return. Under penalties of perjury, I declare that to the best of my knowledge and belief, the return is true, correct, and complete.

Your signature

Date

For Privacy Act and Paperwork Reduction Act Notice, see page 41.

**1984 Instructions for Form 1040EZ**

**You can use this form if:**

- Your filing status is single.
  - You do not claim exemptions for being 65 or over, OR for being blind.
  - You do not claim any dependents.
  - Your taxable income is less than \$50,000.
  - You had only wages, salaries, and tips, and your interest income was \$400 or less. **Caution:** If you received tips (including allocated tips) that you did not report to your employer, you may not be able to use Form 1040EZ. See page 15 in the instruction booklet.
- If you can't use this form, you must use Form 1040A or 1040 instead. See pages 4 through 6 in the instructions. If you are uncertain about your filing status, dependents, or exemptions, read the step-by-step instructions for Form 1040A that begin on page 7.

**Completing your return**

It will make it easier for us to process your return if you do the following:

1. Keep your numbers inside the boxes.
  2. Do not use dollar signs.
- You may find calculations easier if you round off cents to whole dollars. See page 12 of the instructions for details.

**Name and address**

Use the mailing label we sent you. After you complete your return, carefully place the label in the name and address area. Mark through any errors on the label and print the correct information right on the label. If you don't have a label, print the information on the name and address lines.

**Presidential election campaign fund**

Congress set up this fund to help pay for Presidential election campaigns. You may have one of your tax dollars go to this fund by checking the box. Checking this box does not change the tax or refund shown on your return.

**Figure your tax**

**Line 1.** Enter on line 1 the total amount you received in wages, salaries, and tips. This should be shown in Box 10 of your 1984 wage statement(s), **Form W-2**. If you don't receive your W-2 form by February 15, contact your local IRS office. Attach the first copy or Copy B of your W-2 form(s) to your return.

**Line 2.** Enter on line 2 the total interest income you received from all sources, such as banks, savings and loans, and credit unions. You should receive a **Form 1099-INT** from each institution that paid you interest.

You cannot use Form 1040EZ if your total interest income is over \$400, or you received interest income from an All-Savers Certificate.

**Line 4.** You can deduct 25% of what you gave to qualified charitable organizations in 1984. But if you gave \$300 or more, you can't deduct more than \$75. Complete the worksheet on page 21 of the instructions to figure your deduction, and enter the amount on line 4.

**Line 6.** Every taxpayer is entitled to one \$1,000 personal exemption. If you are also entitled to additional exemptions for being 65 or over, for blindness, for your spouse, or for your dependent children or other dependents, you cannot use this form.

**Line 8.** Enter the amount of Federal income tax withheld. This should be shown in Box 9 of your 1984 W-2 form(s). If you had two or more employers and had total wages of over \$37,800, see page 24 of the instructions. If you want IRS to figure your tax for you, complete lines 1 through 8, sign, and date your return. If you want to figure your own tax, continue with these instructions.

**Line 9.** Use the amount on line 7 to find your tax in the tax table on pages 31-36 of the instructions. Be sure to use the column in the tax table for **single** taxpayers. Enter the amount of tax on line 9. If your tax from the tax table is zero, write 0.

**Refund or amount you owe—Compare line 8 with line 9.**

**Line 10.** If line 8 is larger than line 9, you are entitled to a refund. Subtract line 9 from line 8, and enter the result on line 10.

**Line 11.** If line 9 is larger than line 8, you owe more tax. Subtract line 8 from line 9, and enter the result on line 11. Attach your check or money order for the full amount. Write your social security number and "1984 Form 1040EZ" on your payment.

**Sign your return**

You must sign and date your return. If you pay someone to prepare your return, that person must also sign it below the space for your signature and supply the other information required by IRS. See page 27.

**Mailing your return**

File your return by **April 15, 1985**. Mail it to us in the addressed envelope that came with the instruction booklet. If you don't have an addressed envelope, see page 30 of the instructions for the address.



**SCHEDULE C**  
**(Form 1040)**

**Profit or (Loss) From Business or Profession**  
**(Sole Proprietorship)**

OMB No. 1545-0074

**1984**  
**09**

Department of the Treasury  
Internal Revenue Service (0)

Partnerships, Joint Ventures, etc., Must File Form 1065.  
Attach to Form 1040 or Form 1041. See Instructions for Schedule C (Form 1040).

Name of proprietor

Social security number

**A Main business activity (see instructions)**

Product or Service

**B Business name and address**

C Employer ID number

**D Method(s) used to value closing inventory:**

(1) ☐ Cost (2) ☐ Lower of cost or market (3) ☐ Other (attach explanation)

**E Accounting method:** (1) ☐ Cash (2) ☐ Accrual (3) ☐ Other (specify)

Yes No

**F Was there any change in determining quantities, costs, or valuations between opening and closing inventory?**

If "Yes," attach explanation.

**G Did you deduct expenses for an office in your home?**

**Part I Income**

1 a Gross receipts or sales

1a

b Less: Returns and allowances

1b

c Subtract line 1b from line 1a and enter the balance here

1c

2 Cost of goods sold and/or operations (from Part III, line 8)

2

3 Subtract line 2 from line 1c and enter the gross profit here

3

4 a Windfall Profit Tax Credit or Refund received in 1984 (see instructions)

4a

b Other income

4b

5 Add lines 3, 4a, and 4b. This is the gross income

5

**Part II Deductions**

6 Advertising

7 Bad debts from sales or services (Cash method taxpayers, see instructions)

8 Bank service charges

9 Car and truck expenses

10 Commissions

11 Depreciation

12 Depreciation and Section 179 deduction from Form 4562 (not included in Part III below)

13 Dues and publications

14 Employee benefit programs

15 Freight (not included in Part III below)

16 Insurance

17 Interest on business indebtedness

18 Laundry and cleaning

19 Legal and professional services

20 Office expense

21 Pension and profit-sharing plans

22 Rent on business property

23 Repairs

24 Supplies (not included in Part III below)

25 Taxes (Do not include Windfall Profit Tax here. See line 29.)

26 Travel and entertainment

27 Utilities and telephone

28 a Wages

b Jobs credit

c Subtract line 28b from 28a

29 Windfall Profit Tax withheld in 1984

30 Other expenses (specify):

a

b

c

d

e

f

g

h

31 Add amounts in columns for lines 6 through 30. These are the total deductions

32 Net profit or (loss). Subtract line 31 from line 5 and enter the result. If a profit, enter on Form 1040, line 12, and on Schedule SE, Part I, line 2 (or Form 1041, line 5). If a loss, you MUST go on to line 33.

33 If you have a loss, you MUST answer this question: "Do you have amounts for which you are not at risk in this business (see instructions)?" ☐ Yes ☐ No. If "Yes," you MUST attach Form 6198. If "No," enter the loss on Form 1040, line 12, and on Schedule SE, Part I, line 2 (or Form 1041, line 5).

**Part III Cost of Goods Sold and/or Operations (See Schedule C Instructions for Part III)**

1 Inventory at beginning of year (If different from last year's closing inventory, attach explanation)

2 Purchases less cost of items withdrawn for personal use

3 Cost of labor (do not include salary paid to yourself)

4 Materials and supplies

5 Other costs

6 Add lines 1 through 5

7 Less: Inventory at end of year

8 Cost of goods sold and/or operations. Subtract line 7 from line 6. Enter here and in Part I, line 2, above.

For Paperwork Reduction Act Notice, see Form 1040 Instructions. U.S. Government Printing Office: 1984-423-007 22-50117-90 Schedule C (Form 1040) 1984

**SCHEDULE SE**  
**(Form 1040)**

**Computation of Social Security Self-Employment Tax**

OMB No. 1545-0074

**1984**  
**18**

Department of the Treasury  
Internal Revenue Service (0)

See Instructions for Schedule SE (Form 1040).

Attach to Form 1040.

Name of self-employed person (as shown on social security card)

Social security number of self-employed person

**Part I Regular Computation of Net Earnings from Self-Employment**

Note: If you performed services for certain churches or church-controlled organizations and you are not a minister or a member of a religious order, see the instructions.

1 Net profit or (loss) from Schedule F (Form 1040), line 56 or line 89, and farm partnerships, Schedule K-1 (Form 1065), line 17a

2 Net profit or (loss) from Schedule C (Form 1040), line 32, Schedule K-1 (Form 1065), line 17a (other than farming), and Form W-2 wages of \$100 or more from an electing church or church-controlled organization (See instructions for other income to report.)

Note: Check here if you are exempt from self-employment tax on your earnings as a minister, member of a religious order, or Christian Science practitioner because you filed Form 4361. See instructions for kinds of income to report. If you have other earnings of \$400 or more that are subject to self-employment tax, include those earnings on this line.

**Part II Optional Computation of Net Earnings from Self-Employment**  
**(See "Who Can Use Schedule SE")**

Generally, this part may be used only if you meet any of the following tests:

A Your gross farm profits (Schedule F (Form 1040), line 31 or line 87) were not more than \$2,400, or

B Your gross farm profits (Schedule F (Form 1040), line 31 or line 87) were more than \$2,400 and your net farm profits (Schedule F (Form 1040), line 56 or line 89) were less than \$1,600, or

C Your net nonfarm profits (Schedule C (Form 1040), line 32) were less than \$1,600 and also less than two-thirds (2/3) of your gross nonfarm income (Schedule C (Form 1040), line 5).

See instructions for other limitations.

3 Maximum income for optional methods

4 Farm Optional Method—If you meet test A or B above, enter: two-thirds (2/3) of gross profits from Schedule F (Form 1040), line 31 or line 87, and farm partnerships, Schedule K-1 (Form 1065), line 17b, or \$1,600, whichever is smaller

5 Subtract line 4 from line 3

6 Nonfarm Optional Method—If you meet test C, enter: the smaller of two-thirds (2/3) of gross nonfarm income from Schedule C (Form 1040), line 5, and Schedule K-1 (Form 1065), line 17c (other than farming), or \$1,600, or, if you elected the farm optional method, the amount on line 5

**Part III Computation of Social Security Self-Employment Tax**

7 Enter the amount from Part I, line 1, or, if you elected the farm optional method, Part II, line 4

8 Enter the amount from Part I, line 2, or, if you elected the nonfarm optional method, Part II, line 6

9 Add lines 7 and 8. If less than \$400, you are not subject to self-employment tax. Do not fill in the rest of the schedule. (Exception: If this line is less than \$400 and you are an employee of an electing church or church-controlled organization, complete the schedule unless this line is a loss. See instructions.)

10 The largest amount of combined wages and self-employment earnings subject to social security or railroad retirement tax (Tier I) for 1984 is

11 a Total social security wages and tips from Forms W-2 and railroad retirement compensation (Tier I). Note: U.S. Government employees whose wages are only subject to the 1.3% hospital insurance benefits tax (Medicare) and employees of certain church or church-controlled organizations, should not include those wages on this line (see instructions).

b Unreported tips subject to social security tax from Form 4137, line 9, or to railroad retirement tax (Tier I).

c Add lines 11a and 11b

12 a Subtract line 11c from line 10.

b Enter your "qualified" U.S. Government wages if you are required to use the worksheet in Part III of the instructions. 12b

c Enter your Form W-2 wages from an electing church or church-controlled organization. 12c

13 Enter the smaller of line 9 or line 12a

If line 13 is \$37,800 or more, fill in \$4,271.40 on line 14. Otherwise, multiply line 13 by .113 and enter the result on line 14

14 Self-employment tax. Enter this amount on Form 1040, line 51

For Paperwork Reduction Act Notice, see Form 1040 Instructions.

U.S.G.P.O.: 1984-423-111 31-5598032

Schedule SE (Form 1040) 1984



**SCHEDULE E**  
**(Form 1040)**

Department of the Treasury  
Internal Revenue Service (0)

**Supplemental Income Schedule**

(From rents and royalties, partnerships, estates, and trusts, etc.)

▶ Attach to Form 1040. ▶ See instructions for Schedule E (Form 1040).

OMB No. 1545-0074

**1984**  
13

Name(s) as shown on Form 1040

Your social security number

**Part I Rent and Royalty Income or Loss**

1 Did you or a member of your family use for personal purposes any rental property listed below for more than the greater of 14 days or 10% of the total days rented at fair rental value during the tax year? ☐ Yes ☐ No

2 Description of Properties (Show kind and location for each)

Property A

Property B

Property C

Rental and Royalty Income	Properties			Totals (Add columns A, B, and C)
	A	B	C	
3 a Rents received				3
b Royalties received				
<b>Rental and Royalty Expenses</b>				
4 Advertising				4
5 Auto and travel				5
6 Cleaning and maintenance				6
7 Commissions				7
8 Insurance				8
9 Interest				9
10 Legal and other professional fees				10
11 Repairs				11
12 Supplies				12
13 Taxes (Do not include Windfall Profit Tax here. See Part III, line 37.)				13
14 Utilities				14
15 Wages and salaries				15
16 Other (list) ▶				
17 Total expenses other than depreciation and depletion. Add lines 4 through 16	17			17
18 Depreciation expense (see instructions), or depletion	18			18
19 Total. Add lines 17 and 18	19			19
20 Income or (loss) from rental or royalty properties. Subtract line 19 from line 3a (rents) or 3b (royalties)	20			20
21 Add properties with profits on line 20, and write the total profits here				21
22 Add properties with losses on line 20, and write the total (losses) here				22
23 Combine amounts on lines 21 and 22, and write the net profit or (loss) here				23
24 Net farm rental profit or (loss) from Form 4835, line 49				24
25 Total rental or royalty income or (loss). Combine amounts on lines 23 and 24, and write the total here. If Parts II, III, and IV on page 2 do not apply to you, write the amount from line 25 on Form 1040, line 18. Otherwise, include the amount in line 39 on page 2 of Schedule E.				25

For Paperwork Reduction Act Notice, see Form 1040 Instructions.

Schedule E (Form 1040) 1984

Schedule E (Form 1040) 1984

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Page 2

Name(s) as shown on Form 1040 (Do not enter name and social security number if shown on other side)

Your social security number

**Part II Income or Losses from Partnerships, Estates or Trusts, or S Corporations**

If you report a loss below, and have amounts invested in that activity for which you are not at risk, you may have to file Form 6198. See instructions.

	(a) Name	(b) Check if foreign partnership	(c) Employer identification number	(d) Net loss (see instructions for at-risk limitations)	(e) Net income
Partnerships					
	26 Add amounts in columns (d) and (e) and write the total(s) here		26	( )	
	27 Combine amounts in columns (d) and (e), line 26, and write the net income or (loss) here		27	( )	
	28 Deduction for section 179 property (from Form 1065, Schedule K-1). (See instructions for limitations.)		28	( )	
	29 Total partnership income or (loss). Combine amounts on lines 27 and 28. Write the total here and include in line 39 below		29	( )	
Estates or Trusts					
	30 Add amounts in columns (d) and (e) and write the total(s) here		30	( )	
	31 Total estate or trust income or (loss). Combine amounts in columns (d) and (e), line 30. Write the total here and include in line 39 below		31	( )	
S Corporations					
	32 Add amounts in columns (d) and (e) and write the total(s) here		32	( )	
	33 Combine amounts in columns (d) and (e), line 32, and write the net income or (loss) here		33	( )	
	34 Deduction for section 179 property (from Form 1120S, Schedule K-1). (See instructions for limitations.)		34	( )	
	35 Total S corporation income or (loss). Combine amounts on lines 33 and 34. Write the total here and include in line 39 below		35	( )	

**Part III Windfall Profit Tax Summary**

36 Windfall profit tax credit or refund received in 1984 (see instructions) 36

37 Windfall profit tax withheld in 1984 (see instructions) 37

38 Combine amounts on lines 36 and 37. Write the total here and include in line 39 below 38

**Part IV Summary**

39 TOTAL income or (loss). Combine lines 25, 29, 31, 35, and 38. Write total here and on Form 1040, line 18 ▶ 39

40 Farmers and fishermen: Write your share of GROSS FARMING AND FISHING INCOME applicable to Parts I and II. 40

**Part V Depreciation Claimed in Part I. — Complete only if property was placed in service before January 1, 1981. For more space, use a separate sheet. If you placed any property in service after December 31, 1980, use Form 4562 for all property; do NOT complete Part V.**

	(a) Description of property	(b) Date acquired	(c) Cost or other basis	(d) Depreciation allowed or allowable in prior years	(e) Depreciation method	(f) Life or rate	(g) Depreciation for this year
Property A							
	Totals (Property A)						
Property B							
	Totals (Property B)						
Property C							
	Totals (Property C)						

U.S. GOVERNMENT PRINTING OFFICE: 1984-442-1095

23 Jan 1979

**SCHEDULE F**  
**(Form 1040)**

Department of the Treasury  
Internal Revenue Service (9)

**Farm Income and Expenses**

▶ Attach to Form 1040, Form 1041, or Form 1065.  
▶ See Instructions for Schedule F (Form 1040).

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**1984**

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Name of proprietor(s)

Social security number (SSN)

If you disposed of commodities received under the payments-in-kind (PIK) program, check the box(es) that apply:

☐ Feed for livestock. ☐ Sold and reported in income.

Employer ID number (NOT SSN)

**Part I Farm Income—Cash Method**

Do not include sales of livestock held for draft, breeding, sport, or dairy purposes; report these sales on Form 4797.

Sales of Livestock and Other Items You Bought for Resale

a. Description	b. Amount	c. Cost or other basis
1 Livestock ▶		
2 Other items ▶		
3 Totals		
4 Profit or (loss), subtract line 3, column c, from line 3, column b ▶		

**Part II Farm Deductions—Cash or Accrual Method**

Do not include personal or living expenses (such as taxes, insurance, repairs, etc., on your home), which do not produce farm income. Reduce the amount of your farm deductions by any reimbursement before entering the deduction below.

Items	Amount
32 a. Labor hired	
b. Jobs credit	( )
c. Balance (subtract line 32b from line 32a)	
33 Repairs, maintenance	
34 Interest	
35 Rent of farm, pasture	
36 Feed purchased	
37 Seeds, plants purchased	
38 Fertilizers, lime, chemicals	
39 Machine hire	
40 Supplies purchased	
41 Breeding fees	
42 Veterinary fees, medicine	
43 Gasoline, fuel, oil	
44 Storage, warehousing	
45 Taxes	
46 Insurance	
47 Utilities	
48 Freight, trucking	
49 Conservation expenses	
50 Land clearing expenses (see instructions for limitations)	
51 Pension and profit-sharing plans	
52 Employee benefit programs other than line 51	
53 Depreciation and Section 179 deduction (from Form 4562)	
54 Other (specify) ▶	
55 Total deductions (add lines 32c through 54) ▶	

**Sales of Livestock and Produce You Raised and Other Farm Income**

Kind	Amount
5 Cattle and calves	
6 Sheep	
7 Swine	
8 Poultry	
9 Dairy products	
10 Eggs	
11 Wool	
12 Cotton	
13 Tobacco	
14 Vegetables	
15 Soybeans	
16 Corn	
17 Other grains	
18 Hay and straw	
19 Fruits and nuts	
20 Machine work	
21 a. Patronage dividends	
b. Less: Nonincome items	
c. Net patronage dividends	
22 Per-unit retains	
23 Nonpatronage distributions from exempt cooperatives	
24 Agricultural program payments: a. Cash	
b. Materials and services	
25 Commodity credit loans under election (or forfeited)	
26 Federal gasoline tax credit	
27 State gasoline tax refund	
28 Crop insurance proceeds	
29 Other (specify) ▶	
30 Add amounts in column for lines 5 through 29	
31 Gross profits (add lines 4 and 30) ▶	

56 Net farm profit or (loss) (subtract line 55 from line 31). If a profit, enter on Form 1040, line 19, and on Schedule SE, Part I, line 1. If a loss, you MUST go on to line 57. (Fiduciaries and partnerships, see the Instructions.)

57 If you have a loss, you MUST answer this question: "Do you have amounts for which you are not at risk in this farm (see Instructions)?" ☐ Yes ☐ No If "Yes," you MUST attach Form 6198. If "No," enter the loss on Form 1040, line 19, and on Schedule SE, Part I, line 1.

For Paperwork Reduction Act Notice, see Form 1040 Instructions.

Schedule F (Form 1040) 1984

Schedule F (Form 1040) 1984

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Page 2

**Part III Farm Income—Accrual Method** (Do not include sales of livestock held for draft, breeding, sport, or dairy purposes; report these sales on Form 4797 and omit them from "Inventory at beginning of year" column.)

a. Kind	b. Inventory at beginning of year	c. Cost of items purchased during year	d. Sales during year	e. Inventory at end of year
58 Cattle and calves				
59 Sheep				
60 Swine				
61 Poultry				
62 Dairy products				
63 Eggs				
64 Wool				
65 Cotton				
66 Tobacco				
67 Vegetables				
68 Soybeans				
69 Corn				
70 Other grains				
71 Hay and straw				
72 Fruits and nuts				
73 Machine work				
74 Other (specify) ▶				
75 Totals (enter here and in Part IV below)	(Enter on line 84)	(Enter on line 85)	(Enter on line 77)	(Enter on line 76)

**Part IV Summary of Income and Deductions—Accrual Method**

76 Inventory of livestock, crops, and products at end of year (line 75, column e)	
77 Sales of livestock, crops, and products during year (line 75, column d)	
78 Agricultural program payments: a. Cash	
b. Materials and services	
79 Commodity credit loans under election (or forfeited)	
80 Federal gasoline tax credit	
81 State gasoline tax refund	
82 Other farm income (specify) ▶	
83 Add lines 76 through 82	
84 Inventory of livestock, crops, and products at beginning of year (line 75, column b)	
85 Cost of livestock and products purchased during year (line 75, column c)	
86 Total (add lines 84 and 85)	
87 Gross profits (subtract line 86 from line 83)	
88 Total deductions from Part II, line 55	
89 Net farm profit or (loss) (subtract line 88 from line 87). If a profit, enter on Form 1040, line 19, and on Schedule SE, Part I, line 1. If a loss, you MUST go on to line 90. (Fiduciaries and partnerships, see the Instructions.)	
90 If you have a loss, you MUST answer this question: "Do you have amounts for which you are not at risk in this farm (see Instructions)?" <input type="checkbox"/> Yes <input type="checkbox"/> No If "Yes," you MUST attach Form 6198. If "No," enter the loss on Form 1040, line 19, and on Schedule SE, Part I, line 1.	

U.S. Government Printing Office: 1984-423-088 23-60 11719

**Schedule G**  
(Form 1040)

Department of the Treasury  
Internal Revenue Service (O)  
Name(s) as shown on Form 1040

**Income Averaging**

▶ See instructions on back. ▶ Attach to Form 1040.

OMB No. 1545-0074

**1984**

16

Your social security number

**Step 1 Add your income from 1981—1983**

1981	1	Fill in the amount from your 1981 Form 1040 (line 34) or Form 1040A (line 12). If less than zero, enter zero.	1	
1982	2	Fill in the amount from your 1982 Form 1040 (line 37), Form 1040A (line 16), or Form 1040EZ (line 7). If less than zero, enter zero.	2	
1983	3	Fill in the amount from your 1983 Form 1040 (line 37), Form 1040A (line 19), or Form 1040EZ (line 7). If less than zero, enter zero.	3	
Total	4	Fill in all income less deductions earned outside of the U.S. or within U.S. possessions and excluded for 1981 through 1983 (include housing exclusion in 1982 and 1983).	4	
	5	Add lines 1 through 4.	5	

**Step 2 Figure your averageable income**

6	Divide the amount on line 5 by three (3).	6	
7	Multiply the amount on line 6 by 140% (1.4).	7	
8	Fill in your taxable income for 1984 from Form 1040, line 37.	8	
9	If you received a premature or excessive distribution subject to a penalty under section 72, see instructions.	9	
10	Subtract line 9 from line 8.	10	
11	If you live in a community property state and are filing a separate return, see instructions.	11	
12	Subtract line 11 from line 10. If less than zero, enter zero.	12	
13	Write in the amount from line 7 above.	13	
14	Subtract line 13 from line 12. This is your averageable income. If this line is \$3,000 or less, do not complete the rest of this form.	14	

**Step 3 Figure your tax**

15	Multiply the amount on line 14 by 25% (.25).	15	
16	Write in the amount from line 7 above.	16	
17	Add lines 15 and 16.	17	
18	Write in the amount from line 11 above.	18	
19	Add lines 17 and 18.	19	
20	Tax on amount on line 19 (from Tax Rate Schedule X, Y, or Z).	20	
21	Tax on amount on line 17 (from Tax Rate Schedule X, Y, or Z).	21	
22	Tax on amount on line 16 (from Tax Rate Schedule X, Y, or Z).	22	
23	Subtract line 22 from line 21.	23	
24	Multiply the amount on line 23 by 3. If you have no entry on line 9, skip lines 25 through 27 and go to line 28.	24	
25	Tax on amount on line 8 (from Tax Rate Schedule X, Y, or Z).	25	
26	Tax on amount on line 10 (from Tax Rate Schedule X, Y, or Z).	26	
27	Subtract line 26 from line 25.	27	
28	Add lines 20, 24, and 27. Write the result here and on Form 1040, line 38 if less than the tax figured using the tax rate schedules or table. Also, check the Schedule G box.	28	

For Paperwork Reduction Act Notice, see Form 1040 Instructions.

Schedule G (Form 1040) 1984

**Schedule W**  
(Form 1040)

Department of the Treasury  
Internal Revenue Service (O)  
Names as shown on Form 1040

**Deduction for a Married Couple  
When Both Work**

▶ For Paperwork Reduction Act Notice, see Form 1040 Instructions.  
▶ Attach to Form 1040.

OMB No. 1545-0074

**1984**

20

Your social security number

**Step 1 Figure your earned income**

	(a) You	(b) Your spouse
1	Wages, salaries, tips, etc., from Form 1040, line 7. (Do not include nondisability pensions or annuities.)	1
2	Net profit or (loss) from self-employment (from Schedules C and F (Form 1040), Schedule K-1 (Form 1065), and any other taxable self-employment or earned income)	2
3	Add lines 1 and 2. This is your total earned income.	3

**Step 2 Figure your qualified earned income**

4	Adjustments from Form 1040, lines 25, 26a, 27, and any repayment of sub-pay included on line 31. (See instructions below.)	4
5	Subtract line 4 from line 3. This is your qualified earned income. (If the amount in column (a) or (b) is zero (-0-) or less, stop here. You may not take this deduction.)	5

**Step 3 Figure your deduction**

6	Compare the amounts in columns (a) and (b) of line 5. Write the smaller amount here. (Write either amount if 5(a) and 5(b) are exactly the same.) <b>Do not write more than \$30,000.</b>	6	
7	Percentage used to figure the deduction (10%)	7	x .10
8	Multiply the amount on line 6 by the percentage on line 7. This is the amount of your deduction. Write the answer here and on Form 1040, line 30.	8	

**Instructions**

Complete this schedule and attach it to your Form 1040 if you take the deduction for a married couple when both work. You may take the deduction if both you and your spouse:

- work and have qualified earned income, and
- file a joint return, and
- do not file Form 2555 to exclude income or to exclude or deduct certain housing costs, and
- do not file Form 4563 to exclude income.

There are three steps to follow in figuring the deduction on Schedule W.

**Step 1 (lines 1, 2, and 3).**—Figure earned income separately for yourself and your spouse.

**Step 2 (lines 4 and 5).**—Figure qualified earned income separately for yourself and your spouse by subtracting certain adjustments from earned income.

**Step 3 (lines 6, 7, and 8).**—Figure the deduction based on the smaller of:

- the qualified earned income entered in column (a) or (b) of line 5, whichever is less, **OR**
  - \$30,000.
- Earned Income.**—This is generally income you receive for services you provide. It includes wages, salaries, tips, commissions, certain disability income, sub-pay, etc. (from Form 1040, line 7). It also includes income earned from self-employment (from Schedules C and F of Form 1040 and Schedule K-1 of Form 1065), and net earnings and gains (other than capital gains) from the disposition, transfer, or licensing of property that you created. Earned income does not include interest, dividends, social security or tier 1 railroad retirement benefits, IRA distributions, unemployment compensation, deferred compensation, or nontaxable income. It also does not include any amount your spouse paid you.

**Caution:** Do not consider community property laws in figuring your earned income.

**Qualified earned income.**—This is the amount on which the deduction is based. Figure it by subtracting certain adjustments from earned income.

These adjustments (and the related lines on Form 1040) are:

- Employee business expenses (from line 25).
- Payments to an IRA (from line 26a).
- Payments to a Keogh plan (from line 27).
- Repayment of supplemental unemployment benefits (sub-pay) included in the total on line 31. See the instructions on repayment of sub-pay on page 12 of the Form 1040 Instructions.

Enter the total of any adjustments that apply to your or your spouse's earned income in the appropriate column of line 4.

**Example.**—You earned a salary of \$20,000 and had \$3,000 of employee business expenses (line 25 of Form 1040). Your spouse earned \$17,000 and put \$1,000 into an IRA (line 26a of Form 1040). Your qualified earned income is \$17,000 (\$20,000 minus \$3,000) and your spouse's is \$16,000 (\$17,000 minus \$1,000). Because your spouse's qualified earned income is less than yours, the deduction is figured on your spouse's income. Therefore, the deduction is \$1,600 (\$16,000 x .10).

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Schedule W (Form 1040) 1984

Form **3468**Department of the Treasury  
Internal Revenue Service (O)**Computation of Investment Credit**▶ Attach to your tax return.  
▶ Schedule B (Business Energy Investment Credit) on back.

OMB No. 1545-0155

**1984**  
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Name(s) as shown on return

Identifying number

**Part I Elections (Check the box(es) below that apply to you (See Instruction D).)**

- A** I elect to increase my qualified investment to 100% for certain commuter highway vehicles under section 46(c)(5) ☐
- B** I elect to increase my qualified investment by all qualified progress expenditures made this and all later tax years ☐
- C** I claim full credit on certain ships under section 46(g)(3) (See Instruction B for details.) ☐

**Part II Qualified Investment** (See instructions for new rules on automobiles and certain property with any personal use)

1 Recovery Property	Line	(1) Class of Property	(2) Unadjusted Basis	(3) Applicable Percentage	(4) Qualified Investment (Column 2 x column 3)
Regular Percentage	New Property (a)	3-year		60	
	Other (b)			100	
	Used Property (c)	3-year		60	
	Other (d)			100	
Section 48(q) Election to Reduce Credit (instead of adjusting basis)	New Property (e)	3-year		40	
	Other (f)			80	
	Used Property (g)	3-year		40	
	Other (h)			80	
2 Nonrecovery property—Enter total qualified investment (See instructions for line 2)				2	
3 New commuter highway vehicle—Enter total qualified investment (See Instruction D(1))				3	
4 Used commuter highway vehicle—Enter total qualified investment (See Instruction D(1))				4	
5 Total qualified investment in 10% property—Add lines 1(a) through 1(h), 2, 3, and 4 (See instructions for special limits)				5	
6 Qualified rehabilitation expenditures—Enter total qualified investment for:				6a	
a 30-year-old buildings				6b	
b 40-year-old buildings				6c	
c Certified historic structures (You must attach NPS certification—see instructions)				6c	

**Part III Tentative Regular Investment Credit**

7 10% of line 5	7
8 15% of line 6a	8
9 20% of line 6b	9
10 25% of line 6c	10
11 Credit from cooperatives—Enter regular investment credit from cooperatives	11
12 Regular investment credit—Add lines 7 through 11	12
13 Business energy investment credit—From line 11 of Schedule B (see back of this form)	13
14 Current year investment credit—Add lines 12 and 13	14

**Note:** If you have a 1984 jobs credit (Form 5884), credit for alcohol used as fuel (Form 6478), or employee stock ownership plan (ESOP) credit (Form 8007), in addition to your 1984 investment credit, you must stop here and go to new Form 3800, General Business Credit, to claim your 1984 investment credit. If you have only the investment credit (which may include business energy investment credit) or an investment credit carryforward from 1983, you may continue with lines 15 through 22 to claim your credit.

15 Carryforward of unused regular or business energy investment credit from 1983	15
16 Total—Add lines 14 and 15	16

**Part IV Tax Liability Limitations**

17 a Individuals—From Form 1040, enter amount from line 46	17
b Estates and trusts—From Form 1041, enter tax from line 26a, plus any section 644 tax on trusts	
c Corporations—From Form 1120, Schedule J, enter tax from line 3 (or Form 1120-A, Part I, line 1)	
d Other filers—Enter tax before credits from return	
18 a Individuals—From Form 1040, enter credits from line 47, plus any orphan drug, nonconventional source fuel, and research credits	18
b Estates and trusts—From Form 1041, enter any credits from line 27d	
c Corporations—From Form 1120, Schedule J, enter credits from lines 4(a) through 4(e) (Form 1120-A filers, enter zero)	
d Other filers—See instructions for line 18d	
19 Income tax liability as adjusted (subtract line 18 from line 17)	19
20 a Enter smaller of line 19 or \$25,000. (See instructions for line 20)	20a
b If line 19 is more than \$25,000—Enter 85% of the excess	20b
21 Investment credit limitation—Add lines 20a and 20b	21
22 Total allowed credit—Enter the smaller of line 16 or line 21. This is your General Business Credit for 1984. Enter here and on Form 1040, line 48; Form 1120, Schedule J, line 4(c); Form 1120-A, Part I, line 2, or the proper line of other returns	22

For Paperwork Reduction Act Notice, see separate instructions.

Form **3468** (1984)

Form 3468 (1984)

Page **2****Schedule B.—Business Energy Investment Credit**

1 Enter on lines 1(a) through 1(e) your qualified investment in business energy property that is the kind listed in the instructions for line 1, column (2).

Type of Property	Line	(1) Class of Property or Life Years	(2) Code	(3) Unadjusted Basis/ Basis	(4) Applicable Percentage	(5) Qualified Investment (Column 3 x column 4)
Recovery	(a)	3-year			60	
	(b)	Other			100	
Nonrecovery	(c)	3 or more but less than 5			33 1/2	
	(d)	5 or more but less than 7			66 2/3	
	(e)	7 or more			100	

2 Total 10% energy investment property—Add lines 1(a) through 1(e), column (5) 2

3 Enter on lines 3(a) through 3(e) the basis in qualified hydroelectric generating property. Enter nameplate capacity of the property (see instructions for line 3) ▶

Recovery	(a)	3-year			60	
	(b)	Other			100	
Nonrecovery	(c)	3 or more but less than 5			33 1/2	
	(d)	5 or more but less than 7			66 2/3	
	(e)	7 or more			100	

4 Total 11% energy investment property—Add lines 3(a) through 3(e), column (5) 4

5 Enter on lines 5(a) through 5(e) the basis in energy property that is solar equipment, wind equipment, ocean thermal equipment, or geothermal equipment. (See instructions for line 5, column (2).)

Recovery	(a)	3-year			60	
	(b)	Other			100	
Nonrecovery	(c)	3 or more but less than 5			33 1/2	
	(d)	5 or more but less than 7			66 2/3	
	(e)	7 or more			100	

6 Total 15% energy investment property—Add lines 5(a) through 5(e), column (5) 6

7 Enter 10% of line 2 7

8 Enter 11% of line 4 8

9 Enter 15% of line 6 9

10 Cooperative credit—Enter business energy investment credit from cooperatives 10

11 Tentative business energy investment credit—Add lines 7 through 10. Enter here and on line 13 of page 1 11

**Instructions for Schedule B (Form 3468)**

Energy property must meet the same requirements as regular investment credit property, except that the provisions of sections 48(a)(1) and 48(a)(3) do not apply. See instructions for Form 3468 for definitions and rules regarding regular investment credit property.

Energy property must be acquired new. See sections 48(a)(2)(C) and 48(i)(1) through (17) for details.

See section 48(i)(17) for special rules on public utility property, and section 48(i)(11) (as amended by the Crude Oil Windfall Profit Tax Act of 1980) for special rules on property financed by Industrial Development Bonds.

**Specific Instructions**

**One Credit Only.**—If property qualifies as more than one kind of energy property, you may take only one credit for the property.

**Lines 1, 3, and 5—Type of Property.**—For definition of recovery and nonrecovery property, see the separate instructions for Form 3468.

**Line 1—Column (2).**—Use the code letters from the following list to indicate the kind of property for which you are claiming a credit. If you enter more than one kind of property on a line, enter the code letter for each kind of property in column (2) and the code letter and dollar amount of each kind of property in the right hand margin.

The code letters are:

- Biomass property
- Qualified intercity buses (see section 48(i)(16)(C) for the limitation on qualified investment for intercity buses based on the increase in operating seating capacity).

**Line 3.**—Figure your qualified investment in hydroelectric generating property. If the installed capacity is more than 25

megawatts, the 11% energy credit is allowed for only part of the qualified investment. See section 48(i)(13)(C).

In the space provided in line 3, enter the megawatts capacity of the generator as shown on the nameplate of the generator.

**Line 5—Column (2).**—Use the code letters from the following list to indicate the kind of property for which you are claiming a credit. Be sure to put the code or codes on the line for the correct recovery period or life years as explained in the instructions for line 1, column (2).

- Solar equipment (but not passive solar equipment)
- Wind equipment
- Ocean thermal equipment
- Geothermal equipment

See sections 48(i)(4) and 48(i)(3)(A)(viii) and (ix) for definitions and special rules that apply to these kinds of property.

U.S. GOVERNMENT PRINTING OFFICE: 1984-0-225 58-040-1110

Form 4562 (1984)Form 6251 (1984)

Form **4797**Department of the Treasury  
Internal Revenue Service (O)**Supplemental Schedule of Gains and Losses**  
(Includes Gains and Losses From Sales or Exchanges of Assets  
Used In a Trade or Business and Involuntary Conversions)

OMB No. 1545-0184

**1984**  
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▶ To be filed with Forms 1040, 1041, 1065, 1120S, 1120, etc.—See Separate Instructions

Name(s) as shown on return

Identifying number

**Part I Sales or Exchanges of Property Used in a Trade or Business, and Involuntary Conversions From Other Than Casualty and Theft—Property Held More Than 1 Year (6 Months if Acquired After 6/22/84) (Except for Certain Livestock)**

Note: Use Form 4684 to report involuntary conversions from casualty and theft.

Caution: If you sold property on which you claimed the investment credit, you may be liable for recapture of that credit.

See Form 4255 for additional information.

Note: If you report a loss below and have amounts invested in the activity for which you are not at risk, you will have to file Form 6198. (See instructions under "Special Rules.")

a. Description of property	b. Date acquired (mo., day, yr.)	c. Date sold (mo., day, yr.)	d. Gross sales price	e. Depreciation allowed (or allowable) since acquisition	f. Cost or other basis, plus improvements and expense of sale	g. LOSS (f minus the sum of d and e)	h. GAIN (d plus e minus f)
1							

2 Gain, if any, from Form 4684, Section B, line 21.

3 Section 1231 gain from installment sales from Form 6252, line 22 or 30.

4 Gain, if any, on line 28 from other than casualty and theft.

5 Add lines 1 through 4 in column g and column h.

6 Combine columns g and h of line 5. Enter gain or (loss) here, and on the appropriate line as follows:

(a) For all except partnership returns:

(1) If line 6 is a gain, enter the gain as a long-term capital gain on Schedule D. See specific instructions for Part I.

(2) If line 6 is zero or a loss, enter that amount on line 7. (S corporations, enter on Schedule K (Form 1120S), line 6.)

(b) For partnership returns: Enter each partner's share of line 6 above, on Schedule K-1 (Form 1065), line 7.

**Part II Ordinary Gains and Losses**

a. Description of property	b. Date acquired (mo., day, yr.)	c. Date sold (mo., day, yr.)	d. Gross sales price	e. Depreciation allowed (or allowable) since acquisition	f. Cost or other basis, plus improvements and expense of sale	g. LOSS (f minus the sum of d and e)	h. GAIN (d plus e minus f)
7 Loss, if any, from line 6(a)(2)							
8 Gain, if any, on line 27							
9 Net gain or (loss) from Form 4684, Section B, lines 13 and 20(a)							
10 Ordinary gain from installment sales from Form 6252, line 21 or 29 (Applies only to sales before 6/7/84)							
11 Recapture of section 179 deduction (see instructions)							
12 Other ordinary gains and losses (include property held 1 year or less, (6 months or less if acquired after 6/22/84))							

13 Add lines 7 through 12 in column g and column h.

14 Combine columns g and h of line 13. Enter gain or (loss) here, and on the appropriate line as follows:

(a) For all except individual returns: Enter the gain or (loss) from line 14, on the return being filed. See instructions for Part II for specific line references.

(b) For individual returns:

(1) If the loss on line 7 includes a loss from Form 4684, Section B, Part II, column B(ii), enter that part of the loss here and on line 19 of Schedule A (Form 1040). Identify as from "Form 4797, line 14(b)(1)".

(2) Redetermine the gain or (loss) on line 14, excluding the loss (if any) on line 14(b)(1). Enter here and on Form 1040, line 15.

For Paperwork Reduction Act Notice, see page 1 of separate instructions.

Form 4797 (1984)

Form 4797 (1984)

Page 2

**Part III Gain From Disposition of Property Under Sections 1245, 1250, 1252, 1254, 1255**

Skip section 1252 on line 23 and in the instructions, if you did not dispose of farmland, or if a partnership files this form.

SMB SECTION 1232 ON LINE 2, 2 AND 3 OF THE INSTRUCTIONS, IF YOU ARE NOT QUALIFIED FOR TREATMENT, ENTER "0" IN THE SPACE PROVIDED.					Date acquired (mo., day, yr.)	Date sold (mo., day, yr.)		
15	Description of sections 1245, 1250, 1252, 1254, and 1255 property:							
(A)								
(B)								
(C)								
(D)								
Relate lines 15(A) through 15(D) to these columns ▶ ▶ ▶ ▶					Property (A)	Property (B)	Property (C)	Property (D)
16	Gross sales price							
17	Cost or other basis plus expense of sale							
18	Depreciation (or depletion) allowed (or allowable)							
19	Adjusted basis, subtract line 18 from line 17							
20	Total gain, subtract line 19 from line 16							
21	If section 1245 property:							
	(a) Depreciation allowed (or allowable) (see instructions)							
	(b) Enter smaller of line 20 or 21(a)							
22	If section 1250 property: (If straight line depreciation used, enter zero on line 22(a) unless you are a corporation subject to section 291.)							
	(a) Additional depreciation after 12/31/75							
	(b) Applicable percentage times the smaller of line 20 or line 22(a) (see instructions).							
	(c) Subtract line 22(a) from line 20. If line 20 is not more than line 22(a), skip lines 22(d) and 22(e)							
	(d) Additional depreciation after 12/31/69 and before 1/1/76							
	(e) Applicable percentage times the smaller of line 22(c) or 22(d) (see instructions)							
	(f) Section 291 amount (For Corporations only.)							
	(g) Add lines 22(b), 22(e), and 22(f)							
23	If section 1252 property:							
	(a) Soil, water, and land clearing expenses							
	(b) Line 23(a) times applicable percentage (see instructions)							
	(c) Enter smaller of line 20 or 23(b)							
24	If section 1254 property:							
	(a) Intangible drilling and development costs deducted after 12/31/75 (see instructions)							
	(b) Enter smaller of line 20 or 24(a)							
25	If section 1255 property:							
	(a) Applicable percentage of payments excluded from income under section 126 (see instructions)							
	(b) Enter the smaller of line 20 or 25(a)							

**Summary of Part III Gains (Complete Property columns (A) through (D) through line 25(b) before going to line 26)**

26 Total gains for all properties (add columns (A) through (D), line 20)

27 Add columns (A) through (D), lines 21(b), 22(g), 23(c), 24(b), and 25(b). Enter here and on Part II, line 8.

28 Subtract line 27 from line 26. Enter the portion from casualty and theft on Form 4684, Section B, line 15; enter the portion from other than casualty and theft on Form 4797, Part I, line 4.

**Part IV Complete this Part Only If You Elect Out of the Installment Method And Report a Note or Other Obligation at Less Than Full Face Value**☐ Check here if you elect out of the installment method.

Enter the face amount of the note or other obligation ▶

Enter the percentage of valuation of the note or other obligation ▶

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References in the index are either to Table numbers or page numbers. Table numbers are in the format x.x (Table 1.1 would be "1.1") or letters (Table A would be "A"). Remaining references are to page numbers.

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Returns of taxpayers age 65 or over...	2.5
Returns with itemized deductions.....	2.1
Classified by marital status.....	2.2
ESTIMATED TAX PAYMENTS	
Classified by:	
Marital status.....	1.3
Size of adjusted gross income.....	1.4
Coefficient of variation.....	1.4CV
Definition.....	90
Reported on:	
Returns with itemized deductions:	
Classified by marital status.....	2.2
EXCESS ITEMIZED DEDUCTIONS	
Classified by:	
Marital status.....	1.3
Size of adjusted gross income.....	1.4
Coefficient of variation.....	1.4CV
Definition.....	90
Reported on:	
Returns of taxpayers age 65 or over...	2.5
Classified by marital status.....	2.6
Returns with itemized deductions.....	2.1
Classified by marital status.....	2.2
EXEMPTIONS	
Classified by:	
Size of adjusted gross income.....	1.4
Coefficient of variation.....	1.4CV
Definition.....	90
Reported on:	
Form 1040A returns.....	1.6
Returns of taxpayers age 65 or over...	2.5
Classified by marital status.....	2.6
Returns with itemized deductions.....	2.1
Time series, 1970-1984.....	A
EXPANDED INCOME	
Classified by:	
Ratio of taxable income to alternative	
income.....	3,4
Definition.....	105
Reported on high income returns.....	5,6

## F

FARM INCOME OR LOSS	
Classified by:	
Marital status.....	1.3
Size of adjusted gross income.....	1.4
Coefficient of variation.....	1.4CV
Definition.....	91
Reported on:	
High income returns.....	5,6
Returns with itemized deductions.....	2.1
Classified by marital status.....	2.2
Time series, 1970-1984.....	A

## FARM RENTAL INCOME OR LOSS

## Classified by:

Marital status.....1.3

Size of adjusted gross income.....1.4

Coefficient of variation.....1.4CV

## Reported on:

Returns with itemized deductions.....2.1

Classified by marital status.....2.2

## FILING REQUIREMENTS

Description.....1

## FOREIGN EARNED INCOME EXCLUSION

Changes in law.....3

Classified by size of adjusted gross

income.....1.4

Coefficient of variation.....1.4CV

Definition.....91

## FOREIGN TAX CREDIT

## Classified by:

Marital status.....1.3

Size of adjusted gross income.....1.4

Coefficient of variation.....1.4CV

Definition.....91

## Reported on:

High income returns.....5,6

Returns with itemized deductions:

Classified by marital status.....2.2

Time series, 1970-1984.....A

## FORFEITED INTEREST PENALTY ADJUSTMENT

Classified by size of adjusted gross

income.....1.4

Coefficient of variation.....1.4CV

Definition.....91

## FORM 1040 RETURNS

Time series, 1970-1984.....A

## FORM 1040A RETURNS

Classified by size of adjusted gross

income.....1.6

Time series, 1970-1984.....A

## FORM 1040EZ RETURNS

Classified by size of adjusted gross

income.....1.5

Time series, 1970-1984.....A

## FORM OF DEDUCTION

Definition.....91

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## FULLY TAXABLE PENSIONS AND ANNUITIES

(See pensions and annuities)

## G

GAINS OR LOSSES FROM SALES OF CAPITAL ASSETS  
(See sales of capital assets gain or loss)

## GENERAL BUSINESS CREDIT

Changes in law.....3

## GENERAL SALES TAXES DEDUCTION

(See taxes paid deduction)

## H

## HEADS OF HOUSEHOLDS, RETURNS OF

(See also marital status)

Definition.....92

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## HOME MORTGAGE INTEREST DEDUCTION

(See interest paid deduction)

## H.R. 10 PLAN

(See self-employed retirement plan adjustment)

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## INCOME AVERAGING

Changes in law.....3

Definition.....92

## INCOME SUBJECT TO TAX

Classified by marginal tax rate.....3.4

Definition.....92

## Reported on:

Returns with income subject to tax....3.1

Classified by tax generated at

specified rate.....3.5

## INCOME TAX

(See total income tax)

## INCOME TAX AFTER CREDITS

## Classified by:

Marital status.....1.3

Marginal tax rate.....3.4

Size of adjusted gross income.....1.4

Size of cumulated adjusted gross

income.....1.1

Coefficient of variation.....1.4CV

Definition.....92

## Reported on:

Form 1040A returns.....1.6

Returns of taxpayers age 65 or over...2.5

Classified by marital status.....2.6

Returns with income subject to tax....3.1

Returns with itemized deductions.....2.1

Classified by marital status.....2.2

Time series, 1970-1984.....A

## INCOME TAX AFTER PERSONAL CREDITS

## Classified by:

Size of adjusted gross income.....1.4

Coefficient of variation.....1.4CV

Definition.....92

## INCOME TAX BEFORE CREDITS

## Classified by:

Size of adjusted gross income.....1.4

Coefficient of variation.....1.4CV	Reported on:	
Definition.....93	High income returns.....5,6	
Reported on:	Returns with itemized deductions:	
High income returns.....5,6	Classified by marital status.....2.2	
Returns of taxpayers age 65 or over...2.5	Time series, 1970-1984.....A	
Returns with income subject to tax...3.1	ITEMIZED DEDUCTIONS	
Returns with itemized deductions.....2.1	(See total itemized deductions and specific	
Time series, 1970-1984.....A	type of deduction)	
INCOME TAX WITHHELD		
Classified by:		J
Marital status.....1.3		
Size of adjusted gross income.....1.4		
Coefficient of variation.....1.4CV		
Definition.....93		
Reported on:		
Form 1040A returns.....1.6		
Form 1040EZ returns.....1.5		
Returns with itemized deductions:		
Classified by marital status.....2.2		
INDIVIDUAL RETIREMENT ARRANGEMENT (IRA)		
ADJUSTMENT		
Changes in law.....3		
Classified by:		
Marital status.....1.3		
Size of adjusted gross income.....1.4		
Coefficient of variation.....1.4CV		
Definition.....93		
Reported on:		
Form 1040A returns.....1.6		
Returns with itemized deductions:		
Classified by marital status.....2.2		
Time series, 1970-1984.....A		
INTEREST AND DIVIDENDS IN ADJUSTED GROSS INCOME		
(See dividends and interest in adjusted gross		
income)		
INTEREST PAID DEDUCTION		
Classified by:		
Marital status.....1.3		
Definition.....93		
Reported on:		
High income returns.....5,6		
Returns with itemized deductions.....2.1		
Classified by marital status.....2.2		
Time series, 1970-1984.....A		
Type of interest paid deduction.....2.1		
INTEREST RECEIVED		
Classified by:		
Marital status.....1.3		
Size of adjusted gross income.....1.4		
Coefficient of variation.....1.4CV		
Definition.....93		
Reported on:		
Form 1040A returns.....1.6		
Form 1040EZ returns.....1.5		
High income returns.....5,6		
Returns of taxpayers age 65 or over...2.5		
Returns with itemized deductions:		
Classified by marital status.....2.2		
Time series, 1970-1984.....A		
INVESTMENT CREDIT		
Classified by:		
Marital status.....1.3		
Size of adjusted gross income.....1.4		
Coefficient of variation.....1.4CV		
Definition.....93		
Reported on:		
High income returns.....5,6		
Returns with itemized deductions.....2.1		
Classified by marital status.....2.2		
Time series, 1970-1984.....A		
JOBS CREDIT		
Classified by:		
Marital status.....1.3		
Size of adjusted gross income.....1.4		
Coefficient of variation.....1.4CV		
Definition.....94		
JOINT RETURNS OF HUSBANDS AND WIVES		
(See also marital status)		
Definition.....94		
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KEOGH PLANS ADJUSTMENT		
(See self-employed retirement plan adjustment)		
		L
LIMITATIONS OF THE DATA		
(See description of the sample)		
LONG-TERM CAPITAL GAINS AND LOSSES		
(See sales of capital assets gain or loss)		
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Definition.....94		
MEDICAL AND DENTAL EXPENSE DEDUCTION		
Classified by:		
Marital status.....1.3		
Definition.....94		
Reported on:		
High income returns.....5,6		
Returns with itemized deductions.....2.1		
Classified by marital status.....2.2		
Time series, 1970-1984.....A		
Type of medical deduction.....2.1		
METHOD OF ESTIMATION		
(See description of the sample)		
MISCELLANEOUS ITEMIZED DEDUCTIONS		
Classified by:		
Marital status.....1.3		
Definition.....94		
Reported on:		
High income returns.....5,6		
Returns with itemized deductions.....2.1		
Classified by marital status.....2.2		

## MODIFIED TOTAL INCOME TAX

Classified by:

Ratio of taxable income to alternative  
income.....3,4

N

## NET CAPITAL GAIN OR LOSS

(See sales of capital assets gain or loss)

## NET CASUALTY OR THEFT LOSS

(See casualty or theft loss (net))

## NONPERSONAL CREDITS

Classified by:

Size of adjusted gross income.....1.4

Coefficient of variation.....1.4CV

Definition.....101

## NONSAMPLING ERRORS

(See description of the sample)

## NUMBER OF EXEMPTIONS

(See exemptions)

O

## OTHER DEDUCTIONS

(See miscellaneous itemized deductions)

## OTHER DEPENDENTS

(See exemptions)

## OTHER INCOME

Classified by:

Marital status.....1.3

Number of exemptions.....2.3

Size of adjusted gross income.....1.4

Coefficient of variation.....1.4CV

Definition.....95

Reported on:

Returns with itemized deductions.....2.1

Classified by marital status.....2.3

## OTHER INTEREST PAID DEDUCTION

(See interest paid deduction)

## OTHER TAX CREDITS

Classified by:

Size of adjusted gross income.....1.4

Coefficient of variation.....1.4CV

Definition.....95

## OTHER TAXES DEDUCTION

(See taxes paid deduction)

## OTHER TAXPAYMENTS

Classified by size of adjusted gross

income.....1.4

Coefficient of variation.....1.4CV

Definition.....95

## OTHER THAN AGE OR BLINDNESS EXEMPTIONS

Classified by:

Marital status.....2.4

Number of exemptions.....2.3

## OTHER THAN CASH CONTRIBUTIONS DEDUCTION

(See contributions deduction)

## OVERPAYMENT

Credited to 1985 estimated tax:

Classified by:

Size of adjusted gross income.....1.4

Coefficient of variation.....1.4CV

Definition.....95

Refunded:

Classified by:

Marital status.....1.3

Size of adjusted gross income.....1.4

Coefficient of variation.....1.4CV

Reported on:

Form 1040A returns.....1.6

Form 1040EZ returns.....1.5

Returns with itemized deductions:

Classified by marital status.....2.2

## OVERPAYMENT OF WINDFALL PROFIT TAX

Classified by:

Size of adjusted gross income.....1.4

Coefficient of variation.....1.4CV

Definition.....95

P

## PARENT EXEMPTIONS

(See exemptions)

## PARTNERSHIP NET INCOME OR LOSS

Classified by:

Marital status.....1.3

Size of adjusted gross income.....1.4

Coefficient of variation.....1.4CV

Definition.....95

Reported on:

High income returns.....5,6

Returns with itemized deductions.....2.1

Classified by marital status.....2.2

Time series, 1970-1984.....A

PAYMENT WITH REQUEST FOR EXTENSION OF FILING  
TIME

Definition.....95

## PAYMENTS TO A SELF-EMPLOYED RETIREMENT PLAN

(See self-employed retirement (Keogh) plan  
adjustment)PAYMENTS TO AN INDIVIDUAL RETIREMENT  
ARRANGEMENT(See individual retirement arrangement (IRA)  
adjustment)PENALTY TAX ON INDIVIDUAL RETIREMENT  
ARRANGEMENTS

Classified by:

Size of adjusted gross income.....1.4

Coefficient of variation.....1.4CV

Definition.....96

## PENSIONS AND ANNUITIES

Classified by:

Marital status.....1.3

Size of adjusted gross income.....1.4

Coefficient of variation.....1.4CV

Definition.....96

Reported on:

High income returns.....5,6

Returns of taxpayers age 65 or over.....2.5

Returns with itemized deductions.....2.1

Classified by marital status.....2.2

Time series, 1970-1984.....A

## PERSONAL CREDITS

Classified by:

Size of adjusted gross income.....1.4

Coefficient of variation.....	1.4CV
Definition.....	101
PERSONAL EXEMPTION CREDIT	
(See exemptions)	
PERSONAL PROPERTY TAXES DEDUCTION	
(See taxes paid deduction)	
POLITICAL CONTRIBUTIONS CREDIT	
Classified by:	
Marital status.....	1.3
Size of adjusted gross income.....	1.4
Coefficient of variation.....	1.4CV
Definition.....	1.6
Reported on:	
Form 1040A returns.....	2.2
Returns with itemized deductions:	
Classified by marital status.....	1.4
PREDETERMINED ESTIMATED TAX PENALTY	
Classified by:	
Size of adjusted gross income.....	1.4
Coefficient of variation.....	1.4CV
PRESCRIPTION MEDICINE AND DRUG EXPENSE	
(See medical and dental expense deduction)	
PROCESSING AND MANAGEMENT OF THE SAMPLE	
Description.....	5

## R

REAL ESTATE TAXES DEDUCTION	
(See taxes paid deduction)	
REFUND	
(See overpayment)	
RENT INCOME OR LOSS	
Classified by:	
Marital status.....	1.3
Size of adjusted gross income.....	1.4
Coefficient of variation.....	1.4CV
Definition.....	96
Reported on:	
High income returns.....	5,6
Returns of taxpayers age 65 or over...	2.5
Returns with itemized deductions:	
Classified by marital status.....	2.2
Time series, 1970-1984.....	A
REQUIREMENTS FOR FILING	
Description.....	1
RESEARCH AND EXPERIMENTATION CREDIT	
Classified by:	
Marital status.....	1.3
Size of adjusted gross income.....	1.4
Coefficient of variation.....	1.4CV
Definition.....	96
RESIDENTIAL ENERGY CREDIT	
Classified by:	
Marital status.....	1.3
Size of adjusted gross income.....	1.4
Coefficient of variation.....	1.4CV
Definition.....	96
Reported on:	
Returns with itemized deductions:	
Classified by marital status.....	1.3
Time series, 1970-1984.....	A
RETIREMENT INCOME CREDIT	
(See credit for the elderly)	

ROYALTY INCOME OR LOSS	
Classified by:	
Marital status.....	1.3
Size of adjusted gross income.....	1.4
Coefficient of variation.....	1.4CV
Definition.....	97
Reported on:	
High income returns.....	5,6
Returns of taxpayers age 65 or over...	2.5
Returns with itemized deductions.....	2.1
Classified by marital status.....	2.2
Time series, 1970-1984.....	A

## S

SALARIES AND WAGES	
Classified by:	
Marital status.....	1.3
Number of exemptions.....	2.3
Size of adjusted gross income.....	1.4
Coefficient of variation.....	1.4CV
Definition.....	97
Reported on:	
Form 1040A returns.....	1.6
Form 1040EZ returns.....	1.5
High income returns.....	5,6
Returns of taxpayers age 65 or over...	2.5
Returns with itemized deductions.....	2.1
Classified by marital status.....	2.2
Time series, 1970-1984.....	A
SALES OF CAPITAL ASSETS GAIN OR LOSS	
Classified by:	
Marital status.....	1.3
Size of adjusted gross income.....	1.4
Coefficient of variation.....	1.4CV
Definition.....	97
Reported on:	
High income returns.....	5,6
Returns of taxpayers age 65 or over...	2.5
Returns with itemized deductions.....	2.1
Classified by marital status.....	2.2
Time series, 1970-1984.....	A
Type of gain or loss.....	1.4
SALES OF CAPITAL ASSETS REPORTED ON SCHEDULE D	
(See sales of capital assets gain or loss)	
SALES OF PROPERTY OTHER THAN CAPITAL ASSETS	
GAIN OR LOSS	
Classified by:	
Marital status.....	1.3
Size of adjusted gross income.....	1.4
Coefficient of variation.....	1.4CV
Definition.....	98
Reported on:	
High income returns.....	5,6
Returns of taxpayers age 65 or over...	2.5
Returns with itemized deductions.....	2.1
Classified by marital status.....	2.2
SALES TAXES ON MOTOR VEHICLES	
(See taxes paid deduction)	
SAMPLE CRITERIA AND SELECTION	
(See description of the sample)	
SAMPLING VARIABILITY	
(See description of the sample)	

## SELF-EMPLOYED RETIREMENT (Keogh) PLAN

## ADJUSTMENT

## Classified by:

Marital status.....	1.3
Size of adjusted gross income.....	1.4
Coefficient of variation.....	1.4CV
Definition.....	98

## Reported on:

## Returns with itemized deductions:

Classified by marital status.....	2.2
Time series, 1970-1984.....	A

## SELF-EMPLOYMENT TAX

## Classified by:

Size of adjusted gross income.....	1.4
Coefficient of variation.....	1.4CV
Definition.....	98

## SEPARATE RETURNS OF HUSBANDS AND WIVES

## (See also marital status)

Definition.....	98
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## SHORT-TERM GAINS AND LOSSES

## (See sales of capital assets gain or loss)

## SICK PAY EXCLUSION

## (See disability income exclusion)

## SINGLE PERSON, RETURNS OF

## (See marital status)

Definition.....	98
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## SIZE OF ADJUSTED GROSS INCOME:

## (See also adjusted gross income less deficit)

Definition.....	98
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## SMALL BUSINESS CORPORATION INCOME OR LOSS

## Classified by:

Marital status.....	1.3
Size of adjusted gross income.....	1.4
Coefficient of variation.....	1.4CV
Definition.....	99

## Reported on:

## High income returns.....

## Returns with itemized deductions.....

Classified by marital status.....	2.2
Time series, 1970-1984.....	A

## SOCIAL SECURITY BENEFITS

Changes in law.....	4
---------------------	---

## Classified by:

Size of adjusted gross income.....	1.4
Coefficient of variation.....	1.4CV

## Reported on:

## Returns of taxpayers age 65 or over...2.5

## SOCIAL SECURITY TAXES ON TIP INCOME

Definition.....	99
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## SOURCES OF INCOME

## (See specific type)

## Classified by:

Marital status.....	1.3
Number of exemptions.....	2.3
Size of adjusted gross income.....	1.4
Coefficient of variation.....	1.4CV

## Reported on:

## Form 1040A returns.....

## Form 1040EZ returns.....

## High income returns.....

## Returns of taxpayers age 65 or over...2.5

Returns with itemized deductions:	
Classified by marital status.....	2.2

## SOURCES OF THE DATA

## (See description of the sample)

## STATE AND LOCAL INCOME TAXES DEDUCTION

## (See taxes paid deduction)

## STATE INCOME TAX REFUNDS

## Classified by:

Marital status.....	1.3
Size of adjusted gross income.....	1.4
Coefficient of variation.....	1.4CV
Definition.....	99

## Reported on:

## High income returns.....

## Returns with itemized deductions.....

Classified by marital status.....	2.2
-----------------------------------	-----

## STATUTORY ADJUSTMENTS

## (See also specific type)

## Classified by:

Marital status.....	1.3
Size of adjusted gross income.....	1.4
Coefficient of variation.....	1.4CV
Definition.....	99

## Reported on:

## Form 1040A returns.....

## High income returns.....

## Returns of taxpayers age 65 or over...2.5

## Returns with itemized deductions.....

Classified by marital status.....	2.2
-----------------------------------	-----

## Time series, 1970-1984.....

## Type of adjustment.....

## SURVIVING SPOUSES, RETURNS OF

## (See marital status)

Definition.....	99
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T

## TARGETED JOBS CREDIT

## (See jobs credit)

## TAX

## (See Total Income Tax)

## TAX CREDITS

## (See also specific type)

Changes in law.....	4
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## Classified by:

Marital status.....	1.3
Size of adjusted gross income.....	1.4
Coefficient of variation.....	1.4CV
Definition.....	99

## Reported on:

## Form 1040A returns.....

## High income returns.....

## Returns of taxpayers age 65 or over...2.5

## Returns with income subject to tax...3.1

## Returns with itemized deductions.....

Classified by marital status.....	2.2
-----------------------------------	-----

## Time series, 1970-1984.....

## Type of credit.....

## TAX DUE AT THE TIME OF FILING

## Classified by:

Marital status.....	1.3
Size of adjusted gross income.....	1.4
Coefficient of variation.....	1.4CV
Definition.....	99

## Reported on:

## Form 1040A returns.....

## Form 1040EZ returns.....

Returns with itemized deductions:		TAXABLE RETURNS	
Classified by marital status.....	2.2	Definition.....	99
TAX FROM RECOMPUTING PRIOR-YEAR INVESTMENT		Reported on:	
CREDIT		Form 1040A returns.....	1.6
Definition.....	99	Returns with itemized deductions.....	2.1
TAX GENERATED		Returns with taxpayers age 65 or	
Classified by:		over.....	2.5
Marginal tax rate.....	3.4	TAXES FROM SPECIAL COMPUTATIONS	
Tax generated at specified rate.....	3.5	Definition.....	100
Definition.....	99	TAXES PAID DEDUCTION	
Reported on returns with income subject		Classified by:	
to tax.....	3.1	Marital status.....	1.3
TAX ITEMS		Definition.....	100
(See also specific type)		Reported on:	
Classified by:		High income returns.....	5.6
Marital status.....	1.3	Returns with itemized deductions.....	2.1
Size of adjusted gross income.....	1.4	Classified by marital status.....	2.2
Reported on:		Time series, 1970-1984.....	A
Form 1040A returns.....	1.6	Type of taxes paid deduction.....	2.1
Form 1040EZ returns.....	1.5	TAXPAYERS AGE 65 OR OVER	
High income returns.....	5.6	(See age 65 or over exemptions)	
Returns of taxpayers age 65 or over....	2.5	TAXPAYER EXEMPTIONS	
Classified by marital status.....	2.6	(See exemptions)	
Returns with income subject to tax....	3.1	TAXPAYER'S DEPENDENT EXEMPTIONS	
Returns with itemized deductions:		(See exemptions)	
Classified by marital status.....	2.2	TAXPAYMENTS	
TAX LIABILITY		(See also specific type)	
(See total income tax and total tax liability)		Classified by:	
TAX OVERPAYMENT		Marital status.....	1.3
(See overpayment)		Size of adjusted gross income.....	1.4
TAX PREFERENCES		Coefficient of variation.....	1.4CV
(See alternative minimum tax preferences)		Definition.....	100
TAX PREFERENCES EXCLUDED FROM ADJUSTED GROSS		Reported on:	
INCOME CONCEPTS		Form 1040A returns.....	1.6
Definition.....	105	Returns with itemized deductions:	
Reported on:		Classified by marital status.....	2.2
High income returns.....	5.6	Type of taxpayment.....	1.4
TAX RATE REDUCTIONS		TOTAL CREDITS	
Changes in law.....	4	(See tax credits)	
TAX REFUND		TOTAL DEDUCTIONS	
(See overpayment)		Time series, 1970-1984.....	A
TAX SAVINGS FROM INCOME AVERAGING		TOTAL INCOME	
Definition.....	99	Time series, 1970-1984.....	A
Reported on:		TOTAL INCOME TAX	
High income returns.....	5.6	As percent of adjusted gross income.....	1.1
Returns with income subject to tax....	3.1	Average.....	1.1
TAXABLE INCOME		Classified by:	
Classified by:		Marital status.....	1.3
Marital status.....	1.3	Number of exemptions.....	2.3
Size of adjusted gross income.....	1.4	Size of adjusted gross income.....	1.4
Size of cumulated adjusted gross		Size of cumulated adjusted gross	
income.....	1.1	income.....	1.1
Coefficient of variation.....	1.4CV	Coefficient of variation.....	1.4CV
Definition.....	100	Definition.....	100
Reported on:		Reported on:	
Form 1040A returns.....	1.6	High income returns.....	5.6
Form 1040EZ returns.....	1.5	Returns of taxpayers age 65 or over....	2.5
High income returns.....	5.6	Classified by marital status.....	2.6
Return of taxpayers age 65 or over....	2.5	Returns with income subject to tax....	3.1
Classified by marital status.....	2.6	Returns with itemized deductions.....	2.1
Returns with income subject to tax....	3.1	Classified by marital status.....	2.2
Classified by tax generated at		Time series, 1970-1984.....	A
specified rate.....	3.5	TOTAL ITEMIZED DEDUCTIONS	
Returns with itemized deductions:		(See also specific type)	
Classified by marital status.....	1.3	Classified by:	
Time series, 1970-1984.....	A	Marital status.....	1.3

Size of adjusted gross income.....	1.4
Definition.....	100
Reported on:	
High income returns.....	5,6
Returns of taxpayers age 65 or over...	2.5
Classified by marital status.....	2.6
Returns with itemized deductions.....	2.1
Classified by marital status.....	2.2
Time series, 1970-1984.....	A
Type of deduction.....	2.1
TOTAL NET PROFIT OR LOSS FROM BUSINESS	
ACTIVITIES	
Reported on:	
Returns of taxpayers age 65 or over...	2.5
TOTAL OVERPAYMENT	
(See overpayment)	
TOTAL STATUTORY ADJUSTMENTS	
(See statutory adjustments)	
TOTAL TAX LIABILITY	
Classified by:	
Marital status.....	1.3
Size of adjusted gross income.....	1.4
Coefficient of variation.....	1.4CV
Definition.....	101
Reported on:	
Returns of taxpayers age 65 or over...	2.5
Classified by marital status.....	2.6
Returns with itemized deductions:	
Classified by marital status.....	2.2

## U

UNEMPLOYMENT COMPENSATION	
Classified by:	
Marital status.....	1.3
Size of adjusted gross income.....	1.4
Coefficient of variation.....	1.4CV
Definition.....	101
Reported on:	
Form 1040A returns.....	1.6

Returns with itemized deductions.....	2.1
Classified by marital status.....	2.2
UNUSED ZERO BRACKET AMOUNT	
Classified by:	
Marital status.....	1.3
Size of adjusted gross income.....	1.4
Coefficient of variation.....	1.4CV
Definition.....	101
Reported on:	
Returns with income subject to tax....	3.1
Returns with itemized deductions.....	2.1
Classified by marital status.....	2.2

## W

WINDFALL PROFIT TAX OVERPAYMENT	
(See overpayment of windfall profit tax)	
WINDFALL PROFIT TAX REFUNDS	
Classified by size of adjusted gross	
income.....	1.4
Coefficient of variation.....	1.4CV
Reported on:	
High income returns.....	5,6
WINDFALL PROFIT TAX WITHHELD	
Classified by size of adjusted gross	
income.....	1.4
Coefficient of variation.....	1.4CV
Reported on high income returns.....	5,6

## Z

ZERO BRACKET AMOUNT	
Definition.....	101
Reported on:	
Form 1040A returns.....	1.6
High income returns.....	5,6
Returns of taxpayers age 65 or over...	2.5
Classified by marital status.....	2.6
Returns with itemized deductions.....	2.1

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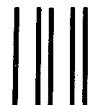
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