

# Individual Income Tax Returns, Preliminary Data, 1993

by *Therese M. Cruciano*

**P**reliminary data show that taxpayers filed 114.6 million U.S. individual income tax returns for Tax Year 1993, an increase of 0.8 million returns, or 0.7 percent, from the number filed for 1992. Adjusted gross income less deficit (AGI) increased a modest 2.3 percent, to more than \$3.7 trillion, compared to the 4.8 percent increase between 1991 and 1992. Taxable income also rose a moderate 2.2 percent to over \$2.4 trillion. In contrast, total income tax increased 5.3 percent, from \$476.0 billion for 1992 to \$501.2 billion for 1993. A substantial portion of the increase in income tax was reported by high-income taxpayers, mainly as the result of the new 36 percent and 39.6 percent marginal tax rates first effective for 1993 (31 percent was the highest rate for 1992), as well as the increased alternative minimum tax rates of 26 percent and 28 percent (24 percent was the only rate for 1992). However, taxpayers affected by the new marginal tax rates for 1993 were permitted to defer payment of two-thirds of the tax owed that was in excess of the tax that would have been owed at the previous 31 percent rate. An estimated 640,000 taxpayers elected to use this deferral. While the average tax rate increased 1.6 percentage points for individuals with AGI of \$100,000 or more, the average tax rate for those individuals with AGI under \$100,000 declined 0.1 percentage points.

During 1993, the consumer price index (CPI-U) grew at an annual rate of 3.0 percent, the same rate of growth as for 1992 [1]. The growth of both aggregate AGI and aggregate salaries and wages was less than the rate of inflation. The moderate growth in AGI reflected modest gains in a number of income items. Salaries and wages, the principal portion of adjusted gross income, grew by 2.8 percent, or one-half the 1992 rate. However, some other items did show significant increases for 1993: net capital gain (less loss) rose 21.4 percent; and partnership and S Corporation net income (less loss) increased 8.8 percent. Still others showed large declines for 1993, including a 19.8-percent decrease in taxable interest, and a 12.4-percent decline in unemployment compensation. The foreign tax credit rose 16.0 percent, while the total earned income credit increased 19.1 percent from 1992.

The comparisons of data for Tax Years 1992 and 1993 in this article are based on the preliminary estimates for both years [2]. A few income and tax items tend to be understated in preliminary estimates; therefore, comparisons based on preliminary estimates for one year and final

estimates from previous years could be misleading. Comparisons based entirely on preliminary estimates reduce the likelihood of misinterpretation of the data, and afford a more accurate representation of year-to-year change. Final statistics for Tax Year 1992 are available in the historical tables at the end of this issue of the *Bulletin*.

## Adjusted Gross Income, Taxable Income, and Total Income Tax

AGI grew at a slightly higher annual rate than taxable income, 2.3 percent for 1993 (Figure A) versus 2.2 percent for 1992. Total income tax, however, rose by 5.3 percent, reflecting increases primarily due to the new 36 percent and 39.6 percent marginal tax rates for high-income returns. The alternative minimum tax (AMT), on the other hand, rose 53.9 percent. Most of this increase apparently resulted from the increase in the basic alternative minimum tax rate from 24 percent to 26 percent and the imposition of a new 28 percent tax on alternative minimum taxable income in excess of the first \$175,000 (\$87,500 if married filing separately).

Average AGI reported on 1993 individual income tax returns was \$32,489, representing a growth of \$494, or 1.5 percent, over the amount for 1992; in contrast, average

**Income tax increased 5.3 percent to \$501.2 billion. A substantial portion of the increase was due to high-income taxpayers subject to the new 36 percent and 39.6 percent marginal tax rates.**

AGI for 1992 grew \$1,788 to \$31,995, or a 5.9 percent increase from 1991. Average taxable income for 1993 equaled \$26,961, up \$594 (or 2.3 percent) from the 1992 amount of \$26,367, which showed a growth of \$1,779 (or 7.2 percent)

over the amount for 1991. In addition, average total income tax for 1993 grew \$319 (or 5.8 percent), to \$5,796 per taxable return (i.e., a return showing an amount for total income tax liability), in contrast to the \$439 increase (or 8.7 percent) to \$5,477 per taxable return for 1992 [3].

The average tax rate for 1993 (i.e., total income tax divided by AGI reported on *all* returns, taxable and nontaxable) was 13.5 percent, 0.4 percentage points more than for 1992 (Figure B). However, all income size classes with AGI less than \$100,000 had average tax rates slightly less for 1993 than for 1992, while the average tax rate for returns with AGI between \$100,000 and \$200,000 increased only 0.1 percent. Therefore, the higher overall tax rate for 1993 was essentially used by the individuals in the AGI size classes of \$200,000 or more. The principal reasons for the higher average tax rates at the upper end of the income scale were the addition of two new

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**Figure A**

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

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

Item	1992 (preliminary)		1993 (preliminary)		Percentage increase in amount
	Number of returns	Amount	Number of returns	Amount	
	(1)	(2)	(3)	(4)	
Adjusted gross income (less deficit).....	113,752	3,639,546	114,627	3,724,134	2.3
Taxable income.....	90,907	2,396,902	90,886	2,450,346	2.2
Total income tax.....	86,897	475,964	86,476	501,177	5.3
Alternative minimum tax.....	273	1,138	323	1,751	53.9

**Figure B**

## Number of Returns, Adjusted Gross Income, and Total Income Tax, by Size of Adjusted Gross Income, Tax Years 1992 and 1993

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

Tax year, income, and tax	Total	Size of adjusted gross income									
		Under \$1 <sup>1</sup>	\$1 under \$10,000	\$10,000 under \$20,000	\$20,000 under \$30,000	\$30,000 under \$50,000	\$50,000 under \$100,000	\$100,000 under \$200,000	\$200,000 under \$500,000	\$500,000 under \$1,000,000	\$1,000,000 or more
	(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)	(10)	(11)
<b>Tax Year 1993 (preliminary):</b>											
Number of returns.....	114,627	900	29,630	24,829	17,248	21,445	16,492	3,104	774	140	66
Adjusted gross income (less deficit).....	3,724,134	-39,941	148,127	365,647	424,934	834,637	1,102,423	407,393	225,076	93,467	162,372
Total income tax.....	501,177	32	2,794	17,869	35,026	86,842	145,605	75,371	57,855	28,316	51,466
Tax as a percentage of adjusted gross income (less deficit).....	13.5	( <sup>2</sup> )	1.9	4.9	8.2	10.4	13.2	18.5	25.7	30.3	31.7
<b>Tax Year 1992 (preliminary):</b>											
Number of returns.....	113,752	937	29,879	24,807	17,175	21,377	15,814	2,810	746	141	67
Adjusted gross income (less deficit).....	3,639,546	-38,694	150,012	365,927	423,124	833,362	1,054,487	367,863	218,419	95,313	169,735
Total income tax.....	475,964	54	3,013	18,770	35,415	87,491	140,413	67,503	52,290	24,904	46,113
Tax as a percentage of adjusted gross income (less deficit).....	13.1	( <sup>2</sup> )	2.0	5.1	8.4	10.5	13.3	18.4	23.9	26.1	27.2
Change in percentage points, tax as a percentage of adjusted gross income (less deficit), 1993 over 1992.....	0.4	( <sup>3</sup> )	-0.1	-0.2	-0.2	-0.1	-0.1	0.1	1.8	4.2	4.5

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

<sup>2</sup>Percentage not computed.

<sup>3</sup>Difference not computed.

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

marginal tax rates, the increase in the first AMT rate, and the introduction of a second alternative minimum tax rate for 1993. The lower average tax rates in the six lowest AGI size classes (Figures B and C) were mainly the result of the inflation indexing of the size of the standard deduction, size of the deduction for personal exemptions, and the width of the tax rate brackets. The inflation indexing caused each of these items to increase by about 3.0 percent, while the aggregate income for returns with AGI under \$100,000 grew at a rate of 1.2 percent.

### Selected Sources of Income

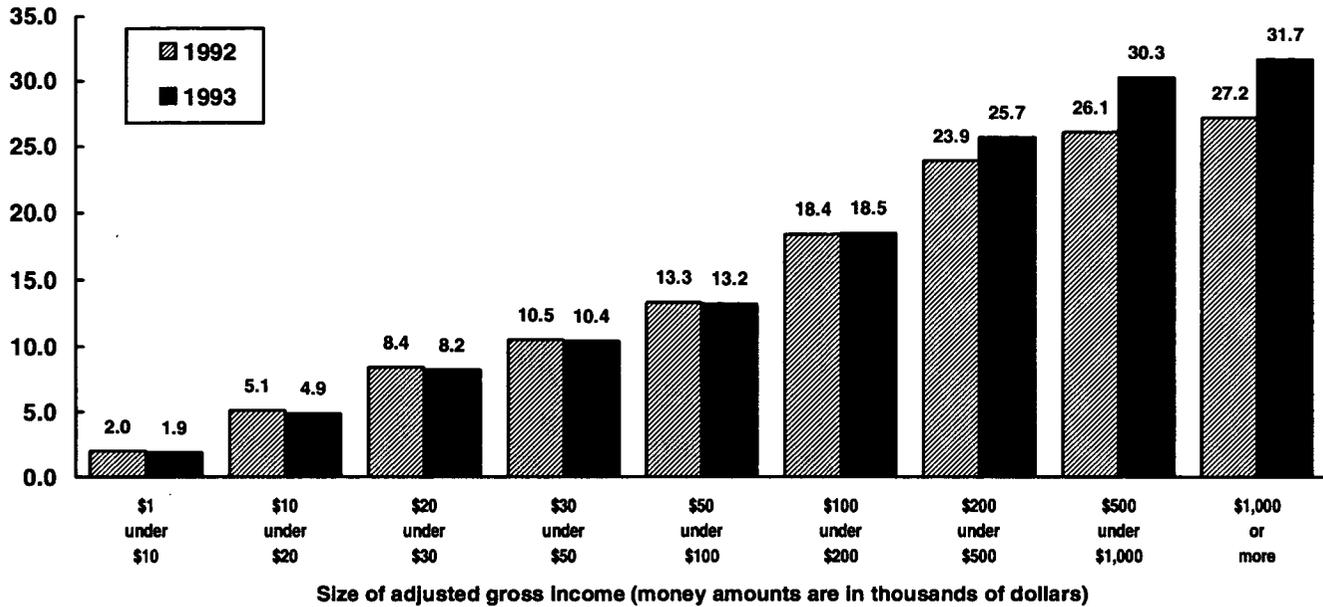
The largest component of AGI, salaries and wages, grew by \$77.8 billion, or 2.8 percent for 1993 (Figure D). Business or profession net income (less loss) rose 2.4 percent, after increasing 8.7 percent for 1992. Both salaries and wages and business or profession net income (less loss) grew by less than the 3.0 percent rate of inflation for 1993. The growth rates of these two items were also notably less than the 5.4 percent growth rate for the Gross Domestic Product [4].

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**Figure C**

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

Percentage



**Figure D**

## Comparison of Total and Selected Sources of Adjusted Gross Income, Tax Years 1992 and 1993

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

Item	1992 (preliminary)		1993 (preliminary)		Percentage change in amount	Increase in amount
	Number of returns	Amount	Number of returns	Amount		
	(1)	(2)	(3)	(4)	(5)	(6)
<b>Adjusted gross income (less deficit) <sup>1</sup></b> .....	<b>113,752</b>	<b>3,639,546</b>	<b>114,627</b>	<b>3,724,134</b>	<b>2.3</b>	<b>84,588</b>
Salaries and wages.....	96,588	2,814,991	98,153	2,892,838	2.8	77,847
Taxable interest.....	67,471	158,504	65,193	127,056	-19.8	-31,448
Dividends.....	23,773	77,517	24,680	79,432	2.5	1,915
Business or profession net income (less loss).....	15,310	150,781	15,625	154,473	2.4	3,692
Net capital gains (less loss) <sup>2</sup> .....	16,494	109,919	18,344	133,403	21.4	23,484
Net gains (less loss), sales of property other than capital assets.....	1,665	-2,126	1,678	-2,925	(?)	-799
Social security benefits in adjusted gross income.....	5,615	23,596	5,759	25,074	6.3	1,478
Rent and royalty net income (less loss) <sup>4</sup> .....	9,941	9,930	9,949	13,761	(?)	3,831
Partnership and S Corporation net income (less loss).....	5,150	86,671	5,261	94,340	8.8	7,669
Estate and trust net income (less loss).....	471	3,812	463	4,136	(?)	324
Farm net income (less loss).....	2,301	-1,695	2,276	-3,072	(?)	-1,377
Unemployment compensation.....	10,374	31,566	9,668	27,650	-12.4	-3,916
Pensions and annuities in adjusted gross income.....	17,853	189,069	17,563	195,502	3.4	6,433
Individual Retirement Arrangement distributions in adjusted gross income.....	4,482	26,450	4,394	27,143	2.6	693
<b>Other net income (less loss) <sup>5</sup></b> .....	<b>n.a.</b>	<b>-8,112</b>	<b>n.a.</b>	<b>-13,064</b>	<b>61.0</b>	<b>-4,952</b>

n.a. - Not available.

<sup>1</sup> Sources of adjusted gross income shown are incomplete and, therefore, do not add to total adjusted gross income.

<sup>2</sup> Includes capital gain distributions reported separately.

<sup>3</sup> Percentage changes not computed due to statistical unreliability.

<sup>4</sup> Includes farm rental income less loss.

<sup>5</sup> "Other net income (less loss)" represents only data reported on the residual line on Form 1040, and does not include the foreign-earned income exclusion.

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Taxable income from pensions and annuities increased 3.4 percent, to \$195.5 billion (Figure E). This was the smallest increase in recent years. Partnership and S

**Figure E**

## Comparison of Pensions and Annuities in Adjusted Gross Income, Tax Years 1988 through 1993

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

Tax Year	Pensions and annuities in adjusted gross income		Percentage increase in amount
	Number of returns	Amount	
	(1)	(2)	
1988 (preliminary).....	16,481	138,786	n.a. <sup>1</sup>
1989 (preliminary).....	16,985	149,430	7.7
1990 (preliminary).....	17,155	160,978	7.7
1991 (preliminary).....	18,102	178,959	11.2
1992 (preliminary).....	17,853	189,069	5.6
1993 (preliminary).....	17,563	195,502	3.4

<sup>1</sup> Comparison cannot be made between 1987 and 1988 because in 1987 pensions, annuities, and taxable IRA distributions were all reported on one line on Form 1040.

Corporation net income (less loss) rose 8.8 percent, although this net income tends to be revised considerably in the final estimates for a year (see *Data Sources and Limitations*). Net capital gain (less loss) increased sharply to \$133.4 billion, a change of 21.4 percent from

1992. Unemployment compensation dropped 12.4 percent to \$27.7 billion, a level more consistent with 1991, reflecting the decline in the number of unemployed persons from 7.4 percent in 1992 to 6.8 percent in 1993 [5]. The number of returns showing income from unemployment compensation benefits for 1993 also decreased, falling 6.8 percent to 9.7 million.

Partially as a result of the continuing decline in interest rates, taxable interest received declined by 19.8 percent, to \$127.1 billion, its lowest level since 1980. Tax Year 1993 was the third consecutive year for which taxable interest decreased. Excluded from Figure D are "statutory adjustments," which are subtracted in the computation of AGI (see *Statutory Adjustments*).

"Total positive income" (TPI) differs from AGI in that it includes only the positive income line items from individual tax returns. TPI is particularly useful when examining percentage changes in income items which can have either positive or negative results, i.e., a gain or loss, such as estate and trust income, rent and royalty income, and farm income, that are relatively similar in size. This is because the netting effect tends to camouflage the separate gains and losses which can be quite substantial [6]. For 1993, TPI grew 2.3 percent, to reach \$3.9 trillion (Figures F and G) [7].

**Figure F**

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

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

Item	1992 (preliminary)		1993 (preliminary)		Percentage increase in amount
	Number of returns	Amount	Number of returns	Amount	
	(1)	(2)	(3)	(4)	
<b>Total positive income</b> .....	n.a.	<b>3,821,193</b>	n.a.	<b>3,908,895</b>	<b>2.3</b>
Salaries and wages.....	96,588	2,814,991	98,153	2,892,838	2.8
Taxable interest.....	67,471	158,504	65,193	127,056	-19.8
Dividends.....	23,773	77,517	24,680	79,432	2.5
Taxable refunds of State and local income taxes.....	16,808	9,729	17,246	10,715	10.1
Alimony received.....	467	4,479	419	4,072	-9.1
Business or profession net income.....	11,718	169,171	11,862	174,122	2.9
Net capital gain <sup>1</sup> .....	12,072	118,322	14,178	141,389	19.5
Net gain, sales of property other than capital assets.....	751	4,932	777	4,731	-4.1
Social security benefits in adjusted gross income.....	5,615	23,596	5,759	25,074	6.3
Total rent and royalty net income <sup>2</sup> .....	5,136	36,474	5,304	39,540	8.4
Partnership and S Corporation net income.....	3,120	118,051	3,236	123,956	5.0
Estate and trust net income.....	416	4,375	412	4,497	2.8
Farm net income.....	913	10,485	907	9,710	-7.4
Unemployment compensation.....	10,374	31,566	9,668	27,650	-12.4
Pensions and annuities in adjusted gross income.....	17,853	189,069	17,563	195,502	3.4
Individual Retirement Arrangement distributions in adjusted gross income.....	4,482	26,450	4,394	27,143	2.6
Other net income <sup>3</sup> .....	5,143	23,481	5,069	21,468	-8.6

n.a. -Not available.

<sup>1</sup> Includes capital gain distributions reported separately.

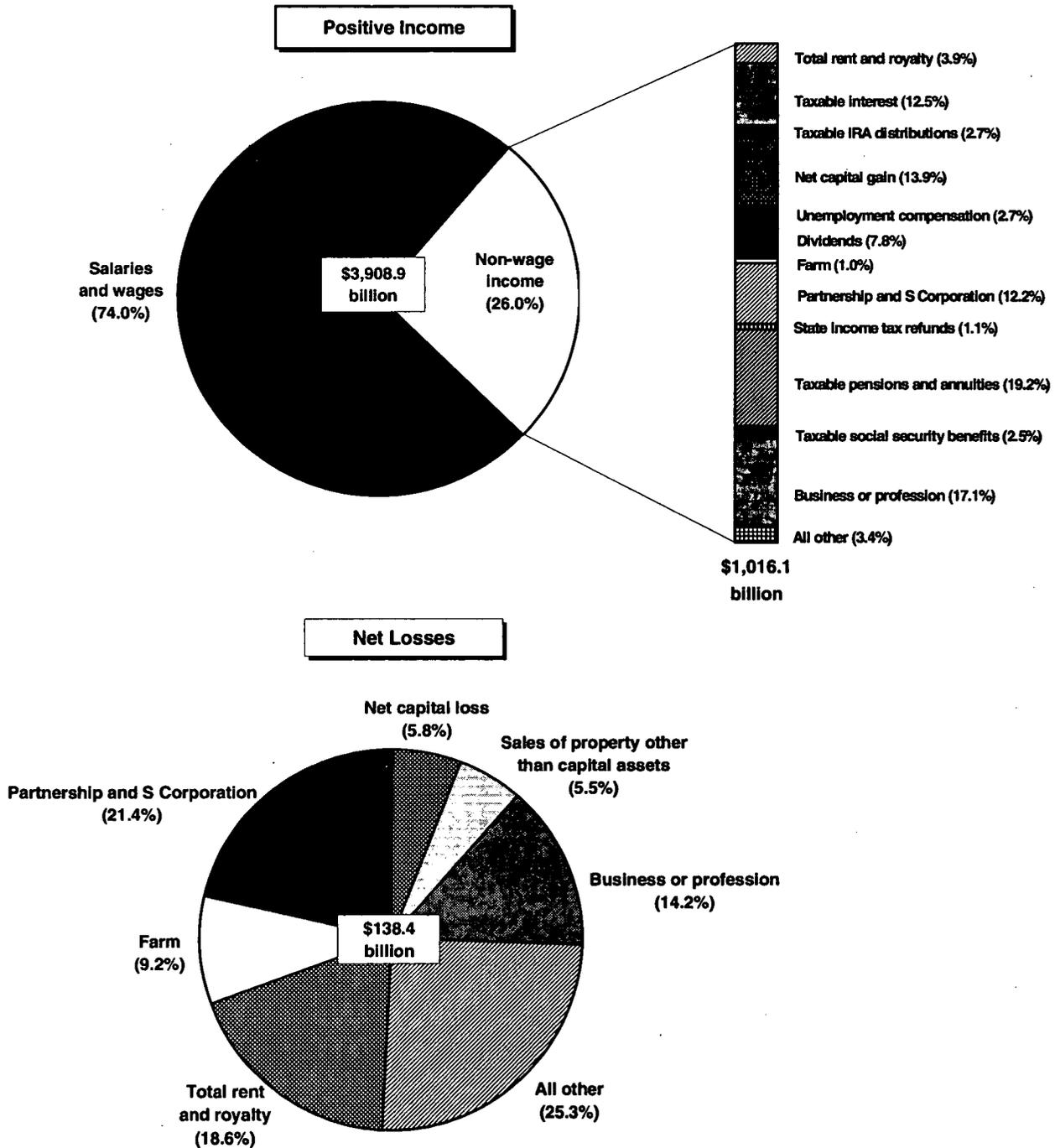
<sup>2</sup> Includes farm rental net income.

<sup>3</sup> "Other net income" represents only data reported on the residual line on Form 1040.

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**Figure G**

## Sources of Total Positive Income and Net Losses in Adjusted Gross Income, Tax Year 1993



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

## Individual Income Tax Returns, Preliminary Data, 1993

### Losses

In contrast to total positive income, total negative income includes only the negative income line items from individual tax returns. Total negative income, i.e., net losses, included in AGI increased for 1993 to \$138.4 billion, an increase of 1.7 percent (Figures G and H).

"Other net losses," representing the total amount (including positive amounts) reported on the "all other" residual income line of Form 1040 (excepting the foreign-earned income exclusion), were responsible for 25.3 percent of the total and showed the largest dollar amount change, increasing by \$2.9 billion. The "net operating loss carryforward" accounted for 92.3 percent or \$31.9 billion of "other net losses." Business or profession net loss, which fell for 1992, rose 6.8 percent to \$19.6 billion [8]. However, losses declined 5.6 percent for taxpayers participating in partnerships and S Corporations, which accounted for the 21.4 percent total net losses (Figures G and H).

### Statutory Adjustments

Statutory adjustments to total income increased 3.3 percent for 1993 (Figure I). The deduction for one-half of self-employment tax was the largest of all statutory adjustments, representing 32.4 percent of the total; it increased by 3.4 percent. Deductible payments to Individual Retirement Arrangements (IRA's), despite the continued downward trend which began with 1986, accounted for 23.9 percent of all statutory adjustments. Although the self-employed health insurance deduction

rose 57.5 percent for 1993, this increase is overstated because the 1992 data do not include amounts reported on amended returns that were filed as a result of the retroactive reinstatement of the provision allowing a deduction of 25 percent of health insurance payments which had expired on July 1, 1992.

### Deductions

The aggregate amount of all standard deductions claimed, i.e., the basic standard deduction plus the additional standard deduction for age or blindness, rose 4.1 percent for 1993, from \$368.0 billion to \$383.2 billion (Figure J). Total deductions, the sum of the standard deductions and total itemized deductions (after limitation), equaled \$863.6 billion, an increase of 2.4 percent. (See *Definitions and Changes in Law* for a definition of the itemized deduction limitation.)

The number of returns claiming a standard deduction increased slightly for 1993, accounting for 70.7 percent of all returns filed and 44.4 percent of total deductions. The 1993 average standard deduction equaled \$4,730, up \$144 from the average for 1992. The increase was largely due to inflation indexing of the standard deduction amounts.

Itemized deductions were claimed on 28.5 percent of all returns filed and represented 55.6 percent of total deductions. The average total for itemized deductions (after limitation) equaled \$14,693, compared to \$14,605 for 1992. (The remaining 0.8 percent of the returns claimed neither standard nor itemized deductions because there was no AGI on these returns.)

**Figure H**

### Comparison of Total and Selected Sources of Net Losses Included in Adjusted Gross Income, Tax Years 1992 and 1993

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

Item	1992 (preliminary)		1993 (preliminary)		Percentage increase in amount
	Number of returns	Amount	Number of returns	Amount	
	(1)	(2)	(3)	(4)	
<b>Total net losses</b> .....	n.a.	<b>136,112</b>	n.a.	<b>138,361</b>	<b>1.7</b>
Partnership and S Corporation net loss.....	2,030	31,380	2,025	29,616	-5.6
Total rent and royalty net loss <sup>1</sup> .....	4,805	26,545	4,646	25,779	-2.9
Estate and trust net loss.....	55	563	51	361	-35.9
Business or profession net loss.....	3,592	18,390	3,762	19,649	6.8
Farm net loss.....	1,388	12,180	1,369	12,782	4.9
Net capital loss <sup>2</sup> .....	4,422	8,403	4,166	7,986	-5.0
Net loss, sales of property other than capital assets.....	914	7,058	901	7,656	8.5
Other net loss <sup>3</sup> .....	n.a.	31,593	n.a.	34,532	9.3

n.a. - Not available.

<sup>1</sup> Includes farm rental net loss.

<sup>2</sup> Includes only the portion of capital losses deducted during the calculation of adjusted gross income.

<sup>3</sup> Represents only data reported on the residual line of Form 1040, except the foreign-earned income exclusion.

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

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**Figure I**

## Selected Statutory Adjustments, Tax Years 1992 and 1993

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

Item	1992 (preliminary)		1993 (preliminary)		Percentage increase in amount
	Number of returns	Amount	Number of returns	Amount	
	(1)	(2)	(3)	(4)	(5)
<b>Total statutory adjustments</b> <sup>1</sup> .....	<b>17,120</b>	<b>34,755</b>	<b>17,105</b>	<b>35,896</b>	<b>3.3</b>
Payments to an Individual Retirement Arrangement....	4,537	8,836	4,412	8,583	-2.9
Self-employment tax deduction.....	12,144	11,252	12,416	11,640	3.4
Self-employed health insurance deduction <sup>2</sup> .....	2,762	1,290	2,887	2,032	( <sup>3</sup> )
Payments to a self-employed retirement (Keogh) plan	915	7,369	943	7,975	8.2
Penalty on early withdrawal of savings.....	910	150	685	104	-30.7
Alimony paid.....	671	5,273	622	5,087	-3.5

<sup>1</sup> Includes adjustments not shown separately.

<sup>2</sup> Excludes amended returns on which deduction was claimed retroactively.

<sup>3</sup> Percentage change not computed due to statistical unreliability.

**Figure J**

## Selected Itemized Deductions and the Standard Deduction, Tax Years 1992 and 1993

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

Item	1992 (preliminary)		1993 (preliminary)		Percentage increase in amount
	Number of returns <sup>1</sup>	Amount	Number of returns <sup>1</sup>	Amount	
	(1)	(2)	(3)	(4)	(5)
<b>Total itemized deductions before limitation</b> .....	<b>32,527</b>	<b>487,550</b>	<b>32,694</b>	<b>492,763</b>	<b>1.1</b>
Medical and dental expenses.....	5,479	25,522	5,408	25,932	1.6
Taxes paid.....	31,960	159,523	32,156	167,882	5.2
Interest paid <sup>3</sup> .....	27,315	203,853	27,360	194,976	-4.4
Home mortgage interest.....	26,961	194,023	27,049	185,627	-4.3
Contributions.....	29,641	63,430	29,717	67,166	5.9
Casualty or theft losses.....	117	2,033	166	2,316	13.9
Moving expenses.....	815	4,200	805	3,897	-7.2
Miscellaneous expenses after limitation.....	7,571	26,610	7,717	27,877	4.8
Gambling loss and other miscellaneous deductions.....	739	2,379	733	2,718	14.2
Itemized deductions in excess of limitation.....	3,242	12,507	3,289	12,408	-0.8
<b>Total itemized deductions after limitation</b> .....	<b>32,527</b>	<b>475,043</b>	<b>32,694</b>	<b>480,355</b>	<b>1.1</b>
<b>Total standard deduction</b> .....	<b>80,257</b>	<b>368,041</b>	<b>81,014</b>	<b>383,231</b>	<b>4.1</b>
<b>Total deductions (after itemized deduction limitation)</b> .....	<b>112,784</b>	<b>843,084</b>	<b>113,708</b>	<b>863,586</b>	<b>2.4</b>

<sup>1</sup> Returns with no adjusted gross income are not included in the deduction counts. For this reason, the sum of the number of returns with total itemized deductions and the number of returns with total standard deduction is less than the total number of returns for all filers.

<sup>2</sup> Amount shown for total itemized deductions is after limitations. Therefore, the sum of the component deductions does not add to the totals.

<sup>3</sup> Includes investment interest and deductible mortgage "points," not shown separately.

Total itemized deductions (before limitation) increased 1.1 percent for 1993. Interest paid, once again, constituted the largest portion (39.6 percent) of the total, with home mortgage interest accounting for 95.2 percent. The remaining portion of interest paid was divided between "investment interest" and deductible points paid on a mortgage. The home mortgage interest deduction decreased 4.3 percent from the 1992 amount, coinciding with the lower interest rates for 1993.

The AGI threshold for the limitation of itemized deductions was increased to \$108,450 for 1993. Total itemized deductions disallowed higher-income taxpayers by this limitation amounted to \$12.4 billion, a decline of 0.8 percent compared to 1992.

### Tax Credits

Total tax credits increased by 7.1 percent for 1993, from \$7.4 billion to \$7.9 billion (Figure K). Four credits

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increased: the child care credit, the earned income credit (in total, as well as the nonrefundable portion), the foreign tax credit, and the general business credit. The foreign tax credit increased 16.0 percent for 1993, at least partly because high-income taxpayers who could claim most of this credit could offset more of their foreign taxes against the increased U.S. tax resulting from the higher marginal U.S. tax rates.

The portion of the earned income credit (EIC) used to offset income tax before credits rose 11.5 percent for 1993 after dropping slightly (1.2 percent) for 1992 (Figure K). However, the largest segment of the EIC was the refundable portion, which was treated as a refund and paid directly to taxpayers who had no tax against which to apply the credit, or whose EIC exceeded income tax (and other taxes, such as the self-employment tax). The refundable portion of the EIC amounted to \$12.1 billion for 1993, up 20.5 percent from the \$10.0 billion reported for 1992. Total EIC, including the refundable portion, equaled \$15.6 billion, a 19.1 percent increase over 1992.

### Summary

Adjusted gross income and total positive income grew at slower rates for 1993 than they had for 1992; their growth was less than the rate of inflation. During this same period, income tax increased, yet the average tax rate decreased for most returns, even though the overall average tax rate increased. Only taxpayers reporting AGI of \$100,000 or more experienced an increase in average tax rates for 1993. The addition of the new marginal tax rates of 36 percent and 39.6 percent, impacting only high-income taxpayers, significantly contributed to the 5.3

percent increase in total income tax, which rose from \$476.0 billion to \$501.2 billion. The total earned income credit (including both the refundable portion and the amounts used to offset tax) grew by 19.1 percent over 1992.

Unemployment compensation reversed the recent trend, falling 12.4 percent, while net capital gain (less loss) continued to increase 21.4 percent. Taxable interest declined 19.8 percent to the lowest level since 1980. Itemized deductions increased by 1.1 percent to \$480.4 billion, and taxable income grew 2.2 percent, reaching almost \$2.5 trillion.

### Definitions and Changes in Law

In general, the definitions used in this article are the same as those in *Statistics of Income--1992, Individual Income Tax Returns*. The following is a partial list of tax law and Internal Revenue Service administrative changes that had a major bearing on the 1993 preliminary data presented in this article.

- **Alternative Minimum Tax.** — For Tax Year 1993, the basic alternative minimum tax rate was increased from 24 to 26 percent. Alternative minimum taxable income in excess of the first \$175,000 (\$87,500 if married filing separately) was taxed at a new rate of 28 percent. This increase in tax rates was partially offset by an increase in the alternative minimum tax exemption, which rose from \$40,000 to \$45,000 for married persons filing jointly and qualifying widow(er)s, from \$30,000 to \$33,750 for single persons and heads of household, and from \$20,000 to \$22,500 for married persons filing separately.

Figure K

### Selected Tax Credits, Tax Years 1992 and 1993

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

Item	1992 (preliminary)		1993 (preliminary)		Percentage increase in amount
	Number of returns	Amount	Number of returns	Amount	
	(1)	(2)	(3)	(4)	
<b>Total tax credits<sup>1</sup></b> .....	<b>12,730</b>	<b>7,396</b>	<b>13,180</b>	<b>7,922</b>	<b>7.1</b>
Child care credit.....	5,979	2,524	6,060	2,550	1.0
Earned income credit, total <sup>2</sup> .....	5,980	2,066	6,135	2,304	11.5
Credit for the elderly or disabled.....	243	52	220	48	-7.7
Foreign tax credit.....	1,074	1,824	1,292	2,116	16.0
General business credit.....	241	507	245	517	2.0
Credit for prior-year minimum tax.....	59	261	56	217	-16.9

<sup>1</sup>Includes credits not shown separately.

<sup>2</sup>Represents portion of earned income credit used to offset income tax before credits. Additional earned income credit amounts were used to offset other taxes (\$1.0 billion for 1992 compared to \$1.2 billion for 1993), and some amounts were either refundable or paid directly to the taxpayer (\$10.0 billion for 1992 compared to \$12.1 billion for 1993).

## Individual Income Tax Returns, Preliminary Data, 1993

■ **Deferral of Additional 1993 Taxes.** — As a result of the new 36 percent and 39.6 percent marginal tax rates being applied retroactively, taxpayers affected by the new rates were permitted the option of deferring payment on two-thirds of the tax owed that was in excess of the tax that would have been owed at the 31 percent rate. Taxpayers electing the deferral option were required to file Form 8841, *Deferral of Additional 1993 Taxes*, with their 1993 tax return. Half of the deferral taxes were to be paid by April 17, 1995 and the remaining half by April 15, 1996.

■ **Earned Income Credit.** — If a taxpayer's "earned income" and adjusted gross income for 1993 were both less than \$23,050, and a qualifying child lived with him or her, the taxpayer may have been allowed to claim the earned income credit. (The income eligibility level, which was \$22,370 for 1992, was adjusted to reflect inflation.)

The basic credit for 1993 could have been as much as \$1,434 for one qualifying child, and as much as \$1,511 for two or more qualifying children, compared to \$1,324 and \$1,384, respectively, for 1992. The maximum amount of the health insurance credit was \$465, an increase of \$14 over 1992. The maximum amount of the extra credit for a child born in 1993 was \$388, compared to \$376 for 1992.

■ **Exemption Amount.** — Indexing for inflation allowed a taxpayer to claim a \$2,350 deduction for each exemption to which he or she was entitled for 1993, an increase over the \$2,300 allowed for 1992. The threshold for the limitation of exemption amounts was also indexed for inflation, from \$105,250 to \$108,450 for single filers; \$157,900 to \$162,700 for married persons filing jointly and qualifying widow(er)s; \$131,550 to \$135,600 for heads of household; and \$78,950 to \$81,350 for married persons filing separately. After inflation adjustment, the phaseout of the deduction for exemptions was completed at AGI levels above \$230,950 for single filers; \$285,200 for married persons filing jointly and qualifying widow(er)s; \$258,100 for heads of household; and \$142,600 for married persons filing separately. Above these levels, no deduction for exemptions was allowed.

■ **Itemized Deductions.** — If a taxpayer's AGI was greater than \$108,450 (\$54,225 if married filing separately), some types of his or her itemized

deductions may have been limited; this threshold was increased from \$105,250 (\$52,625) for 1992, as a result of inflation indexing. The limitation did not apply to deductions for medical and dental expenses, investment interest expenses, casualty or theft losses, and gambling losses; all other deductions were subject to the limitation. To arrive at allowable itemized deductions, total itemized deductions were reduced by the smaller of: (a) 80 percent of the deductions that were subject to the limitation, or (b) 3 percent of AGI in excess of the limitation threshold.

■ **Self-employed Health Insurance Deduction.** — In 1987 and subsequent years, self-employed persons, or owners of more than 2 percent of the outstanding stock of an S Corporation, could deduct, when calculating AGI, up to 25 percent of the amount paid for health insurance for themselves and their families. The deduction was disallowed for any month in 1993 in which the self-employed individual was eligible to participate in any subsidized health plan maintained by an employer of the individual or their spouse. The deduction expired on July 1, 1992; therefore, only the amounts paid prior to that date could be deducted on 1992 returns. The Omnibus Budget Reconciliation Act of 1993 extended the provision retroactively for the period July 1, 1992, through December 31, 1993. Taxpayers had to file an amended return if they wished to take advantage of the deduction, but amended returns were not used for the statistics.

■ **Self-employment Tax.** — The ceilings on taxable "self-employment income" were raised for 1993, to \$57,600 for self-employment tax, and \$135,000 for medicare tax. The limits were \$55,000 and \$130,200, respectively, for 1992. (Self-employment taxes and medicare taxes are reflected in the statistics for "total tax liability.")

■ **Standard Deduction.** — The standard deduction increased for 1993 as a result of inflation indexing. For single filers, the standard deduction rose from \$3,600 to \$3,700; for married persons filing jointly or qualifying widow(er)s, from \$6,000 to \$6,200; for married persons filing separately, from \$3,000 to \$3,100; and for heads of household, from \$5,250 to \$5,450.

■ **Tax Brackets.** — Two new tax brackets applicable to high-income taxpayers were created for 1993 [9].

# Individual Income Tax Returns, Preliminary Data, 1993

The new 36 percent tax rate applied to taxable income in excess of \$115,000 for single filers; \$140,000 for joint filers or qualifying widow(er)s; \$70,000 for married persons filing separately; and \$127,500 for heads of households and equal to or below \$250,000 for single filers, joint filers, or qualifying widow(er)s and heads of households and \$125,000 for married persons filing separately. The new 39.6 percent tax rate applied to taxable income in excess of the upper boundary (stated above) for the 36 percent tax bracket.

To counterbalance the effects of inflation, the existing tax brackets were widened. The 15 percent bracket applied to taxable income equal to or below \$22,100 for single filers; \$36,900 for joint filers or qualifying widow(er)s; \$18,450 for married persons filing separately; and \$29,600 for heads of household. The 28 percent tax bracket applied to taxable income in excess of the 15 percent bracket ceiling and equal to or below \$53,500 for single filers; \$89,150 for joint filers or qualifying widow(er)s; \$44,575 for married persons filing separately; and \$76,400 for heads of household. The 31 percent tax rate applied to taxable income in excess of the 28 percent bracket ceiling and equal to or below \$115,000 for single filers; \$140,000 for joint filers or qualifying widow(er)s; \$70,000 for married persons filing separately; and \$127,500 for heads of households.

## Data Sources and Limitations

These preliminary statistics are based on a sample of individual income tax returns (Forms 1040, 1040A, and 1040EZ; including Form 1040PC and electronically-filed returns) filed during Calendar Year 1994. Returns in the sample were stratified based on: (a) the larger of positive income or negative income; (b) the size of business and farm receipts; (c) the presence or absence of specific forms or schedules; and (d) the usefulness of returns for tax modelling purposes [10]. Returns were then selected at rates ranging from 0.014 percent to 100 percent. The preliminary 1993 data are based on a sample of 88,191 returns and an estimated final population of 115,616,004 returns. The corresponding sample and population for the preliminary 1992 data were 88,023 and 115,102,585 returns, respectively.

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

Approximate CV's for the number of returns and money amounts for selected income items are presented (Figure L). These approximate CV's shown are intended only as a general indication of the reliability of the data. The reliability of estimates based on samples, and the use of coefficients of variation for evaluating the precision of estimates based on samples, are discussed in the appendix to this issue of the *Bulletin*.

Figure L

## Income and Coefficient of Variation for Selected Items, 1993

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

Item	Number of Returns (1)	Coefficient of Variation (2)	Income Amount (3)	Coefficient of Variation (4)
Adjusted gross income less deficit.....	114,627	0.01	3,724,134	0.17
Salaries and wages.....	98,153	0.18	2,892,838	0.28
Business or profession:				
Net income.....	11,862	0.62	174,122	1.19
Net loss.....	3,762	1.91	19,649	2.71
Net capital gain reported on Schedule D:				
Net income.....	10,227	1.20	138,776	1.20
Net loss.....	4,166	2.01	7,986	2.16
Partnership and S Corporation:				
Net income.....	3,236	1.90	123,956	1.32
Net loss.....	2,025	2.67	29,616	2.37
Pensions and annuities in adjusted gross income .....	17,563	1.00	195,502	1.44
Total statutory adjustments.....	17,105	0.79	35,896	1.32
Total itemized deductions.....	32,694	0.59	480,355	0.58
Taxable income .....	90,886	0.26	2,450,346	0.23
Total tax credits.....	13,180	1.29	7,922	1.90
Earned income credit.....	15,162	1.12	15,567	1.32
Total income tax.....	86,476	0.28	501,177	0.26

# Individual Income Tax Returns, Preliminary Data, 1993

**Figure M**

## Comparison of Selected Preliminary and Final Data, Tax Year 1992

(Money amounts are in millions of dollars)

Item	1992 preliminary data	1992 final data	Increase from preliminary to final data	Percentage increase from preliminary to final data
	(1)	(2)	(3)	(4)
Adjusted gross income (less deficit).....	3,639,546	3,629,130	-10,416	-0.3
Salaries and wages.....	2,814,991	2,805,703	-9,288	-0.3
Sales of capital assets, net gain less loss.....	109,919	118,240	8,320	7.6
Partnership and S Corporation:				
Net income.....	118,051	128,704	10,653	9.0
Net loss.....	31,380	41,053	9,673	30.8
Other income:				
Net income.....	23,481	24,212	731	3.1
Net loss.....	2,053	2,710	657	32.0
Total itemized deductions after limitation.....	475,043	481,946	6,903	1.5
Interest paid deduction.....	203,853	208,656	4,803	2.4
Total tax credits.....	7,396	7,749	353	4.8
Total income tax.....	475,964	476,239	275	0.1
Alternative minimum tax.....	1,138	1,357	219	19.2

While the preliminary estimates are intended to represent a full year of taxpayer reporting, they are actually based on returns processed for tax administration purposes, in the case of 1993 returns, between January and late September of 1994. In general, returns processed during the remainder of each year tend to have somewhat different characteristics compared to the returns processed earlier. These characteristics include disproportionately large amounts of investment income and alternative minimum tax, for example.

All comparisons between 1993 and 1992 are based on preliminary estimates for each year. A comparison of 1992 preliminary and final data is provided (Figure M). Certain items, such as AGI and salaries and wages, which are reported on most returns, changed little. In contrast, other items, including the alternative minimum tax, partnership and S Corporation net losses, and "other" income less loss tend to be understated, to varying degrees, in all preliminary estimates.

### Notes and References

[1] *Economic Report of the President, 1995*, p. 341. The consumer price index (CPI-U) represents annual averages of monthly figures and reflects buying patterns of all urban consumers:

1993 CPI-U = 144.5;

1992 CPI-U = 140.3;

1991 CPI-U = 136.2.

[2] "Preliminary estimates" differ from the "early tax estimates" published for 1993 in the Fall 1994 edition

of the *Bulletin*. The preliminary estimates in this article represent estimated totals expected for the full tax year, based on returns processed by the Internal Revenue Service through September 1994. The early tax estimates represent data only for returns filed through April 30.

[3] Average (or mean) taxable income is defined as the amount of taxable income divided by the number of taxable returns. Taxable returns are defined as returns with "total income tax" (the sum of income tax after credits and the alternative minimum tax) present. Average total income tax is defined as the amount of total income tax divided by the number of taxable returns.

[4] *Economic Report of the President, 1995*, p. 275.

[5] *Economic Report of the President, 1995*, p. 320.

[6] For example, farm net income decreased 7.4 percent, from \$10.5 billion to \$9.7 billion. Farm net loss rose by 4.9 percent, from \$12.2 billion to \$12.8 billion. The net income (less loss), however, increased 81.2 percent. The small percentage changes in the positive and negative portions led to a large percentage change in the combined total because the respective portions were similar in size and, thus, the net income (less loss) was small in absolute amount.

[7] For purposes of this article, total positive income is a compilation of all income items on individual income tax returns (Forms 1040, 1040A, 1040EZ, 1040PC, and electronically-filed returns) for which a positive

## Individual Income Tax Returns, Preliminary Data, 1993

amount was reported by the taxpayer. The Form 1040 income tax return entry for Schedule E, *Supplemental Income and Loss*, was separated into the following components: rent and royalty net income, partnership and S Corporation net income, and estate and trust net income. When any of these components was positive on a return, the corresponding income (rather than the netted total amount from Schedule E) was included in the statistics for total positive income.

- [8] Detailed information regarding nonfarm sole proprietorships will be included in the Fall 1995 issue of the *Bulletin*.

- [9] U.S. Congress, *Omnibus Budget Reconciliation Act of 1993* (H.R. 2264, 103rd Congress; Public Law 103-66), August 10, 1993.

- [10] Returns in the sample were stratified based on the presence or absence of one or more of the following forms or schedules: Form 2555, *Foreign Earned Income*; Form 1116, *Computation of Foreign Tax Credit*; Schedule C, *Profit (or Loss) from Business or Profession*; Schedule F, *Farm Income and Expenses*; and Form 4835, *Farm Rental Income (or Loss)*.

# Individual Income Tax Returns, Preliminary Data, 1993

**Table 1.--All Returns: Selected Income, Adjustments, 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 (less deficit)	Selected sources of income or loss					
			Salaries and wages		Taxable interest		Tax-exempt interest <sup>1</sup>	
			Number of returns	Amount	Number of returns	Amount	Number of returns	Amount
(1)	(2)	(3)	(4) *	(5)	(6)	(7)	(8)	
<b>All returns.....</b>	<b>114,626,932</b>	<b>3,724,134,280</b>	<b>98,153,448</b>	<b>2,892,837,750</b>	<b>65,193,003</b>	<b>127,055,705</b>	<b>4,713,335</b>	<b>47,140,818</b>
No adjusted gross income.....	899,576	-39,941,147	314,795	6,119,191	541,722	2,186,960	39,108	569,079
\$1 under \$5,000.....	14,867,815	37,405,909	11,978,382	32,386,488	5,073,893	2,684,103	107,058	529,411
\$5,000 under \$10,000.....	14,762,539	110,721,444	11,613,473	80,848,970	5,460,569	7,366,403	157,188	679,504
\$10,000 under \$15,000.....	13,438,893	167,173,784	10,771,789	122,786,694	5,478,248	9,468,230	254,538	983,605
\$15,000 under \$20,000.....	11,389,981	198,473,479	9,611,305	153,110,103	5,391,559	8,868,162	229,297	1,290,583
\$20,000 under \$25,000.....	9,463,503	212,103,945	8,180,516	168,435,722	4,985,338	7,609,358	267,340	1,625,602
\$25,000 under \$30,000.....	7,784,506	212,829,573	7,101,067	178,624,388	4,467,410	5,331,057	190,160	1,128,453
\$30,000 under \$40,000.....	12,399,060	430,503,292	11,360,874	363,177,100	8,423,971	10,731,576	534,379	3,200,476
\$40,000 under \$50,000.....	9,045,705	404,133,530	8,299,853	337,723,075	6,970,062	10,224,326	515,814	3,427,392
\$50,000 under \$75,000.....	12,259,028	742,040,878	11,376,210	623,804,386	10,499,106	16,409,067	868,457	6,199,751
\$75,000 under \$100,000.....	4,232,668	360,381,832	3,922,406	293,411,464	3,951,081	9,462,390	468,783	4,129,360
\$100,000 under \$200,000.....	3,104,040	407,393,261	2,779,650	291,222,698	2,985,115	13,192,187	664,810	7,561,997
\$200,000 under \$500,000.....	773,993	225,076,305	668,582	136,635,162	760,544	9,652,260	297,492	6,987,155
\$500,000 under \$1,000,000.....	139,977	93,466,534	118,266	48,683,094	138,947	4,707,940	76,291	3,362,183
\$1,000,000 or more.....	65,646	162,371,663	56,277	55,869,216	65,437	9,161,684	42,618	5,466,067
<b>Taxable returns.....</b>	<b>86,475,527</b>	<b>3,555,790,079</b>	<b>75,523,222</b>	<b>2,724,518,462</b>	<b>56,941,889</b>	<b>114,885,870</b>	<b>4,403,287</b>	<b>44,027,204</b>
<b>Nontaxable returns.....</b>	<b>28,151,405</b>	<b>168,344,202</b>	<b>22,630,226</b>	<b>168,319,287</b>	<b>8,251,114</b>	<b>12,169,835</b>	<b>310,048</b>	<b>3,113,414</b>

Size of adjusted gross income	Selected sources of income or loss--Continued							
	Dividends		State income tax refunds		Alimony received		Business or profession	
	Number of returns	Amount	Number of returns	Amount	Number of returns	Amount	Number of returns	Amount
(9)	(10)	(11)	(12)	(13)	(14)	(15)	(16)	
<b>All returns.....</b>	<b>24,680,390</b>	<b>79,431,857</b>	<b>17,246,169</b>	<b>10,714,832</b>	<b>418,730</b>	<b>4,071,657</b>	<b>11,862,255</b>	<b>174,122,366</b>
No adjusted gross income.....	237,084	693,732	62,903	115,504	1,138	9,133	100,224	1,088,292
\$1 under \$5,000.....	1,557,165	1,106,442	55,282	26,915	12,920	31,303	1,036,936	2,625,100
\$5,000 under \$10,000.....	1,628,047	2,359,810	254,907	111,691	51,373	279,159	1,392,717	7,627,079
\$10,000 under \$15,000.....	1,701,692	2,951,074	321,034	100,872	73,012	379,113	1,121,087	8,542,668
\$15,000 under \$20,000.....	1,643,157	3,218,462	599,610	207,272	57,115	374,642	1,019,668	9,037,768
\$20,000 under \$25,000.....	1,630,155	3,255,596	774,240	267,495	42,468	272,988	815,860	7,994,365
\$25,000 under \$30,000.....	1,312,809	2,382,857	1,033,467	374,800	34,400	247,219	780,327	7,231,939
\$30,000 under \$40,000.....	2,804,837	5,752,582	2,542,883	1,015,964	65,423	634,698	1,325,934	14,055,861
\$40,000 under \$50,000.....	2,571,967	5,650,534	2,752,716	1,098,325	33,957	500,230	1,113,983	12,102,367
\$50,000 under \$75,000.....	4,537,955	10,802,407	4,946,711	2,589,843	28,080	648,295	1,614,899	25,410,670
\$75,000 under \$100,000.....	2,180,820	7,102,149	1,978,485	1,282,571	*9,634	*337,847	657,468	17,176,591
\$100,000 under \$200,000.....	2,066,728	11,534,662	1,450,450	1,567,965	8,074	324,941	665,237	33,720,374
\$200,000 under \$500,000.....	624,152	9,080,751	369,049	997,840	*986	*9,644	176,338	18,098,043
\$500,000 under \$1,000,000.....	123,340	4,168,032	69,703	377,252	*81	*329	29,114	5,059,850
\$1,000,000 or more.....	60,483	9,372,765	34,725	580,523	70	22,115	12,462	4,351,400
<b>Taxable returns.....</b>	<b>22,256,064</b>	<b>74,841,867</b>	<b>16,448,875</b>	<b>10,231,544</b>	<b>334,981</b>	<b>3,697,537</b>	<b>8,774,299</b>	<b>154,948,662</b>
<b>Nontaxable returns.....</b>	<b>2,424,325</b>	<b>4,589,990</b>	<b>789,294</b>	<b>483,288</b>	<b>83,749</b>	<b>374,119</b>	<b>3,087,956</b>	<b>19,173,683</b>

Footnotes at end of table.

# Individual Income Tax Returns, Preliminary Data, 1993

**Table 1.--All Returns: Selected Income, Adjustments, 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	Selected sources of income or loss--Continued							
	Business or profession--Continued		Sales of capital assets reported on Form 1040, Schedule D				Capital gain distributions reported on Form 1040	
	Net loss		Net gain		Net loss in adjusted gross income			
	Number of returns	Amount	Number of returns	Amount	Number of returns	Amount	Number of returns	Amount
	(17)	(18)	(19)	(20)	(21)	(22)	(23)	(24)
All returns.....	3,762,252	19,649,321	10,226,774	138,776,091	4,185,703	7,985,658	3,951,370	2,612,669
No adjusted gross income.....	332,173	5,095,477	105,527	3,174,567	176,461	415,308	9,889	3,442
\$1 under \$5,000.....	181,787	652,398	482,409	580,081	204,767	349,595	399,487	178,451
\$5,000 under \$10,000.....	217,380	949,657	592,306	1,257,246	307,063	573,579	299,318	152,198
\$10,000 under \$15,000.....	248,922	1,189,786	636,288	1,892,186	242,899	452,777	283,820	198,357
\$15,000 under \$20,000.....	281,628	1,245,662	642,718	2,232,159	264,685	504,166	261,653	137,166
\$20,000 under \$25,000.....	263,426	1,088,862	637,379	2,264,169	252,075	484,359	249,038	215,772
\$25,000 under \$30,000.....	242,703	1,042,284	505,460	2,277,302	191,254	361,171	240,545	117,724
\$30,000 under \$40,000.....	537,197	1,720,074	1,102,538	4,572,206	453,783	853,970	446,250	261,554
\$40,000 under \$50,000.....	390,775	1,142,476	950,020	5,084,464	320,514	551,946	457,449	298,376
\$50,000 under \$75,000.....	617,641	2,300,090	1,791,933	11,867,466	789,816	1,442,813	762,300	525,605
\$75,000 under \$100,000.....	231,334	932,404	1,006,268	9,201,631	385,419	762,191	318,061	286,733
\$100,000 under \$200,000.....	174,067	1,174,196	1,203,550	20,364,131	391,961	795,652	193,489	191,228
\$200,000 under \$500,000.....	49,431	541,409	429,916	19,242,792	143,738	331,732	27,855	39,784
\$500,000 under \$1,000,000.....	8,990	220,933	92,270	12,906,765	28,944	73,406	1,791	3,460
\$1,000,000 or more.....	4,802	353,611	48,190	41,858,928	12,325	32,992	524	2,818
Taxable returns.....	2,890,903	11,668,223	9,248,179	132,778,029	3,478,337	6,510,525	3,633,031	2,471,465
Nontaxable returns.....	871,349	7,981,098	978,595	5,998,062	687,366	1,475,131	318,338	141,204

Size of adjusted gross income	Selected sources of income or loss--Continued							
	Sales of property other than capital assets				Taxable individual Retirement Arrangement distributions		Pensions and annuities	
	Net gain		Net loss				Total	
	Number of returns	Amount	Number of returns	Amount	Number of returns	Amount	Number of returns	Amount
	(25)	(26)	(27)	(28)	(29)	(30)	(31)	(32)
All returns.....	777,278	4,730,887	900,721	7,655,527	4,394,420	27,143,103	18,665,923	274,910,057
No adjusted gross income.....	37,111	469,469	79,639	3,501,930	27,075	254,819	108,380	1,187,888
\$1 under \$5,000.....	21,918	78,432	31,969	112,971	103,411	175,913	601,788	2,416,764
\$5,000 under \$10,000.....	44,349	115,477	50,713	184,704	389,430	894,086	2,042,053	11,452,426
\$10,000 under \$15,000.....	38,885	101,938	46,946	141,171	573,762	1,544,205	2,510,225	20,151,736
\$15,000 under \$20,000.....	72,114	211,319	61,747	174,982	501,350	1,937,053	2,169,021	22,162,164
\$20,000 under \$25,000.....	56,828	255,343	45,726	127,708	437,919	1,648,215	1,788,360	21,784,423
\$25,000 under \$30,000.....	38,933	174,872	43,784	137,556	318,104	1,644,586	1,222,773	14,937,733
\$30,000 under \$40,000.....	89,054	298,288	69,634	378,330	517,008	2,983,354	2,129,961	29,786,679
\$40,000 under \$50,000.....	71,915	294,106	88,916	357,078	474,499	2,844,618	1,714,745	29,451,385
\$50,000 under \$75,000.....	117,673	614,482	96,681	666,758	647,518	4,919,677	2,627,407	53,391,512
\$75,000 under \$100,000.....	65,085	402,944	70,256	261,696	238,784	3,142,497	850,037	24,039,076
\$100,000 under \$200,000.....	73,928	793,886	116,237	554,001	168,189	3,202,387	695,980	26,132,447
\$200,000 under \$500,000.....	34,269	457,214	67,829	479,900	46,662	1,300,906	161,804	13,242,395
\$500,000 under \$1,000,000.....	8,820	157,790	17,826	226,235	7,631	411,043	29,505	2,839,366
\$1,000,000 or more.....	6,395	305,330	12,816	350,508	3,079	239,745	13,883	1,934,065
Taxable returns.....	632,911	3,939,716	705,524	3,560,316	3,835,653	25,348,783	15,806,402	257,218,144
Nontaxable returns.....	144,367	791,171	195,197	4,095,211	558,767	1,794,320	2,859,521	17,691,913

Footnotes at end of table.

# Individual Income Tax Returns, Preliminary Data, 1993

**Table 1.—All Returns: Selected Income, Adjustments, 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	Selected sources of income or loss—Continued							
	Pensions and annuities—Continued		Rent and royalty				Partnership and S Corporation	
	In adjusted gross income		Net income		Net loss in adjusted gross income		Net income	
	Number of returns	Amount	Number of returns	Amount	Number of returns	Amount	Number of returns	Amount
	(33)	(34)	(35)	(36)	(37)	(38)	(39)	(40)
<b>All returns.....</b>	<b>17,562,936</b>	<b>195,501,911</b>	<b>5,303,881</b>	<b>39,539,829</b>	<b>4,645,569</b>	<b>25,778,561</b>	<b>3,236,261</b>	<b>123,955,907</b>
No adjusted gross income.....	89,426	688,842	81,100	838,491	196,137	2,659,101	45,331	1,111,476
\$1 under \$5,000.....	551,988	1,215,412	195,949	395,178	132,856	646,459	63,556	139,388
\$5,000 under \$10,000.....	2,004,394	9,380,304	474,250	1,319,715	216,924	959,064	135,686	616,826
\$10,000 under \$15,000.....	2,447,520	17,441,634	493,061	1,622,595	236,034	970,902	129,770	623,446
\$15,000 under \$20,000.....	2,107,345	18,766,623	389,983	1,555,134	287,775	1,213,958	164,054	825,864
\$20,000 under \$25,000.....	1,733,829	19,358,929	361,131	1,484,275	272,408	1,094,955	148,914	1,033,230
\$25,000 under \$30,000.....	1,172,248	12,976,830	331,839	1,412,070	272,718	1,204,454	145,710	1,214,610
\$30,000 under \$40,000.....	1,988,651	23,687,133	584,346	2,756,230	648,501	2,816,283	298,669	2,603,692
\$40,000 under \$50,000.....	1,597,865	22,193,630	531,623	2,526,269	499,979	2,308,957	288,835	2,551,203
\$50,000 under \$75,000.....	2,368,386	36,573,301	807,766	5,418,582	958,914	5,349,519	575,544	7,394,073
\$75,000 under \$100,000.....	725,231	13,730,185	390,987	3,332,338	443,205	2,731,723	309,438	6,150,712
\$100,000 under \$200,000.....	608,056	13,708,751	415,670	6,275,468	390,230	2,586,776	552,857	21,313,094
\$200,000 under \$500,000.....	133,182	4,010,932	183,215	5,462,946	65,651	699,794	270,828	26,034,426
\$500,000 under \$1,000,000.....	23,652	1,082,628	40,952	2,445,700	15,901	294,059	69,793	15,018,884
\$1,000,000 or more.....	11,165	706,778	22,006	2,694,838	8,336	242,556	37,277	37,324,982
<b>Taxable returns.....</b>	<b>14,823,798</b>	<b>182,662,287</b>	<b>4,413,694</b>	<b>36,217,872</b>	<b>3,970,741</b>	<b>20,441,539</b>	<b>2,953,278</b>	<b>121,540,007</b>
<b>Nontaxable returns.....</b>	<b>2,739,138</b>	<b>12,839,625</b>	<b>890,187</b>	<b>3,321,956</b>	<b>674,827</b>	<b>5,337,022</b>	<b>282,983</b>	<b>2,415,900</b>

Size of adjusted gross income	Selected sources of income or loss—Continued							
	Partnership and S Corporation—Continued		Estate and trust				Unemployment compensation	
	Net loss		Net income		Net loss			
	Number of returns	Amount	Number of returns	Amount	Number of returns	Amount	Number of returns	Amount
	(41)	(42)	(43)	(44)	(45)	(46)	(47)	(48)
<b>All returns.....</b>	<b>2,024,534</b>	<b>29,615,613</b>	<b>412,191</b>	<b>4,497,079</b>	<b>50,903</b>	<b>361,109</b>	<b>9,668,471</b>	<b>27,650,062</b>
No adjusted gross income.....	146,808	10,629,228	5,745	65,379	2,967	145,246	24,864	93,510
\$1 under \$5,000.....	72,986	392,772	20,487	39,496	*2,515	*4,577	357,918	589,125
\$5,000 under \$10,000.....	78,618	719,624	28,538	67,198	*3,463	*57	1,348,033	3,470,010
\$10,000 under \$15,000.....	93,322	480,300	30,185	109,313	*3,772	*2,567	1,460,464	4,041,723
\$15,000 under \$20,000.....	115,186	707,516	21,446	71,337	*4,189	*68,111	1,164,737	3,374,926
\$20,000 under \$25,000.....	110,660	603,878	26,223	72,548	*1,516	*7,465	937,393	2,826,227
\$25,000 under \$30,000.....	99,288	570,510	13,864	100,400	*1,149	*4,741	771,573	2,384,700
\$30,000 under \$40,000.....	182,100	1,110,145	52,583	178,372	*296	*467	1,239,354	3,606,865
\$40,000 under \$50,000.....	175,670	930,074	33,857	242,133	*3,415	*1,353	992,199	3,092,424
\$50,000 under \$75,000.....	326,289	2,297,436	52,205	441,194	6,673	32,532	1,022,611	3,074,235
\$75,000 under \$100,000.....	196,564	1,361,205	40,042	286,937	5,978	3,785	232,953	680,189
\$100,000 under \$200,000.....	256,713	2,852,849	49,357	637,371	10,474	31,820	103,992	363,716
\$200,000 under \$500,000.....	130,713	3,157,382	26,106	621,051	2,675	15,748	11,362	47,872
\$500,000 under \$1,000,000.....	26,250	1,430,603	7,108	390,748	997	5,094	789	3,469
\$1,000,000 or more.....	13,370	2,372,094	4,446	1,173,602	825	37,544	228	1,072
<b>Taxable returns.....</b>	<b>1,635,108</b>	<b>16,771,355</b>	<b>377,589</b>	<b>4,375,461</b>	<b>39,771</b>	<b>146,675</b>	<b>7,350,634</b>	<b>21,915,509</b>
<b>Nontaxable returns.....</b>	<b>389,426</b>	<b>12,844,259</b>	<b>34,601</b>	<b>121,618</b>	<b>11,132</b>	<b>214,434</b>	<b>2,317,836</b>	<b>5,734,553</b>

Footnotes at end of table.

# Individual Income Tax Returns, Preliminary Data, 1993

**Table 1.--All Returns: Selected Income, Adjustments, 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	Selected sources of income or loss--Continued							
	Farm				Social security benefits			
	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
(49)	(50)	(51)	(52)	(53)	(54)	(55)	(56)	
All returns.....	907,305	9,710,260	1,368,851	12,782,210	10,486,692	113,387,742	5,758,850	25,074,203
No adjusted gross income.....	17,709	192,079	105,370	2,329,166	104,175	1,123,024	461	1,519
\$1 under \$5,000.....	66,041	118,332	50,556	373,010	678,653	5,563,423	7,335	11,941
\$5,000 under \$10,000.....	100,804	503,076	113,697	552,430	1,282,898	12,326,448	20,881	59,505
\$10,000 under \$15,000.....	108,221	703,070	110,165	803,794	1,234,848	13,295,191	28,569	118,804
\$15,000 under \$20,000.....	87,687	614,036	106,751	807,977	955,444	10,362,279	73,183	161,313
\$20,000 under \$25,000.....	75,853	545,255	129,401	933,485	967,914	10,821,106	493,764	638,867
\$25,000 under \$30,000.....	67,858	642,965	103,357	664,450	755,884	8,005,901	631,490	1,163,368
\$30,000 under \$40,000.....	104,560	1,206,970	189,245	1,360,324	1,307,876	14,013,506	1,302,165	4,457,142
\$40,000 under \$50,000.....	87,394	924,111	140,646	866,050	1,043,471	11,271,264	1,043,471	5,187,900
\$50,000 under \$75,000.....	108,544	1,605,266	165,223	1,428,004	1,250,283	14,199,247	1,250,283	7,070,685
\$75,000 under \$100,000.....	43,194	972,616	69,808	585,786	436,284	5,559,739	436,284	2,779,861
\$100,000 under \$200,000.....	28,033	1,045,610	57,872	1,018,569	344,104	4,775,880	344,104	2,387,935
\$200,000 under \$500,000.....	8,674	421,937	19,588	539,230	97,016	1,580,540	97,016	790,265
\$500,000 under \$1,000,000.....	1,958	118,797	4,501	209,879	19,689	314,168	19,689	157,083
\$1,000,000 or more.....	775	96,142	2,671	310,057	10,154	176,026	10,154	88,013
Taxable returns.....	683,218	8,559,961	1,050,030	8,853,443	8,487,146	83,266,129	5,652,791	24,869,684
Nontaxable returns.....	224,067	1,150,299	318,821	3,928,767	2,001,546	20,121,612	106,058	404,519

Size of adjusted gross income	Selected statutory adjustments							
	Total statutory adjustments		Individual Retirement Arrangement payments (primary taxpayer)		Individual Retirement Arrangement payments (spouse)		Deduction for self-employment tax	
	Number of returns	Amount	Number of returns	Amount	Number of returns	Amount	Number of returns	Amount
	(57)	(58)	(59)	(60)	(61)	(62)	(63)	(64)
All returns.....	17,104,744	35,896,238	4,022,364	6,084,501	1,816,823	2,498,701	12,415,822	11,639,891
No adjusted gross income.....	163,274	261,583	11,756	18,235	6,139	9,573	124,068	88,402
\$1 under \$5,000.....	1,058,202	396,447	71,985	112,327	8,337	13,285	960,560	202,881
\$5,000 under \$10,000.....	1,703,095	1,143,065	163,164	244,629	19,600	29,044	1,461,116	600,955
\$10,000 under \$15,000.....	1,496,289	1,443,678	258,576	404,443	59,286	80,062	1,183,076	704,753
\$15,000 under \$20,000.....	1,500,361	1,871,633	407,970	638,249	91,021	117,321	1,057,722	742,238
\$20,000 under \$25,000.....	1,359,487	1,941,803	493,246	718,836	137,089	189,955	865,406	653,705
\$25,000 under \$30,000.....	1,324,096	1,815,442	467,147	636,342	149,339	215,938	823,602	622,536
\$30,000 under \$40,000.....	2,186,117	3,645,463	799,987	1,157,289	400,682	551,284	1,365,460	1,209,270
\$40,000 under \$50,000.....	1,717,863	2,819,817	489,154	529,694	318,097	315,678	1,114,220	1,033,043
\$50,000 under \$75,000.....	2,223,230	5,324,874	405,126	714,808	265,307	392,374	1,676,019	2,004,167
\$75,000 under \$100,000.....	935,483	3,414,514	181,098	344,109	124,097	189,350	733,144	1,167,900
\$100,000 under \$200,000.....	1,027,878	6,880,563	214,151	411,891	173,624	283,706	792,682	1,843,348
\$200,000 under \$500,000.....	317,510	3,682,224	62,042	120,993	50,856	81,054	212,178	627,922
\$500,000 under \$1,000,000.....	61,601	835,613	11,750	22,612	9,510	14,269	32,874	102,915
\$1,000,000 or more.....	30,249	419,521	5,210	10,046	3,840	5,807	13,694	35,857
Taxable returns.....	13,622,444	33,215,823	3,783,371	5,718,806	1,723,966	2,368,104	9,288,258	10,089,059
Nontaxable returns.....	3,482,300	2,680,415	238,993	365,696	92,858	130,597	3,127,563	1,550,832

Footnotes at end of table.

# Individual Income Tax Returns, Preliminary Data, 1993

**Table 1.—All Returns: Selected Income, Adjustments, 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	Selected statutory adjustments—Continued						Basic standard deduction	
	Self-employed health insurance deduction		Payments to self-employed retirement (Keogh) plans		Alimony paid			
	Number of returns	Amount	Number of returns	Amount	Number of returns	Amount	Number of returns	Amount
	(65)	(66)	(67)	(68)	(69)	(70)	(71)	(72)
All returns.....	2,887,235	2,032,150	943,385	7,975,028	621,698	5,087,006	81,013,800	371,962,715
No adjusted gross income.....	37,638	29,378	1,424	6,669	9,166	100,196	--	--
\$1 under \$5,000.....	93,911	44,835	2,057	8,607	7,651	9,831	14,697,663	46,843,075
\$5,000 under \$10,000.....	221,618	101,855	7,527	28,241	34,169	145,699	14,159,997	62,192,129
\$10,000 under \$15,000.....	265,754	143,414	19,938	29,597	30,074	70,725	12,536,789	58,846,257
\$15,000 under \$20,000.....	275,341	159,130	13,623	29,234	31,178	165,056	10,013,127	48,499,286
\$20,000 under \$25,000.....	225,581	142,480	33,748	74,070	32,887	148,216	7,888,052	38,567,743
\$25,000 under \$30,000.....	200,736	119,958	26,146	65,991	37,266	149,082	5,817,071	29,225,060
\$30,000 under \$40,000.....	315,522	214,831	53,243	159,475	76,594	326,089	7,855,059	41,384,334
\$40,000 under \$50,000.....	218,798	146,030	74,463	257,321	73,695	467,731	4,123,710	23,303,994
\$50,000 under \$75,000.....	390,905	281,830	189,603	755,133	133,442	1,021,735	3,208,100	18,855,397
\$75,000 under \$100,000.....	184,735	159,448	128,039	903,892	52,759	528,471	470,636	2,819,104
\$100,000 under \$200,000.....	294,411	285,775	273,447	3,090,379	67,803	891,201	193,969	1,139,666
\$200,000 under \$500,000.....	119,736	150,687	96,513	2,058,933	25,140	597,605	34,123	186,700
\$500,000 under \$1,000,000.....	27,689	33,907	17,031	383,627	6,576	269,055	11,041	64,221
\$1,000,000 or more.....	14,863	18,593	6,563	147,919	3,100	196,216	4,445	25,551
Taxable returns.....	2,369,503	1,714,459	921,329	7,922,608	575,784	4,861,007	55,638,777	255,466,951
Nontaxable returns.....	517,733	317,691	22,037	52,420	45,914	225,999	25,375,023	116,495,764

Size of adjusted gross income	Additional standard deduction for age or blindness		Total itemized deductions after limitation		Selected itemized deductions			
					Medical and dental expense deduction		Taxes paid deduction	
	Number of returns	Amount	Number of returns	Amount	Number of returns	Amount	Number of returns	Amount
	(73)	(74)	(75)	(76)	(77)	(78)	(79)	(80)
All returns.....	10,580,819	11,268,458	32,694,192	480,355,150	5,408,223	25,932,255	32,155,955	167,881,502
No adjusted gross income.....	--	--	--	--	--	--	--	--
\$1 under \$5,000.....	860,185	854,122	168,884	1,806,414	101,658	655,763	137,203	286,227
\$5,000 under \$10,000.....	2,346,608	2,318,778	600,043	6,392,352	381,324	2,692,445	521,439	938,325
\$10,000 under \$15,000.....	2,252,047	2,411,706	894,678	8,466,248	527,683	2,748,352	818,160	1,478,674
\$15,000 under \$20,000.....	1,543,567	1,704,735	1,376,854	1,392,401	689,374	3,653,716	1,295,331	2,425,799
\$20,000 under \$25,000.....	1,086,917	1,217,620	1,572,033	14,650,874	581,686	2,102,433	1,540,822	3,278,913
\$25,000 under \$30,000.....	539,061	590,270	1,967,435	18,771,660	544,471	2,042,341	1,909,995	4,506,798
\$30,000 under \$40,000.....	754,037	808,668	4,539,504	46,350,404	957,287	3,477,272	4,484,843	12,432,434
\$40,000 under \$50,000.....	543,478	589,988	4,921,806	54,719,246	656,345	2,993,608	4,888,348	16,237,114
\$50,000 under \$75,000.....	474,882	559,935	9,050,929	120,553,618	696,728	3,227,560	8,996,196	39,963,513
\$75,000 under \$100,000.....	115,951	140,909	3,762,033	64,465,479	169,060	1,012,021	3,740,841	23,268,047
\$100,000 under \$200,000.....	53,031	64,546	2,910,045	71,614,809	90,352	979,618	2,896,625	29,066,914
\$200,000 under \$500,000.....	8,058	8,972	739,824	31,778,184	8,996	260,807	737,029	16,697,230
\$500,000 under \$1,000,000.....	2,104	2,222	128,935	10,658,230	1,047	65,192	128,150	6,722,947
\$1,000,000 or more.....	894	990	61,186	16,735,230	215	21,127	60,974	10,578,364
Taxable returns.....	7,733,020	8,253,556	30,814,531	449,082,600	4,221,089	14,496,406	30,486,284	163,692,526
Nontaxable returns.....	2,847,799	3,014,901	1,879,661	31,272,350	1,187,134	11,435,849	1,669,671	4,188,976

Footnotes at end of table.

# Individual Income Tax Returns, Preliminary Data, 1993

**Table 1.--All Returns: Selected Income, Adjustments, 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	Selected itemized deductions--Continued							
	Interest paid deduction		Contributions deduction		Moving expense deduction		Net miscellaneous deductions after limitation	
	Number of returns	Amount	Number of returns	Amount	Number of returns	Amount	Number of returns	Amount
	(81)	(82)	(83)	(84)	(85)	(86)	(87)	(88)
<b>All returns</b> .....	<b>27,359,989</b>	<b>194,975,693</b>	<b>29,717,271</b>	<b>67,166,295</b>	<b>804,919</b>	<b>3,896,881</b>	<b>7,717,250</b>	<b>27,876,988</b>
No adjusted gross income.....	--	--	--	--	--	--	--	--
\$1 under \$5,000.....	105,191	655,763	111,566	54,865	*2,197	*4,507	59,521	118,806
\$5,000 under \$10,000.....	332,581	1,909,055	405,454	405,751	*5,346	*18,019	145,165	321,464
\$10,000 under \$15,000.....	562,117	2,616,318	700,638	897,799	*14,841	*54,604	212,546	552,780
\$15,000 under \$20,000.....	927,360	4,690,370	1,135,714	1,477,999	19,926	62,321	362,039	951,114
\$20,000 under \$25,000.....	1,220,904	6,153,517	1,325,804	1,785,868	25,438	67,152	394,418	1,114,659
\$25,000 under \$30,000.....	1,569,658	7,940,558	1,678,835	2,264,016	30,370	59,303	525,356	1,617,305
\$30,000 under \$40,000.....	3,765,041	20,718,558	4,056,526	5,616,242	100,302	310,758	1,220,374	3,310,901
\$40,000 under \$50,000.....	4,231,790	24,282,172	4,475,615	6,898,763	100,838	383,888	1,167,290	3,508,805
\$50,000 under \$75,000.....	8,068,909	53,401,583	8,498,948	14,783,393	218,547	902,813	2,019,753	6,924,020
\$75,000 under \$100,000.....	3,292,724	27,266,704	3,622,499	8,399,079	133,917	766,817	854,440	3,369,926
\$100,000 under \$200,000.....	2,515,525	28,648,401	2,803,677	9,607,041	121,502	914,201	611,099	3,732,985
\$200,000 under \$500,000.....	617,347	10,971,750	716,727	5,882,326	28,177	305,614	123,106	1,342,102
\$500,000 under \$1,000,000.....	103,469	2,856,270	125,550	2,590,771	2,555	29,191	15,412	433,554
\$1,000,000 or more.....	47,374	2,862,672	59,719	6,502,383	963	17,696	6,733	578,569
<b>Taxable returns</b> .....	<b>26,039,795</b>	<b>184,383,481</b>	<b>28,366,413</b>	<b>65,258,036</b>	<b>778,776</b>	<b>3,878,545</b>	<b>7,226,709</b>	<b>26,368,545</b>
<b>Nontaxable returns</b> .....	<b>1,320,194</b>	<b>10,592,232</b>	<b>1,350,858</b>	<b>1,908,259</b>	<b>26,194</b>	<b>109,336</b>	<b>490,542</b>	<b>1,508,443</b>

Size of adjusted gross income	Selected itemized deductions--Cont'd				Exemptions		Taxable income	
	Gambling loss and other miscellaneous deductions		Itemized deductions in excess of limitation				Total	
	Number of returns	Amount	Number of returns	Amount	Number of exemptions	Amount	Number of returns	Amount
	(89)	(90)	(91)	(92)	(93)	(94)	(95)	(96)
<b>All returns</b> .....	<b>729,192</b>	<b>2,717,704</b>	<b>3,288,871</b>	<b>12,408,281</b>	<b>232,975,218</b>	<b>540,683,262</b>	<b>90,886,435</b>	<b>2,450,345,838</b>
No adjusted gross income.....	--	--	--	--	1,676,285	3,918,111	--	--
\$1 under \$5,000.....	*3,187	*12,928	--	--	12,691,962	29,745,572	3,581,834	2,076,230
\$5,000 under \$10,000.....	11,125	33,669	--	--	22,162,457	51,991,497	7,254,990	15,857,195
\$10,000 under \$15,000.....	21,121	79,323	--	--	24,161,541	56,714,759	10,526,693	49,441,499
\$15,000 under \$20,000.....	39,510	71,821	--	--	22,434,198	52,667,607	10,633,512	85,106,547
\$20,000 under \$25,000.....	32,806	97,739	--	--	44,402,293	18,915,422	9,304,365	114,019,463
\$25,000 under \$30,000.....	41,130	122,150	--	--	17,148,171	40,252,453	7,675,813	124,483,347
\$30,000 under \$40,000.....	102,539	268,823	--	--	29,277,388	68,754,500	12,344,412	273,725,564
\$40,000 under \$50,000.....	101,655	190,248	--	--	24,047,941	56,488,608	9,022,788	269,500,825
\$50,000 under \$75,000.....	182,719	527,546	61,930	15,674	35,854,501	84,218,650	12,234,389	518,290,989
\$75,000 under \$100,000.....	77,377	258,894	19,897	19,592	12,521,174	29,406,330	4,227,776	263,681,909
\$100,000 under \$200,000.....	85,854	556,824	2,277,622	2,131,068	9,178,270	20,879,279	3,101,145	313,819,811
\$200,000 under \$500,000.....	23,034	229,501	739,612	4,038,264	2,320,767	1,243,502	773,268	191,926,321
\$500,000 under \$1,000,000.....	4,661	51,087	128,850	2,149,878	405,357	54	139,872	82,769,328
\$1,000,000 or more.....	2,473	217,150	61,160	4,053,804	179,783	46	65,580	145,646,812
<b>Taxable returns</b> .....	<b>688,039</b>	<b>2,516,334</b>	<b>3,285,431</b>	<b>12,399,904</b>	<b>176,021,795</b>	<b>407,076,063</b>	<b>86,448,221</b>	<b>2,437,950,856</b>
<b>Nontaxable returns</b> .....	<b>43,154</b>	<b>201,369</b>	<b>3,440</b>	<b>8,378</b>	<b>56,953,423</b>	<b>133,607,199</b>	<b>4,438,214</b>	<b>12,394,982</b>

Footnotes at end of table.

# Individual Income Tax Returns, Preliminary Data, 1993

**Table 1.--All Returns: Selected Income, Adjustments, 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	Taxable income--Continued		Income tax before credits		Total tax credits		Income tax after credits	
	Schedule D gain subject to 28 percent tax		Number of returns	Amount	Number of returns	Amount	Number of returns	Amount
	Number of returns	Amount						
	(97)	(98)	(99)	(100)	(101)	(102)	(103)	(104)
<b>All returns.....</b>	<b>1,706,034</b>	<b>79,365,350</b>	<b>90,802,862</b>	<b>507,348,043</b>	<b>13,180,121</b>	<b>7,922,341</b>	<b>86,462,394</b>	<b>499,425,702</b>
No adjusted gross income.....	--	--	1,910	1,706	272	27	1,638	1,679
\$1 under \$5,000.....	--	--	3,502,597	356,856	43,221	2,970	3,485,804	353,885
\$5,000 under \$10,000.....	--	--	7,257,039	2,453,874	160,254	18,396	7,138,822	2,435,480
\$10,000 under \$15,000.....	--	--	10,519,741	7,474,014	2,197,546	676,805	8,444,048	6,797,210
\$15,000 under \$20,000.....	--	--	10,631,834	12,780,099	3,101,759	1,711,869	8,706,316	11,068,233
\$20,000 under \$25,000.....	--	--	9,303,226	17,149,701	1,825,323	660,590	9,141,703	16,489,111
\$25,000 under \$30,000.....	--	--	7,676,858	18,812,677	609,236	280,215	7,660,572	18,532,462
\$30,000 under \$40,000.....	--	--	12,344,786	43,803,358	1,075,802	418,952	12,331,045	43,384,407
\$40,000 under \$50,000.....	--	--	9,022,788	43,929,218	1,033,214	484,531	9,011,968	43,444,688
\$50,000 under \$75,000.....	112,237	1,042,077	12,234,389	92,158,098	1,876,517	904,548	12,225,753	91,253,550
\$75,000 under \$100,000.....	131,162	1,403,708	4,227,776	54,572,031	642,769	399,486	4,227,187	54,172,546
\$100,000 under \$200,000.....	913,345	13,838,797	3,101,195	75,828,837	528,408	609,128	3,099,391	75,019,709
\$200,000 under \$500,000.....	417,698	15,917,965	773,270	57,894,032	205,895	606,870	772,960	57,287,361
\$500,000 under \$1,000,000.....	86,244	10,814,445	139,873	28,409,168	49,879	354,070	139,636	28,055,098
\$1,000,000 or more.....	45,349	36,350,358	65,580	51,924,373	30,227	794,085	65,552	51,130,288
<b>Taxable returns.....</b>	<b>1,705,618</b>	<b>79,322,480</b>	<b>86,467,839</b>	<b>505,467,028</b>	<b>8,845,097</b>	<b>6,041,326</b>	<b>86,462,394</b>	<b>499,425,702</b>
<b>Nontaxable returns.....</b>	<b>416</b>	<b>42,871</b>	<b>4,335,024</b>	<b>1,881,015</b>	<b>4,335,024</b>	<b>1,881,015</b>	<b>--</b>	<b>--</b>

Size of adjusted gross income	Alternative minimum tax		Total income tax <sup>2</sup>		Total tax liability <sup>3</sup>		Deferral of additional tax	
	Number of returns	Amount	Number of returns	Amount	Number of returns	Amount	Number of returns	Amount
<b>All returns.....</b>	<b>323,381</b>	<b>1,751,438</b>	<b>86,475,527</b>	<b>501,177,140</b>	<b>86,742,215</b>	<b>524,755,024</b>	<b>640,679</b>	<b>8,358,870</b>
No adjusted gross income.....	2,537	30,797	4,123	32,476	119,240	206,934	--	--
\$1 under \$5,000.....	16,218	1,568	3,495,823	355,452	4,227,894	681,952	*1,256	*103
\$5,000 under \$10,000.....	*5,095	*3,325	7,139,024	2,438,804	7,686,282	3,253,777	*1,256	*127
\$10,000 under \$15,000.....	*2,589	*3,038	8,444,116	6,800,249	8,812,780	7,816,261	--	--
\$15,000 under \$20,000.....	*356	*867	8,706,622	11,069,099	9,053,288	12,424,879	--	--
\$20,000 under \$25,000.....	*1,297	*3,285	9,141,724	16,492,396	9,220,248	17,854,439	--	--
\$25,000 under \$30,000.....	307	903	7,660,600	18,533,365	7,701,314	19,846,741	--	--
\$30,000 under \$40,000.....	2,508	4,315	12,331,104	43,388,721	12,351,174	45,971,109	--	--
\$40,000 under \$50,000.....	5,039	8,726	9,013,915	43,453,414	9,018,425	45,664,031	--	--
\$50,000 under \$75,000.....	34,648	64,322	12,229,430	91,317,872	12,240,558	95,712,524	--	--
\$75,000 under \$100,000.....	49,019	114,101	4,229,840	54,286,647	4,231,234	56,797,104	*6,450	*4,038
\$100,000 under \$200,000.....	101,186	351,325	3,100,363	75,371,034	3,100,738	79,247,131	93,528	74,163
\$200,000 under \$500,000.....	79,129	568,002	773,332	57,855,363	773,499	59,153,941	392,851	1,710,586
\$500,000 under \$1,000,000.....	16,534	260,715	139,895	28,315,813	139,916	28,533,022	95,857	1,974,167
\$1,000,000 or more.....	6,920	336,148	65,618	51,466,436	65,623	51,591,178	49,480	4,595,687
<b>Taxable returns.....</b>	<b>323,381</b>	<b>1,751,438</b>	<b>86,475,527</b>	<b>501,177,140</b>	<b>86,475,527</b>	<b>522,726,518</b>	<b>640,679</b>	<b>8,358,870</b>
<b>Nontaxable returns.....</b>	<b>--</b>	<b>--</b>	<b>--</b>	<b>--</b>	<b>2,266,688</b>	<b>2,028,506</b>	<b>--</b>	<b>--</b>

<sup>1</sup>Not included in adjusted gross income.

<sup>2</sup>Total income tax represents income tax after credits (including the earned income credit), plus alternative minimum tax.

<sup>3</sup>Total tax liability represents income tax after credits (including the earned income credit), plus alternative minimum tax, plus any other additional taxes, e.g., self-employment tax and penalty tax on Individual Retirement Arrangements (IRA's).

\*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 totals because of rounding.