

# Individual Income Tax Returns, 1998

by David Campbell, Michael Parisi, and Brian Balkovic

**T**axpayers filed 124.8 million returns for Tax Year 1998, a 1.9-percent increase over the previous year. For 1998, adjusted gross income (less deficit) (AGI) rose 9.0 percent to more than \$5.4 trillion, following a 9.6-percent increase for 1997. Total taxable income increased faster than AGI for 1998, with a percentage increase of 10.3 percent. Total income tax, however, increased by only 7.8 percent, and as a percentage of AGI decreased slightly to 14.6 percent from 14.7 percent for 1997. Net capital gains (less losses) increased 25.3 percent to \$446.1 billion for 1998, the fourth consecutive year of double-digit growth. Unemployment compensation continued to decline for the sixth straight year, declining 2.4 percent to \$16.8 billion.

Two of the largest components of AGI, salaries and wages and taxable pensions and annuities, increased 7.4 percent and 8.1 percent, respectively. Other components of AGI with sizable increases included taxable Individual Retirement Arrangement (IRA) distributions (34.3 percent, bolstered by the introduction of Roth IRA's), taxable Social Security benefits (11.6 percent), and partnership and S corporation net income (less loss) (11.3 percent). Total deductions increased by \$73.4 billion, or 6.9 percent. Total standard deductions increased 4.0 percent for 1998, while total itemized deductions (after limitation) increased 9.0 percent to \$676.5 billion. Charitable contributions increased 10.1 percent to \$109.2 billion for 1998, which marks the third consecutive year of double-digit growth. Due to the implementation of the child tax credit and the tax credits for higher education, total tax credits (including only the portion of the earned income credit used to offset income tax before credits) increased 146.8 percent to \$30.1 billion for 1998. Much of this growth can be attributed to the child tax credit (new for 1998) which was taken by 24.8 million taxpayers and totaled more than \$15.1 billion. Also new for 1998, education credits totaled \$3.4 billion. The total earned income credit grew 4.0 percent to \$31.6 billion, the smallest percentage increase since 1986.

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## Adjusted Gross Income and Selected Sources of Income

As shown in Figure A, AGI increased 9.0 percent to more than \$5.4 trillion for 1998. The growth rate of AGI was more than four times the annual inflation rate (2.1 percent as measured by the Consumer Price Index) for the same period [1]. The principal components of income and of the statutory adjustments to AGI are presented in Figure B and Table 1. The largest component of AGI, salaries and wages, increased \$265.8 billion, or 7.4 percent, for 1998. Net capital gain (less losses) continued double-digit growth for the fourth consecutive year in 1998, rising 25.3 percent to \$446.1 billion. Partnership and S corporation net income (less loss) and business or profession net income (less loss) increased 11.3 percent and 8.4 percent, respectively. Dividend income actually declined for 1998 by 1.7 percent. Taxable interest income remained relatively flat, with an increase of only 3.9 percent for 1998. Unemployment compensation benefits declined for the sixth consecutive year, dropping 2.4 percent for 1998 to \$16.8 billion. Some of this decline may be attributed to the unemployment rate, which at 4.5 percent for 1998 was the lowest it had been since 1973 [2].

Many forms of retirement income also showed significant increases for 1998. Taxable Individual Retirement Arrangement (IRA) distributions grew 34.3 percent for 1998, which can be partially attributable to the conversion of traditional IRA's to Roth IRA's. (See the Changes in Law section.) Taxable Social Security benefits increased 11.6 percent to

Figure A

### Adjusted Gross Income, Taxable Income, and Total Income Tax, Tax Years 1997 and 1998

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

Item	1997		1998		Percentage increase in amount
	Number of returns	Amount	Number of returns	Amount	
	(1)	(2)	(3)	(4)	(5)
Adjusted gross income (less deficit).....	122,422	4,969,950	124,771	5,415,973	9.0
Taxable income.....	99,315	3,429,109	100,801	3,780,838	10.3
Total income tax.....	93,471	731,321	93,048	788,542	7.8
Alternative minimum tax.....	618	4,005	853	5,015	25.2

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Figure B

## Comparison of Total and Selected Sources of Adjusted Gross Income, Tax Years 1997 and 1998

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

Item	1997		1998		Increase in amount	Percentage increase in amount
	Number of returns	Amount	Number of returns	Amount		
	(1)	(2)	(3)	(4)		
<b>Adjusted gross income (less deficit) <sup>1</sup></b> .....	<b>122,422</b>	<b>4,969,950</b>	<b>124,771</b>	<b>5,415,973</b>	<b>446,023</b>	<b>9.0</b>
Salaries and wages.....	104,405	3,613,918	106,535	3,879,762	265,844	7.4
Taxable interest.....	67,301	171,700	67,318	178,334	6,634	3.9
Dividends.....	29,508	120,493	30,423	118,480	-2,013	-1.7
Business or profession net income (less loss).....	16,938	186,741	17,105	202,400	15,659	8.4
Net capital gain (less loss).....	24,240	356,083	25,690	446,084	90,001	25.3
Capital gain distribution.....	14,969	45,132	16,070	46,147	1,015	2.3
Net gain (less loss), sales of property other than capital assets.....	1,745	-1,460	1,720	-1,576	-115	7.9
Taxable Social Security benefits.....	8,308	61,558	8,941	68,703	7,145	11.6
Total rent and royalty net income (less loss) <sup>2</sup> .....	10,176	22,366	10,157	22,440	74	0.3
Partnership and S Corporation net income (less loss).....	6,032	168,323	6,184	187,355	19,031	11.3
Estate and trust net income (less loss).....	508	8,134	530	9,464	1,330	16.4
Farm net income (less loss).....	2,161	-6,847	2,092	-7,934	-1,086	15.9
Unemployment compensation.....	7,124	17,230	7,083	16,815	-415	-2.4
Taxable pensions and annuities.....	19,497	259,711	20,473	280,650	20,939	8.1
Taxable Individual Retirement Arrangement distributions.....	6,214	55,183	7,774	74,094	18,912	34.3
Other net income (less loss) <sup>3</sup> .....	n.a.	19,085	n.a.	21,554	2,469	12.9
Gambling earnings.....	1,208	10,140	1,300	12,806	2,667	26.3

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 farm rental net income (less loss).

<sup>3</sup> Other net income (less loss) represents data reported on Form 1040, line 21, except net operating loss, the foreign-earned income exclusion, and gambling earnings.

\$68.7 billion, and taxable pensions and annuities increased 8.1 percent to \$280.7 billion for 1998.

### Losses

Total negative income includes net negative income line items from individual tax returns [3]. Total negative income, i.e., net loss, included in AGI increased for 1998 by 4.0 percent to \$191.9 billion (Figure C). Overtaking net operating loss as the largest component of total net losses, partnership and S corporation net loss increased 18.2 percent to \$53.5 billion for 1998. Net operating loss, for 1998 the second largest component of the total, actually decreased 5.9 percent to \$48.3 billion, while business or profession net loss declined by 0.4 percent to \$23.7 billion [4]. Two of the smaller components of net loss showed large increases for 1998; other net loss and estate and trust net loss increased 23.9 percent and 17.0 percent, respectively.

### Statutory Adjustments

Statutory adjustments, which are subtracted from total income in the computation of AGI, increased 9.7

percent to \$51.5 billion for 1998 (Figure D). Part of this increase was due to a new adjustment for student loan interest for 1998, which was taken by 3.8 million taxpayers and totaled more than \$1.7 billion. (See the Changes in Law section.) The largest statutory adjustment was the self-employment tax deduction, representing 31.0 percent of the total. This adjustment increased 7.3 percent to \$16.0 billion for 1998. Payments to self-employed retirement (Keogh) plans increased 7.8 percent to \$11.0 billion. Self-employed health insurance deductions increased 21.3 percent to \$4.7 billion. This is partially attributable to a change in the law that increased the maximum percentage of premiums that a taxpayer could deduct. (See the Changes in Law section of this article for an explanation of the self-employed health insurance deduction.) Alimony paid increased 9.0 percent to \$6.9 billion. There were three statutory adjustments showing declines for 1998; moving expenses, forfeited interest penalty, and payments to individual retirement arrangements decreased 8.9 percent, 7.0 percent, and 5.5 percent, respectively.

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## Figure C

### Total and Selected Sources of Net Losses Included in Adjusted Gross Income, Tax Years 1997 and 1998

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

Item	1997		1998		Percentage increase in amount
	Number of returns	Amount	Number of returns	Amount	
	(1)	(2)	(3)	(4)	(5)
<b>Total net losses</b> .....	n.a.	<b>184,588</b>	n.a.	<b>191,942</b>	<b>4.0</b>
Business or profession net loss.....	4,236	23,844	4,022	23,745	-0.4
Net capital loss <sup>1</sup> .....	4,475	8,746	4,734	9,139	4.5
Net loss, sales of property other than capital assets.....	868	7,782	891	7,784	0.0
Total rent and royalty net loss <sup>2</sup> .....	4,652	26,983	4,647	27,133	0.6
Partnership and S Corporation net loss.....	2,115	45,236	2,152	53,482	18.2
Estate and trust net loss.....	50	882	45	1,031	17.0
Farm net loss.....	1,439	16,069	1,419	16,743	4.2
Net operating loss <sup>3</sup> .....	568	51,344	540	48,298	-5.9
Other net loss <sup>4</sup> .....	238	3,702	236	4,587	23.9

n.a.--Not available.

<sup>1</sup> Includes only the portion of capital losses allowable in the calculation of adjusted gross income.

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

<sup>3</sup> See footnote 5 of this article for a definition of net operating loss.

<sup>4</sup> Other net loss represents losses reported on Form 1040, line 21, except net operating loss and the foreign-earned income exclusion.

## Figure D

### Selected Statutory Adjustments, Tax Years 1997 and 1998

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

Item	1997		1998		Percentage increase in amount
	Number of returns	Amount	Number of returns	Amount	
	(1)	(2)	(3)	(4)	(5)
<b>Total statutory adjustments</b> .....	<b>18,786</b>	<b>46,955</b>	<b>21,998</b>	<b>51,531</b>	<b>9.7</b>
Payments to an Individual Retirement Arrangement.....	4,069	8,663	3,868	8,188	-5.5
Moving expenses.....	781	1,848	809	1,684	-8.8
Student loan interest deduction.....	n.a.	n.a.	3,764	1,731	(X)
Self-employment tax deduction.....	13,513	14,868	13,756	15,960	7.3
Self-employed health insurance deduction.....	3,285	3,870	3,381	4,693	21.3
Payments to a self-employed retirement (Keogh) plan.....	1,190	10,238	1,177	11,040	7.8
Forfeited interest penalty.....	918	234	829	218	-7.0
Alimony paid.....	624	6,311	591	6,878	9.0
Other adjustments <sup>1</sup> .....	n.a.	923	n.a.	1,138	23.3

n.a.--Not available.

(X) Percentage not computed.

<sup>1</sup> Includes foreign housing adjustment, Medical Savings Accounts, and other adjustments.

## Deductions

The total standard deduction claimed on 1998 individual income tax returns, i.e., the basic standard deduction plus the additional standard deduction for age or blindness, increased 4.0 percent to \$459.5 billion (Figure E). Total deductions, the sum of the total standard deduction and total itemized deductions

(after limitation), equaled \$1.1 trillion, an increase of 6.9 percent. (See the Changes in Law section of this article for an explanation of the itemized deduction limitation.)

The number of returns claiming a standard deduction increased 0.9 percent for 1998, accounting for 68.6 percent of all returns filed. For 1998, the

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Figure E

## Selected Itemized Deductions and the Standard Deduction, Tax Years 1997 and 1998

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

Item	1997		1998		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>36,625</b>	<b>644,074</b>	<b>38,186</b>	<b>703,408</b>	<b>9.2</b>
Medical and dental expenses after 7.5 percent AGI limitation.....	5,256	29,284	5,560	31,984	9.2
Taxes paid.....	36,095	220,628	37,576	241,783	9.6
Interest paid <sup>2</sup> .....	30,790	250,599	32,024	271,624	8.4
Home mortgage interest.....	30,436	235,970	31,627	254,397	7.8
Charitable contributions.....	32,613	99,192	33,836	109,240	10.1
Other than cash contributions.....	17,071	27,961	18,105	29,256	4.6
Casualty and theft losses.....	105	1,064	99	1,194	12.2
Miscellaneous deductions after 2 percent AGI limitation.....	8,663	37,427	8,843	40,546	8.3
Gambling losses and other unlimited miscellaneous deductions.....	779	5,880	886	7,037	19.7
Itemized deductions in excess of limitation.....	4,489	23,263	4,916	26,948	15.8
<b>Total itemized deductions after limitation.....</b>	<b>36,625</b>	<b>620,810</b>	<b>38,186</b>	<b>676,460</b>	<b>9.0</b>
<b>Total standard deduction.....</b>	<b>84,844</b>	<b>441,696</b>	<b>85,576</b>	<b>459,457</b>	<b>4.0</b>
<b>Total deductions (after itemized deduction limitation).....</b>	<b>121,469</b>	<b>1,062,506</b>	<b>123,763</b>	<b>1,135,918</b>	<b>6.9</b>

<sup>1</sup> Returns with no adjusted gross income are excluded from 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> Includes investment interest and deductible mortgage "points" not shown separately.

average standard deduction equaled \$5,369, up \$163 from the 1997 average. This increase was largely due to inflation-indexing of the standard deduction amounts. (See the Changes in Law section of this article for an explanation of the standard deduction.)

Statistics for returns with itemized deductions are presented in Figure E and Table 3. Itemized deductions were claimed on 30.6 percent of all returns filed and represented 59.6 percent of the total deductions amount [5]. The average total for itemized deductions (after limitation) equaled \$17,715, up \$764 from the average for 1997.

Total itemized deductions (before limitation) increased for 1998, as did all of the component deductions. The largest itemized deduction (comprising 38.6 percent of the total), interest paid, increased 8.4 percent to \$271.6 billion. Home mortgage interest accounted for 93.7 percent of total interest paid, with the remaining portion consisting of investment interest and deductible points paid on a mortgage. Taxes paid, the second largest itemized deduction (34.4 percent of the total), increased 9.6 percent to \$241.8 billion. Charitable contributions, reported by 33.8 million taxpayers, increased 10.1 percent to \$109.2 billion, the third consecutive year of double-digit growth. Among the other itemized deductions, medi-

cal and dental expenses increased 9.2 percent to \$32.0 billion, and miscellaneous deductions after the AGI floor (such as employee business expenses, paid tax preparer expenses, etc.) increased 8.3 percent to \$40.5 billion.

The AGI threshold for the limitation of itemized deductions increased to \$124,500 (\$62,250 if married filing separately) for 1998. Due to this limitation, nearly 4.9 million higher-income taxpayers were unable to deduct \$26.9 billion in itemized deductions, an increase of 15.8 percent from the 1997 amount.

### Taxable Income and Total Income Tax

Taxable income grew at a higher annual rate than AGI for 1998, 10.3 percent compared to 9.0 percent (Figure A). Since taxable income is the result of AGI less exemptions and deductions, smaller increases in deductions (6.9 percent) and exemption amounts deducted (3.6 percent) resulted in a larger percentage increase in taxable income. Taxable income totaled almost \$3.8 trillion, and total income tax increased 7.8 percent to \$788.5 billion. The difference in growth rates between taxable income and total income tax (10.3 percent and 7.8 percent) can be partially attributable to the child tax credit, and to a lesser extent the new education credits, which

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became effective for 1998. The alternative minimum tax rose 25.2 percent to \$5.0 billion.

Average AGI reported on 1998 individual income tax returns was \$43,407, and average taxable income was \$37,508 [6]. These amounts represent a growth of 6.9 percent and 8.6 percent, respectively, from the 1997 amounts of \$40,597 (average AGI) and \$34,528 (average taxable income).

Figure F shows that the average tax rate for 1998 (i.e., total income tax divided by AGI reported on all returns, taxable and nontaxable) was 14.6 percent, a slight decrease from 14.7 percent for 1997. In the statistics, all of the income-size classes had average tax rates that were either equal to, or lower than, those for 1997. The constant or lower average tax rates for the income-size classes for 1998 were mainly the result of inflation-indexing of the size of the standard deduction, the size of the deduction for personal exemptions, and the widths of the tax rate brackets. The slight decrease in the total average tax rate for 1998 is partially attributable to

the introduction of the child tax credit and the education tax credits. Also, taxpayers who reported long-term capital gains were taxed at the new lower rates, which became effective midway through 1997, making 1998 the first full year at the new rates. Taxpayers, as a whole, earned more income for 1998 and, thus, shifted into higher income size-classes. This is depicted in the three highest income-size classes, each of which displays an appreciable increase in the number of taxpayers for 1998, ranging from a 14.6-percent increase for the “\$200,000 under \$500,000” class to a 19.4-percent increase for the “\$1,000,000 or more” class. These two income-size classes showed corresponding increases in total AGI of 14.7 percent for the “\$200,000 under \$500,000” class and 26.0 percent for the “\$1,000,000 or more” class.

### Tax Credits

Statistics for the earned income credit (EIC) and the other tax credits are shown in Tables 2 and 4. For 1998, total tax credits (excluding the “refundable”

Figure F

### Number of Returns, Adjusted Gross Income, and Total Income Tax, by Size of Adjusted Gross Income, Tax Years 1997 and 1998

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

Tax year, item	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 1998:</b>											
Number of returns.....	124,771	995	26,289	24,626	18,293	23,109	23,108	6,266	1,606	307	172
Adjusted gross income (less deficit).....	5,415,973	-53,238	133,067	366,072	451,254	903,289	1,588,255	822,621	463,590	207,594	533,469
Total income tax.....	788,542	90	2,212	15,567	30,864	85,162	194,130	143,721	111,545	58,482	146,767
Tax as a percentage of adjusted gross income (less deficit).....	14.6	( <sup>2</sup> )	1.7	4.3	6.8	9.4	12.2	17.5	24.1	28.2	27.5
<b>Tax Year 1997:</b>											
Number of returns.....	122,422	919	27,350	24,568	18,010	22,755	21,635	5,378	1,402	262	144
Adjusted gross income (less deficit).....	4,969,950	-53,507	136,938	363,126	444,278	887,886	1,478,927	707,811	404,314	176,670	423,507
Total income tax.....	731,321	111	2,525	15,779	33,662	89,793	190,445	126,268	99,512	51,291	121,936
Tax as a percentage of adjusted gross income (less deficit).....	14.7	( <sup>2</sup> )	1.8	4.3	7.6	10.1	12.9	17.8	24.6	29.0	28.8
Change in percentage points, tax as a percentage of adjusted gross income (less deficit), 1998 over 1997.....	-0.2	( <sup>3</sup> )	-0.2	-0.1	-0.7	-0.7	-0.7	-0.4	-0.6	-0.9	-1.3

<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.

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portion of the EIC and any EIC used to offset any other taxes) increased 146.8 percent to \$30.1 billion (Figure G). The change in total tax credits was primarily the result of the introduction of the child tax credit and the education tax credits for 1998. The child tax credit immediately overtook the foreign tax credit as the largest credit, with over \$15.1 billion claimed, which accounted for 50.4 percent of total tax credits. (See the Changes in Law section of this article for more details on the child tax credit and education credits.) The new education credits were taken by 4.7 million taxpayers and totaled more than \$3.4 billion. The foreign tax credit and child care credit also increased for 1998, rising 14.8 percent and 8.0 percent, respectively. Some of the increase in the child care credit may be attributable to the elimination of alternative minimum tax calculations limiting personal tax credits for 1998. (See the Changes in Law section.) The portion of the earned income credit used to offset income tax before credits decreased 40.8 percent to \$2.2 billion, and the general business credit decreased 11.4 percent to \$0.7 billion. Much of the decrease in the earned income credit used to offset income tax before credits can be attributed to the use of the child tax credit, which reduced the need to use the earned income credit to offset taxes and increased the portion of the earned income credit that was refundable.

Unlike other tax credits, with the exception of the additional child tax credit (see the Changes in Law section for details on additional child tax credit), the EIC may not only offset income tax before credits, but may also offset all other taxes and may even be refundable. The refundable portion, the largest segment of the EIC, 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 income-related taxes). The refundable portion of the EIC totaled \$27.0 billion for 1998, an increase of 10.7 percent from 1997 (Figure H). The third part of the EIC, the portion used to offset all other taxes besides income tax, was \$2.4 billion for 1998.

Over 19.7 million taxpayers claimed the earned income credit for 1998, an increase of 1.6 percent from 1997. The total earned income credit increased 4.0 percent to \$31.6 billion. (See the Changes in Law section of this article for more details on the earned income credit.) Returns with no qualifying children accounted for the largest increase for 1998 returns claiming the EIC. The number of these EIC returns increased 5.2 percent, while the corresponding amount of EIC claimed increased 10.0 percent. The number of EIC returns with one qualifying child decreased 0.9 percent, while the amount of EIC claimed on these returns increased 3.5 percent. The number of EIC returns with two or more qualifying

Figure G

### Selected Tax Credits, Tax Years 1997 and 1998

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

Item	1997		1998		Percentage increase in amount
	Number of returns	Amount	Number of returns	Amount	
	(1)	(2)	(3)	(4)	(5)
<b>Total tax credits</b> <sup>1</sup> .....	<b>16,195</b>	<b>12,179</b>	<b>34,272</b>	<b>30,056</b>	<b>146.8</b>
Child care credit.....	5,796	2,464	6,128	2,661	8.0
Earned income credit <sup>2</sup> .....	8,400	3,768	5,919	2,232	-40.8
Foreign tax credit.....	2,334	4,073	2,995	4,677	14.8
General business credit.....	306	826	272	732	-11.4
Minimum tax credit.....	119	681	109	818	20.1
Child tax credit.....	n.a.	n.a.	24,811	15,143	n.a.
Education credit.....	n.a.	n.a.	4,653	3,377	n.a.

n.a.--Not applicable.

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

<sup>2</sup> Represents portion of earned income credit used to offset income tax before credits.

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Figure H

## Earned Income Credit, Tax Years 1997 and 1998

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

Item	1997		1998		Percentage increase in amount
	Number of returns	Amount	Number of returns	Amount	
	(1)	(2)	(3)	(4)	(5)
<b>Total earned income credit (EIC)</b> .....	<b>19,391</b>	<b>30,389</b>	<b>19,705</b>	<b>31,592</b>	<b>4.0</b>
EIC for returns with no qualifying children.....	3,375	631	3,549	694	10.0
EIC for returns with one qualifying child.....	7,871	11,422	7,803	11,818	3.5
EIC for returns with two or more qualifying children.....	8,145	18,336	8,353	19,080	4.1
<b>Refundable earned income credit (EIC)</b> .....	<b>15,368</b>	<b>24,396</b>	<b>16,279</b>	<b>27,002</b>	<b>10.7</b>
EIC for returns with no qualifying children.....	2,164	431	2,309	482	11.8
EIC for returns with one qualifying child.....	6,122	8,524	6,477	9,594	12.6
EIC for returns with two or more qualifying children.....	7,082	15,441	7,493	16,925	9.6

children and the amount of EIC claimed on these returns increased 2.6 percent and 4.1 percent, respectively.

The number of these returns claiming a refundable portion of the EIC increased 5.9 percent, while the refundable portion of the EIC reported on them increased 10.7 percent. Much of this growth can be found in those returns with qualifying children. The number of refundable EIC returns with one or more qualifying children, increased 5.8 percent for 1998. The amount of refundable EIC claimed on returns with one qualifying child increased 12.6 percent, while the amount on returns with two or more qualifying children increased 9.6 percent. Much of this growth can be attributed to the use of the child tax credit, which, by reducing the amount of total income tax due, shifted some of the EIC used previously to reduce tax liability to that portion that is refundable.

### Historical Trends in Constant Dollars

As shown in Figure I, AGI, salaries and wages, and gross domestic product showed large increases in constant dollars for 1998. Both salaries and wages and AGI decreased (in constant dollars) beginning with 1980 and continued to decline until 1982. In contrast, real GDP increased for 1981. For 1983, real AGI increased and continued to increase through 1986. Between 1987 and 1993, constant-dollar AGI fluctuated within a narrow band before increasing substantially from 1994 through 1998. The 6.7-percent increase for 1998 was the second largest

increase in constant dollar AGI since 1987, behind only the 7.1-percent increase in 1997. The trend for salaries and wages over this same period is comparable. GDP also went up every year except 1980, 1982, and 1991. For 1998, real GDP increased 4.4 percent to \$8.2 trillion.

Over the same period, total income tax and tax as a percentage of GDP fluctuated (Figure J). For 1980 and 1981, total income tax (in constant dollars) increased gradually, then declined sharply between 1981 and 1983, coinciding with the lower tax rates provided by the Economic Recovery Tax Act of 1981 (ERTA81). Although the ERTA81 tax reductions were still being phased in, total income tax increased for 1984 and continued to increase through 1986, as AGI began to climb steadily. Tax as a percentage of GDP followed this trend, increasing substantially for 1986. Both total income tax and tax as a percentage of GDP decreased for 1987, the first year under TRA86, as the maximum tax rate was reduced from 50 percent to 38.5 percent. For 1988, total income tax rebounded, even though the second part of the TRA86 statutory tax rate reduction was being implemented. Between 1988 and 1991, total income tax (in constant dollars) declined modestly each year, mirroring the gradual decline of AGI. For 1992, total income tax increased and continued to increase through 1998, reflecting higher AGI and higher tax rates for high income individuals (for 1993 and later years). The increase in tax as a percentage of GDP remained almost steady between 1991 and 1994. As

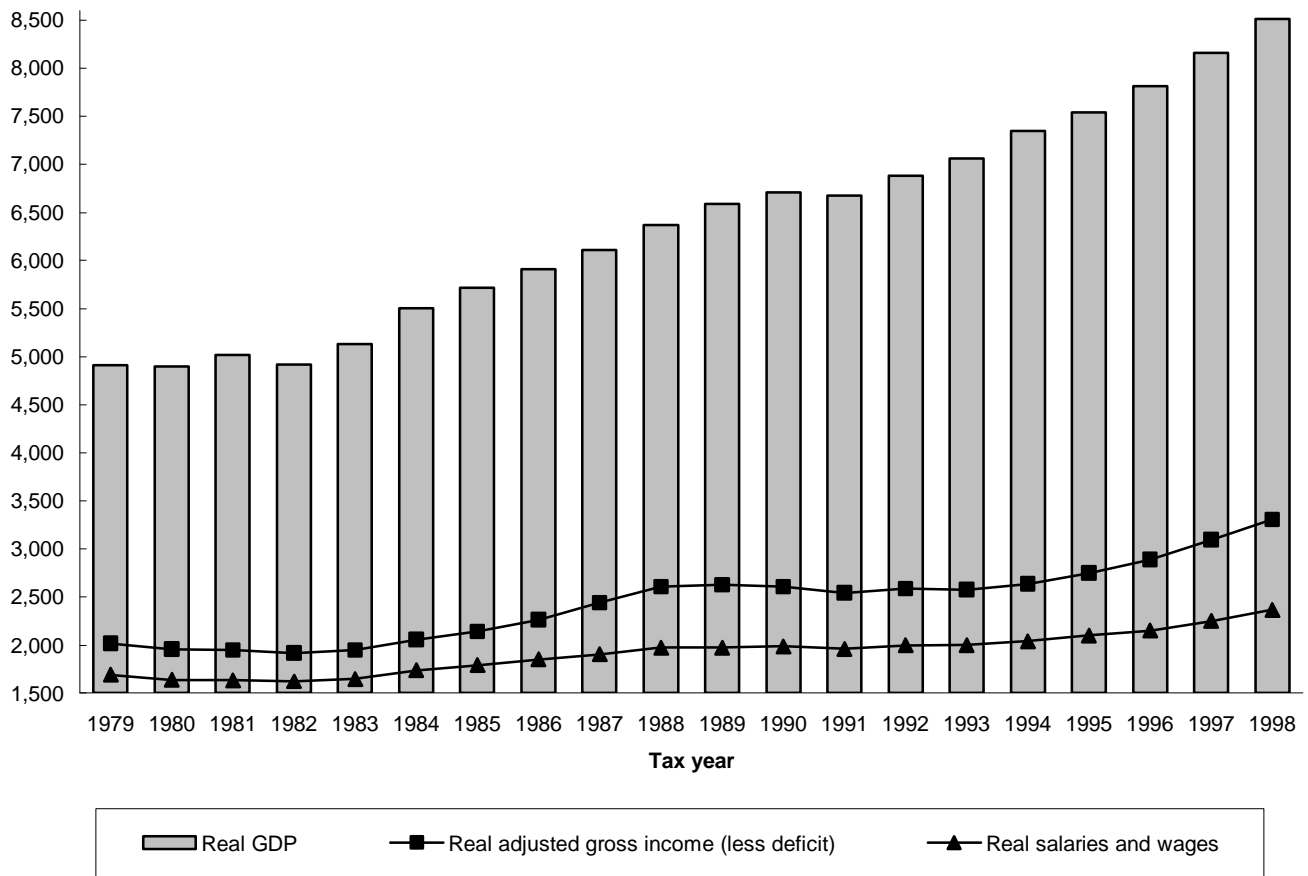
# Individual Income Tax Returns, 1998

Figure I

## Real Adjusted Gross Income, Real Salaries and Wages, and Real Gross Domestic Product, Tax Years 1979-1998 <sup>1</sup>

Constant 1982-84 dollars (billions) <sup>2</sup>

Real GDP chained 1996 dollars (billions) <sup>3</sup>



<sup>1</sup> The definition of adjusted gross income (less deficit) (AGI) changed beginning in Tax Year 1987. Therefore, AGI should be examined separately from 1979 to 1986 and from 1987 to 1998.

<sup>2</sup> Constant dollars were calculated using the U.S. Bureau of Labor Statistics consumer price index for urban consumers (CPI-U, 1982-84=100). See footnote 1 of this article for further details.

<sup>3</sup> Real gross domestic product (GDP) in chained 1996 dollars (billions) as reported by the U.S. Department of Commerce, Bureau of Economic Analysis in the *Survey of Current Business*, June 2000.

opposed to the continued record growth of AGI, the 7.8-percent increase in total income tax for 1998 was a decrease from the growth rate of 8.6 percent for 1997. Tax as a percentage of GDP, at 5.6 percent for 1998, was the highest level since 1986, but still less than the 6.6 percent shown for 1981.

Net capital gain (less losses) is the sum of gains and losses from the sale of capital assets. Figure K

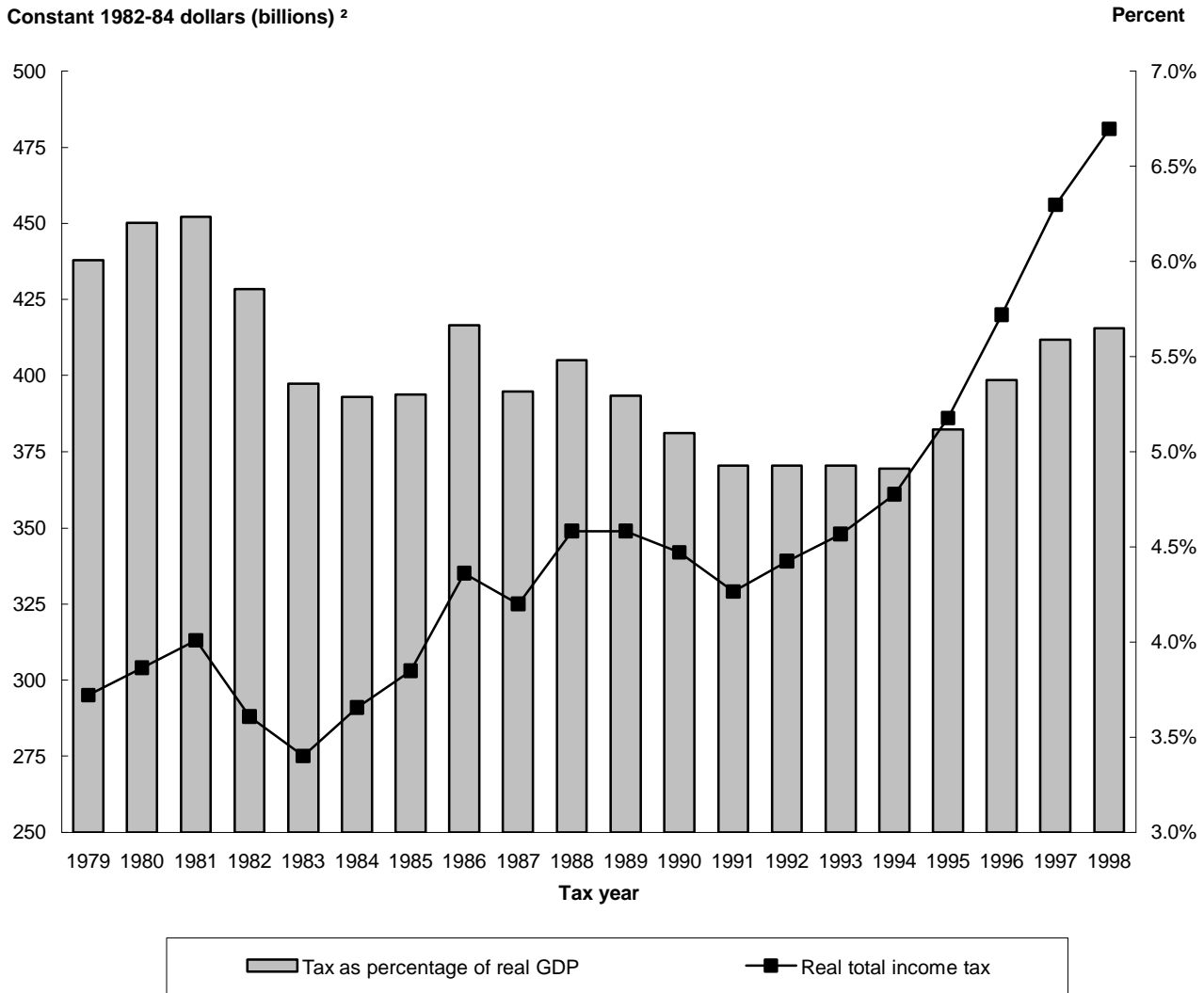
shows that, in constant dollars, net capital gain (less losses) increased 22.7 percent for 1998. Capital gain distributions, experienced a constant -dollar increase of only 0.1 percent for 1998. Net capital gain (less losses) decreased 9.6 percent, 25.6 percent, and 13.7 percent for 1989, 1990, and 1991, respectively. The post-recession years of 1992 and 1993 were marked with double-digit growth in net capital gain (less



# Individual Income Tax Returns, 1998

Figure J

**Real Total Income Tax and Tax as a Percentage of Gross Domestic Product, Tax Years 1979-1998 <sup>1</sup>**



<sup>1</sup> Please note that GDP does not include capital gains, while AGI and taxable income (thus affecting income tax) do.

<sup>2</sup> Constant dollars were calculated using the U.S. Bureau of Labor Statistics consumer price index for urban consumers (CPI-U, 1982-84=100). See footnote 1 of this article for further details.

losses), before 1994 saw a decline of 3.8 percent. During this period, there were important tax law changes affecting net capital gain (less losses). Beginning with Tax Year 1991, the maximum capital gain rate remained 28 percent, while the maximum rate for ordinary income increased to 31 percent. When two new tax brackets were added under

OBRA93, the maximum differential between ordinary income and capital gain income increased from three percentage points to more than 11 percentage points (39.6 percent for ordinary income compared to 28 percent for capital gains). In 1997, this differential increased to 19.6 percentage points due to the reduction of the maximum tax rate on most capital gains by

# Individual Income Tax Returns, 1998

Figure K

## Net Capital Gain and Capital Gain Distributions, Tax Years 1988-1998

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

Tax year	Net capital gain (less loss)				Capital gain distributions <sup>2</sup>			
	Number of returns	Current dollars	Constant 1982-84 dollars <sup>1</sup>		Number of returns	Current dollars	Constant 1982-84 dollars <sup>1</sup>	
			Amount	Percentage increase			Amount	Percentage increase
(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	
1988.....	14,309	153,768	129,981	N/A	4,274	3,879	3,279	N/A
1989.....	15,060	145,631	117,444	-9.6	5,191	5,483	4,422	34.9
1990.....	14,288	114,231	87,400	-25.6	5,069	3,905	2,988	-32.4
1991.....	15,009	102,776	75,460	-13.7	5,796	4,665	3,425	14.6
1992.....	16,491	118,230	84,269	11.7	5,917	7,426	5,293	54.5
1993.....	18,409	144,172	99,773	18.4	9,998	11,995	8,301	56.8
1994.....	18,823	142,288	96,011	-3.8	9,803	11,322	7,640	-8.0
1995.....	19,963	170,415	111,821	16.5	10,744	14,391	9,443	23.6
1996.....	22,065	251,817	160,495	43.5	12,778	24,722	15,757	66.9
1997.....	24,240	356,083	221,859	38.2	14,969	45,132	28,120	78.5
1998.....	25,690	446,084	272,168	22.7	16,070	46,147	28,156	0.1

N/A--Not applicable.

<sup>1</sup> Constant dollars were calculated using the U.S. Bureau of Labor Statistics consumer price index for urban consumers (CPI-U, 1982-84=100). See footnote 1 of this article for further details.

<sup>2</sup> For 1988-1996, capital gain distributions is the sum of the amounts reported on the Form 1040 and Schedule D. For 1997 and 1998, capital gain distributions are reported entirely on the Schedule D.

8 percentage points to 20 percent, while the highest income tax bracket for ordinary income remained at 39.6 percent.

The constant-dollar percentage changes in capital gain distributions for this same period were larger. After increasing 34.9 percent for 1989, these distributions declined 32.4 percent for 1990 and then rebounded by 14.6 percent the following year. Similar to net capital gain (less losses), 1992 and 1993 saw large increases in capital gain distributions (54.5 percent and 56.8 percent, respectively) before the decline reported for 1994. An upward trend began in 1995 that has almost tripled the amount of capital gain distributions from \$9.4 billion in 1995 to \$28.2 billion in 1998.

Figure L presents data for several income, deduction, and tax items (in constant dollars) over time. After increasing substantially between 1988 and 1989, real taxable interest declined each year between 1990 and 1994. For 1992 and 1993, these declines were substantial, 24.7 percent and 21.6 percent, respectively. The increases from 1995 to 1998 only brought the taxable interest amount to levels less than those reported for 1992, and almost 40 percent below the maximum amount reported for 1989. This change is at least partially attributable to

the general decline in interest rates over this period. Dividends decreased for 1990 and continued to decline until 1994, when they showed a slight increase. Dividends continued to increase during years 1995 through 1997, when they posted the largest constant-dollar increase of the decade, increasing 13 percent above the amount for 1996. However, for 1998, dividends decreased for the first time since 1993, by 3.7 percent

For the first time since the 1980's, constant-dollar business or profession net income (less losses) increased for 3 years in a row, with a 6.1-percent increase for 1998. Taxable Individual Retirement Arrangement distributions showed substantial increases for recent years, with the 1998 amount almost five times the level shown for 1988. Taxable Social Security benefits increased each year since 1988. The large increase for 1994 reflected the change in law requiring up to 85 percent (from a maximum of 50 percent) of Social Security benefits to be included in taxable income for some beneficiaries. Taxable pensions and annuities increased annually since 1979, with double-digit growth for 1983 through 1987. Tax Year 1998 levels were over three times the amount reported for 1979. Total rent and royalty net income (less losses) and partnership and S

# Individual Income Tax Returns, 1998

Figure L

## Selected Sources of Income, Deductions, and Tax Items, in Constant 1982-84 Dollars, Tax Years 1979-1998

[Money amounts are in millions of dollars]

Tax year	Taxable interest		Dividends		Business or profession net income (less loss)		Taxable Individual Retirement Arrangement distributions		Taxable Social Security benefits		Alternative minimum tax	
	Amount (Constant 1982-84 dollars) <sup>1</sup>	Percentage increase	Amount (Constant 1982-84 dollars) <sup>1</sup>	Percentage increase	Amount (Constant 1982-84 dollars) <sup>1</sup>	Percentage increase	Amount (Constant 1982-84 dollars) <sup>1</sup>	Percentage increase	Amount (Constant 1982-84 dollars) <sup>1</sup>	Percentage increase	Amount (Constant 1982-84 dollars) <sup>1</sup>	Percentage increase
	(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)	(10)	(11)	(12)
1988.....	158,057	N/A	65,367	N/A	106,782	N/A	9,398	N/A	12,140	N/A	869	N/A
1989.....	177,432	12.3	65,572	0.3	107,047	0.2	11,190	19.1	13,990	15.2	670	-22.9
1990.....	173,744	-2.1	61,338	-6.5	108,210	1.1	13,431	20.0	15,062	7.7	635	-5.2
1991.....	153,753	-11.5	56,743	-7.5	104,159	-3.7	15,145	12.8	15,682	4.1	891	40.3
1992.....	115,712	-24.7	55,542	-2.1	109,766	5.4	18,726	23.6	16,493	5.2	967	8.5
1993.....	90,755	-21.6	55,176	-0.7	107,754	-1.8	18,741	0.1	17,059	3.4	1,421	46.9
1994.....	85,134	-6.2	55,607	0.8	112,148	4.1	22,339	19.2	26,072	52.8	1,493	5.1
1995.....	101,562	19.3	62,068	11.6	111,118	-0.9	24,486	9.6	29,997	75.8	1,503	5.8
1996.....	105,591	4.0	66,447	7.1	112,749	1.5	29,024	18.5	33,909	13.0	1,793	19.3
1997.....	106,978	1.3	75,074	13.0	116,350	3.2	34,382	18.5	38,354	13.1	2,495	39.2
1998.....	108,807	1.7	72,288	-3.7	123,490	6.1	45,207	31.5	41,917	9.3	3,060	22.6

Tax year	Taxable pensions and annuities		Total rent and royalty net income (less loss)		Partnership and S corporation net income (less loss)		Total itemized deductions after limitation <sup>2</sup>		Charitable contributions deduction		Total earned income credit	
	Amount (Constant 1982-84 dollars) <sup>1</sup>	Percentage increase	Amount (Constant 1982-84 dollars) <sup>1</sup>	Percentage increase	Amount (Constant 1982-84 dollars) <sup>1</sup>	Percentage increase	Amount (Constant 1982-84 dollars) <sup>1</sup>	Percentage increase	Amount (Constant 1982-84 dollars) <sup>1</sup>	Percentage increase	Amount (Constant 1982-84 dollars) <sup>1</sup>	Percentage increase
	(13)	(14)	(15)	(16)	(17)	(18)	(19)	(20)	(21)	(22)	(23)	(24)
1979.....	51,441	N/A	6,668	N/A	20,222	N/A	253,676	N/A	30,593	N/A	2,826	N/A
1980.....	52,597	2.2	4,982	-25.3	12,256	-39.4	264,597	4.3	31,322	2.4	2,410	-14.7
1981.....	57,081	8.5	3,368	-32.4	-1,050	<sup>(3)</sup>	282,121	6.6	33,884	8.2	2,103	-12.7
1982.....	62,304	9.2	-2,238	<sup>(3)</sup>	-1,822	-73.5	294,825	4.5	34,686	2.4	1,840	-12.5
1983.....	70,094	12.5	-5,409	-141.7	-530	70.9	310,877	5.4	37,829	9.1	1,801	-2.1
1984.....	77,428	10.5	-9,127	-68.7	-2,183	-311.9	345,405	11.1	40,539	7.2	1,574	-12.6
1985.....	88,379	14.1	-12,048	-32.0	-2,348	-7.6	376,416	9.0	44,575	10.0	1,940	23.3
1986.....	98,263	11.2	-13,953	-15.8	-5,346	-127.7	407,900	8.4	49,102	10.2	1,831	-5.6
1987.....	109,819	11.8	-8,147	41.6	21,403	<sup>(3)</sup>	345,088	-15.4	43,683	-11.0	3,460	89.0
1988.....	117,317	6.8	-1,081	86.7	48,250	125.4	334,080	-3.2	43,068	-1.4	4,984	44.0
1989.....	118,837	1.3	-1,160	-7.3	50,881	5.5	347,563	4.0	44,725	3.8	5,319	6.7
1990.....	121,878	2.6	2,880	<sup>(3)</sup>	51,279	0.8	350,792	0.9	43,797	-2.1	5,771	8.5
1991.....	129,590	6.3	3,814	32.4	46,395	-9.5	343,382	-2.1	44,474	1.5	7,676	33.0
1992.....	132,924	2.6	6,878	80.3	62,474	34.7	343,511	<sup>(3)</sup>	45,505	2.3	8,682	13.1
1993.....	134,266	1.0	9,280	34.9	64,269	2.9	339,380	-1.2	47,304	4.0	10,752	23.8
1994.....	138,625	3.2	10,774	16.1	77,183	20.1	333,100	-1.9	47,601	0.6	14,241	32.4
1995.....	145,048	4.6	11,281	4.7	82,515	6.9	346,046	3.9	49,207	3.4	17,031	19.6
1996.....	152,190	4.9	13,107	16.2	93,550	13.4	364,908	5.5	54,914	11.6	18,372	7.9
1997.....	161,813	6.3	13,935	6.3	104,874	12.1	386,798	6.0	61,802	12.5	18,934	3.1
1998.....	171,232	5.8	13,691	-1.8	114,311	9.0	412,727	6.7	66,650	7.8	19,275	1.8

N/A--Not applicable.

<sup>1</sup> Constant dollars were calculated using the U.S. Bureau of Labor Statistics consumer price index for urban consumers (CPI-U, 1982-84=100). See footnote 1 of this article for further details.

<sup>2</sup> Itemized deductions for 1991 and later years were limited if adjusted gross income exceeded specified levels.

<sup>3</sup> Percentage not calculated.

corporation net income (less losses) both showed large increases and large decreases over time. For most of the 1980's, rent and royalty net income (less

losses) decreased annually, and for many years, the total was negative. This trend changed with TRA86 and its passive loss rules [7]. For 1991, this item

## Individual Income Tax Returns, 1998

For the first time since 1989, rent and royalty net income showed a decrease of 1.8 percent in 1998.

finally reached a level exceeding the amount reported for 1981, and continued to increase through 1997 to a level more than double the 1979 amount. For the first time since 1989, rent and royalty net income showed a decrease (1.8 percent) in 1998. Similarly, partnership and S corporation net income (less losses) was negative from 1981 through 1986. For 1987, this item reached a level higher than the amount reported for 1979. Partnership and S corporation net income (less losses) more than doubled between 1987 and 1988, and, except for a decline for 1991, steadily increased through 1998. The real Tax Year 1998 amount was more than five times the amount reported for 1979.

The inflation-adjusted amount of total itemized deductions increased from 1979 through 1986, then declined for the next 2 years because of provisions in TRA86. The amounts increased slightly for 1989 and 1990, but declined for 1991, when itemized deductions were limited for taxpayers with AGI above certain income thresholds. Total itemized deductions increased through years 1995 to 1998. During this same period, the real itemized deduction for charitable contributions increased each year until 1987, when provisions of TRA86 disallowed the limited deduction of charitable contributions for non-itemizers. Since 1987, this deduction showed only small variations until 1996 when constant-dollar charitable contributions increased 11.6-percent over the previous year, which was followed by a 12.5-percent increase for 1997, and a 7.8-percent increase for 1998. For these last 3 years, over half of this growth was due to the nearly 100-percent growth in other than cash contributions. In constant dollars, these grew from \$8.9 billion in 1996 to \$17.8 billion in 1998.

Much of the fluctuation in alternative minimum tax (AMT) liability shown for 1988 through 1998 reflects changes in law. The AMT showed high growth for 1991, coinciding with increase in the AMT rate from 21 percent to 24 percent. The double-digit growth returned for 1993 when the AMT rate increased again, from 24 percent to 26 percent, with a new rate of 28 percent applying to alternative mini-

num taxable income exceeding certain levels. In addition, the AMT exemption amounts increased for 1993, as did the corresponding levels at which the exemption amounts were phased out. The next substantial increase in AMT liability was for 1996 when, although no law changes were instituted, AMT increased 19.3 percent. In 1998 AMT increased by 22.6 percent. The size of the AMT exemptions and the AMT income level at which the rate increases from 26 percent to 28 percent have not been indexed for inflation annually, whereas the widths of regular income tax rate brackets and the sizes of personal exemptions have been inflation-adjusted. Thus, year-to-year inflation may cause more taxpayers to be affected by the AMT and increase the amount of AMT liability.

With the exception of 1985, the real value of the total earned income credit declined from 1980 through 1986. Tax Year 1987 showed the largest percentage increase in the EIC, 89.0 percent, primarily due to the increases in both the rate and the base of the credit. Since 1987, total EIC increased each year, exhibiting double-digit growth for many of these years. Beginning with Tax Year 1991, the EIC was comprised of three component credits, with the maximum amount of the credit for 1991 being more than twice the maximum for 1990. OBRA93 modified the EIC by expanding the eligibility requirements to allow taxpayers without children to qualify for the credit and eliminating the health insurance credit and extra credit components of the EIC. In addition, the income eligibility levels and the maximum amounts of the credit increased. The increase for 1998, at 1.8 percent along with the 3.1-percent increase from 1997, represent the smallest percent increases since the EIC actually declined in 1986.

### Summary

Both AGI and taxable income grew more than four times as rapidly as the annual rate of inflation (2.1 percent) for 1998. AGI increased 9.0 percent, and taxable income increased 10.3 percent. Total income tax increased less (7.8 percent). As a result, the total average tax rate actually fell 0.1 percentage point to 14.6, while the average tax rates for every individual income-size class either remained the same or fell.

The largest components of AGI, salaries and wages and net capital gain (less losses), increased 7.4 percent and 25.3 percent, respectively. A num-

## Individual Income Tax Returns, 1998

ber of other income items contributed to the substantial growth of AGI: taxable Individual Retirement Arrangement distributions increased 34.3 percent (partially due to the conversion to IRA's); partnership and S corporation net income (less losses) increased 11.3 percent; and taxable pensions and annuities increased 8.1 percent. Total tax credits increased 146.8 percent to \$30.1 billion for 1998. Much of this growth can be attributed to the introduction of the child tax credit and education credits, which totaled more than \$15.1 billion and \$3.4 billion, respectively.

### Changes in Law

The following is a summary of Federal tax law and Internal Revenue Service administrative changes that had a major bearing on the 1998 data presented in this article. In general, the definitions used in this article are the same as those in section 4 of *Statistics of Income—Individual Income Tax Returns 1997—Publication 1304*.

**Child Tax Credits**—Starting with Tax Year 1998, a new credit of \$400 was allowed for each qualifying child under the age of 17. In order to be a qualifying child, the person had to be a son, daughter, grandchild, or qualifying foster child for whom the taxpayer claims a dependency exemption. For families with no more than two children, the credit was non-refundable. For families with more than two children the credit could be refundable. For 1998, the child credit was phased out by \$50 for each \$1,000 (or fraction thereof) that AGI exceeded: \$110,000 for taxpayers filing jointly; \$55,000 for married filing separately; and \$75,000 for single filers. In addition to the child tax credit, individuals were also eligible to take the additional child tax credit. The taxpayer had to meet the general requirements and had to claim more than two children or (more than \$800 for the child tax credit). For 1998, some 754,000 tax returns were filed with additional tax credits totaling over \$509 million.

**Earned Income Credit**—Several changes were made to the earned income credit for 1998. The maximum amount of the earned income credit increased, as did the amounts of earned income and AGI an individual could have and still claim the credit. Starting in 1998, the definition of modified AGI changed. Modified AGI included tax-exempt interest plus the nontaxable part of a pension, annuity, or IRA distribution, except for any amount that is

nontaxable due to trustee-to-trustee transfer or a rollover distribution. Also, in prior years, 50 percent of business losses had to be added back to AGI to figure modified AGI. In 1998, this amount increased from 50 percent to 75 percent. Taxpayers with more than \$2,300 of investment income (up from \$2,250 for 1997) were not eligible for the earned income credit. For most people, investment income included interest (taxable and tax-exempt), dividend income, and capital gain net income. The maximum credit for taxpayers with no qualifying children increased 2.7 percent for 1998, from \$332 to \$341. For these taxpayers, earned income and modified AGI had to be less than \$10,030 (up from \$9,770 for 1997). For taxpayers with one qualifying child, the maximum credit for 1998 increased 2.8 percent, from \$2,210 to \$2,271. For taxpayers with two or more qualifying children, the maximum credit increased \$100 to \$3,756 for 1998. To be eligible for the credit, a taxpayer's earned income and modified AGI had to be less than \$26,473 for one qualifying child (up from \$25,760 for 1997), or less than \$30,095 for two or more qualifying children (up from \$29,290 for 1997).

**Education Credits**—Beginning in 1998, the Hope Scholarship Credit and the Lifetime Learning Credit for post-secondary educational expenses were available. Based on eligibility, a taxpayer could claim only one of the credits with respect to a certain student for a certain year. If the student made a tax-free withdrawal from an educational IRA, neither credit could be claimed. The credits would be phased out for AGI above \$40,000 (\$80,000 for married filing jointly) and terminated for AGI over \$50,000 (\$100,000 for married filing jointly).

The Hope Scholarship Credit allowed a maximum credit per student of 100 percent of the first \$1,000 of qualified tuition and related expenses and a 50 percent credit for the next \$1,000 of eligible expenses for enrollment in undergraduate programs. Also, the credit only applied for the first 2 years of post-secondary education. A total of 2.6 million taxpayers reported the Hope Scholarship Credit for 1998.

Unlike the Hope Scholarship Credit, the Lifetime Learning Credit could be used for Qualified tuition and expenses for undergraduate, graduate, and professional degree courses. The credit could be used for an unlimited number of years, as long as the taxpayer or dependents were enrolled in post-second-

## Individual Income Tax Returns, 1998

ary education. This credit applied to expenses paid after June 30, 1998, and a maximum Lifetime Learning Credit of \$1,000 could be claimed per tax return. There were 2.3 million taxpayers who reported Lifetime Learning Credit for 1998. Approximately 77-percent of the total of \$3.4 billion in education credits was for the Hope Scholarship Credit and the rest for Lifetime Learning Credit.

*Education IRA*—Beginning in 1998, taxpayers could have made nondeductible contributions up to \$500 annually to an educational IRA for a child under age 18. The earnings and withdrawals were tax-free to the extent that withdrawals did not exceed the beneficiary's qualified higher education expenses for the year. The educational IRA contribution was phased out for modified AGI between \$95,000 and \$110,000 (between \$150,000 and \$160,000 for married taxpayers filing jointly)

*Exemption Amount*—Indexing for inflation allowed most taxpayers to claim a \$2,700 deduction for each exemption to which he or she was entitled for 1998, a \$50 increase over the amount allowed for 1997. The AGI threshold for the reduction of exemption amounts was also indexed for inflation, from \$121,200 to \$124,500 for single filers; \$181,800 to \$186,800 for married persons filing jointly and surviving spouses; \$151,500 to \$155,650 for heads of household; and \$90,900 to \$93,400 for married persons filing separately.

*IRA Deduction Restored for Certain Taxpayers Covered by Retirement Plans*—Beginning in 1998, the phaseout ranges for deductible IRA's were increased. For a taxpayer to have been eligible to take the IRA deduction, he or she must have had taxable compensation and his or her modified AGI had to have met certain criteria. If the taxpayer was single, head of household, or married filing separately and lived apart from his or her spouses for all of 1998, his or her modified AGI had to be less than \$40,000. If the taxpayer was married filing jointly or a qualified widow(er), his or her modified AGI had to be less than \$60,000. In addition, an individual who was not an active participant, but was married to someone who was, could make a fully deductible IRA contribution, as long as their combined AGI was not more than \$150,000. The maximum deductible amount for Tax Year 1998 was \$2,000 per taxpayer.

*Itemized Deductions*—If a taxpayer's AGI was greater than \$124,500 (\$62,250 if married filing sepa-

rately), some types of his or her itemized deductions were limited; this threshold increased from \$121,200 (\$60,600) for 1997 as a result of indexing for inflation. 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: (1) 80 percent of the "non-limited" deductions or (2) 3 percent of AGI in excess of the limitation threshold.

*Personal Tax Credits*—Beginning in 1998, personal tax credits were no longer limited by alternative minimum tax computations. The personal tax credits include: credit for child and dependent care expenses, credit for the elderly or the disabled, child tax credit, education credits, adoption credit, and mortgage interest credit.

*Roth IRA*—Beginning in 1998, taxpayers were able to create Roth IRA's. Unlike traditional IRA's, contributions to a Roth IRA were not deductible. However, qualified distributions from the earnings of a Roth IRA were tax-exempt. The contribution limit for Roth IRA's was the lesser of \$2,000 or the individual's taxable compensation unless the taxpayer contributed to both Roth IRA's and traditional IRA's. In this case, the contribution limit for Roth IRA's was reduced by all contributions (other than employer contributions) to traditional IRA's for the taxable year. The eligibility for Roth IRA's was phased out for joint filers with modified AGI between \$150,000 and \$160,000, married taxpayers filing separately and living with their spouses with modified AGI between \$0 and \$10,000, and all other filers (single, head of household, and married filing separately and not living with their spouses at any time during the year) with modified AGI between \$95,000 and \$110,000. Contributions to Roth IRA's could be made after the taxpayer reached the age of 70 ½. Also, the minimum distribution rules did not apply to living taxpayers as they did for traditional IRA's.

Some taxpayers were also eligible to make taxable rollovers of traditional IRA's to Roth IRA's without paying the 10-percent tax on early withdrawals. Taxpayers had to have a modified AGI of \$100,000 or less to be able to roll over a traditional IRA to a Roth IRA. When taxpayers converted an amount from the traditional IRA to a Roth IRA, they were required to include in gross income the amount

## Individual Income Tax Returns, 1998

that they would have reported in income if they had made a withdrawal from this IRA. The taxpayer did not include in gross income any part of the conversion that was a nondeductible contribution in a traditional IRA. Taxpayers then generally had the option of including this taxable amount from the conversion in income either for the current year or including it in equal parts over the next 4 years. Married taxpayers filing separately could not take advantage of this rollover provision. For 1998, taxpayers filing a total of 1.4 million returns converted \$39.3 billion from traditional to Roth IRA's, resulting in \$9.4 billion in taxable income.

*Sale of a Home*—Taxpayers who sold their primary residences after May 6, 1997, were generally able to exclude from income up to \$250,000 (\$500,000 for married couples filing a joint tax return) of the gain on the sale of their homes.

*Self-Employed Health Insurance Deduction*—Included in the Health Insurance and Portability and Accountability Act of 1996 was a provision to increase the maximum percentage of self-employed health insurance premiums that a taxpayer could deduct as an adjustment, from 40 percent in 1997 to 45 percent for 1998.

*Self-Employment Tax*—The ceiling on taxable “self-employment income” was increased for 1998 due to indexing. The maximum amount of net earnings applied to the Social Security portion of self-employment tax increased to \$68,400 from \$65,400 for 1997.

*Standard Deduction*—The basic standard deduction and additional standard deduction for age or blindness increased for 1998 as a result of inflation indexing. For single filers, the basic standard deduction rose from \$4,150 to \$4,250; for married persons filing jointly or surviving spouses, from \$6,900 to \$7,100; for married persons filing separately, from \$3,450 to \$3,550; and for heads of household, from \$6,050 to \$6,250. The basic standard deduction claimed by filers who were dependents of other taxpayers increased to a minimum of \$700 (up from \$650 for 1997). New for 1998, the amount of the standard deduction for a dependent could be greater than \$700 and equal to the dependent's earned income plus \$250 (but not more than the regular standard deduction amount). The additional standard deduction for people age 65 or older or blind rose to \$1,050 for single filers and heads of households, and

\$850 for married persons filing jointly, surviving spouses, and married persons filing separately.

*Student Loan Interest Deduction*—Beginning in 1998, a deduction allowed eligible taxpayers to deduct up to \$1,000 for interest paid on qualified higher educational loans. These loans must have gone towards qualified expenses of either the taxpayer, taxpayer's spouse, or any dependent of the taxpayer at the time the debt was incurred. The phase out for a taxpayer claiming the educational interest deduction began with a modified AGI of \$40,000 to \$50,000 (\$60,000 to \$75,000, joint returns) These income ranges will be indexed for inflation in 2003.

*Tax Brackets*—To counterbalance the effects of inflation, the boundaries for the tax brackets were widened. The 15-percent bracket applied to taxable income equal to or below \$25,350 (\$24,650 for 1997) for single filers; \$42,350 (\$41,200 for 1997) for joint filers or surviving spouses; \$21,175 (\$20,600 for 1997) for married persons filing separately; and \$33,950 (\$33,050 for 1997) 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 \$61,400 (\$59,750 for 1997) for single filers; \$102,300 (\$99,600 for 1997) for joint filers or surviving spouses; \$51,150 (\$49,800 for 1997) for married persons filing separately; and \$87,700 (\$85,350 for 1997) for heads of household. The 31-percent tax bracket applied to taxable income in excess of the 28-percent bracket ceiling and equal to or below \$128,100 (\$124,650 for 1997) for single filers; \$155,950 (\$151,750 for 1997) for joint filers or surviving spouses; \$77,975 (\$75,875 for 1997) for married persons filing separately; and \$142,000 (\$138,200 for 1997) for heads of households. The 36-percent tax bracket applied to taxable income in excess of the 31-percent bracket ceiling and equal to or below \$278,450 (\$271,050 for 1997) for single filers, joint filers or surviving spouses, and heads of households and \$139,225 (\$135,525 for 1997) for married persons filing separately. The 39.6-percent tax rate applied to taxable income in excess of the upper boundary for the 36-percent tax bracket.

### Data Sources and Limitations

These statistics are based on a sample of individual income tax returns (Forms 1040, 1040A, 1040EZ, and 1040PC, including electronically-filed returns) filed during Calendar Year 1998. Returns in the sample

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were stratified based on: (1) the larger of positive income or negative income; (2) the size of business and farm receipts; (3) the presence or absence of specific forms or schedules; and (4) the usefulness of returns for tax policy modeling purposes [8]. Returns were then selected at rates ranging from 0.05 percent to 100 percent. The 1998 data are based on a sample of 164,340 returns and an estimated final population of 125,037,636 returns. The corresponding sample and population for the 1997 data were 124,768 and 122,421,991 returns, respectively.

Since the data presented here are estimates based on a sample of returns filed, they are subject to sampling error. To properly use the statistical data provided, the magnitude of the potential sampling error must be known; coefficients of variation (CV's) are used to measure that magnitude. Figure M shows estimated CV's for the numbers of returns and money amounts for selected income items. 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 M

### Coefficients of Variation for Selected Items, Tax Year 1998

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

Item	Number of returns	Coefficient of variation	Amount	Coefficient of variation
	(1)	(2)	(3)	(4)
Adjusted gross income (less deficit).....	124,770,662	0.02	5,415,972,847	0.12
Salaries and wages.....	106,535,263	0.13	3,897,762,259	0.22
Business or profession:				
Net income.....	13,083,038	0.49	226,144,788	1.02
Net loss.....	4,021,748	1.51	23,744,673	2.09
Net capital gain (less loss):				
Net gain.....	20,956,812	0.66	455,223,326	0.49
Net loss.....	4,733,585	1.57	9,139,487	1.71
Taxable Individual Retirement Arrangement distributions.....	7,774,091	1.28	74,094,367	2.10
Taxable pensions and annuities.....	20,473,407	0.74	280,650,198	1.10
Partnership and S corporation:				
Net income.....	4,031,806	1.41	24,836,136	0.88
Net loss.....	2,152,379	2.18	53,481,544	1.58
Estate and trust:				
Net income.....	484,763	4.41	10,495,320	3.75
Net loss.....	45,412	11.50	1,031,212	5.21
Unemployment compensation.....	7,082,562	1.51	16,814,669	2.08
Taxable Social Security benefits.....	8,941,171	1.11	68,702,700	1.35
Other income:				
Net income.....	4,851,839	1.62	26,141,160	2.53
Net loss.....	236,383	6.32	4,587,120	5.95
Payments to an Individual Retirement Arrangement.....	3,868,017	1.84	8,188,452	1.94
Moving expenses adjustment.....	809,246	4.41	1,684,183	6.56
Self-employment tax deduction.....	13,756,483	0.57	15,960,341	0.97
Self-employed health insurance deduction.....	3,380,867	1.50	4,693,286	1.71
Total statutory adjustments.....	21,998,366	0.60	51,530,709	1.07
Total standard deduction.....	96,658,097	0.19	459,457,374	0.25
Interest paid deduction.....	32,023,604	0.50	271,624,314	0.55
Taxes paid deduction.....	37,576,356	0.43	241,782,812	0.38
Charitable contributions deduction.....	33,835,992	0.47	109,240,078	0.72
Total itemized deductions after limitation.....	38,186,186	0.42	676,460,336	0.41
Taxable income.....	100,801,271	0.17	3,780,838,200	0.15
Total earned income credit.....	19,704,707	0.75	31,591,789,103	0.97
Foreign tax credit.....	2,995,294	1.09	4,677,022	3.08
Total tax credits.....	34,271,812	0.58	30,055,933	0.83
Total income tax.....	93,047,898	0.18	788,541,979	0.18



## Individual Income Tax Returns, 1998

### Notes and References

- [1] U.S. Department of Labor, Bureau of Labor Statistics, *Monthly Labor Review*. The Consumer Price Index (CPI-U) for each year represents an annual average of monthly indices. CPI-U approximates the prices of goods and services purchased by typical urban consumers (1982-84=100):

<u>Year</u>	<u>CPI-U</u>	<u>Year</u>	<u>CPI-U</u>
1998	163.9	1988	118.3
1997	160.5	1987	113.6
1996	156.9	1986	109.6
1995	152.4	1985	107.6
1994	148.2	1984	103.9
1993	144.5	1983	99.6
1992	140.3	1982	96.5
1991	136.2	1981	90.9
1990	130.7	1980	82.4
1989	124.0	1979	72.6

- [2] U.S. Department of Labor, Bureau of Labor Statistics, *Household Data-Annual Averages*. The unemployment rate is calculated as the percent of the labor force that is unemployed. For 1998, the rate of 4.5 percent was a decline from the 1997 rate of 4.9 percent.
- [3] For purposes of this article, total negative 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 net loss for an income category was reported by the taxpayer. The Form 1040 income tax return entry for Schedule E, *Supplemental Income and Loss (From rental real estate, royalties, partnerships, S corporations, estates, trusts, REMIC's, etc.)*, was separated into the following components: rent and royalty net loss, partnership and S corporation net loss, and estate and trust net loss. When any of these components was negative on a return, the corresponding loss (rather than the netted total amount from Schedule E) was included in the statistics for total net loss. For example, if a return showed estate and trust net income of \$20,000 and rent and royalty net loss of \$12,000, total net loss would include the \$12,000 of rent and royalty net

loss, rather than the \$8,000 netted total of both sources of supplemental income.

- [4] Net operating loss is a carryover of the loss from a business when AGI for a prior year was less than zero. The loss could be applied to the AGI for the current year and carried forward for up to 15 years. Net operating loss is included in other income on individual tax returns but edited separately for Statistics of Income purposes.
- [5] The remaining 0.8 percent of the returns did not claim either a standard deduction or itemized deductions because no AGI was reported.
- [6] Average AGI is defined as the amount of AGI divided by the number of returns filed. Average taxable income is defined as the amount of taxable income divided by the number of returns with taxable income. Average total income tax is defined as the amount of total income tax divided by the number of taxable returns. Taxable returns are defined as returns with "total income tax" (the sum of income tax after credits, the alternative minimum tax, and tax on Form 4970, *Tax on Accumulation Distribution of Trusts*) present. Tax on Form 4970 (not in the statistical tables) was \$14.5 million for 1998. This tax, previously part of income tax after credits, was included in "other taxes" for 1998.
- [7] Losses generated by any "flow-through" business activity (i.e., such as partnerships or S corporations for which profits and certain other amounts are passed through to the owners for taxation) in which the taxpayer did not "materially participate" (i.e., was not involved regularly and substantially in the operations of the activity) are categorized as passive activity losses. TRA86 gradually eliminated the use of passive losses as offsets to nonpassive income, such as salaries and wages. TRA86 provided for a 5-year phase-in (ending in 1991) of the limitations on passive losses for investments made prior to 1987; since Tax Year 1991, the restrictions applied to all passive losses. However, exceptions up to \$25,000 were made for certain real estate losses. Under prior law, passive losses were fully deductible.

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[8] Returns in the sample were stratified based on the presence or absence of one or more of the following forms or schedules: Form 2555, *Foreign Earned Income*; Form 1116, *Foreign*

*Tax Credit (Individual, Fiduciary, or Non-resident Alien Individual)*; Schedule C, *Profit or Loss from Business (Sole Proprietorship)*; and Schedule F, *Profit or Loss From Farming*.

SOURCE: IRS, Statistics of Income Bulletin, Fall 2000, Publication 1136 (Rev. 11-2000)

# Individual Income Tax Returns, 1998

**Table 1.--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		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>124,770,662</b>	<b>5,415,972,847</b>	<b>106,535,263</b>	<b>3,879,762,259</b>	<b>67,231,792</b>	<b>178,333,632</b>	<b>4,778,374</b>	<b>50,223,365</b>
No adjusted gross income.....	994,831	-53,238,323	323,545	7,455,428	574,521	3,646,534	39,174	505,630
\$1 under \$5,000.....	13,218,015	34,994,426	10,551,865	30,332,473	3,999,912	2,013,116	95,520	253,288
\$5,000 under \$10,000.....	13,071,278	98,072,759	10,560,346	73,930,553	4,036,703	4,579,918	123,869	371,182
\$10,000 under \$15,000.....	12,901,534	161,358,792	10,406,806	120,911,098	4,473,501	7,902,638	160,267	688,010
\$15,000 under \$20,000.....	11,724,272	204,713,423	9,714,194	158,414,435	4,540,153	8,715,843	183,540	900,830
\$20,000 under \$25,000.....	10,100,265	226,614,494	8,662,968	179,975,424	4,537,907	7,586,845	159,168	544,222
\$25,000 under \$30,000.....	8,192,495	224,639,428	7,249,848	184,519,271	3,940,097	6,849,328	145,351	417,278
\$30,000 under \$40,000.....	13,135,034	456,216,075	11,672,076	372,620,677	7,507,523	12,527,889	341,064	1,894,174
\$40,000 under \$50,000.....	9,973,659	447,072,777	9,071,515	368,944,001	6,801,033	10,632,639	329,720	1,938,833
\$50,000 under \$75,000.....	15,886,502	969,792,123	14,388,746	781,073,967	12,535,519	24,295,403	860,959	4,643,220
\$75,000 under \$100,000.....	7,221,303	618,463,031	6,575,765	487,596,539	6,372,456	15,608,939	600,737	4,447,615
\$100,000 under \$200,000.....	6,266,258	822,620,525	5,590,692	588,874,213	5,879,883	24,484,673	967,985	8,874,507
\$200,000 under \$500,000.....	1,606,186	463,589,644	1,367,491	266,736,719	1,560,393	16,020,109	517,716	9,239,647
\$500,000 under \$1,000,000.....	307,020	207,594,481	255,074	99,360,701	301,817	8,772,752	147,563	4,718,021
\$1,000,000 or more.....	172,004	533,469,193	144,334	159,016,757	170,376	24,697,007	105,740	10,786,907
<b>Taxable returns.....</b>	<b>93,047,898</b>	<b>5,160,224,359</b>	<b>80,234,331</b>	<b>3,624,306,373</b>	<b>58,427,604</b>	<b>166,135,207</b>	<b>4,543,620</b>	<b>48,066,506</b>
<b>Nontaxable returns.....</b>	<b>31,722,764</b>	<b>255,748,487</b>	<b>26,300,932</b>	<b>255,455,886</b>	<b>8,804,188</b>	<b>12,198,424</b>	<b>234,754</b>	<b>2,156,859</b>

Size of adjusted gross income	Dividends		State income tax refunds		Alimony received		Business or profession	
	Number of returns	Amount	Number of returns	Amount	Number of returns	Amount	Net income	
							Number of returns	Amount
	(9)	(10)	(11)	(12)	(13)	(14)	(15)	(16)
<b>All returns.....</b>	<b>30,423,274</b>	<b>118,479,991</b>	<b>19,544,265</b>	<b>14,707,844</b>	<b>437,410</b>	<b>5,118,123</b>	<b>13,083,038</b>	<b>226,144,788</b>
No adjusted gross income.....	305,432	1,152,813	64,587	128,209	1,644	14,537	123,591	1,839,963
\$1 under \$5,000.....	1,978,871	1,038,244	85,874	36,419	6,625	29,954	910,374	2,497,189
\$5,000 under \$10,000.....	1,406,719	1,808,483	122,947	53,270	27,673	121,819	1,478,964	8,883,769
\$10,000 under \$15,000.....	1,549,920	2,460,016	290,265	114,175	43,936	267,801	1,150,319	9,421,882
\$15,000 under \$20,000.....	1,581,051	2,992,921	430,748	150,371	63,066	435,620	937,281	9,148,004
\$20,000 under \$25,000.....	1,477,299	2,550,937	663,832	235,583	48,802	418,476	869,459	9,624,616
\$25,000 under \$30,000.....	1,366,438	2,511,759	794,103	318,700	41,195	257,294	785,533	8,607,867
\$30,000 under \$40,000.....	2,687,170	5,430,896	2,082,584	846,078	63,986	769,550	1,297,875	15,702,127
\$40,000 under \$50,000.....	2,698,886	5,573,585	2,441,690	1,127,199	41,579	476,259	1,173,946	14,549,121
\$50,000 under \$75,000.....	5,750,700	13,524,343	5,711,476	2,949,755	60,106	1,245,402	1,894,757	30,853,449
\$75,000 under \$100,000.....	3,601,660	10,719,242	3,148,842	2,007,532	18,986	331,950	947,682	22,328,785
\$100,000 under \$200,000.....	4,232,806	21,486,488	2,766,133	2,585,505	16,840	467,049	1,069,276	44,741,979
\$200,000 under \$500,000.....	1,341,198	17,010,455	708,261	1,568,536	2,293	191,080	355,702	31,751,936
\$500,000 under \$1,000,000.....	281,510	8,484,857	142,623	725,593	372	38,729	58,136	8,385,459
\$1,000,000 or more.....	163,613	21,734,952	90,299	1,860,919	308	52,603	30,143	7,808,643
<b>Taxable returns.....</b>	<b>27,697,305</b>	<b>113,809,550</b>	<b>18,553,937</b>	<b>14,083,582</b>	<b>351,197</b>	<b>4,645,626</b>	<b>9,165,386</b>	<b>196,200,160</b>
<b>Nontaxable returns.....</b>	<b>2,725,969</b>	<b>4,670,442</b>	<b>990,328</b>	<b>624,262</b>	<b>86,213</b>	<b>472,497</b>	<b>3,917,652</b>	<b>29,944,629</b>

Footnotes at end of table.

# Individual Income Tax Returns, 1998

**Table 1.--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--continued		Sales of capital assets reported on Form 1040, Schedule D					
	Net loss		Taxable net gain		Taxable net loss		Short-term capital gain	
	Number of returns	Amount	Number of returns	Amount	Number of returns	Amount	Number of returns	Amount
	(17)	(18)	(19)	(20)	(21)	(22)	(23)	(24)
<b>All returns.....</b>	<b>4,021,748</b>	<b>23,744,673</b>	<b>20,956,812</b>	<b>455,223,326</b>	<b>4,733,585</b>	<b>95,497,990</b>	<b>4,923,370</b>	<b>33,363,855</b>
No adjusted gross income.....	297,733	5,139,367	148,951	5,464,204	236,604	12,118,826	49,317	618,490
\$1 under \$5,000.....	131,087	704,344	1,541,210	1,833,322	195,335	2,445,976	238,775	225,291
\$5,000 under \$10,000.....	199,953	908,771	932,944	2,204,553	227,010	2,655,745	179,253	230,214
\$10,000 under \$15,000.....	204,731	1,070,601	987,577	2,758,445	234,593	3,007,173	183,908	252,025
\$15,000 under \$20,000.....	222,757	1,000,680	1,009,377	2,979,895	236,790	3,011,423	181,752	310,130
\$20,000 under \$25,000.....	230,476	932,864	986,215	3,377,274	228,494	3,503,887	181,008	400,492
\$25,000 under \$30,000.....	250,005	1,133,209	864,808	2,849,779	214,845	2,913,648	160,616	300,620
\$30,000 under \$40,000.....	453,796	1,741,373	1,845,208	7,255,427	372,576	4,722,498	378,071	723,740
\$40,000 under \$50,000.....	410,779	1,516,029	1,713,791	7,628,195	418,044	4,607,365	358,003	875,898
\$50,000 under \$75,000.....	789,178	3,371,746	3,907,657	22,643,820	771,215	13,891,096	865,019	2,475,239
\$75,000 under \$100,000.....	406,005	1,733,075	2,484,366	21,108,209	578,548	9,040,699	680,112	2,417,756
\$100,000 under \$200,000.....	306,469	1,988,367	3,136,745	51,199,523	669,297	13,154,784	952,828	5,225,747
\$200,000 under \$500,000.....	90,450	1,098,740	1,030,400	59,223,099	272,740	10,889,629	366,550	5,513,927
\$500,000 under \$1,000,000.....	16,589	405,758	228,429	42,036,145	51,818	4,168,893	91,131	3,185,915
\$1,000,000 or more.....	11,740	999,748	139,134	222,661,433	25,676	5,366,349	57,027	10,608,372
<b>Taxable returns.....</b>	<b>3,184,559</b>	<b>15,777,615</b>	<b>19,312,541</b>	<b>446,809,362</b>	<b>3,951,782</b>	<b>72,886,556</b>	<b>4,554,793</b>	<b>32,130,560</b>
<b>Nontaxable returns.....</b>	<b>837,189</b>	<b>7,967,058</b>	<b>1,644,271</b>	<b>8,413,963</b>	<b>781,803</b>	<b>22,611,434</b>	<b>368,578</b>	<b>1,233,296</b>

Size of adjusted gross income	Sales of capital assets reported on Form 1040, Schedule D--continued							
	Short-term capital loss		Short-term loss carryover		Net short term gain less loss from sales of capital assets		Short-term gain or loss from other forms (Forms 2119, 6252, etc.)	
	Number of returns	Amount	Number of returns	Amount	Number of returns	Amount	Number of returns	Amount
	(25)	(26)	(27)	(28)	(29)	(30)	(31)	(32)
<b>All returns.....</b>	<b>4,252,898</b>	<b>63,091,748</b>	<b>768,293</b>	<b>25,422,551</b>	<b>8,154,546</b>	<b>-7,650,429</b>	<b>240,331</b>	<b>1,028,496</b>
No adjusted gross income.....	136,072	5,441,739	58,918	3,400,285	138,708	-1,237,177	8,587	-18,135
\$1 under \$5,000.....	139,448	891,481	25,375	533,325	344,675	-132,084	2,221	2,754
\$5,000 under \$10,000.....	149,216	1,116,112	31,924	728,439	284,867	-160,137	11,061	-4,470
\$10,000 under \$15,000.....	126,049	1,220,418	32,218	678,867	263,822	-223,168	9,737	3,606
\$15,000 under \$20,000.....	160,856	1,373,264	28,826	655,064	296,340	-391,582	9,954	-858
\$20,000 under \$25,000.....	148,115	1,320,980	34,177	774,453	282,986	-165,043	9,995	2,839
\$25,000 under \$30,000.....	152,917	881,812	30,470	573,254	280,997	-122,130	3,127	-9,102
\$30,000 under \$40,000.....	283,838	1,966,258	49,701	1,037,333	569,860	-217,193	23,557	4,234
\$40,000 under \$50,000.....	319,474	2,116,339	47,937	1,058,209	607,140	-186,492	16,114	1,117
\$50,000 under \$75,000.....	691,334	6,271,868	122,324	2,980,935	1,392,719	-920,737	37,393	32,467
\$75,000 under \$100,000.....	586,969	4,883,230	65,545	2,317,871	1,160,296	-229,214	19,481	70,098
\$100,000 under \$200,000.....	766,314	8,417,673	133,916	3,801,345	1,546,971	411,210	36,393	148,034
\$200,000 under \$500,000.....	405,112	9,153,303	75,627	3,417,173	687,693	-654,018	28,404	192,076
\$500,000 under \$1,000,000.....	110,945	4,927,452	19,274	1,349,619	179,532	-640,298	10,056	159,041
\$1,000,000 or more.....	76,241	13,109,818	12,061	2,116,382	117,939	-2,782,368	14,250	444,794
<b>Taxable returns.....</b>	<b>3,813,032</b>	<b>53,002,389</b>	<b>621,149</b>	<b>19,567,248</b>	<b>7,486,664</b>	<b>-4,918,248</b>	<b>214,019</b>	<b>1,073,956</b>
<b>Nontaxable returns.....</b>	<b>439,866</b>	<b>10,089,369</b>	<b>147,144</b>	<b>5,855,303</b>	<b>667,882</b>	<b>-2,732,182</b>	<b>26,312</b>	<b>-45,459</b>

Footnotes at end of table.

# Individual Income Tax Returns, 1998

**Table 1.--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 reported on Form 1040, Schedule D--continued							
	Net short-term partnership/S corporation gain or loss		Long-term capital gain		Long-term capital loss		Long-term loss carryover	
	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>869,804</b>	<b>2,283,474</b>	<b>20,241,077</b>	<b>449,427,758</b>	<b>3,343,556</b>	<b>59,974,530</b>	<b>1,633,943</b>	<b>48,343,222</b>
No adjusted gross income.....	13,121	-168,393	168,369	6,076,241	167,593	7,907,614	90,537	7,112,304
\$1 under \$5,000.....	17,183	-3,537	1,480,586	1,779,965	143,361	1,726,428	62,013	1,384,083
\$5,000 under \$10,000.....	16,533	7,146	894,842	2,139,975	173,866	1,705,266	70,842	1,468,173
\$10,000 under \$15,000.....	24,129	-69,964	958,683	2,764,199	181,660	2,044,535	82,597	1,614,856
\$15,000 under \$20,000.....	26,827	-15,629	991,904	2,919,413	159,299	1,887,807	83,082	1,630,046
\$20,000 under \$25,000.....	20,227	16,169	960,560	3,241,266	164,719	2,447,392	92,258	1,999,095
\$25,000 under \$30,000.....	14,849	122,648	817,737	2,737,449	146,617	2,220,122	83,970	1,693,226
\$30,000 under \$40,000.....	65,971	7,772	1,763,375	6,929,723	274,096	3,154,276	110,202	2,413,058
\$40,000 under \$50,000.....	41,756	3,143	1,644,578	7,139,197	285,371	2,877,925	123,478	2,327,671
\$50,000 under \$75,000.....	109,638	72,576	3,730,512	21,766,417	529,204	9,217,064	259,943	6,526,017
\$75,000 under \$100,000.....	103,258	11,513	2,385,750	20,123,874	408,428	5,590,890	182,220	4,340,457
\$100,000 under \$200,000.....	182,478	34,925	3,036,439	49,159,782	463,706	7,923,117	247,393	6,591,784
\$200,000 under \$500,000.....	131,491	232,446	1,030,863	58,046,262	193,154	6,073,416	106,919	4,812,696
\$500,000 under \$1,000,000.....	50,086	86,421	233,929	41,882,829	35,255	2,274,040	23,790	1,802,377
\$1,000,000 or more.....	52,258	1,946,238	142,948	222,721,169	17,230	2,924,640	14,699	2,627,381
<b>Taxable returns.....</b>	<b>817,238</b>	<b>2,507,335</b>	<b>18,630,378</b>	<b>439,853,889</b>	<b>2,768,742</b>	<b>45,059,253</b>	<b>1,351,416</b>	<b>35,451,817</b>
<b>Nontaxable returns.....</b>	<b>52,566</b>	<b>-223,860</b>	<b>1,610,699</b>	<b>9,573,869</b>	<b>574,815</b>	<b>14,915,277</b>	<b>282,528</b>	<b>12,891,405</b>

Size of adjusted gross income	Sales of capital assets reported on Form 1040, Schedule D--continued						Sales of property other than capital assets	
	Long-term gain or loss from other forms (Forms 2119, 6252, etc.)		Net short-term partnership/S corporation gain or loss		Schedule D capital gain distributions		Net gain	
	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>2,825,221</b>	<b>104,466,274</b>	<b>1,795,415</b>	<b>82,582,225</b>	<b>16,069,856</b>	<b>46,147,492</b>	<b>829,082</b>	<b>6,208,339</b>
No adjusted gross income.....	70,821	2,781,068	31,542	1,247,799	137,477	316,452	38,080	483,327
\$1 under \$5,000.....	51,005	146,948	36,813	40,154	1,311,625	1,207,622	20,219	70,384
\$5,000 under \$10,000.....	76,670	314,188	43,989	49,843	723,907	1,061,837	33,891	99,274
\$10,000 under \$15,000.....	114,544	480,582	53,815	134,907	717,877	1,092,681	39,147	135,094
\$15,000 under \$20,000.....	124,816	574,930	50,249	89,159	733,169	1,230,926	46,381	132,022
\$20,000 under \$25,000.....	120,117	767,272	49,442	60,681	722,497	1,122,793	40,706	115,429
\$25,000 under \$30,000.....	115,507	614,902	44,258	178,313	657,415	1,251,491	42,834	153,757
\$30,000 under \$40,000.....	254,204	1,546,849	124,284	275,662	1,330,217	2,344,795	78,162	255,673
\$40,000 under \$50,000.....	213,172	1,790,564	87,959	203,407	1,327,213	2,333,125	68,311	295,032
\$50,000 under \$75,000.....	457,212	4,884,648	266,689	919,919	2,909,355	6,544,557	127,853	776,971
\$75,000 under \$100,000.....	311,880	4,536,974	233,774	1,381,245	1,925,071	5,680,235	74,474	340,660
\$100,000 under \$200,000.....	505,762	11,897,649	366,492	3,784,039	2,469,836	10,761,117	116,090	1,092,163
\$200,000 under \$500,000.....	268,254	15,716,698	246,314	7,252,698	820,512	6,005,782	63,755	750,759
\$500,000 under \$1,000,000.....	78,756	11,238,375	85,493	5,947,757	179,740	2,338,172	21,345	436,092
\$1,000,000 or more.....	62,499	47,174,629	74,300	61,016,647	103,943	2,855,909	17,832	1,071,703
<b>Taxable returns.....</b>	<b>2,525,706</b>	<b>100,886,484</b>	<b>1,671,030</b>	<b>81,219,187</b>	<b>14,848,128</b>	<b>44,414,442</b>	<b>684,665</b>	<b>5,439,581</b>
<b>Nontaxable returns.....</b>	<b>299,516</b>	<b>3,579,791</b>	<b>124,385</b>	<b>1,363,037</b>	<b>1,221,728</b>	<b>1,733,050</b>	<b>144,417</b>	<b>768,758</b>

Footnotes at end of table.

# Individual Income Tax Returns, 1998

**Table 1.--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 property other than capital assets--continued		Total taxable		Pensions and annuities			
	Net loss		IRA distributions		Total		Taxable	
	Number of returns	Amount	Number of returns	Amount	Number of returns	Amount	Number of returns	Amount
	(49)	(50)	(51)	(52)	(53)	(54)	(55)	(56)
<b>All returns.....</b>	<b>890,855</b>	<b>7,784,037</b>	<b>7,774,091</b>	<b>74,094,367</b>	<b>22,211,348</b>	<b>441,521,385</b>	<b>20,473,407</b>	<b>280,650,198</b>
No adjusted gross income.....	72,462	2,614,498	39,137	640,284	129,699	1,935,426	112,487	875,036
\$1 under \$5,000.....	16,668	88,582	111,503	178,974	489,023	2,219,905	437,165	995,718
\$5,000 under \$10,000.....	27,132	176,012	357,293	1,227,650	1,454,709	9,538,947	1,403,268	7,085,568
\$10,000 under \$15,000.....	31,702	150,167	592,275	2,424,587	2,159,418	18,523,394	2,115,899	15,348,079
\$15,000 under \$20,000.....	41,011	211,567	616,380	2,450,683	2,131,885	24,263,618	2,072,133	19,661,545
\$20,000 under \$25,000.....	37,613	86,324	627,850	3,209,772	1,842,815	23,510,019	1,775,608	19,980,237
\$25,000 under \$30,000.....	32,573	97,574	497,806	2,764,571	1,400,996	20,548,331	1,344,503	15,849,083
\$30,000 under \$40,000.....	54,405	370,096	872,870	5,623,713	2,572,730	41,893,316	2,404,393	30,258,924
\$40,000 under \$50,000.....	68,176	262,724	818,876	5,477,625	2,067,715	37,589,411	1,904,241	26,764,110
\$50,000 under \$75,000.....	126,091	524,935	1,547,258	13,740,773	3,824,169	86,878,063	3,418,062	57,247,000
\$75,000 under \$100,000.....	86,000	243,273	893,554	10,392,102	1,882,616	53,991,146	1,623,017	33,893,789
\$100,000 under \$200,000.....	147,545	969,878	610,144	15,411,271	1,728,624	78,280,782	1,442,220	37,103,391
\$200,000 under \$500,000.....	96,143	710,435	152,830	7,457,669	410,613	28,400,797	329,820	11,706,404
\$500,000 under \$1,000,000.....	28,979	395,738	24,446	1,914,534	74,704	7,183,035	58,244	2,083,855
\$1,000,000 or more.....	24,354	882,236	11,864	1,180,160	41,630	6,765,195	32,348	1,797,461
<b>Taxable returns.....</b>	<b>730,076</b>	<b>4,633,995</b>	<b>7,088,717</b>	<b>70,923,529</b>	<b>19,329,461</b>	<b>418,929,696</b>	<b>17,729,802</b>	<b>265,382,331</b>
<b>Nontaxable returns.....</b>	<b>160,778</b>	<b>3,150,042</b>	<b>685,374</b>	<b>3,170,838</b>	<b>2,881,887</b>	<b>22,591,689</b>	<b>2,743,606</b>	<b>15,267,867</b>

Size of adjusted gross income	Rent				Royalty			
	Net income		Net loss (including nondeductible loss)		Net income		Net loss	
	Number of returns	Amount	Number of returns	Amount	Number of returns	Amount	Number of returns	Amount
	(57)	(58)	(59)	(60)	(61)	(62)	(63)	(64)
<b>All returns.....</b>	<b>4,338,888</b>	<b>40,609,641</b>	<b>4,844,804</b>	<b>28,874,232</b>	<b>1,131,406</b>	<b>5,937,528</b>	<b>53,155</b>	<b>197,973</b>
No adjusted gross income.....	76,665	897,540	156,684	2,126,497	23,032	265,843	501	11,135
\$1 under \$5,000.....	111,726	284,586	77,660	333,843	29,732	17,781	*1,897	*2,399
\$5,000 under \$10,000.....	228,272	742,957	141,419	675,222	47,586	59,733	*3	*1
\$10,000 under \$15,000.....	293,949	1,108,343	214,806	825,290	73,336	134,157	*1,096	*3,079
\$15,000 under \$20,000.....	271,014	1,133,251	220,799	1,110,293	60,525	99,438	*4,750	*3,790
\$20,000 under \$25,000.....	229,664	976,499	257,751	1,255,649	54,906	115,621	*2,940	*2,509
\$25,000 under \$30,000.....	216,506	1,034,724	225,463	1,072,152	50,061	115,258	*920	*175
\$30,000 under \$40,000.....	426,014	2,191,057	428,892	2,064,166	100,311	204,128	*1,320	*9,472
\$40,000 under \$50,000.....	365,794	1,838,126	510,653	2,534,060	91,275	110,209	*5,160	*23,183
\$50,000 under \$75,000.....	742,881	4,691,035	1,011,149	4,903,627	179,411	456,460	14,562	55,572
\$75,000 under \$100,000.....	413,585	3,567,471	578,923	3,367,763	125,498	409,450	*6,434	*10,199
\$100,000 under \$200,000.....	602,217	7,796,123	746,159	5,269,406	175,895	1,083,748	8,192	26,743
\$200,000 under \$500,000.....	261,013	7,096,702	208,525	2,270,275	80,122	1,050,933	3,281	16,273
\$500,000 under \$1,000,000.....	62,015	2,975,512	42,633	521,836	21,798	519,758	1,071	9,693
\$1,000,000 or more.....	37,574	4,275,715	23,289	544,150	17,918	1,295,010	1,029	23,750
<b>Taxable returns.....</b>	<b>3,713,873</b>	<b>37,680,406</b>	<b>4,195,624</b>	<b>24,137,703</b>	<b>995,842</b>	<b>5,436,871</b>	<b>47,168</b>	<b>165,815</b>
<b>Nontaxable returns.....</b>	<b>625,016</b>	<b>2,929,236</b>	<b>649,180</b>	<b>4,736,529</b>	<b>135,564</b>	<b>500,657</b>	<b>5,988</b>	<b>32,158</b>

Footnotes at end of table.

# Individual Income Tax Returns, 1998

**Table 1.--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				Total rental and royalty			
	Net income		Net loss		Net income		Net loss	
	Number of returns	Amount	Number of returns	Amount	Number of returns	Amount	Number of returns	Amount
	(65)	(66)	(67)	(68)	(69)	(70)	(71)	(72)
<b>All returns.....</b>	<b>531,090</b>	<b>3,912,530</b>	<b>132,858</b>	<b>483,816</b>	<b>5,510,814</b>	<b>49,573,502</b>	<b>4,646,603</b>	<b>27,133,282</b>
No adjusted gross income.....	4,756	53,178	5,011	38,434	88,630	1,134,485	162,432	2,216,655
\$1 under \$5,000.....	18,099	52,147	*9,047	*26,237	147,297	348,884	84,253	331,483
\$5,000 under \$10,000.....	39,553	154,543	*9,722	*44,477	298,662	952,894	148,329	681,119
\$10,000 under \$15,000.....	54,000	182,992	*10,352	*29,173	392,182	1,407,749	213,619	815,347
\$15,000 under \$20,000.....	45,074	251,450	15,654	52,460	347,748	1,440,348	219,904	1,040,802
\$20,000 under \$25,000.....	29,651	141,414	*8,684	*16,913	295,053	1,221,232	259,717	1,217,131
\$25,000 under \$30,000.....	32,027	176,816	*5,585	*23,754	282,114	1,301,968	220,915	1,012,376
\$30,000 under \$40,000.....	52,302	381,292	13,824	64,039	536,337	2,748,221	428,851	2,051,573
\$40,000 under \$50,000.....	29,974	161,862	9,770	18,579	463,407	2,092,581	506,069	2,517,531
\$50,000 under \$75,000.....	92,133	791,049	15,701	41,311	940,839	5,864,138	1,012,050	4,962,557
\$75,000 under \$100,000.....	57,042	487,129	10,683	28,740	540,193	4,418,552	584,082	3,526,215
\$100,000 under \$200,000.....	59,278	734,581	12,435	42,179	751,705	9,389,989	646,340	4,034,303
\$200,000 under \$500,000.....	12,319	268,544	4,678	37,194	304,779	8,227,483	114,767	1,593,647
\$500,000 under \$1,000,000.....	3,326	38,432	1,087	10,017	74,057	3,474,699	28,168	569,668
\$1,000,000 or more.....	1,549	37,100	625	10,307	47,812	5,550,278	17,108	562,878
<b>Taxable returns.....</b>	<b>445,817</b>	<b>3,533,790</b>	<b>106,237</b>	<b>355,346</b>	<b>4,726,579</b>	<b>45,876,112</b>	<b>3,990,902</b>	<b>22,358,092</b>
<b>Nontaxable returns.....</b>	<b>85,273</b>	<b>378,739</b>	<b>26,620</b>	<b>128,470</b>	<b>784,234</b>	<b>3,697,390</b>	<b>655,701</b>	<b>4,775,190</b>

Size of adjusted gross income	Partnership and S Corporation				Estate and trust			
	Net income		Net loss		Net income		Net loss	
	Number of returns	Amount	Number of returns	Amount	Number of returns	Amount	Number of returns	Amount
	(73)	(74)	(75)	(76)	(77)	(78)	(79)	(80)
<b>All returns.....</b>	<b>4,031,806</b>	<b>240,836,136</b>	<b>2,152,379</b>	<b>53,481,544</b>	<b>484,763</b>	<b>10,495,320</b>	<b>45,412</b>	<b>1,031,212</b>
No adjusted gross income.....	41,659	1,333,208	165,866	17,769,908	6,599	85,373	2,578	287,125
\$1 under \$5,000.....	67,322	267,233	60,982	482,376	22,060	30,261	*1,099	*11,567
\$5,000 under \$10,000.....	99,148	490,673	65,871	814,141	19,837	40,425	**4,421	**2,209
\$10,000 under \$15,000.....	123,488	755,022	66,625	461,964	25,729	97,541	**	**
\$15,000 under \$20,000.....	115,445	1,021,545	79,764	469,614	16,402	91,709	*663	*419
\$20,000 under \$25,000.....	144,544	1,345,589	84,833	820,697	15,488	115,761	*5	*15
\$25,000 under \$30,000.....	140,007	1,404,730	66,865	456,236	13,139	54,375	*1,857	*237
\$30,000 under \$40,000.....	281,026	2,644,102	161,389	1,075,055	38,358	248,118	*3,738	*18,813
\$40,000 under \$50,000.....	272,925	3,017,747	161,113	1,335,179	28,670	120,967	*266	*3,220
\$50,000 under \$75,000.....	646,227	9,109,405	362,180	2,689,890	73,079	527,266	8,739	16,977
\$75,000 under \$100,000.....	460,318	8,928,109	267,836	2,243,712	60,412	626,283	8,576	47,523
\$100,000 under \$200,000.....	879,926	32,155,210	354,302	4,617,032	90,536	1,514,907	5,188	12,671
\$200,000 under \$500,000.....	521,657	51,182,251	173,171	5,165,355	48,237	1,672,353	3,505	61,726
\$500,000 under \$1,000,000.....	145,241	34,449,319	47,105	3,048,346	14,599	1,187,040	2,610	85,777
\$1,000,000 or more.....	92,871	92,731,993	34,480	12,032,037	11,617	4,082,939	2,168	482,932
<b>Taxable returns.....</b>	<b>3,696,434</b>	<b>237,205,311</b>	<b>1,764,549</b>	<b>33,103,713</b>	<b>452,111</b>	<b>10,316,918</b>	<b>36,925</b>	<b>745,232</b>
<b>Nontaxable returns.....</b>	<b>335,373</b>	<b>3,630,825</b>	<b>387,830</b>	<b>20,377,831</b>	<b>32,651</b>	<b>178,403</b>	<b>8,487</b>	<b>285,980</b>

Footnotes at end of table.

# Individual Income Tax Returns, 1998

**Table 1.--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				Unemployment compensation		Social Security benefits	
	Net income		Net loss				Total	
	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>673,083</b>	<b>8,809,055</b>	<b>1,418,762</b>	<b>16,742,833</b>	<b>7,082,562</b>	<b>16,814,669</b>	<b>12,136,792</b>	<b>154,953,370</b>
No adjusted gross income.....	21,479	256,429	118,290	3,679,602	17,804	57,039	108,074	1,053,991
\$1 under \$5,000.....	46,081	105,598	45,496	326,797	187,312	268,437	370,792	3,480,306
\$5,000 under \$10,000.....	67,225	353,462	77,779	630,674	680,487	1,316,696	728,648	8,109,950
\$10,000 under \$15,000.....	52,717	352,939	83,548	708,558	943,350	2,063,563	880,600	10,342,169
\$15,000 under \$20,000.....	55,086	385,305	95,866	669,330	874,385	2,041,160	864,914	10,529,099
\$20,000 under \$25,000.....	50,113	434,923	85,320	790,390	683,840	1,647,587	995,252	12,856,898
\$25,000 under \$30,000.....	42,208	354,814	95,493	882,486	543,200	1,417,661	962,680	12,072,740
\$30,000 under \$40,000.....	66,751	804,499	162,788	1,345,109	846,561	2,148,167	1,773,631	21,328,792
\$40,000 under \$50,000.....	59,866	849,125	140,719	1,097,884	760,001	1,912,088	1,196,836	14,277,161
\$50,000 under \$75,000.....	116,024	1,779,046	295,003	2,403,529	1,023,772	2,418,107	2,156,530	27,867,635
\$75,000 under \$100,000.....	40,705	1,125,401	83,796	910,893	329,690	909,213	940,717	13,824,225
\$100,000 under \$200,000.....	37,472	1,210,142	86,602	1,281,584	166,001	516,430	829,166	13,405,302
\$200,000 under \$500,000.....	12,742	472,870	33,635	946,847	22,813	83,344	251,978	4,365,986
\$500,000 under \$1,000,000.....	2,909	169,437	8,740	403,271	2,592	11,852	50,460	919,643
\$1,000,000 or more.....	1,703	155,068	5,689	665,880	754	3,327	26,515	519,473
<b>Taxable returns.....</b>	<b>478,048</b>	<b>7,435,113</b>	<b>1,085,578</b>	<b>11,206,974</b>	<b>5,247,555</b>	<b>12,922,172</b>	<b>10,626,303</b>	<b>137,073,596</b>
<b>Nontaxable returns.....</b>	<b>195,035</b>	<b>1,373,943</b>	<b>333,184</b>	<b>5,535,859</b>	<b>1,835,006</b>	<b>3,892,497</b>	<b>1,510,489</b>	<b>17,879,774</b>

Size of adjusted gross income	Social Security benefits--continued		Foreign-earned income exclusion <sup>2</sup>		Other income <sup>2</sup>			
	Taxable				Net income		Net loss	
	Number of returns	Amount	Number of returns	Amount	Number of returns	Amount	Number of exemptions	Amount
	(89)	(90)	(91)	(92)	(93)	(94)	(95)	(96)
<b>All returns.....</b>	<b>8,941,171</b>	<b>68,702,700</b>	<b>308,284</b>	<b>13,455,924</b>	<b>4,851,839</b>	<b>26,141,160</b>	<b>236,383</b>	<b>4,587,120</b>
No adjusted gross income.....	128	1,748	61,446	2,088,849	46,979	801,494	18,547	927,128
\$1 under \$5,000.....	7,213	16,470	58,636	2,211,745	260,975	368,583	6,841	90,737
\$5,000 under \$10,000.....	10,616	30,916	20,581	794,464	295,339	686,211	11,124	110,190
\$10,000 under \$15,000.....	26,671	88,671	18,564	647,144	310,467	766,351	9,885	136,425
\$15,000 under \$20,000.....	131,000	201,382	15,755	659,128	305,959	846,955	10,911	89,440
\$20,000 under \$25,000.....	650,044	787,210	9,173	307,272	259,268	665,083	6,914	14,988
\$25,000 under \$30,000.....	892,639	1,714,024	11,032	502,253	196,172	515,129	7,645	127,602
\$30,000 under \$40,000.....	1,770,661	6,903,249	12,152	613,647	489,545	1,380,477	14,075	217,704
\$40,000 under \$50,000.....	1,196,836	8,263,042	14,115	582,311	419,089	929,444	23,096	193,409
\$50,000 under \$75,000.....	2,156,530	22,618,219	22,701	1,144,158	880,500	2,421,095	34,536	260,127
\$75,000 under \$100,000.....	940,717	11,749,167	13,299	722,596	484,448	1,560,224	23,619	284,654
\$100,000 under \$200,000.....	829,166	11,394,329	26,920	1,601,799	596,779	4,630,816	40,683	758,480
\$200,000 under \$500,000.....	251,977	3,711,039	16,881	1,132,292	207,455	3,598,957	18,772	749,675
\$500,000 under \$1,000,000.....	50,460	781,685	4,982	311,191	57,374	2,099,040	6,334	329,993
\$1,000,000 or more.....	26,515	441,546	2,047	137,074	41,485	4,871,301	3,404	296,570
<b>Taxable returns.....</b>	<b>8,786,973</b>	<b>68,058,399</b>	<b>152,635</b>	<b>7,598,488</b>	<b>4,167,937</b>	<b>23,663,269</b>	<b>190,257</b>	<b>3,322,463</b>
<b>Nontaxable returns.....</b>	<b>154,198</b>	<b>644,301</b>	<b>155,649</b>	<b>5,857,436</b>	<b>683,902</b>	<b>2,477,891</b>	<b>46,126</b>	<b>1,264,657</b>

Footnotes at end of table.



# Individual Income Tax Returns, 1998

**Table 1.--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	Net operating loss <sup>2</sup>		Gambling earnings <sup>2</sup>		Statutory adjustments			
	Number of returns	Amount	Number of returns	Amount	Total		IRA payments	
					Number of returns	Amount	Number of returns	Amount
	(97)	(98)	(99)	(100)	(101)	(102)	(103)	(104)
<b>All returns.....</b>	<b>539,802</b>	<b>48,297,886</b>	<b>1,300,273</b>	<b>12,806,144</b>	<b>21,998,366</b>	<b>51,530,709</b>	<b>3,868,017</b>	<b>8,188,452</b>
No adjusted gross income.....	285,623	42,976,792	6,263	45,687	197,182	430,790	17,430	30,032
\$1 under \$5,000.....	55,494	456,618	18,400	34,718	966,247	443,248	48,644	75,115
\$5,000 under \$10,000.....	37,056	303,455	52,462	153,226	1,793,603	1,160,639	97,943	148,777
\$10,000 under \$15,000.....	30,576	193,384	91,242	264,112	1,613,878	1,566,490	159,115	274,676
\$15,000 under \$20,000.....	18,581	147,781	89,660	322,964	1,611,528	1,977,224	236,630	433,936
\$20,000 under \$25,000.....	12,802	162,310	95,749	286,944	1,665,654	2,186,910	339,141	610,745
\$25,000 under \$30,000.....	12,683	247,264	80,088	317,765	1,471,753	2,273,473	303,458	616,820
\$30,000 under \$40,000.....	14,156	247,578	152,315	600,762	2,645,309	4,191,773	642,012	1,247,844
\$40,000 under \$50,000.....	17,253	294,218	124,970	606,948	2,210,533	3,668,381	443,715	934,025
\$50,000 under \$75,000.....	24,722	332,472	271,297	1,457,207	3,616,786	7,546,356	709,427	1,511,135
\$75,000 under \$100,000.....	11,578	238,899	159,117	1,060,913	1,494,870	5,184,924	341,060	809,767
\$100,000 under \$200,000.....	11,521	629,031	111,079	2,009,201	1,796,935	10,379,948	400,663	1,064,801
\$200,000 under \$500,000.....	4,764	507,966	34,352	2,084,748	680,658	7,265,951	101,806	339,185
\$500,000 under \$1,000,000.....	1,509	332,229	8,316	1,063,375	143,414	1,865,464	17,465	59,559
\$1,000,000 or more.....	1,484	1,227,891	4,962	2,497,573	90,017	1,389,135	9,505	32,036
<b>Taxable returns.....</b>	<b>133,794</b>	<b>11,897,262</b>	<b>1,121,577</b>	<b>11,925,808</b>	<b>17,265,788</b>	<b>46,733,180</b>	<b>3,572,720</b>	<b>7,672,156</b>
<b>Nontaxable returns.....</b>	<b>406,009</b>	<b>36,400,624</b>	<b>178,696</b>	<b>880,336</b>	<b>4,732,578</b>	<b>4,797,528</b>	<b>295,297</b>	<b>516,297</b>

Size of adjusted gross income	Statutory adjustments--continued							
	Moving expenses adjustment		Deduction for self-employment tax		Payments to a Keogh plan		Forfeited interest penalty	
	Number of returns	Amount	Number of returns	Amount	Number of returns	Amount	Number of returns	Amount
	(105)	(106)	(107)	(108)	(109)	(110)	(111)	(112)
<b>All returns.....</b>	<b>809,246</b>	<b>1,684,183</b>	<b>13,756,483</b>	<b>15,960,341</b>	<b>1,177,487</b>	<b>11,039,683</b>	<b>828,922</b>	<b>217,913</b>
No adjusted gross income.....	5,850	18,058	144,795	127,428	2,859	17,181	13,191	2,774
\$1 under \$5,000.....	*3,841	*8,288	870,125	195,364	*2,839	*6,079	34,155	3,001
\$5,000 under \$10,000.....	22,927	25,417	1,527,812	674,699	6,031	6,024	65,956	14,992
\$10,000 under \$15,000.....	36,074	44,887	1,165,749	725,569	9,919	17,090	69,175	17,899
\$15,000 under \$20,000.....	46,322	71,164	977,540	727,691	17,780	41,596	59,926	25,700
\$20,000 under \$25,000.....	61,513	88,979	906,420	770,631	19,904	45,066	64,077	11,596
\$25,000 under \$30,000.....	59,870	68,461	767,316	700,531	28,745	84,470	36,516	11,008
\$30,000 under \$40,000.....	102,855	167,334	1,338,766	1,324,935	66,586	220,842	103,613	20,017
\$40,000 under \$50,000.....	95,063	157,782	1,169,440	1,190,702	72,030	286,864	92,222	20,552
\$50,000 under \$75,000.....	161,517	333,384	1,941,387	2,539,982	193,812	879,298	133,677	26,326
\$75,000 under \$100,000.....	93,277	227,645	1,000,521	1,710,636	173,074	1,164,714	89,281	28,983
\$100,000 under \$200,000.....	96,509	310,707	1,255,547	2,797,194	336,181	3,650,206	53,185	19,433
\$200,000 under \$500,000.....	20,263	133,029	519,216	1,654,973	194,500	3,491,350	10,125	8,425
\$500,000 under \$1,000,000.....	2,452	19,081	105,619	420,839	35,912	754,234	2,535	5,944
\$1,000,000 or more.....	915	9,968	66,231	399,168	17,315	374,670	1,288	1,266
<b>Taxable returns.....</b>	<b>738,795</b>	<b>1,535,240</b>	<b>9,763,802</b>	<b>13,596,479</b>	<b>1,142,099</b>	<b>10,910,840</b>	<b>711,283</b>	<b>189,899</b>
<b>Nontaxable returns.....</b>	<b>70,451</b>	<b>148,943</b>	<b>3,992,681</b>	<b>2,363,862</b>	<b>35,388</b>	<b>128,844</b>	<b>117,639</b>	<b>28,014</b>

Footnotes at end of table.

# Individual Income Tax Returns, 1998

**Table 1.--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							
	Alimony paid		Self-employed health insurance deduction		Other adjustments		Medical Savings Account deduction	
	Number of returns	Amount	Number of returns	Amount	Number of returns	Amount	Number of returns	Amount
	(113)	(114)	(115)	(116)	(117)	(118)	(119)	(120)
<b>All returns.....</b>	<b>590,898</b>	<b>6,877,808</b>	<b>3,380,867</b>	<b>4,693,286</b>	<b>164,646</b>	<b>1,037,209</b>	<b>42,235</b>	<b>62,071</b>
No adjusted gross income.....	7,210	132,905	49,631	62,951	2,550	23,344	111	53
\$1 under \$5,000.....	4,912	27,205	87,543	77,033	*2,849	*41,985	--	--
\$5,000 under \$10,000.....	9,689	83,504	167,956	154,458	*3,838	*6,894	*2,464	*1,521
\$10,000 under \$15,000.....	25,777	180,565	186,617	190,228	*3,592	*27,606	*1,280	*1,194
\$15,000 under \$20,000.....	23,918	137,124	228,190	253,581	*2,670	*111,429	--	--
\$20,000 under \$25,000.....	30,361	167,166	227,114	262,578	13,658	34,592	*4,948	*2,917
\$25,000 under \$30,000.....	28,913	252,499	195,079	243,097	*6,976	*77,101	*2,894	*1,925
\$30,000 under \$40,000.....	54,873	334,569	371,767	448,184	16,616	68,007	*967	*2,163
\$40,000 under \$50,000.....	54,108	369,701	288,699	360,836	17,864	51,248	*4,333	*4,340
\$50,000 under \$75,000.....	120,299	1,023,006	521,517	750,484	37,424	124,384	*7,991	*9,738
\$75,000 under \$100,000.....	67,341	689,358	288,187	428,685	22,359	122,829	*1,461	*2,308
\$100,000 under \$200,000.....	104,486	1,536,037	435,138	735,678	28,092	244,922	9,430	20,896
\$200,000 under \$500,000.....	41,775	1,047,696	238,479	503,521	5,149	60,489	5,091	11,330
\$500,000 under \$1,000,000.....	10,343	437,816	58,431	133,999	698	22,302	1,063	3,098
\$1,000,000 or more.....	6,892	458,659	36,521	87,974	314	20,078	202	587
<b>Taxable returns.....</b>	<b>550,252</b>	<b>6,461,280</b>	<b>2,771,737</b>	<b>3,938,912</b>	<b>147,877</b>	<b>751,611</b>	<b>38,415</b>	<b>58,523</b>
<b>Nontaxable returns.....</b>	<b>40,646</b>	<b>416,529</b>	<b>609,130</b>	<b>754,374</b>	<b>16,769</b>	<b>285,598</b>	<b>3,820</b>	<b>3,548</b>

Size of adjusted gross income	Basic standard deduction		Additional standard deduction		Total itemized deductions after limitation		Exemption amount	
	Number of returns	Amount	Number of returns	Amount	Number of returns	Amount	Number of exemptions	Amount
	(121)	(122)	(123)	(124)	(125)	(126)	(127)	(128)
<b>All returns.....</b>	<b>85,576,463</b>	<b>445,400,450</b>	<b>11,081,634</b>	<b>14,056,924</b>	<b>38,186,186</b>	<b>676,460,336</b>	<b>245,592,958</b>	<b>650,347,285</b>
No adjusted gross income.....	--	--	--	--	--	--	1,648,394	4,435,647
\$1 under \$5,000.....	13,038,393	45,691,987	636,356	753,538	177,424	2,015,363	9,550,987	25,739,555
\$5,000 under \$10,000.....	12,642,506	61,453,038	1,583,926	1,856,369	427,803	4,705,958	17,184,552	46,332,193
\$10,000 under \$15,000.....	12,080,117	63,307,275	2,069,411	2,509,244	819,404	8,669,869	21,911,546	59,108,116
\$15,000 under \$20,000.....	10,526,589	56,493,005	1,613,810	2,090,689	1,195,669	12,995,556	21,227,751	57,258,920
\$20,000 under \$25,000.....	8,575,408	46,932,716	1,124,166	1,493,035	1,523,889	16,323,637	19,373,961	52,266,930
\$25,000 under \$30,000.....	6,483,630	35,724,997	778,175	999,091	1,706,866	17,791,784	16,020,861	43,226,070
\$30,000 under \$40,000.....	9,062,006	52,099,016	1,050,956	1,380,346	4,072,040	45,382,737	27,836,370	75,096,294
\$40,000 under \$50,000.....	5,401,214	33,198,906	654,354	852,840	4,570,422	54,394,402	23,789,275	64,195,299
\$50,000 under \$75,000.....	5,724,012	36,908,093	1,002,918	1,323,472	10,162,490	142,073,347	42,407,983	114,459,954
\$75,000 under \$100,000.....	1,309,690	8,760,447	327,550	457,402	5,911,613	101,213,264	20,702,442	55,877,555
\$100,000 under \$200,000.....	566,763	3,753,078	190,210	270,738	5,699,494	135,012,186	17,924,611	47,899,263
\$200,000 under \$500,000.....	120,841	783,007	39,211	55,972	1,485,345	63,148,346	4,667,863	4,451,488
\$500,000 under \$1,000,000.....	29,173	188,650	7,397	9,886	277,847	22,378,074	869,415	--
\$1,000,000 or more.....	16,120	106,235	3,193	4,305	155,879	50,355,816	476,947	--
<b>Taxable returns.....</b>	<b>57,301,003</b>	<b>297,313,297</b>	<b>8,678,211</b>	<b>10,999,052</b>	<b>35,731,257</b>	<b>634,108,275</b>	<b>181,073,220</b>	<b>476,344,118</b>
<b>Nontaxable returns.....</b>	<b>28,275,459</b>	<b>148,087,154</b>	<b>2,403,423</b>	<b>3,057,871</b>	<b>2,454,929</b>	<b>42,352,061</b>	<b>64,519,738</b>	<b>174,003,167</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.

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

<sup>2</sup> Other income includes all items reported on line 21 of Form 1040 such as prizes, awards, recoveries of bad debts, insurance received as reimbursement for medical expenses taken as a deduction in the previous year, and any other income subject to tax for which no specific line was provided on the form. Any foreign-earned income exclusion or net operating loss in an earlier year (that was not carried forward and deducted for 1995) was entered as a negative amount on line 21 by the taxpayer but was edited into separate fields during Statistics of Income (SOI) processing. Gambling earnings entered on line 21 by the taxpayer were also edited into a separate field during SOI processing.

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

# Individual Income Tax Returns, 1998

**Table 2.--All Returns: Tax Liability, Tax Credits, and Tax Payments, 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	Taxable income		Income tax before credits		Tax credits			
		Number of returns	Amount	Number of returns	Amount	Total		Child care credit	
						Number of returns	Amount	Number of returns	Amount
(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)	
<b>All returns.....</b>	<b>124,770,662</b>	<b>100,801,271</b>	<b>3,780,838,200</b>	<b>100,797,716</b>	<b>813,568,861</b>	<b>34,271,812</b>	<b>30,055,933</b>	<b>6,128,155</b>	<b>2,660,573</b>
No adjusted gross income.....	994,831	--	--	2,006	197	1,991	194	228	20
\$1 under \$5,000.....	13,218,015	2,524,306	2,282,006	2,514,226	345,623	137,102	4,127	--	--
\$5,000 under \$10,000.....	13,071,278	6,328,982	13,278,581	6,329,582	1,985,632	1,331,104	126,730	*6,975	*517
\$10,000 under \$15,000.....	12,901,534	8,960,945	41,233,800	8,964,778	6,139,675	1,847,675	554,446	130,648	34,218
\$15,000 under \$20,000.....	11,724,272	10,728,040	79,950,706	10,728,110	11,920,735	3,329,918	1,946,591	441,161	175,210
\$20,000 under \$25,000.....	10,100,265	9,781,565	111,391,940	9,781,596	16,626,138	3,341,250	2,765,653	482,839	221,269
\$25,000 under \$30,000.....	8,192,495	8,079,130	127,455,136	8,079,524	19,034,038	2,617,197	2,046,727	451,044	202,034
\$30,000 under \$40,000.....	13,135,034	13,044,477	282,908,828	13,043,591	43,612,021	4,338,491	3,279,016	836,668	338,567
\$40,000 under \$50,000.....	9,973,659	9,935,141	294,872,228	9,935,142	48,002,014	3,911,842	3,196,464	827,525	347,670
\$50,000 under \$75,000.....	15,886,502	15,858,974	675,302,507	15,859,082	115,132,611	7,055,324	6,284,476	1,526,953	676,184
\$75,000 under \$100,000.....	7,221,303	7,214,381	452,294,883	7,214,389	88,252,008	3,576,446	3,203,086	753,632	344,505
\$100,000 under \$200,000.....	6,266,258	6,262,180	635,956,996	6,262,527	144,634,586	2,058,963	1,703,625	566,329	265,731
\$200,000 under \$500,000.....	1,606,186	1,604,777	395,495,482	1,604,781	111,113,708	498,585	1,311,851	88,175	45,981
\$500,000 under \$1,000,000.....	307,020	306,675	185,113,677	306,676	58,794,658	133,342	1,099,809	11,575	6,082
\$1,000,000 or more.....	172,004	171,700	483,301,431	171,707	147,975,213	92,583	2,533,138	4,404	2,583
<b>Taxable returns.....</b>	<b>93,047,898</b>	<b>93,029,842</b>	<b>3,747,654,022</b>	<b>93,035,098</b>	<b>808,589,451</b>	<b>26,509,195</b>	<b>25,076,522</b>	<b>5,008,313</b>	<b>2,172,755</b>
<b>Nontaxable returns.....</b>	<b>31,722,764</b>	<b>7,771,429</b>	<b>33,184,178</b>	<b>7,762,617</b>	<b>4,979,411</b>	<b>7,762,617</b>	<b>4,979,411</b>	<b>1,119,842</b>	<b>487,818</b>

Size of adjusted gross income	Tax credits--continued							
	Credit for the elderly or disabled		Child tax credit		Education credit		Adoption credit	
	Number of returns	Amount	Number of returns	Amount	Number of returns	Amount	Number of returns	Amount
(10)	(11)	(12)	(13)	(14)	(15)	(16)	(17)	
<b>All returns.....</b>	<b>180,473</b>	<b>35,689</b>	<b>24,810,781</b>	<b>15,143,468</b>	<b>4,652,596</b>	<b>3,376,647</b>	<b>40,668</b>	<b>83,046</b>
No adjusted gross income.....	--	--	1,977	170	7	2	--	--
\$1 under \$5,000.....	*2,002	*648	--	--	--	--	--	--
\$5,000 under \$10,000.....	47,357	4,539	*13,831	*705	185,999	40,045	--	--
\$10,000 under \$15,000.....	80,062	19,790	1,036,334	240,589	321,341	170,621	--	--
\$15,000 under \$20,000.....	35,230	7,089	2,342,931	821,290	354,292	240,874	--	--
\$20,000 under \$25,000.....	15,823	3,620	2,569,766	1,272,736	308,742	200,477	*2,002	*763
\$25,000 under \$30,000.....	--	--	2,130,975	1,242,600	338,931	229,642	*2,934	*3,310
\$30,000 under \$40,000.....	--	--	3,663,437	2,392,901	616,106	466,690	*6,962	*10,290
\$40,000 under \$50,000.....	--	--	3,332,413	2,332,108	587,167	376,838	*7,884	*15,540
\$50,000 under \$75,000.....	--	--	5,888,112	4,232,350	1,186,887	1,092,185	*11,896	*33,603
\$75,000 under \$100,000.....	--	--	2,786,854	1,991,674	753,125	559,273	*7,108	*16,555
\$100,000 under \$200,000.....	--	--	1,044,152	616,344	--	--	*1,879	*2,970
\$200,000 under \$500,000.....	--	--	--	--	--	--	--	--
\$500,000 under \$1,000,000.....	--	--	--	--	--	--	--	--
\$1,000,000 or more.....	--	--	--	--	--	--	*3	*16
<b>Taxable returns.....</b>	<b>109,027</b>	<b>24,198</b>	<b>19,073,654</b>	<b>12,604,351</b>	<b>4,033,267</b>	<b>2,973,335</b>	<b>23,860</b>	<b>40,274</b>
<b>Nontaxable returns.....</b>	<b>71,446</b>	<b>11,491</b>	<b>5,737,127</b>	<b>2,539,117</b>	<b>619,330</b>	<b>403,312</b>	<b>16,809</b>	<b>42,772</b>

Footnotes at end of table.

# Individual Income Tax Returns, 1998

**Table 2.--All Returns: Tax Liability, Tax Credits, and Tax Payments, 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							
	Earned income credit used to offset income tax before credits		Minimum tax credit		Foreign tax credit		General business credit	
	Number of returns	Amount	Number of returns	Amount	Number of returns	Amount	Number of returns	Amount
	(18)	(19)	(20)	(21)	(22)	(23)	(24)	(25)
<b>All returns.....</b>	<b>5,919,232</b>	<b>2,232,025</b>	<b>108,583</b>	<b>818,389</b>	<b>2,995,294</b>	<b>4,677,022</b>	<b>272,197</b>	<b>732,487</b>
No adjusted gross income.....	**	**	3	( <sup>1</sup> )	--	--	**	**
\$1 under \$5,000.....	--	--	*2,320	*651	130,885	2,093	**1,898	**735
\$5,000 under \$10,000.....	**1,456,308	**158,252	--	--	64,160	1,390	*3,191	*340
\$10,000 under \$15,000.....	**	**	*1,896	*1,010	62,760	5,666	*6,664	*2,295
\$15,000 under \$20,000.....	1,478,100	683,013	*414	*137	79,958	14,307	3,501	1,792
\$20,000 under \$25,000.....	1,984,694	1,046,220	*959	*194	70,348	12,235	7,181	3,473
\$25,000 under \$30,000.....	984,239	344,362	*274	*214	74,290	11,180	*5,616	*8,647
\$30,000 under \$40,000.....	15,891	178	1,845	642	169,318	31,610	13,996	20,212
\$40,000 under \$50,000.....	--	--	*1,932	*2,907	203,661	42,608	15,746	15,804
\$50,000 under \$75,000.....	--	--	8,580	15,552	472,503	109,729	47,199	68,222
\$75,000 under \$100,000.....	--	--	8,066	11,740	386,630	179,762	34,026	71,111
\$100,000 under \$200,000.....	--	--	30,616	89,323	714,135	576,619	70,478	132,654
\$200,000 under \$500,000.....	--	--	34,281	159,651	374,020	970,629	37,565	113,595
\$500,000 under \$1,000,000.....	--	--	10,067	157,978	111,820	833,819	13,720	81,156
\$1,000,000 or more.....	--	--	7,332	378,389	80,805	1,885,376	11,418	212,449
<b>Taxable returns.....</b>	<b>2,365,067</b>	<b>879,537</b>	<b>105,515</b>	<b>794,315</b>	<b>2,961,509</b>	<b>4,604,297</b>	<b>252,665</b>	<b>709,340</b>
<b>Nontaxable returns.....</b>	<b>3,554,165</b>	<b>1,352,488</b>	<b>3,068</b>	<b>24,074</b>	<b>33,785</b>	<b>72,726</b>	<b>19,532</b>	<b>23,147</b>

Size of adjusted gross income	Tax credits--continued						Income tax after credits	
	Empowerment zone employment credit		Nonconventional source fuel credit		Other tax credits		Number of returns	Amount
	Number of returns	Amount	Number of returns	Amount	Number of returns	Amount		
	(26)	(27)	(28)	(29)	(30)	(31)	(32)	(33)
<b>All returns.....</b>	<b>3,100</b>	<b>22,088</b>	<b>23,823</b>	<b>46,591</b>	<b>44,887</b>	<b>124,165</b>	<b>93,026,912</b>	<b>783,512,929</b>
No adjusted gross income.....	--	--	--	--	--	--	15	3
\$1 under \$5,000.....	--	--	--	--	--	--	2,508,204	341,497
\$5,000 under \$10,000.....	--	--	--	--	--	--	5,748,318	1,858,902
\$10,000 under \$15,000.....	--	--	*1,896	*1,199	--	--	7,438,543	5,585,229
\$15,000 under \$20,000.....	--	--	*2,812	*774	--	--	7,925,501	9,974,145
\$20,000 under \$25,000.....	--	--	*227	*40	--	--	7,904,115	13,860,484
\$25,000 under \$30,000.....	--	--	*218	*36	**	**	7,459,538	16,987,312
\$30,000 under \$40,000.....	--	--	*100	*109	**	**	12,778,102	40,333,007
\$40,000 under \$50,000.....	--	--	*2,074	*5,459	**	**	9,874,395	44,805,550
\$50,000 under \$75,000.....	--	--	*2,041	*352	**21,060	**47,649	15,836,746	108,848,135
\$75,000 under \$100,000.....	--	--	2,711	13,081	*6,796	*14,093	7,211,379	85,048,922
\$100,000 under \$200,000.....	*358	*391	7,524	5,940	8,253	7,234	6,260,419	142,930,962
\$200,000 under \$500,000.....	1,363	3,094	1,831	7,607	5,265	11,225	1,603,786	109,801,858
\$500,000 under \$1,000,000.....	950	9,737	1,289	1,751	1,713	9,286	306,258	57,694,849
\$1,000,000 or more.....	429	8,865	1,101	10,243	1,800	34,678	171,594	145,442,075
<b>Taxable returns.....</b>	<b>3,100</b>	<b>22,088</b>	<b>19,752</b>	<b>41,111</b>	<b>42,819</b>	<b>114,726</b>	<b>93,026,912</b>	<b>783,512,929</b>
<b>Nontaxable returns.....</b>	<b>--</b>	<b>--</b>	<b>4,071</b>	<b>5,479</b>	<b>2,068</b>	<b>9,439</b>	<b>--</b>	<b>--</b>

Footnotes at end of table.

# Individual Income Tax Returns, 1998

**Table 2.--All Returns: Tax Liability, Tax Credits, and Tax Payments, 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		Total income tax		All other taxes			
					Total		Penalty tax on qualified retirement plans	
	Number of returns	Amount	Number of returns	Amount	Number of returns	Amount	Number of returns	Amount
	(34)	(35)	(36)	(37)	(38)	(39)	(40)	(41)
<b>All returns.....</b>	<b>853,433</b>	<b>5,014,549</b>	<b>93,047,898</b>	<b>788,541,979</b>	<b>17,693,166</b>	<b>35,741,169</b>	<b>3,786,186</b>	<b>2,699,419</b>
No adjusted gross income.....	3,671	90,068	3,686	90,071	176,011	290,854	22,539	17,266
\$1 under \$5,000.....	*1,010	*4,808	2,509,215	346,306	934,102	396,336	36,992	4,321
\$5,000 under \$10,000.....	*1,114	*6,559	5,748,485	1,865,461	1,684,422	1,379,675	93,798	21,050
\$10,000 under \$15,000.....	1,011	3,219	7,438,638	5,588,448	1,397,547	1,535,100	182,723	60,013
\$15,000 under \$20,000.....	2,200	4,875	7,926,391	9,979,019	1,202,955	1,512,114	202,529	44,056
\$20,000 under \$25,000.....	3,050	10,620	7,904,251	13,871,103	1,168,108	1,620,751	246,475	71,457
\$25,000 under \$30,000.....	3,950	5,946	7,460,565	16,993,257	1,023,196	1,506,215	268,104	99,119
\$30,000 under \$40,000.....	11,036	14,491	12,779,096	40,347,682	1,826,950	2,872,634	515,903	203,612
\$40,000 under \$50,000.....	14,839	9,008	9,875,704	44,814,558	1,647,168	2,664,412	501,205	245,576
\$50,000 under \$75,000.....	80,148	72,993	15,840,056	108,921,128	2,771,102	5,737,237	851,647	544,737
\$75,000 under \$100,000.....	110,260	160,435	7,214,883	85,209,357	1,435,328	3,998,971	457,921	536,214
\$100,000 under \$200,000.....	274,217	789,731	6,263,188	143,720,694	1,626,737	6,416,660	355,083	683,766
\$200,000 under \$500,000.....	270,103	1,743,386	1,605,059	111,545,246	595,527	3,613,588	44,226	147,189
\$500,000 under \$1,000,000.....	51,136	782,441	306,822	58,482,844	123,775	943,262	4,918	13,272
\$1,000,000 or more.....	25,689	1,315,968	171,862	146,766,804	80,237	1,253,364	2,121	7,772
<b>Taxable returns.....</b>	<b>853,433</b>	<b>5,014,549</b>	<b>93,047,898</b>	<b>788,541,979</b>	<b>13,183,376</b>	<b>30,724,652</b>	<b>3,369,227</b>	<b>2,581,931</b>
<b>Nontaxable returns.....</b>	<b>--</b>	<b>--</b>	<b>--</b>	<b>--</b>	<b>4,509,789</b>	<b>5,016,518</b>	<b>416,959</b>	<b>117,487</b>

Size of adjusted gross income	All other taxes--continued							
	Self-employment tax		Social Security taxes on tip income		Household employment tax		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
	(42)	(43)	(44)	(45)	(46)	(47)	(48)	(49)
<b>All returns.....</b>	<b>13,757,431</b>	<b>31,914,256</b>	<b>245,028</b>	<b>26,264</b>	<b>284,706</b>	<b>752,307</b>	<b>3,165,398</b>	<b>2,358,148</b>
No adjusted gross income.....	144,795	254,785	6	( <sup>1</sup> )	13,685	18,165	48,776	22,349
\$1 under \$5,000.....	870,125	390,284	26,019	490	*824	1,206	508,898	135,483
\$5,000 under \$10,000.....	1,528,760	1,349,031	59,710	4,643	2,895	4,533	1,046,115	715,086
\$10,000 under \$15,000.....	1,165,749	1,450,563	48,876	3,985	12,030	20,405	586,153	688,237
\$15,000 under \$20,000.....	977,540	1,454,898	34,694	6,781	1,008	6,173	497,055	508,981
\$20,000 under \$25,000.....	906,420	1,540,838	18,821	2,512	2,291	5,615	352,552	235,725
\$25,000 under \$30,000.....	767,316	1,400,683	*8,917	*848	3,874	4,350	125,849	52,286
\$30,000 under \$40,000.....	1,338,766	2,649,226	16,574	2,094	9,019	16,964	--	--
\$40,000 under \$50,000.....	1,169,440	2,380,827	16,977	1,528	8,085	35,332	--	--
\$50,000 under \$75,000.....	1,941,387	5,078,993	*11,779	*3,242	29,460	102,258	--	--
\$75,000 under \$100,000.....	1,000,521	3,420,749	--	--	20,757	40,609	--	--
\$100,000 under \$200,000.....	1,255,547	5,593,767	*2,606	*137	68,443	133,669	--	--
\$200,000 under \$500,000.....	519,216	3,309,687	--	--	64,671	154,008	--	--
\$500,000 under \$1,000,000.....	105,619	841,628	*40	*1	25,675	80,039	--	--
\$1,000,000 or more.....	66,231	798,302	*8	*( <sup>1</sup> )	21,992	128,979	--	--
<b>Taxable returns.....</b>	<b>9,764,750</b>	<b>27,188,514</b>	<b>123,829</b>	<b>13,298</b>	<b>249,740</b>	<b>593,783</b>	<b>--</b>	<b>--</b>
<b>Nontaxable returns.....</b>	<b>3,992,681</b>	<b>4,725,742</b>	<b>121,199</b>	<b>12,965</b>	<b>34,966</b>	<b>158,524</b>	<b>3,165,398</b>	<b>2,358,148</b>

Footnotes at end of table.

# Individual Income Tax Returns, 1998

**Table 2.--All Returns: Tax Liability, Tax Credits, and Tax Payments, 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		Tax payments					
			Total		Income tax withheld		Estimated tax payments	
	Number of returns	Amount	Number of returns	Amount	Number of returns	Amount	Number of returns	Amount
	(50)	(51)	(52)	(53)	(54)	(55)	(56)	(57)
<b>All returns.....</b>	<b>95,535,006</b>	<b>821,899,253</b>	<b>115,151,603</b>	<b>861,317,704</b>	<b>109,144,689</b>	<b>636,248,491</b>	<b>13,072,121</b>	<b>177,750,952</b>
No adjusted gross income.....	157,417	353,140	367,077	1,541,025	269,867	714,286	94,377	674,339
\$1 under \$5,000.....	3,204,771	607,668	9,897,984	2,161,561	9,586,422	1,866,315	272,157	252,717
\$5,000 under \$10,000.....	6,342,397	2,535,686	10,777,350	6,265,853	10,371,182	5,663,155	449,960	539,214
\$10,000 under \$15,000.....	7,721,679	6,462,997	11,429,719	11,849,882	10,763,512	10,752,072	825,234	1,015,863
\$15,000 under \$20,000.....	8,166,533	11,011,174	10,933,346	17,580,072	10,294,870	16,028,003	887,316	1,473,921
\$20,000 under \$25,000.....	8,144,179	15,247,372	9,760,991	22,128,777	9,230,423	20,159,965	868,591	1,829,634
\$25,000 under \$30,000.....	7,600,444	18,418,914	8,017,452	24,248,210	7,628,685	22,178,789	721,731	1,972,604
\$30,000 under \$40,000.....	12,875,467	43,192,164	12,916,378	53,197,786	12,270,066	48,489,424	1,401,192	4,443,339
\$40,000 under \$50,000.....	9,908,382	47,465,737	9,860,729	56,563,474	9,435,559	51,620,978	1,090,837	4,694,336
\$50,000 under \$75,000.....	15,849,211	114,657,132	15,733,570	130,399,159	14,985,320	115,837,873	2,251,355	13,562,923
\$75,000 under \$100,000.....	7,216,437	89,208,214	7,166,168	93,069,205	6,798,347	79,766,572	1,331,487	12,204,991
\$100,000 under \$200,000.....	6,263,834	150,133,944	6,220,836	148,559,344	5,732,868	114,738,973	1,811,675	30,122,938
\$200,000 under \$500,000.....	1,605,448	115,158,835	1,593,541	106,101,723	1,379,983	67,433,940	761,598	32,945,836
\$500,000 under \$1,000,000.....	306,884	59,426,106	305,271	53,987,077	254,409	29,718,157	184,052	19,599,310
\$1,000,000 or more.....	171,924	148,020,168	171,189	133,664,557	143,174	51,279,987	120,556	52,418,988
<b>Taxable returns.....</b>	<b>93,045,893</b>	<b>819,255,873</b>	<b>89,347,553</b>	<b>840,620,715</b>	<b>84,187,317</b>	<b>618,535,719</b>	<b>12,109,758</b>	<b>175,087,722</b>
<b>Nontaxable returns.....</b>	<b>2,489,113</b>	<b>2,643,380</b>	<b>25,804,050</b>	<b>20,696,989</b>	<b>24,957,372</b>	<b>17,712,773</b>	<b>962,363</b>	<b>2,663,230</b>

Size of adjusted gross income	Tax payments--continued							
	Payments with request for extension of filing time		Excess Social Security taxes withheld		Credit for Federal tax on gasoline and special fuels		Credit from regulated investment companies	
	Number of returns	Amount	Number of returns	Amount	Number of returns	Amount	Number of returns	Amount
	(58)	(59)	(60)	(61)	(62)	(63)	(64)	(65)
<b>All returns.....</b>	<b>1,540,573</b>	<b>45,640,225</b>	<b>1,303,642</b>	<b>1,523,584</b>	<b>446,489</b>	<b>108,376</b>	<b>41,688</b>	<b>46,076</b>
No adjusted gross income.....	21,593	127,698	2,168	2,675	39,061	12,382	671	9,645
\$1 under \$5,000.....	83,915	39,135	*30	*1	17,515	3,319	*1,872	*72
\$5,000 under \$10,000.....	54,322	55,750	*155	*602	45,954	7,024	*956	*106
\$10,000 under \$15,000.....	55,700	74,892	*109	*243	31,547	6,811	--	--
\$15,000 under \$20,000.....	45,793	72,342	*1,105	*167	27,146	5,512	*1,928	*125
\$20,000 under \$25,000.....	57,149	131,747	*2,007	*50	31,680	6,223	*3,919	*1,157
\$25,000 under \$30,000.....	42,991	89,070	*218	*189	27,918	7,009	*3,926	*548
\$30,000 under \$40,000.....	110,172	248,682	*1,584	*1,721	57,877	11,436	*3,439	*3,186
\$40,000 under \$50,000.....	70,999	236,693	5,391	2,786	36,244	7,244	*6,589	*1,437
\$50,000 under \$75,000.....	212,476	937,937	148,767	42,502	73,107	17,192	*6,058	*732
\$75,000 under \$100,000.....	165,254	878,451	327,904	212,251	30,349	6,865	*1,670	*75
\$100,000 under \$200,000.....	307,140	2,978,561	581,360	702,323	21,572	12,008	5,818	4,541
\$200,000 under \$500,000.....	194,005	5,327,374	174,706	387,622	4,316	3,082	3,191	3,869
\$500,000 under \$1,000,000.....	63,668	4,569,695	34,968	95,551	1,290	1,034	946	3,330
\$1,000,000 or more.....	55,396	29,872,194	23,171	74,901	915	1,235	707	17,252
<b>Taxable returns.....</b>	<b>1,406,501</b>	<b>45,367,645</b>	<b>1,298,507</b>	<b>1,519,415</b>	<b>312,923</b>	<b>73,931</b>	<b>36,177</b>	<b>36,284</b>
<b>Nontaxable returns.....</b>	<b>134,073</b>	<b>272,580</b>	<b>5,135</b>	<b>4,169</b>	<b>133,566</b>	<b>34,445</b>	<b>5,511</b>	<b>9,792</b>

Footnotes at end of table.

# Individual Income Tax Returns, 1998

**Table 2.--All Returns: Tax Liability, Tax Credits, and Tax Payments, 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		Overpayment			
			Total		Refunded	
	Number of returns	Amount	Number of returns	Amount	Number of returns	Amount
	(66)	(67)	(68)	(69)	(70)	(71)
<b>All returns.....</b>	<b>16,279,377</b>	<b>27,001,616</b>	<b>93,434,624</b>	<b>167,987,055</b>	<b>90,233,356</b>	<b>144,445,788</b>
No adjusted gross income.....	48,712	49,932	358,247	1,425,318	320,129	1,145,716
\$1 under \$5,000.....	2,850,936	1,989,244	10,140,615	3,950,331	10,043,666	3,859,428
\$5,000 under \$10,000.....	4,223,175	7,450,080	10,635,924	11,946,666	10,527,300	11,827,275
\$10,000 under \$15,000.....	3,801,206	9,955,593	10,600,196	16,517,702	10,397,404	16,319,041
\$15,000 under \$20,000.....	3,159,263	5,465,423	9,502,407	13,579,695	9,279,624	13,362,398
\$20,000 under \$25,000.....	1,744,193	1,886,406	8,042,992	10,597,552	7,858,328	10,363,990
\$25,000 under \$30,000.....	444,974	204,862	6,510,700	7,851,229	6,352,268	7,594,657
\$30,000 under \$40,000.....	6,921	75	9,959,222	13,995,527	9,653,220	13,493,244
\$40,000 under \$50,000.....	--	--	7,476,147	12,923,743	7,234,353	12,363,160
\$50,000 under \$75,000.....	--	--	11,382,746	25,154,435	10,882,915	23,738,009
\$75,000 under \$100,000.....	--	--	4,475,706	12,047,392	4,168,136	10,904,420
\$100,000 under \$200,000.....	--	--	3,449,744	14,695,233	2,964,910	11,345,335
\$200,000 under \$500,000.....	--	--	692,482	8,014,152	460,691	4,251,150
\$500,000 under \$1,000,000.....	--	--	129,051	4,034,264	62,823	1,483,250
\$1,000,000 or more.....	--	--	78,445	11,253,818	27,587	2,394,712
<b>Taxable returns.....</b>	<b>--</b>	<b>--</b>	<b>66,139,976</b>	<b>6,759</b>	<b>63,197,223</b>	<b>98,397,203</b>
<b>Nontaxable returns.....</b>	<b>16,279,377</b>	<b>27,001,616</b>	<b>27,294,648</b>	<b>1,466</b>	<b>27,036,133</b>	<b>46,048,585</b>

Size of adjusted gross income	Overpayment--continued		Tax due at time of filing		Predetermined estimated tax penalty	
	Credit to 1999 estimated tax					
	Number of returns	Amount	Number of returns	Amount	Number of returns	Amount
	(72)	(73)	(74)	(75)	(76)	(77)
<b>All returns.....</b>	<b>4,567,379</b>	<b>23,541,268</b>	<b>28,429,856</b>	<b>102,151,442</b>	<b>5,019,736</b>	<b>961,802</b>
No adjusted gross income.....	46,878	279,602	106,359	184,446	23,770	3,481
\$1 under \$5,000.....	136,781	90,904	1,991,868	407,167	14,465	625
\$5,000 under \$10,000.....	176,483	119,391	1,779,298	769,716	145,691	7,901
\$10,000 under \$15,000.....	303,550	198,660	1,938,491	1,168,330	204,213	13,770
\$15,000 under \$20,000.....	321,373	217,296	2,114,968	1,546,773	277,551	20,893
\$20,000 under \$25,000.....	269,141	233,562	2,021,364	1,755,764	302,896	22,364
\$25,000 under \$30,000.....	253,791	256,571	1,650,704	1,729,389	278,418	25,108
\$30,000 under \$40,000.....	429,046	502,283	3,143,284	3,950,948	566,634	55,837
\$40,000 under \$50,000.....	357,520	560,582	2,486,415	3,856,652	492,893	47,241
\$50,000 under \$75,000.....	740,768	1,416,426	4,486,186	9,526,525	944,536	118,571
\$75,000 under \$100,000.....	440,610	1,142,972	2,732,896	8,283,560	648,756	97,655
\$100,000 under \$200,000.....	653,654	3,349,899	2,802,420	16,452,362	725,725	182,530
\$200,000 under \$500,000.....	297,114	3,763,002	906,351	17,253,230	293,360	181,966
\$500,000 under \$1,000,000.....	80,817	2,551,013	176,480	9,547,533	65,822	74,241
\$1,000,000 or more.....	59,857	8,859,106	92,774	25,719,046	35,008	109,617
<b>Taxable returns.....</b>	<b>4,151,330</b>	<b>22,744,093</b>	<b>26,788,915</b>	<b>100,726,089</b>	<b>4,750,493</b>	<b>938,358</b>
<b>Nontaxable returns.....</b>	<b>416,049</b>	<b>797,175</b>	<b>1,640,941</b>	<b>1,425,353</b>	<b>269,243</b>	<b>23,444</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.

† Less than \$500.

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

# Individual Income Tax Returns, 1998

**Table 3.--Returns with Itemized Deductions, 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	Total itemized deductions in taxable income	Itemized deductions in excess of limitation		Medical and dental expenses deduction		Medical and dental expenses	
			Number of returns	Amount	Number of returns	Amount	Number of returns	Amount
<b>All returns.....</b>	<b>38,186,186</b>	<b>676,460,336</b>	<b>4,916,538</b>	<b>26,948,018</b>	<b>5,559,653</b>	<b>31,984,304</b>	<b>5,559,653</b>	<b>48,891,967</b>
Under \$5,000.....	177,425	2,015,363	--	--	97,766	573,669	97,766	593,658
\$5,000 under \$10,000.....	427,804	4,705,958	--	--	268,473	1,873,574	268,473	2,034,689
\$10,000 under \$15,000.....	819,404	8,669,868	--	--	436,422	3,142,982	436,422	3,558,242
\$15,000 under \$20,000.....	1,195,670	12,995,556	--	--	618,028	3,569,836	618,028	4,382,862
\$20,000 under \$25,000.....	1,523,889	16,323,638	--	--	554,216	2,991,172	554,216	3,921,586
\$25,000 under \$30,000.....	1,706,864	17,791,783	--	--	493,055	2,024,201	493,055	3,043,394
\$30,000 under \$35,000.....	1,962,341	21,265,489	--	--	459,407	1,936,207	459,407	3,053,527
\$35,000 under \$40,000.....	2,109,698	24,117,247	--	--	420,922	1,961,261	420,922	3,144,436
\$40,000 under \$45,000.....	2,215,260	25,834,432	--	--	342,183	1,476,096	342,183	2,566,643
\$45,000 under \$50,000.....	2,355,162	28,559,970	--	--	317,259	1,614,474	317,259	2,741,517
\$50,000 under \$55,000.....	2,239,536	28,961,863	--	--	277,096	1,630,930	277,096	2,723,473
\$55,000 under \$60,000.....	2,164,330	29,124,622	--	--	250,771	1,309,702	250,771	2,388,554
\$60,000 under \$75,000.....	5,758,624	83,986,863	68,981	10,263	485,939	2,493,986	485,939	4,935,531
\$75,000 under \$100,000.....	5,911,613	101,213,264	50,363	33,483	339,239	2,381,906	339,239	4,559,172
\$100,000 under \$200,000.....	5,699,494	135,012,186	2,878,544	2,477,348	176,979	2,262,398	176,979	3,958,710
\$200,000 under \$500,000.....	1,485,345	63,148,346	1,485,050	7,333,697	19,645	596,013	19,645	1,005,573
\$500,000 under \$1,000,000.....	277,847	22,378,074	277,797	4,557,011	1,880	115,960	1,880	208,422
\$1,000,000 or more.....	155,879	50,355,816	155,803	12,536,216	372	29,938	372	71,978
<b>Taxable returns.....</b>	<b>35,731,257</b>	<b>634,108,275</b>	<b>4,913,065</b>	<b>26,927,282</b>	<b>4,302,164</b>	<b>19,077,598</b>	<b>4,302,164</b>	<b>34,271,574</b>
<b>Nontaxable returns.....</b>	<b>2,454,929</b>	<b>42,352,061</b>	<b>3,474</b>	<b>20,736</b>	<b>1,257,489</b>	<b>12,906,706</b>	<b>1,257,489</b>	<b>14,620,393</b>

Size of adjusted gross income	Medical and dental expenses limitation		Taxes paid deduction					
	Number of returns	Amount	Total		State and local income taxes		Real estate taxes	
			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>5,558,684</b>	<b>16,907,663</b>	<b>37,576,356</b>	<b>241,782,812</b>	<b>31,907,806</b>	<b>152,638,265</b>	<b>33,632,825</b>	<b>79,977,795</b>
Under \$5,000.....	96,797	19,989	155,528	352,907	83,045	58,469	125,568	274,326
\$5,000 under \$10,000.....	268,473	161,115	379,164	706,067	195,207	130,594	308,641	522,963
\$10,000 under \$15,000.....	436,422	415,261	755,355	1,293,646	481,257	278,247	603,263	927,842
\$15,000 under \$20,000.....	618,028	813,026	1,108,148	2,260,258	783,609	558,442	896,381	1,569,504
\$20,000 under \$25,000.....	554,216	930,413	1,458,511	3,142,609	1,157,552	984,622	1,218,355	1,933,155
\$25,000 under \$30,000.....	493,055	1,019,193	1,668,765	3,798,730	1,349,841	1,416,353	1,373,484	2,123,255
\$30,000 under \$35,000.....	459,407	1,117,320	1,913,857	5,045,310	1,580,227	2,088,808	1,634,982	2,651,998
\$35,000 under \$40,000.....	420,922	1,183,175	2,078,598	5,909,520	1,767,501	2,669,664	1,784,399	2,871,061
\$40,000 under \$45,000.....	342,183	1,090,547	2,171,940	6,710,566	1,855,692	3,365,604	1,900,919	2,939,605
\$45,000 under \$50,000.....	317,259	1,127,043	2,332,086	8,056,579	2,042,645	4,103,466	2,061,285	3,459,948
\$50,000 under \$55,000.....	277,096	1,092,542	2,220,729	8,434,733	1,946,518	4,433,384	1,968,447	3,542,752
\$55,000 under \$60,000.....	250,771	1,078,853	2,139,184	8,686,259	1,846,368	4,634,732	1,915,672	3,619,332
\$60,000 under \$75,000.....	485,939	2,441,546	5,722,459	26,706,016	4,999,568	15,001,149	5,291,961	10,442,738
\$75,000 under \$100,000.....	339,239	2,177,266	5,878,163	35,296,783	5,139,034	20,547,874	5,455,439	13,129,326
\$100,000 under \$200,000.....	176,979	1,696,312	5,681,591	53,266,000	4,989,437	33,691,839	5,284,955	17,732,530
\$200,000 under \$500,000.....	19,645	409,560	1,480,382	30,709,444	1,297,616	22,218,591	1,399,431	7,799,969
\$500,000 under \$1,000,000.....	1,880	92,462	276,782	13,164,904	250,741	10,668,480	262,394	2,272,149
\$1,000,000 or more.....	372	42,039	155,113	28,242,480	141,947	25,787,947	147,247	2,165,342
<b>Taxable returns.....</b>	<b>4,302,164</b>	<b>15,193,976</b>	<b>35,310,718</b>	<b>235,579,168</b>	<b>30,360,487</b>	<b>150,988,795</b>	<b>31,675,708</b>	<b>75,837,040</b>
<b>Nontaxable returns.....</b>	<b>1,256,520</b>	<b>1,713,687</b>	<b>2,265,638</b>	<b>6,203,644</b>	<b>1,547,319</b>	<b>1,649,470</b>	<b>1,957,117</b>	<b>4,140,756</b>

Footnotes at end of table.



# Individual Income Tax Returns, 1998

**Table 3.--Returns with Itemized Deductions, 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	Taxes paid deduction--continued				Interest paid deduction			
	Personal property taxes		Other taxes		Total		Home mortgage interest	
	Number of returns	Amount	Number of returns	Amount	Number of returns	Amount	Number of returns	Amount
	(17)	(18)	(19)	(20)	(21)	(22)	(23)	(24)
<b>All returns.....</b>	<b>18,223,224</b>	<b>7,575,343</b>	<b>3,416,043</b>	<b>1,591,409</b>	<b>32,023,604</b>	<b>271,624,314</b>	<b>31,626,715</b>	<b>254,397,139</b>
Under \$5,000.....	56,819	17,537	11,749	2,575	118,436	893,832	111,732	844,734
\$5,000 under \$10,000.....	146,622	30,546	26,273	21,964	255,280	1,538,848	248,377	1,512,761
\$10,000 under \$15,000.....	275,581	75,639	45,841	11,918	519,411	2,902,744	510,446	2,824,976
\$15,000 under \$20,000.....	465,959	113,880	83,099	18,432	773,354	4,524,093	768,201	4,441,908
\$20,000 under \$25,000.....	621,600	184,811	107,387	40,021	1,138,722	6,778,459	1,125,532	6,683,602
\$25,000 under \$30,000.....	756,376	229,835	108,642	29,287	1,334,604	7,761,278	1,326,710	7,672,124
\$30,000 under \$35,000.....	873,021	262,017	141,091	42,488	1,591,659	9,379,384	1,580,509	9,172,080
\$35,000 under \$40,000.....	990,736	302,707	177,766	66,089	1,751,807	10,724,752	1,733,485	10,563,507
\$40,000 under \$45,000.....	1,083,819	350,856	180,788	54,500	1,882,223	11,699,756	1,870,204	11,497,119
\$45,000 under \$50,000.....	1,231,350	422,824	192,244	70,341	2,042,509	13,047,763	2,032,650	12,863,252
\$50,000 under \$55,000.....	1,060,498	362,448	204,145	96,150	1,924,049	12,896,478	1,920,129	12,699,716
\$55,000 under \$60,000.....	1,049,901	369,816	183,012	62,379	1,872,513	12,770,734	1,858,472	12,565,930
\$60,000 under \$75,000.....	2,848,041	1,076,500	518,559	185,630	5,149,540	38,233,615	5,124,126	37,573,962
\$75,000 under \$100,000.....	3,058,235	1,359,113	575,227	260,469	5,177,974	43,807,854	5,135,082	42,829,133
\$100,000 under \$200,000.....	2,830,476	1,546,084	625,480	295,547	4,887,357	54,494,001	4,788,981	52,353,171
\$200,000 under \$500,000.....	686,911	538,581	174,299	152,304	1,249,949	22,813,738	1,185,496	20,215,685
\$500,000 under \$1,000,000.....	120,683	150,047	38,553	74,228	227,347	6,570,285	204,234	4,809,499
\$1,000,000 or more.....	66,596	182,102	21,889	107,089	126,870	10,786,698	102,350	3,273,981
<b>Taxable returns.....</b>	<b>17,275,843</b>	<b>7,227,077</b>	<b>3,265,155</b>	<b>1,526,257</b>	<b>30,167,558</b>	<b>255,107,357</b>	<b>29,798,482</b>	<b>239,127,477</b>
<b>Nontaxable returns.....</b>	<b>947,381</b>	<b>348,266</b>	<b>150,888</b>	<b>65,152</b>	<b>1,856,046</b>	<b>16,516,958</b>	<b>1,828,233</b>	<b>15,269,662</b>

Size of adjusted gross income	Interest paid deduction--continued							
	Home mortgage interest--continued				Deductible points		Investment interest deduction	
	Paid to financial institutions		Paid to individuals		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)	
<b>All returns.....</b>	<b>31,109,614</b>	<b>247,942,873</b>	<b>1,767,626</b>	<b>6,454,266</b>	<b>2,891,398</b>	<b>2,065,979</b>	<b>1,752,872</b>	<b>15,161,196</b>
Under \$5,000.....	110,763	843,791	*1,948	*943	3,282	553	10,902	48,545
\$5,000 under \$10,000.....	244,320	1,482,595	10,033	30,165	8,088	2,230	12,471	23,857
\$10,000 under \$15,000.....	498,746	2,719,414	32,014	105,562	27,475	36,506	14,056	41,261
\$15,000 under \$20,000.....	750,754	4,269,955	49,830	171,952	46,051	41,094	18,234	41,092
\$20,000 under \$25,000.....	1,102,217	6,528,681	51,633	154,921	58,510	45,828	29,431	49,029
\$25,000 under \$30,000.....	1,298,678	7,462,182	60,152	209,942	74,886	46,214	28,158	42,941
\$30,000 under \$35,000.....	1,557,134	8,917,035	75,327	255,045	90,504	70,040	33,124	137,264
\$35,000 under \$40,000.....	1,696,730	10,251,691	91,489	311,816	123,451	111,826	34,197	49,419
\$40,000 under \$45,000.....	1,837,120	11,103,322	83,668	393,797	142,743	119,569	39,822	83,068
\$45,000 under \$50,000.....	1,996,763	12,579,782	109,687	283,470	136,313	102,115	43,098	82,396
\$50,000 under \$55,000.....	1,883,267	12,347,134	110,638	352,582	143,390	122,127	40,375	74,635
\$55,000 under \$60,000.....	1,832,071	12,240,977	94,050	324,953	149,675	115,331	41,791	89,473
\$60,000 under \$75,000.....	5,049,124	36,596,558	270,524	977,404	491,598	274,067	171,825	385,586
\$75,000 under \$100,000.....	5,064,076	41,889,924	292,175	939,208	561,989	358,529	250,359	620,193
\$100,000 under \$200,000.....	4,722,056	51,207,730	324,624	1,145,441	591,646	414,418	498,511	1,726,412
\$200,000 under \$500,000.....	1,165,968	19,691,313	87,815	524,372	194,385	147,065	309,197	2,450,988
\$500,000 under \$1,000,000.....	200,023	4,659,029	14,540	150,470	32,757	34,949	99,550	1,725,837
\$1,000,000 or more.....	99,805	3,151,759	7,478	122,222	14,656	23,516	77,771	7,489,202
<b>Taxable returns.....</b>	<b>29,309,103</b>	<b>233,248,820</b>	<b>1,653,583</b>	<b>5,878,657</b>	<b>2,760,155</b>	<b>1,890,883</b>	<b>1,667,342</b>	<b>14,088,996</b>
<b>Nontaxable returns.....</b>	<b>1,800,511</b>	<b>14,694,053</b>	<b>114,042</b>	<b>575,609</b>	<b>131,243</b>	<b>175,096</b>	<b>85,530</b>	<b>1,072,200</b>

Footnotes at end of table.

# Individual Income Tax Returns, 1998

**Table 3.--Returns with Itemized Deductions, 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	Charitable contributions deduction							
	Total		Cash contributions		Other than cash contributions		Carryover from prior years	
	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>33,835,992</b>	<b>109,240,078</b>	<b>32,667,876</b>	<b>80,114,372</b>	<b>18,105,987</b>	<b>29,255,985</b>	<b>310,877</b>	<b>12,341,753</b>
Under \$5,000.....	96,427	54,896	88,914	67,212	31,383	14,538	13,253	30,288
\$5,000 under \$10,000.....	280,697	315,938	265,262	292,313	102,347	66,902	18,817	44,306
\$10,000 under \$15,000.....	555,073	723,046	524,036	661,313	203,012	113,702	15,432	357,201
\$15,000 under \$20,000.....	951,798	1,432,948	907,852	1,230,557	430,450	205,859	23,583	228,715
\$20,000 under \$25,000.....	1,209,222	1,865,246	1,155,278	1,536,554	561,310	273,904	19,904	1,082,910
\$25,000 under \$30,000.....	1,381,179	2,295,614	1,322,630	1,888,459	636,852	325,870	29,744	169,773
\$30,000 under \$35,000.....	1,615,768	2,585,064	1,529,597	2,167,393	831,902	417,326	10,265	37,649
\$35,000 under \$40,000.....	1,796,077	2,919,045	1,711,197	2,433,421	911,838	423,979	28,847	176,480
\$40,000 under \$45,000.....	1,901,473	3,190,769	1,810,265	2,610,161	1,013,631	629,651	14,430	54,639
\$45,000 under \$50,000.....	2,070,547	3,338,982	1,975,632	2,869,482	1,048,926	541,277	11,765	76,384
\$50,000 under \$55,000.....	1,978,707	3,686,849	1,908,451	3,069,062	984,240	580,386	17,179	38,790
\$55,000 under \$60,000.....	1,938,145	3,861,016	1,879,995	3,243,944	974,629	572,727	9,702	137,910
\$60,000 under \$75,000.....	5,243,987	10,958,420	5,050,740	9,223,137	2,849,439	1,818,743	20,689	467,634
\$75,000 under \$100,000.....	5,560,134	13,470,663	5,401,174	11,200,968	3,267,636	2,190,603	21,774	953,706
\$100,000 under \$200,000.....	5,412,976	19,611,686	5,310,573	15,694,036	3,240,580	4,253,915	31,184	902,432
\$200,000 under \$500,000.....	1,422,517	12,190,437	1,408,171	9,052,216	805,323	3,388,885	14,601	1,768,617
\$500,000 under \$1,000,000.....	269,582	5,597,901	267,412	3,575,105	138,102	2,198,771	4,456	1,253,654
\$1,000,000 or more.....	151,683	21,141,556	150,696	9,299,041	74,385	11,238,947	5,253	4,560,663
<b>Taxable returns.....</b>	<b>32,051,171</b>	<b>106,072,922</b>	<b>30,962,983</b>	<b>77,425,864</b>	<b>17,351,883</b>	<b>28,632,113</b>	<b>231,778</b>	<b>10,494,627</b>
<b>Nontaxable returns.....</b>	<b>1,784,821</b>	<b>3,167,156</b>	<b>1,704,893</b>	<b>2,688,507</b>	<b>754,104</b>	<b>623,871</b>	<b>79,100</b>	<b>1,847,125</b>
Size of adjusted gross income	Casualty or theft loss deduction	Miscellaneous deductions subject to 2 percent AGI limitation						Tax preparation fees
		Total after AGI limitation		Unreimbursed employee business expense				
	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>99,459</b>	<b>1,193,534</b>	<b>8,842,525</b>	<b>40,546,291</b>	<b>11,604,865</b>	<b>41,570,155</b>	<b>13,146,734</b>	<b>3,269,952</b>
Under \$5,000.....	*2,866	*47,937	57,608	80,049	16,542	41,013	41,339	13,563
\$5,000 under \$10,000.....	*1,947	*53,116	99,724	174,851	40,676	133,439	124,662	18,819
\$10,000 under \$15,000.....	*5,751	*80,154	170,918	459,476	116,677	342,061	242,584	36,884
\$15,000 under \$20,000.....	*3,801	*17,638	305,740	1,052,794	272,765	905,886	429,596	59,547
\$20,000 under \$25,000.....	*4,955	*86,653	366,987	1,309,549	340,320	1,133,061	481,729	80,182
\$25,000 under \$30,000.....	*4,036	*20,277	448,958	1,751,649	501,803	1,684,730	554,056	77,367
\$30,000 under \$35,000.....	*9,518	*70,852	517,799	2,036,926	624,715	2,082,469	683,524	100,280
\$35,000 under \$40,000.....	*9,822	*158,512	562,345	2,231,786	671,419	2,409,960	713,904	105,763
\$40,000 under \$45,000.....	*12,733	*134,106	644,397	2,421,396	816,544	2,578,797	828,448	127,001
\$45,000 under \$50,000.....	10,959	83,644	584,483	2,196,169	802,729	2,397,321	854,994	135,609
\$50,000 under \$55,000.....	*7,757	*30,237	548,366	2,141,860	774,346	2,415,343	793,751	141,480
\$55,000 under \$60,000.....	*5,778	*82,026	516,718	2,202,208	762,450	2,374,703	741,987	127,443
\$60,000 under \$75,000.....	*3,838	*11,393	1,322,943	5,075,328	1,936,985	5,980,756	1,995,186	359,518
\$75,000 under \$100,000.....	10,752	85,358	1,282,272	5,357,264	1,944,943	6,523,801	2,054,805	454,455
\$100,000 under \$200,000.....	3,608	72,660	1,113,555	6,654,059	1,622,293	7,523,487	1,920,162	688,079
\$200,000 under \$500,000.....	1,178	100,530	246,828	2,833,430	309,045	2,313,736	535,249	413,110
\$500,000 under \$1,000,000.....	98	27,601	35,271	85,791	37,756	424,402	97,713	144,936
\$1,000,000 or more.....	62	30,838	17,613	1,715,707	12,859	305,189	53,044	185,916
<b>Taxable returns.....</b>	<b>76,979</b>	<b>656,921</b>	<b>8,234,308</b>	<b>38,053,508</b>	<b>11,153,768</b>	<b>39,592,319</b>	<b>12,370,319</b>	<b>3,104,675</b>
<b>Nontaxable returns.....</b>	<b>22,480</b>	<b>536,613</b>	<b>608,217</b>	<b>2,492,783</b>	<b>451,097</b>	<b>1,977,836</b>	<b>776,415</b>	<b>165,277</b>

Footnotes at end of table.

# Individual Income Tax Returns, 1998

**Table 3.--Returns with Itemized Deductions, 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	Unlimited miscellaneous deductions					
	Total		Gambling loss deduction		Miscellaneous deductions other than gambling	
	Number of returns	Amount	Number of returns	Amount	Number of returns	Amount
	(49)	(50)	(51)	(52)	(53)	(54)
<b>All returns.....</b>	<b>885,877</b>	<b>7,037,020</b>	<b>666,320</b>	<b>6,158,655</b>	<b>232,526</b>	<b>878,365</b>
Under \$5,000.....	*3,889	*12,073	*956	*2,169	*2,934	*9,904
\$5,000 under \$10,000.....	11,522	43,564	*7,604	*38,019	*3,918	*5,545
\$10,000 under \$15,000.....	21,946	67,820	20,046	66,037	*1,900	*1,783
\$15,000 under \$20,000.....	31,960	137,988	29,179	129,760	*4,629	*8,228
\$20,000 under \$25,000.....	39,316	149,950	26,167	93,468	14,080	56,482
\$25,000 under \$30,000.....	34,002	140,034	27,042	138,087	*6,968	*1,947
\$30,000 under \$35,000.....	45,860	211,746	31,609	153,745	15,199	58,001
\$35,000 under \$40,000.....	46,224	212,370	32,399	165,833	13,825	46,538
\$40,000 under \$45,000.....	43,595	201,742	32,982	163,745	11,530	37,996
\$45,000 under \$50,000.....	58,733	222,359	37,727	205,805	21,006	16,554
\$50,000 under \$55,000.....	48,299	140,775	35,411	113,167	16,933	27,608
\$55,000 under \$60,000.....	50,264	212,677	42,440	204,975	9,846	7,702
\$60,000 under \$75,000.....	107,266	518,367	93,487	465,192	14,769	53,175
\$75,000 under \$100,000.....	148,457	846,919	126,178	788,103	22,279	58,816
\$100,000 under \$200,000.....	132,745	1,128,729	85,037	982,193	48,582	146,535
\$200,000 under \$500,000.....	44,438	1,238,451	27,627	1,085,456	17,109	152,995
\$500,000 under \$1,000,000.....	10,742	606,644	6,585	523,153	4,164	83,491
\$1,000,000 or more.....	6,619	944,813	3,845	839,749	2,856	105,064
<b>Taxable returns.....</b>	<b>814,332</b>	<b>6,488,082</b>	<b>613,617</b>	<b>5,704,423</b>	<b>212,748</b>	<b>783,659</b>
<b>Nontaxable returns.....</b>	<b>71,545</b>	<b>548,938</b>	<b>52,703</b>	<b>454,232</b>	<b>19,778</b>	<b>94,706</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 totals because of rounding.

# Individual Income Tax Returns, 1998

**Table 4.--Returns with Earned Income Credit, 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 with earned income credit (EIC)									
	Number of returns	Adjusted gross income (less deficit)	EIC salaries and wages		Nontaxable earned income		EIC self-employment income (less loss)		EIC earned income	
			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.....</b>	<b>19,704,707</b>	<b>250,608,190</b>	<b>18,152,763</b>	<b>226,294,085</b>	<b>2,111,811</b>	<b>2,168,627</b>	<b>3,326,642</b>	<b>20,228,276</b>	<b>19,704,707</b>	<b>248,690,987</b>
No adjusted gross income..	77,561	-2,248,030	39,410	343,002	4,900	6,573	58,603	161,831	77,561	511,406
\$1 under \$1,000.....	295,654	164,235	242,249	192,957	*2,002	*50	67,153	9,412	295,654	202,419
\$1,000 under \$2,000.....	537,650	817,087	470,638	730,687	*2,002	*4,804	85,014	136,053	537,650	871,544
\$2,000 under \$3,000.....	720,858	1,819,440	643,180	1,596,950	*2,174	*3,433	116,423	259,709	720,858	1,860,092
\$3,000 under \$4,000.....	795,882	2,793,477	711,613	2,431,734	*5,931	*3,045	146,484	317,448	795,882	2,752,227
\$4,000 under \$5,000.....	803,702	3,617,232	716,508	3,082,912	23,972	3,443	148,470	480,165	803,702	3,566,521
\$5,000 under \$6,000.....	957,007	5,263,861	859,605	4,424,305	14,745	5,318	187,226	690,334	957,007	5,119,957
\$6,000 under \$7,000.....	1,008,986	6,585,209	852,870	5,088,801	27,732	21,073	271,971	1,246,107	1,008,986	6,355,981
\$7,000 under \$8,000.....	1,025,416	7,700,551	897,829	6,233,204	28,863	39,853	216,052	1,212,593	1,025,416	7,485,651
\$8,000 under \$9,000.....	1,029,825	8,715,622	912,841	7,097,691	39,155	12,380	202,963	1,186,774	1,029,825	8,296,845
\$9,000 under \$10,000.....	1,112,745	10,558,221	971,685	8,487,723	33,402	40,083	242,233	1,669,389	1,112,745	10,197,195
\$10,000 under \$11,000.....	778,767	8,177,079	709,004	7,020,228	55,456	28,465	128,598	945,418	778,767	7,994,110
\$11,000 under \$12,000.....	758,483	8,732,466	712,283	7,877,558	47,854	74,451	107,278	633,176	758,483	8,585,186
\$12,000 under \$13,000.....	730,117	9,137,764	684,779	8,026,648	84,140	128,144	115,837	794,751	730,117	8,949,543
\$13,000 under \$14,000.....	841,004	11,363,730	784,705	10,082,143	88,936	92,227	116,701	971,364	841,004	11,145,734
\$14,000 under \$15,000.....	749,567	10,859,141	712,784	9,770,907	98,532	91,761	96,185	818,849	749,567	10,681,517
\$15,000 under \$16,000.....	692,560	10,748,335	650,576	9,593,878	111,577	127,000	99,498	886,793	692,560	10,607,671
\$16,000 under \$17,000.....	724,271	11,941,094	696,556	10,943,224	139,473	186,864	92,064	712,910	724,271	11,842,998
\$17,000 under \$18,000.....	673,040	11,775,167	634,490	10,647,468	111,299	149,334	86,804	867,780	673,040	11,664,581
\$18,000 under \$19,000.....	646,019	11,951,648	620,796	10,943,793	131,579	134,010	81,049	684,552	646,019	11,762,355
\$19,000 under \$20,000.....	630,127	12,294,131	615,403	11,489,551	128,510	146,361	73,256	497,835	630,127	12,133,747
\$20,000 under \$25,000.....	2,835,221	63,300,015	2,755,396	58,309,371	650,980	629,887	395,203	3,355,059	2,835,221	62,294,317
\$25,000 and over.....	1,280,246	34,540,715	1,257,562	31,879,350	278,597	240,066	191,577	1,689,973	1,280,246	33,809,390

Size of adjusted gross income	All returns with earned income credit (EIC)--continued									
	Total earned income credit		EIC used to offset income tax before credits		Total income tax		EIC used to offset all other taxes		EIC refundable portion	
	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.....</b>	<b>19,704,707</b>	<b>31,591,789</b>	<b>5,919,232</b>	<b>2,232,025</b>	<b>2,365,067</b>	<b>1,324,315</b>	<b>3,165,398</b>	<b>2,358,148</b>	<b>16,279,377</b>	<b>27,001,616</b>
No adjusted gross income..	77,561	72,282	--	--	--	--	48,776	22,349	48,712	49,932
\$1 under \$1,000.....	295,654	39,287	--	--	--	--	35,468	4,446	267,462	34,840
\$1,000 under \$2,000.....	537,650	213,425	--	--	--	--	79,289	14,196	488,181	199,229
\$2,000 under \$3,000.....	720,858	426,540	--	--	--	--	114,565	26,727	652,719	399,813
\$3,000 under \$4,000.....	795,882	640,231	--	--	--	--	136,284	40,736	722,432	599,494
\$4,000 under \$5,000.....	803,702	805,247	--	--	--	--	143,292	49,378	720,142	755,868
\$5,000 under \$6,000.....	957,007	1,151,705	--	--	--	--	183,648	71,380	875,804	1,080,325
\$6,000 under \$7,000.....	1,008,986	1,541,916	22,983	101	--	--	277,313	151,087	922,500	1,390,728
\$7,000 under \$8,000.....	1,025,416	1,652,986	345,694	27,884	*10,851	*743	214,123	142,126	952,877	1,482,976
\$8,000 under \$9,000.....	1,029,825	1,741,050	313,537	36,138	308,497	33,427	155,039	130,820	699,612	1,574,092
\$9,000 under \$10,000.....	1,112,745	2,156,702	338,304	15,070	327,507	109,695	215,992	219,673	772,382	1,921,959
\$10,000 under \$11,000.....	778,767	2,303,746	20,023	3,592	*7,119	*2,880	140,600	153,238	769,560	2,146,916
\$11,000 under \$12,000.....	758,483	2,245,426	33,892	5,283	--	--	99,790	108,715	755,694	2,131,428
\$12,000 under \$13,000.....	730,117	2,092,986	79,143	12,382	--	--	122,889	143,341	724,080	1,937,263
\$13,000 under \$14,000.....	841,004	2,219,521	85,522	22,869	--	--	117,707	157,218	817,280	2,039,434
\$14,000 under \$15,000.....	749,567	1,861,210	217,209	34,933	--	--	105,167	125,725	734,592	1,700,552
\$15,000 under \$16,000.....	692,560	1,612,831	240,009	73,974	--	--	128,382	144,987	663,246	1,393,871
\$16,000 under \$17,000.....	724,271	1,590,218	251,298	105,681	*948	*19	102,528	110,416	702,467	1,374,121
\$17,000 under \$18,000.....	673,040	1,308,570	297,734	140,807	*969	*212	90,106	100,443	631,367	1,067,319
\$18,000 under \$19,000.....	646,019	1,156,009	342,174	170,776	*10,955	*2,185	96,054	91,294	597,302	893,939
\$19,000 under \$20,000.....	630,127	989,789	346,885	181,775	35,249	7,497	79,985	61,841	564,881	736,173
\$20,000 under \$25,000.....	2,835,221	3,168,351	1,984,693	1,046,220	919,606	558,797	352,552	235,725	1,744,193	1,886,406
\$25,000 and over.....	1,280,246	601,763	1,000,129	344,541	743,367	608,859	125,849	52,286	451,894	204,936

Footnotes at end of table.

# Individual Income Tax Returns, 1998

## Table 4.--Returns with Earned Income Credit, 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 no qualifying children									
	Number of returns	Adjusted gross income (less deficit)	EIC salaries and wages		Nontaxable earned income		EIC self-employment income (less loss)		EIC earned income	
			Number of returns	Amount	Number of returns	Amount	Number of returns	Amount	Number of returns	Amount
	(21)	(22)	(23)	(24)	(25)	(26)	(27)	(28)	(29)	(30)
<b>All returns.....</b>	<b>3,548,865</b>	<b>18,429,747</b>	<b>2,998,571</b>	<b>15,725,617</b>	<b>75,439</b>	<b>33,828</b>	<b>835,675</b>	<b>2,924,862</b>	<b>3,548,865</b>	<b>18,684,307</b>
No adjusted gross income..	41,532	-993,530	16,091	70,394	--	--	31,427	90,522	41,532	160,916
\$1 under \$1,000.....	171,463	88,074	122,250	66,844	--	--	55,796	43,296	171,463	110,140
\$1,000 under \$2,000.....	226,236	340,322	177,387	262,726	--	--	55,590	83,684	226,236	346,410
\$2,000 under \$3,000.....	324,179	816,914	262,822	644,135	*2,013	*3,380	84,339	174,879	324,179	822,394
\$3,000 under \$4,000.....	368,038	1,289,422	309,211	1,041,061	*3,930	*2,877	95,588	218,142	368,038	1,262,080
\$4,000 under \$5,000.....	380,134	1,702,743	310,649	1,314,292	*7,920	*1,139	99,366	347,738	380,134	1,663,169
\$5,000 under \$6,000.....	439,698	2,418,600	377,786	1,925,166	*2,842	*2,515	110,297	414,975	439,698	2,342,656
\$6,000 under \$7,000.....	392,596	2,561,543	326,825	1,911,561	*10,772	*9,156	103,479	449,267	392,596	2,369,984
\$7,000 under \$8,000.....	404,009	3,025,766	361,732	2,520,630	*10,784	*4,317	71,276	347,512	404,009	2,872,459
\$8,000 under \$9,000.....	404,580	3,415,590	367,807	2,779,673	26,198	7,426	74,853	403,492	404,580	3,190,591
\$9,000 under \$10,000.....	389,242	3,692,569	361,995	3,154,454	*10,979	*3,017	50,520	320,133	389,242	3,477,604
\$10,000 under \$11,000.....	*7,159	*71,733	*4,015	*34,683	--	--	*3,144	*31,221	*7,159	*65,904
\$11,000 under \$12,000.....	--	--	--	--	--	--	--	--	--	--
\$12,000 under \$13,000.....	--	--	--	--	--	--	--	--	--	--
\$13,000 under \$14,000.....	--	--	--	--	--	--	--	--	--	--
\$14,000 under \$15,000.....	--	--	--	--	--	--	--	--	--	--
\$15,000 under \$16,000.....	--	--	--	--	--	--	--	--	--	--
\$16,000 under \$17,000.....	--	--	--	--	--	--	--	--	--	--
\$17,000 under \$18,000.....	--	--	--	--	--	--	--	--	--	--
\$18,000 under \$19,000.....	--	--	--	--	--	--	--	--	--	--
\$19,000 under \$20,000.....	--	--	--	--	--	--	--	--	--	--
\$20,000 under \$25,000.....	--	--	--	--	--	--	--	--	--	--
\$25,000 and over.....	--	--	--	--	--	--	--	--	--	--

Size of adjusted gross income	Returns with no qualifying children--continued									
	Total earned income credit		EIC used to offset income tax before credits		Total income tax		EIC used to offset all other taxes		EIC refundable portion	
	Number of returns	Amount	Number of returns	Amount	Number of returns	Amount	Number of returns	Amount	Number of returns	Amount
	(31)	(32)	(33)	(34)	(35)	(36)	(37)	(38)	(39)	(40)
<b>All returns.....</b>	<b>3,548,865</b>	<b>694,335</b>	<b>1,009,937</b>	<b>75,938</b>	<b>653,973</b>	<b>146,745</b>	<b>661,975</b>	<b>136,217</b>	<b>2,308,946</b>	<b>482,179</b>
No adjusted gross income..	41,532	7,855	--	--	--	--	26,592	5,693	15,167	2,162
\$1 under \$1,000.....	171,463	8,398	--	--	--	--	29,231	2,851	144,245	5,548
\$1,000 under \$2,000.....	226,236	25,746	--	--	--	--	50,746	6,364	177,428	19,382
\$2,000 under \$3,000.....	324,179	61,305	--	--	--	--	73,398	13,205	256,389	48,100
\$3,000 under \$4,000.....	368,038	95,260	--	--	--	--	86,089	20,559	294,588	74,700
\$4,000 under \$5,000.....	380,134	119,452	--	--	--	--	96,170	27,255	297,506	92,197
\$5,000 under \$6,000.....	439,698	139,767	--	--	--	--	99,751	27,632	358,495	112,135
\$6,000 under \$7,000.....	392,596	100,325	22,983	101	--	--	101,713	22,236	307,522	77,989
\$7,000 under \$8,000.....	404,009	74,600	340,804	27,227	*10,851	*743	63,587	8,242	332,444	39,131
\$8,000 under \$9,000.....	404,580	46,369	311,524	35,727	308,497	33,427	19,800	1,754	76,283	8,888
\$9,000 under \$10,000.....	389,242	15,249	327,507	12,876	327,507	109,695	14,858	427	48,879	1,946
\$10,000 under \$11,000.....	*7,159	*7	*7,119	*7	*7,119	*2,880	*40	--	--	--
\$11,000 under \$12,000.....	--	--	--	--	--	--	--	--	--	--
\$12,000 under \$13,000.....	--	--	--	--	--	--	--	--	--	--
\$13,000 under \$14,000.....	--	--	--	--	--	--	--	--	--	--
\$14,000 under \$15,000.....	--	--	--	--	--	--	--	--	--	--
\$15,000 under \$16,000.....	--	--	--	--	--	--	--	--	--	--
\$16,000 under \$17,000.....	--	--	--	--	--	--	--	--	--	--
\$17,000 under \$18,000.....	--	--	--	--	--	--	--	--	--	--
\$18,000 under \$19,000.....	--	--	--	--	--	--	--	--	--	--
\$19,000 under \$20,000.....	--	--	--	--	--	--	--	--	--	--
\$20,000 under \$25,000.....	--	--	--	--	--	--	--	--	--	--
\$25,000 and over.....	--	--	--	--	--	--	--	--	--	--

Footnotes at end of table.

# Individual Income Tax Returns, 1998

**Table 4.--Returns with Earned Income Credit, 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 one qualifying child									
	Number of returns	Adjusted gross income (less deficit)	EIC salaries and wages		Nontaxable earned income		EIC self-employment income (less loss)		EIC earned income	
			Number of returns	Amount	Number of returns	Amount	Number of returns	Amount	Number of returns	Amount
(41)	(42)	(43)	(44)	(45)	(46)	(47)	(48)	(49)	(50)	
<b>All returns.....</b>	<b>7,802,542</b>	<b>104,384,608</b>	<b>7,331,471</b>	<b>95,860,497</b>	<b>928,969</b>	<b>904,450</b>	<b>1,080,336</b>	<b>6,379,758</b>	<b>7,802,542</b>	<b>103,144,706</b>
No adjusted gross income..	19,050	-512,383	9,625	129,045	*2,397	*4,381	13,519	37,609	19,050	171,036
\$1 under \$1,000.....	57,664	35,848	54,751	62,803	--	--	*6,772	*-14,371	57,664	48,432
\$1,000 under \$2,000.....	157,342	241,125	145,865	228,065	--	--	15,315	14,295	157,342	242,360
\$2,000 under \$3,000.....	218,024	550,577	206,468	498,931	--	--	18,112	39,587	218,024	538,518
\$3,000 under \$4,000.....	243,631	852,246	229,780	794,182	--	--	28,678	56,403	243,631	850,585
\$4,000 under \$5,000.....	247,127	1,120,655	236,190	1,041,222	*14,011	*2,186	30,319	69,264	247,127	1,112,673
\$5,000 under \$6,000.....	276,668	1,523,710	254,674	1,308,897	*4,951	*808	44,996	167,205	276,668	1,476,909
\$6,000 under \$7,000.....	340,626	2,219,206	275,679	1,604,135	*2,002	*6,293	117,755	571,168	340,626	2,181,596
\$7,000 under \$8,000.....	329,244	2,480,111	280,189	1,988,016	*10,072	*32,754	74,221	420,881	329,244	2,441,651
\$8,000 under \$9,000.....	337,807	2,853,439	301,934	2,416,765	*10,008	*3,581	52,423	297,568	337,807	2,717,913
\$9,000 under \$10,000.....	350,674	3,324,517	314,521	2,807,382	*6,867	*29,295	59,217	372,393	350,674	3,209,070
\$10,000 under \$11,000.....	369,119	3,882,689	341,649	3,416,159	29,731	17,554	47,773	363,838	369,119	3,797,551
\$11,000 under \$12,000.....	374,429	4,329,305	349,786	3,871,936	27,958	22,902	58,553	351,414	374,429	4,246,252
\$12,000 under \$13,000.....	366,745	4,588,327	346,648	4,048,297	40,228	67,909	57,118	407,831	366,745	4,524,037
\$13,000 under \$14,000.....	475,514	6,423,738	443,432	5,713,632	48,911	69,348	64,456	520,829	475,514	6,303,810
\$14,000 under \$15,000.....	400,994	5,812,274	392,701	5,520,497	60,885	64,135	35,198	163,271	400,994	5,747,902
\$15,000 under \$16,000.....	352,330	5,475,061	331,772	4,951,450	60,887	69,673	44,959	381,860	352,330	5,402,983
\$16,000 under \$17,000.....	342,764	5,658,991	329,502	5,190,784	70,668	78,456	45,444	322,169	342,764	5,591,410
\$17,000 under \$18,000.....	351,039	6,139,688	326,302	5,543,682	53,895	47,086	44,138	466,116	351,039	6,056,885
\$18,000 under \$19,000.....	325,595	6,019,602	319,801	5,675,946	65,138	66,976	29,197	159,158	325,595	5,902,080
\$19,000 under \$20,000.....	329,462	6,429,756	324,368	6,058,988	64,790	51,721	35,149	194,116	329,462	6,304,825
\$20,000 under \$25,000.....	1,317,370	29,290,402	1,297,485	27,619,046	318,990	251,102	136,111	883,181	1,317,370	28,753,329
\$25,000 and over.....	219,324	5,645,724	218,349	5,370,638	36,578	18,291	20,912	133,971	219,324	5,522,900

Size of adjusted gross income	Returns with one qualifying child--continued									
	Total earned income credit		EIC used to offset income tax before credits		Total income tax		EIC used to offset all other taxes		EIC refundable portion	
	Number of returns	Amount	Number of returns	Amount	Number of returns	Amount	Number of returns	Amount	Number of returns	Amount
(51)	(52)	(53)	(54)	(55)	(56)	(57)	(58)	(59)	(60)	
<b>All returns.....</b>	<b>7,802,542</b>	<b>11,817,698</b>	<b>3,171,387</b>	<b>1,399,172</b>	<b>1,132,643</b>	<b>827,193</b>	<b>1,036,180</b>	<b>824,486</b>	<b>6,477,178</b>	<b>9,594,040</b>
No adjusted gross income..	19,050	26,842	--	--	--	--	10,377	8,666	17,777	18,175
\$1 under \$1,000.....	57,664	13,212	--	--	--	--	*1,944	*501	57,664	12,711
\$1,000 under \$2,000.....	157,342	82,548	--	--	--	--	11,486	3,046	157,342	79,502
\$2,000 under \$3,000.....	218,024	183,318	--	--	--	--	27,355	7,642	218,024	175,675
\$3,000 under \$4,000.....	243,631	289,127	--	--	--	--	25,933	10,759	243,631	278,368
\$4,000 under \$5,000.....	247,127	369,790	--	--	--	--	28,377	12,494	246,195	357,296
\$5,000 under \$6,000.....	276,668	498,468	--	--	--	--	43,143	25,759	276,668	472,709
\$6,000 under \$7,000.....	340,626	731,817	--	--	--	--	119,827	89,812	340,278	642,004
\$7,000 under \$8,000.....	329,244	721,765	*2,961	*363	--	--	74,386	64,963	328,269	656,439
\$8,000 under \$9,000.....	337,807	739,041	--	--	--	--	56,477	53,168	336,839	685,873
\$9,000 under \$10,000.....	350,674	777,765	*10,797	*2,195	--	--	60,351	61,210	350,674	714,361
\$10,000 under \$11,000.....	369,119	825,103	*8,975	*1,951	--	--	57,717	63,356	367,070	759,797
\$11,000 under \$12,000.....	374,429	841,822	29,865	2,430	--	--	54,730	59,420	372,143	779,971
\$12,000 under \$13,000.....	366,745	791,348	77,142	12,310	--	--	62,974	75,185	361,640	703,854
\$13,000 under \$14,000.....	475,514	957,116	82,588	22,310	--	--	63,766	80,584	451,790	854,221
\$14,000 under \$15,000.....	400,994	749,963	199,537	32,494	--	--	35,424	27,886	391,768	689,583
\$15,000 under \$16,000.....	352,330	594,385	222,186	67,727	--	--	61,097	53,073	329,835	473,586
\$16,000 under \$17,000.....	342,764	525,829	226,588	96,558	*948	*19	52,087	40,561	324,753	388,710
\$17,000 under \$18,000.....	351,039	485,537	252,910	125,138	*969	*212	40,452	29,182	324,474	331,217
\$18,000 under \$19,000.....	325,595	399,422	300,816	155,694	*10,955	*2,185	36,223	17,197	299,183	226,531
\$19,000 under \$20,000.....	329,462	350,371	295,056	172,167	35,249	7,497	41,748	18,159	278,844	160,044
\$20,000 under \$25,000.....	1,317,370	839,110	1,251,615	684,941	878,176	548,861	70,307	21,862	389,339	132,307
\$25,000 and over.....	219,324	24,000	210,349	22,894	206,346	268,419	--	--	*12,978	*1,106

Footnotes at end of table.

# Individual Income Tax Returns, 1998

## Table 4.--Returns with Earned Income Credit, 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 two or more qualifying children									
	Number of returns	Adjusted gross income (less deficit)	EIC salaries and wages		Nontaxable earned income		EIC self-employment income (less loss)		EIC earned income	
			Number of returns	Amount	Number of returns	Amount	Number of returns	Amount	Number of returns	Amount
	(61)	(62)	(63)	(64)	(65)	(66)	(67)	(68)	(69)	(70)
<b>All returns.....</b>	<b>8,353,301</b>	<b>127,793,834</b>	<b>7,822,722</b>	<b>114,707,970</b>	<b>1,107,403</b>	<b>1,230,349</b>	<b>1,410,631</b>	<b>10,923,657</b>	<b>8,353,301</b>	<b>126,861,975</b>
No adjusted gross income..	16,979	-742,117	13,695	143,563	*2,503	*2,192	13,657	33,699	16,979	179,454
\$1 under \$1,000.....	66,527	40,312	65,247	63,311	*2,002	*50	*4,585	*-19,513	66,527	43,847
\$1,000 under \$2,000.....	154,073	235,640	147,386	239,897	*2,002	*4,804	14,109	38,073	154,073	282,774
\$2,000 under \$3,000.....	178,655	451,948	173,890	453,883	*161	*53	13,972	45,243	178,655	499,179
\$3,000 under \$4,000.....	184,213	651,809	172,622	596,492	*2,002	*168	22,218	42,902	184,213	639,562
\$4,000 under \$5,000.....	176,440	793,834	169,669	727,397	*2,041	*119	18,785	63,163	176,440	790,679
\$5,000 under \$6,000.....	240,641	1,321,550	227,145	1,190,242	*6,952	*1,996	31,934	108,155	240,641	1,300,392
\$6,000 under \$7,000.....	275,763	1,804,459	250,365	1,573,105	*14,959	*5,624	50,737	225,673	275,763	1,804,401
\$7,000 under \$8,000.....	292,164	2,194,674	255,909	1,724,558	*8,006	*2,782	70,554	444,200	292,164	2,171,541
\$8,000 under \$9,000.....	287,438	2,446,593	243,100	1,901,254	*2,949	*1,373	75,687	485,714	287,438	2,388,341
\$9,000 under \$10,000.....	372,828	3,541,134	295,169	2,525,887	15,556	7,771	132,496	976,863	372,828	3,510,521
\$10,000 under \$11,000.....	402,490	4,222,656	363,340	3,569,386	25,724	10,911	77,681	550,358	402,490	4,130,655
\$11,000 under \$12,000.....	384,055	4,403,162	362,496	4,005,622	19,896	51,549	48,725	281,762	384,055	4,338,933
\$12,000 under \$13,000.....	363,373	4,549,437	338,132	3,978,352	43,912	60,235	58,719	386,920	363,373	4,425,506
\$13,000 under \$14,000.....	365,489	4,939,992	341,273	4,368,511	40,025	22,878	52,245	450,535	365,489	4,841,924
\$14,000 under \$15,000.....	348,573	5,046,867	320,083	4,250,410	37,646	27,626	60,987	655,578	348,573	4,933,615
\$15,000 under \$16,000.....	340,230	5,273,274	318,803	4,642,428	50,690	57,328	54,539	504,933	340,230	5,204,688
\$16,000 under \$17,000.....	381,507	6,282,103	367,055	5,752,440	68,805	108,408	46,620	390,740	381,507	6,251,588
\$17,000 under \$18,000.....	322,002	5,635,479	308,188	5,103,785	57,403	102,247	42,666	401,663	322,002	5,607,696
\$18,000 under \$19,000.....	320,423	5,932,047	300,995	5,267,847	66,441	67,034	51,851	525,395	320,423	5,860,275
\$19,000 under \$20,000.....	300,665	5,864,375	291,035	5,430,562	63,720	94,640	38,107	303,720	300,665	5,828,923
\$20,000 under \$25,000.....	1,517,851	34,009,612	1,457,910	30,690,325	331,990	378,786	259,092	2,471,878	1,517,851	33,540,988
\$25,000 and over.....	1,060,922	28,894,992	1,039,213	26,508,713	242,018	221,775	170,664	1,556,002	1,060,922	28,286,490

Size of adjusted gross income	Returns with two or more qualifying children--continued									
	Total earned income credit		EIC used to offset income tax before credits		Total income tax		EIC used to offset all other taxes		EIC refundable portion	
	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)	(77)	(78)	(79)	(80)
<b>All returns.....</b>	<b>8,353,301</b>	<b>19,079,756</b>	<b>1,737,908</b>	<b>756,914</b>	<b>578,451</b>	<b>350,377</b>	<b>1,467,243</b>	<b>1,397,445</b>	<b>7,493,254</b>	<b>16,925,397</b>
No adjusted gross income..	16,979	37,584	--	--	--	--	11,807	7,990	15,768	29,595
\$1 under \$1,000.....	66,527	17,676	--	--	--	--	*4,293	*1,095	65,552	16,581
\$1,000 under \$2,000.....	154,073	105,131	--	--	--	--	17,058	4,786	153,411	100,345
\$2,000 under \$3,000.....	178,655	181,917	--	--	--	--	13,811	5,880	178,307	176,037
\$3,000 under \$4,000.....	184,213	255,844	--	--	--	--	24,263	9,418	184,213	246,427
\$4,000 under \$5,000.....	176,440	316,005	--	--	--	--	18,745	9,629	176,440	306,376
\$5,000 under \$6,000.....	240,641	513,470	--	--	--	--	40,754	17,988	240,641	495,481
\$6,000 under \$7,000.....	275,763	709,774	--	--	--	--	55,773	39,039	274,700	670,735
\$7,000 under \$8,000.....	292,164	856,621	*1,928	*293	--	--	76,150	68,921	292,164	787,407
\$8,000 under \$9,000.....	287,438	955,640	*2,013	*411	--	--	78,762	75,898	286,490	879,331
\$9,000 under \$10,000.....	372,828	1,363,688	--	--	--	--	140,784	158,036	372,828	1,205,651
\$10,000 under \$11,000.....	402,490	1,478,635	*3,930	*1,634	--	--	82,843	89,882	402,490	1,387,119
\$11,000 under \$12,000.....	384,055	1,403,604	*4,027	*2,853	--	--	45,060	49,295	383,551	1,351,457
\$12,000 under \$13,000.....	363,373	1,301,638	*2,002	*72	--	--	59,915	68,156	362,441	1,233,410
\$13,000 under \$14,000.....	365,489	1,262,405	*2,934	*558	--	--	53,942	76,634	365,489	1,185,212
\$14,000 under \$15,000.....	348,573	1,111,247	17,672	2,439	--	--	69,743	97,839	342,824	1,010,969
\$15,000 under \$16,000.....	340,230	1,018,446	17,823	6,247	--	--	67,285	91,914	333,411	920,285
\$16,000 under \$17,000.....	381,507	1,064,389	24,709	9,123	--	--	50,441	69,855	377,715	985,411
\$17,000 under \$18,000.....	322,002	823,032	44,823	15,669	--	--	49,653	71,261	306,893	736,102
\$18,000 under \$19,000.....	320,423	756,587	41,359	15,082	--	--	59,831	74,096	298,119	667,408
\$19,000 under \$20,000.....	300,665	639,419	51,830	19,607	--	--	38,237	43,682	286,037	576,129
\$20,000 under \$25,000.....	1,517,851	2,329,241	733,078	361,279	41,430	9,936	282,245	213,863	1,354,854	1,754,099
\$25,000 and over.....	1,060,922	577,764	789,781	321,648	537,021	340,441	125,849	52,286	438,916	203,830

\* 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.