

Individual Income Tax Returns for 1985: Selected Characteristics From the Taxpayer Usage Study

By Elizabeth L. Gross*

Recently, two trends have been evident in the filing patterns of individual taxpayers. The first is that fewer taxpayers have been filing their returns by the deadline, submitting only a request for automatic extension of filing time by April 15. Based on Internal Revenue Service (IRS) projections of total 1985 individual income tax returns, this trend has continued (see Figure A).

The second trend has been for taxpayers who do file on or before April 15 to file later in the season (see Figure B). However, in contrast to the pattern of recent years, timely-filed returns for Tax Year 1985 arrived at the 10 IRS service centers on approximately the same schedule as returns for the year before. After a slow start at the beginning of 1986, the rate of filing began to increase, with the usual last-minute filing surge before the April 15 deadline.

CHARACTERISTICS OF RETURNS

In keeping with the trend of previous years, the long form, Form 1040, accounted for almost 64 percent of all returns filed (see Figure

C). The percentage of taxpayers filing Form 1040A again decreased, while the number filing Form 1040EZ returns continued at the same level. Although still the most common filing status, the number of joint returns of husbands and wives decreased for Tax Year 1985. The percentage fell from 49.6 for 1984 to 47.0 for 1985 returns, while returns of single persons increased from 41.1 percent to 42.1 percent. The average number of exemptions claimed per return was 2.2.

TWO-EARNER COUPLES

The number of two-earner married couples increased each year through 1984, but data for Tax Year 1985 show a decrease in the number of two-wage-earner households. This change is evidenced by a decline in the number of returns with at least one Form W-2 (Wage and Tax Statement) attached for each taxpayer (from 22.0 million for 1984 to 21.3 million for 1985).

SOCIAL SECURITY BENEFITS

The number of returns showing "taxable" social security benefits among the sources of

Figure A. Number of Returns Filed, 1980-85

[Number of returns in thousands]

Returns filed	Tax Year					
	1980 (1)	1981 (2)	1982 (3)	1983 (4)	1984 (5)	1985 (6)
Returns filed through December of the filing year.....	94,155	95,520	95,609	95,564	99,579	102,800 ^{1/}
Returns filed through April of the filing year.....	89,154	90,670	89,964	90,407	92,611	95,307
Returns filed through April as a percentage of returns filed through December.....	94.7%	94.9%	94.1%	94.6%	93.0%	92.7% ^{2/}

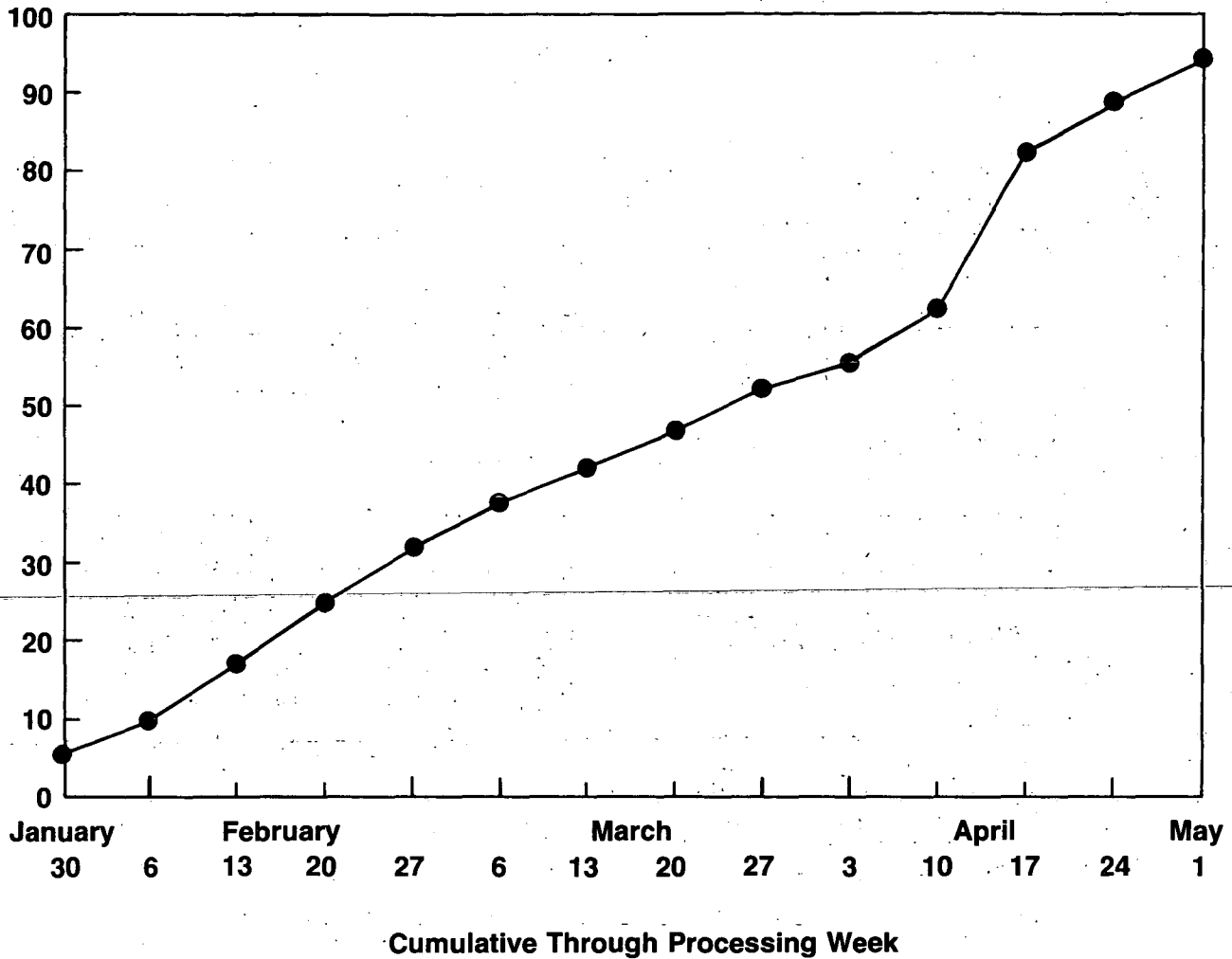
^{1/}The figure for Tax Year 1985 is a projected total by the IRS Research Division of Forms 1040, 1040A and 1040EZ.

^{2/}Estimated based on the projection for Tax Year 1985.

*Individual Special Projects Section. Prepared under the direction of Peter Sailer, Chief.

Figure B.
Estimated Cumulative Receipts, Tax Year 1985

Number of returns
 (millions)



income remained the same at 2.8 million, while those reporting "gross" social security benefits increased from 6.7 million returns for Tax Year 1984 to 8.1 million for 1985. The number reporting social security benefits rose more than expected, possibly because taxpayers were entering their gross social security amounts even though they were not required to report benefits from the Social Security Administration or the Railroad Retirement Board unless there were taxable amounts.

The increase in returns with gross social security benefits can be attributed, in part, to the aging of the population, the percentage of the total population in the 65-or-over age group increasing from 11.8 percent to 11.9 percent [1]. The Social Security Administration reported an increase in the number of persons

receiving social security benefits from 36.5 million for 1984 to 37.1 million for 1985 [2]. The increase in beneficiaries did not translate into a rise in returns with taxable benefits. Figure D shows that the number of social security beneficiaries in the lower adjusted gross income (AGI) classes increased. The exclusion of taxable income, \$25,000 for single filers and \$32,000 for joint filers, exempted most filers from having taxable benefits. Since most of the new beneficiaries' income fell below this floor, the number of returns with taxable benefits did not increase.

ADJUSTMENTS TO INCOME

Of the 95.3 million returns filed through April 1986, 15.4 million showed a deduction for payments to an Individual Retirement Arrangement

Figure C. Number of Returns Filed, by Form Type, 1981-85

[Number of returns in thousands]

Type of return	Tax Year				
	1981	1982	1983	1984	1985
	(1)	(2)	(3)	(4)	(5)
All returns.....	90,670	89,964	90,407	92,611	95,307
Long form, 1040.....	53,544	54,687	55,853	57,862	60,677
Short forms, total.....	37,126	35,277	34,556	34,749	34,629
1040A.....	37,126	20,492	19,094	18,422	17,926
1040EZ.....	N/A	14,785	15,462	16,327	16,703
	Percentage of returns				
All returns.....	100.0%	100.0%	100.0%	100.0%	100.0%
Long form, 1040.....	59.1	60.8	61.8	62.5	63.7
Short forms, total.....	40.9	39.2	38.2	37.5	36.3
1040A.....	40.9	22.8	21.1	19.9	18.8
1040EZ.....	N/A	16.4	17.1	17.6	17.5

N/A - Not applicable.

(IRA). For Tax Year 1984, the comparable figure was also 15.4 million, showing little change in the total over the year before.

As shown in Figure E, the number of returns claiming the two-earner marital deduction remained basically unchanged between Tax Years 1984 and 1985. For Tax Year 1985, 32.8 percent of the Form 1040 filers and 18.2 percent of the Form 1040A filers claimed the deduction.

CHANGES DUE TO NEW LAWS

A number of tax law changes affected the characteristics of returns filed for 1985. One was the change in the deduction for charitable contributions. For Tax Year 1984, nonitemizers could take a maximum deduction of 25 percent of their charitable contributions, up to \$75. Beginning with Tax Year 1985, taxpayers who did not itemize deductions on Schedule A could deduct 50 percent of their charitable contributions, subject to limitations based on the size of adjusted gross income. The increase in the zero bracket amount and in the "nonitemizers" charitable contributions deduction made it more beneficial for some taxpayers not to itemize [3].

The number of returns with the nonitemized deduction for charitable contributions increased from 22.3 million to 25.0 million for 1985. The increase in the number of returns with nonitemizers' charitable contributions deduction, in combination with the increase in the zero bracket amount and other tax law changes,

resulted in a decline in the number of itemizers. Only 37.8 percent of all returns were filed by taxpayers who chose to itemize deductions, as opposed to 40.7 percent for Tax Year 1984 (see Figure F). This decline reversed the trend towards increasing percentages of itemizers that began 6 years ago.

The indexing of tax rates, introduced by the Economic Recovery Tax Act of 1981, came into effect for Tax Year 1985. Historically, taxpayers may have been pushed into higher tax brackets by inflation, even though their real incomes did not increase.

Beginning with Tax Year 1985, the tax rate schedules were adjusted to keep pace with cost-of-living increases, thus avoiding bracket creep, with the change reflecting the percentage rise in the Consumer Price Index. Furthermore, as a part of indexing, the personal exemption amount was adjusted from \$1,000 to \$1,040. Analysis of Figure G indicates that the percentage of all filers with "total tax" [4] decreased slightly to 81.5 percent for Tax Year 1985. From Tax Year 1984 to Tax Year 1985, the percentage of returns with total tax decreased most in the lower AGI classes and increased most in the top class. The total tax as a percent of AGI decreased in the upper and lowest AGI classes, with a rise for the middle classes.

For the six years prior to the Economic Recovery Tax Act, total tax as a percentage of AGI increased. With the tax cuts that followed

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Figure D. Form 1040 Returns: Number with Gross and Taxable Social Security Benefits, 1984-85

[Number of returns in thousands]

Size of adjusted gross income	Tax Year 1984		
	Total	Returns with--	
		Gross social security benefits reported	Taxable social security benefits reported
(1)	(2)	(3)	
Form 1040 returns, total.....	57,862	6,685	2,779
Under \$5,000 ^{1/}	5,016	555	*34
\$5,000 under \$15,000.....	5,912	990	*11
\$10,000 under \$25,000.....	5,176	979	*22
\$15,000 under \$20,000.....	6,313	679	-
\$20,000 under \$30,000.....	12,100	1,272	559
\$30,000 under \$50,000.....	15,942	1,328	1,281
\$50,000 under \$100,000.....	5,444	697	685
\$100,000 or more.....	959	185	185

Size of adjusted gross income	Tax Year 1985		
	Total	Returns with--	
		Gross social security benefits reported	Taxable social security benefits reported
(4)	(5)	(6)	
Form 1040 returns, total.....	60,677	8,058	2,777
Under \$5,000 ^{1/}	5,490	857	*33
\$5,000 under \$10,000.....	6,476	1,525	*25
\$10,000 under \$15,000.....	6,732	1,250	*16
\$15,000 under \$20,000.....	6,776	981	*21
\$20,000 under \$30,000.....	12,204	1,272	530
\$30,000 under \$50,000.....	15,731	1,419	1,397
\$50,000 under \$100,000.....	6,271	599	600
\$100,000 or more.....	997	156	156

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

^{1/}Includes returns with no adjusted gross income.

as a result of the 1981 legislation, total tax as a percentage of AGI decreased for 1982 and 1983 and stabilized for 1984. In spite of indexing, Tax Year 1985 figures showed a slight increase in total tax as a percent of AGI, especially in the lowest AGI class, where over one-third of the tax liability was from self-employment tax. Note that, for taxpayers who derive most of their income from self-employment, the effects of indexing were more than offset by the increase in the self-employment tax rate (from 11.3 percent on the first \$37,800 for 1984 to 11.8 percent on the first \$39,600 for 1985).

Figure H indicates the proportion of returns in each income class that showed a total tax liability. While the number of returns in the lowest income class increased between 1984 and 1985, the number of taxable returns decreased.

REFUND RETURNS AND RETURNS WITH TAX DUE AT TIME OF FILING

Most returns (74.2 percent) indicated that the taxpayer expected to receive a refund, with an average amount of \$869 claimed. The number of refund returns for 1985 was higher, 70.7 million compared with 66.5 million for 1984. The average balance due on the 18.2 million returns with tax due at time of filing was \$1,702. The number of tax-due returns decreased from 19.5 million for 1984.

PAID PREPARER, OFFICIAL LABEL, AND ENVELOPE USE

Most taxpayers, 61.7 percent, used the official pre-addressed, bar-coded envelope. Nearly half of the enclosed returns were completed by a paid preparer (45.2 percent). Consistent with recent years, Tax Year 1985

Figure E. Form 1040 and Form 1040A Returns: Number With Selected Statutory Adjustments, 1981-85

[Number of returns in thousands]

Selected statutory adjustments	Tax Year				
	1981 (1)	1982 (2)	1983 (3)	1984 (4)	1985 (5)
Form 1040 and Form 1040A returns, total.....	90,670	75,179	74,946	76,284	78,603
Form 1040.....	53,544	54,687	55,853	57,862	60,677
Form 1040A.....	37,126	20,492	19,094	18,422	17,926
Individual retirement arrangement (IRA) deduction, total.....	3,200 ^{1/}	11,351	12,803	15,353	15,357
Form 1040.....	3,200	11,351	11,876	14,046	14,301
Form 1040A.....	N/A	N/A	927	1,309	1,055
Marital deduction, total.....	N/A	20,296	20,994	22,679	23,162
Form 1040.....	N/A	17,104	17,647	19,320	19,903
Form 1040A.....	N/A	3,193	3,347	3,359	3,259

^{1/}Only this rounded estimate was tabulated.

N/A - Those adjustments were either not allowed for the year or not applicable to the return form indicated.

Figure F. Percentage of Returns with Itemized Deductions, 1979-85

Tax Years	All returns	Form 1040 returns
1979.....	28.9%	49.6%
1980.....	30.6	51.7
1981.....	31.1	52.7
1982.....	34.9	57.4
1983.....	36.0	58.3
1984.....	40.7	65.1
1985.....	37.8	59.4

data show an increase in the number of paid-preparer returns (Figure I). The increased use of paid preparers may explain some of the decline in use of the official IRS label and bar-coded envelope. Taxpayers may not have passed them on to their preparers, or preparers may have used their own forms and mailed returns to the service centers in bulk. The use of computer-printed returns nearly tripled, increasing from 2.2 percent to 6.5 percent for 1985. This rise resulted in lower label usage, since many computer programs print the taxpayer's name, address, and other information required in the identification block.

Use of the official bar-coded envelope provided in the mailed tax packages was down significantly compared with Tax Year 1984. Nearly 62 percent of all Tax Year 1985 returns were sent to the service centers in official

envelopes. Comparable figures were 70.5 percent and 72.0 percent for Tax Years 1984 and 1983, respectively.

Use of the official label reduces the processing time required by the IRS for each return. When a transcription operator keys in the social security number and check digits provided on the official label, there is no need to enter name(s) or address, provided no changes were made to the label, since the information is already on file.

Official envelope usage speeds the mail and sorting process of returns en route to the IRS service centers. The bar codes on the envelopes, representing ZIP codes and IRS information, allow the Postal Service and the IRS to machine-sort the envelopes. Automation saves time and money over the manual mail-sorting procedures.

Once envelopes reach the service centers, they are further sorted by a computerized mail-processing system that reads bar codes and detects coding on checks, among other features. The system allows for early identification and separation of remittance and refund returns which go through different processing steps. These two factors reduce processing time and costs.

CHANGES IN IRS PROCEDURES

Two pilot programs conducted by the IRS may have affected data for Tax Year 1985. The Cincinnati Service Center was the test site for the Study of Utilization of Processing

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Figure G. All Returns: Adjusted Gross Income (AGI) and Total Tax by Size of Adjusted Gross Income, 1984-85

[Number of returns in thousands; amounts in millions of dollars]

Size of adjusted gross income	Tax Year 1984*					
	Adjusted gross income		Total tax		Percentage with total tax	Total tax as a percent of AGI
	Number of returns	Amount	Number of returns	Amount		
	(1)	(2)	(3)	(4)	(5)	(6)
All returns, total.....	92,611	\$2,004,011	76,723	\$258,266	82.8%	12.89%
Under \$5,000 ¹ /.....	15,070	16,681	5,170	1,195	34.3	7.16
\$5,000 under \$10,000.....	14,402	101,189	11,951	740	83.0	0.73
\$10,000 under \$15,000.....	12,828	153,244	12,065	6,958	94.1	4.54
\$15,000 under \$20,000.....	10,532	177,281	9,926	12,288	94.2	6.93
\$20,000 under \$30,000.....	16,303	397,181	15,334	36,496	94.1	9.19
\$30,000 under \$50,000.....	17,074	641,920	16,247	86,282	95.2	13.44
\$50,000 under \$100,000....	5,444	346,481	5,108	62,456	93.8	18.03
\$100,000 or more.....	959	170,034	922	51,851	96.1	30.49

Size of adjusted gross income	Tax Year 1985					
	Adjusted gross income		Total tax		Percentage with total tax	Total tax as a percent of AGI
	Number of returns	Amount	Number of returns	Amount		
	(7)	(8)	(9)	(10)	(11)	(12)
All returns, total.....	95,307	\$2,105,393	77,654	\$282,235	81.5%	13.41%
Under \$5,000 ¹ /.....	16,017	26,477	4,888	1,412	30.5	5.10
\$5,000 under \$10,000.....	15,346	115,054	12,396	5,552	80.8	4.83
\$10,000 under \$15,000.....	13,212	163,575	12,315	11,952	93.2	7.31
\$15,000 under \$20,000.....	10,890	189,929	10,336	17,234	94.9	9.07
\$20,000 under \$30,000.....	15,677	387,979	14,923	41,465	95.2	10.69
\$30,000 under \$50,000.....	16,892	647,010	15,967	83,429	94.5	12.89
\$50,000 under \$100,000....	6,276	397,192	5,841	67,351	93.1	16.96
\$100,000 or more.....	997	178,176	988	53,902	99.1	30.25

*Data for Tax Year 1984 reflect revisions.
¹/Includes returns with no adjusted gross income.

Electronically Filed Returns, known as "SUPER." Refund returns from three selected IRS districts were prepared by participating return preparers and transmitted electronically via telephone lines for processing by the IRS.

The pilot was limited to timely-filed Forms 1040, 1040A, and 1040EZ with selected attachments [5]. The 26,314 returns filed electronically for Tax Year 1985 bypassed the sampling point for the Taxpayer Usage Study (TPUS) in the service center mailrooms, so they were not included in this study. As the scope of the project expands to seven IRS districts in 1987 (Tax Year 1986), the SUPER returns will be included in next year's TPUS sample.

A second pilot effort involved reducing the number of tax packages mailed to the public.

Selected taxpayers who had used a paid preparer in the past were sent postcards asking whether they needed a tax package to prepare their Tax Year 1985 return. To the postcard was affixed the official IRS label, which was to be attached to the completed return. The drop in use of labels detected early in the 1986 filing season prompted a study of the postcard recipients to see whether they were providing their labels to their paid preparers. As it turned out, the postcard recipients used the labels no less than other taxpayers who used paid preparers.

DATA SOURCES AND LIMITATIONS

Data for TPUS were derived from a continuous daily sampling of returns as they were received

**Figure H.
Taxable and Nontaxable Returns by Size of Adjusted Gross Income,
1984 and 1985**

Number of returns
(millions)

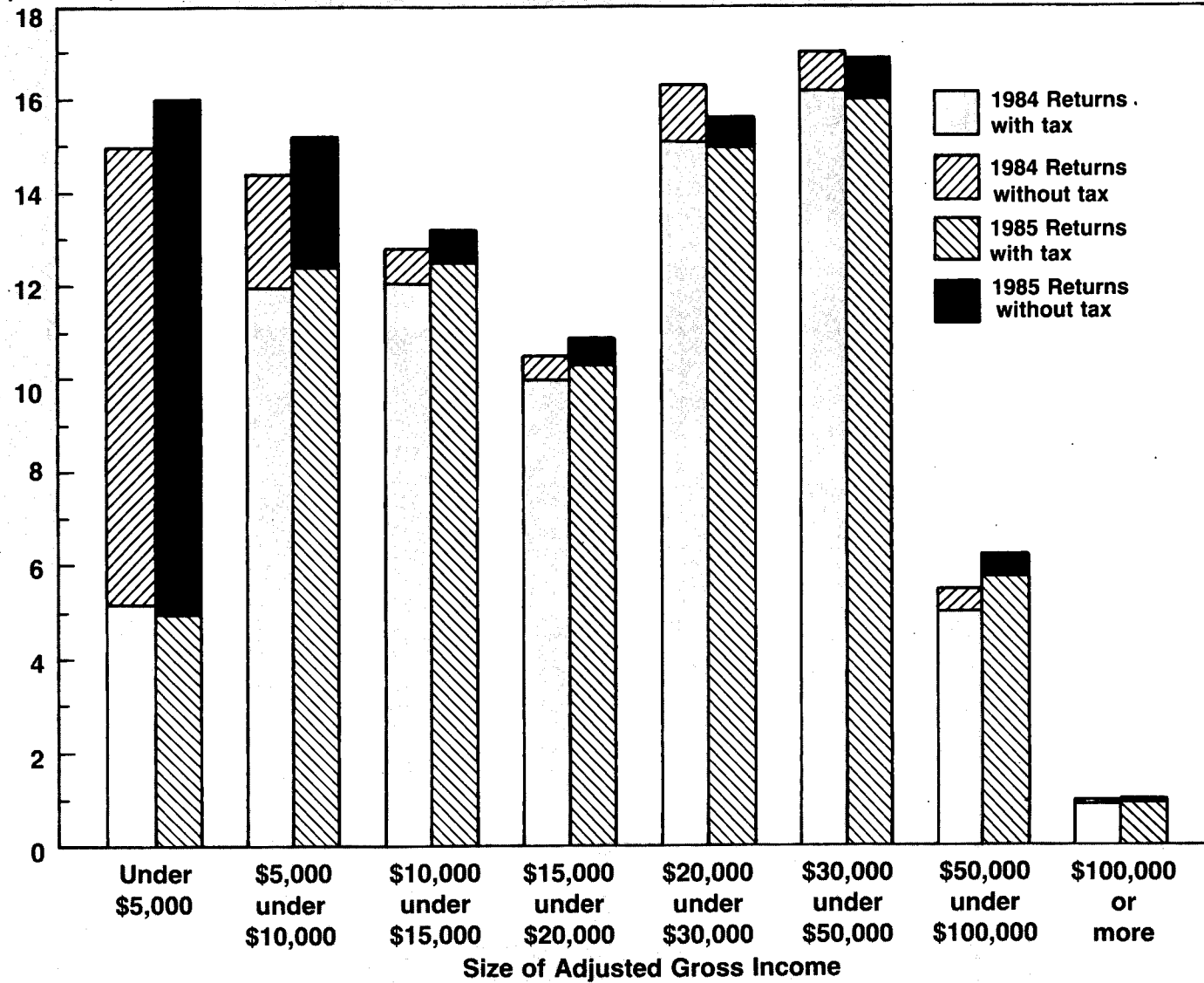


Figure I. All Returns: Number With Selected Characteristics, 1983-85

[Number of returns in thousands]

Item	Tax Year		
	1983	1984	1985
	(1)	(2)	(3)
All returns, total.	90,407	92,611	95,307
Form 1040.....	55,853	57,862	60,677
Form 1040A.....	19,094	18,422	17,926
Form 1040EZ.....	15,462	16,327	16,703
Paid-preparer signature, total..	37,248	41,460	43,030
Form 1040.....	31,990	36,585	37,878
Form 1040A.....	4,652	4,114	4,409
Form 1040EZ.....	607	760	744
Official IRS label, total.....	52,256	55,280	52,494
Form 1040.....	34,290	35,444	34,652
Form 1040A.....	10,498	10,363	9,240
Form 1040EZ.....	7,468	9,473	8,602
Bar-coded envelope, total.....	65,075	65,272	58,806
Form 1040.....	39,879	38,546	34,578
Form 1040A.....	14,741	14,619	12,559
Form 1040EZ.....	10,456	12,106	11,670

in the 10 IRS service center mailrooms from January 2 to May 1, 1986. Sampling was conducted for each service center at designated rates between 1-in-3,900 and 1-in-5,500, which yielded a sample of 18,742 returns, more than twice the size of samples selected for previous years' TPUS programs.

The theoretical sampling rates were not used in weighting the file. Rather, a separate weight was computed for each return type for each service center by dividing the TPUS sample into each receipt count. The result was weights ranging from a low of 3,948.58 to a high of 6,606.79. The service center population and sample counts are presented by form type in Figure J.

Since the data presented in this article are estimates based on a sample of documents filed with the IRS, they are subject to sampling, as well as nonsampling, error. Nonsampling error may be higher for TPUS than for other reports published in the SOI Bulletin, since the sampled returns had not yet been subjected to any IRS processing. The data were collected exactly as shown on the returns and, thus, include most taxpayer reporting errors. Furthermore, as noted earlier, the sample was drawn from mailroom receipts that did not include those SUPER returns that were electronically transmitted. Figure K provides a comparison of 1984 Taxpayer Usage Study data and 1984 Statistics of Income (SOI) data; TPUS data is intended to provide early indication of trends in SOI data.

To use properly the statistical data provided, the magnitude of the sampling error must be known. Coefficients of variation, computed from the sample, are used to measure the magnitude of the sampling error. The following table presents approximate coefficients of variation for frequency estimates. The approximate coefficients of variation shown are intended only as a general indication of data reliability. For numbers of returns other than those shown, the corresponding coefficients of variation can be estimated by interpolation.

Figure J. Population and Sample Counts by Service Center and Form Type, Tax Year 1985

[Population in thousands]

Service Center	Total		Forms 1040		Forms 1040A		Forms 1040EZ	
	Population	Sample	Population	Sample	Population	Sample	Population	Sample
	(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)
United States, total.....	95,307	18,742	60,677	12,076	17,926	3,548	16,703	3,118
Andover.....	9,983	1,811	6,502	1,202	1,513	284	1,968	325
Atlanta.....	10,391	2,042	6,163	1,233	2,377	464	1,851	345
Austin.....	10,541	1,992	6,135	1,167	2,437	442	1,970	383
Brookhaven.....	7,914	1,787	5,236	1,172	1,560	372	1,118	243
Cincinnati.....	9,960	1,783	6,480	1,137	1,699	321	1,782	325
Fresno.....	9,494	2,238	6,262	1,586	1,694	398	1,537	254
Kansas City.....	9,842	1,980	6,645	1,388	1,588	279	1,609	313
Memphis.....	9,754	1,600	5,768	873	2,217	403	1,770	324
Ogden.....	9,782	1,948	6,627	1,339	1,430	282	1,725	327
Philadelphia.....	7,645	1,561	4,859	979	1,412	303	1,374	279

Figure K.--Comparison of 1984 Taxpayer Usage Study (TPUS) Data and Statistics of Income (SOI) Data

[Number of returns in thousands; amounts in millions of dollars]

Items	1984 TPUS	1984 SOI	Difference	Percent Difference
	(1)	(2)	(3)	(4)
All returns.....	92,611	99,439	6,828	6.9%
Adjusted gross income.....	2,004,011	2,139,904	135,893	6.4
Marital deduction:				
Number of returns.....	22,679	24,126	1,447	6.0
Amount.....	21,571	22,407	836	3.7
Excess itemized deductions:				
Number of returns.....	35,305	37,691	2,386	6.3
Amount.....	201,652	242,000	40,348	16.7
Total tax:				
Number of returns.....	76,659	85,049	8,390	9.9
Amount.....	258,266	313,010	54,744	17.5

Approximate Coefficients of Variation

Estimated number of returns	Forms 1040	Forms 1040A	Forms 1040EZ
	(1)	(2)	(3)
50,000,000.....	.015	(*)	(*)
20,000,000.....	.018	(*)	(*)
15,000,000.....	.021	.020	.020
10,000,000.....	.026	.024	.025
5,000,000.....	.036	.034	.035
1,000,000.....	.081	.075	.078
500,000.....	.115	.107	.116
100,000.....	.257	.239	.246
75,000.....	.297	.276	.284

Social Security Bulletin, March 1986, Table M-13.

[3] For example, consider single taxpayers with total income of \$20,000 for Tax Year 1985 who contributed \$500 to charity and had total itemized deductions of \$2,500, \$110 over the zero bracket amount of \$2,390 for single taxpayers. If taxpayers chose not to itemize, opting for the charitable contributions deduction, then \$250 could be deducted from adjusted gross income--\$140 more than the more complicated route of itemizing deductions.

[4] Total tax represents income tax after credits added to other taxes such as self-employment tax, alternative minimum tax, and advance earned income credit payments.

[5] The selected attachments were Schedules A (Itemized Deductions), B (Interest and Dividend Income), E (Supplemental Income Schedule), R (Credit for the Elderly and the Permanently and Totally Disabled), and W (Deduction for a Married Couple When Both Work) and Forms 2106 (Employee Business Expenses), 2441 (Credit for Child and Dependent Child Care Expenses), 4562 (Depreciation and Amortization), and 8283 (Noncash Charitable Contributions).

(*) Not applicable because the estimated number of returns was greater than the population estimate.

NOTES AND REFERENCES

[1] U.S. Department of Commerce, Bureau of the Census, Estimates of the Population of the United States, by Age, Sex, and Race: 1980 to 1985, April 1986, Table 1.

[2] U.S. Department of Health and Human Services, Social Security Administration,

Table 1.--All Returns: Number by Marital Status, by Type of Return and Size of Adjusted Gross Income

[All figures are estimates based on samples--numbers of returns are in thousands]

Type of return, marital status	Total	Number of returns by size of adjusted gross income							
		Under \$5,000 ^{1/}	\$5,000 under \$10,000	\$10,000 under \$15,000	\$15,000 under \$20,000	\$20,000 under \$30,000	\$30,000 under \$50,000	\$50,000 under \$100,000	\$100,000 or more
	(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)
All returns, total.....	95,307	16,017	15,346	13,212	10,890	15,677	16,892	6,276	997
Returns of single persons.....	40,079	12,289	9,139	6,624	4,414	4,710	2,366	440	97
Joint returns of husbands and wives...	44,789	1,979	3,722	4,438	4,930	9,240	13,876	5,708	897
Separate returns of husbands and wives.....	780	218	159	145	78	121	*49	*10	-
Returns of heads of households.....	9,559	1,514	2,319	1,993	1,454	1,586	582	108	*4
Returns of surviving spouses.....	99	*17	*7	*11	*15	*20	*20	*11	-
Form 1040 returns, total.....	60,677	5,490	6,476	6,732	6,776	12,204	15,731	6,271	997
Returns of single persons.....	17,847	3,509	3,312	2,746	2,256	3,299	2,188	440	97
Joint returns of husbands and wives...	37,568	1,406	2,412	3,053	3,557	7,611	12,931	5,702	897
Separate returns of husbands and wives.....	518	114	94	81	67	107	*44	*10	-
Returns of heads of households.....	4,645	444	652	841	881	1,167	547	108	*4
Returns of surviving spouses.....	99	*17	*7	*11	*15	*20	*20	*11	-
Form 1040A returns, total.....	17,926	3,346	4,592	3,629	2,638	2,618	1,099	*5	N/A
Returns of single persons.....	5,534	1,599	1,555	1,027	682	556	115	-	N/A
Joint returns of husbands and wives...	7,221	573	1,310	1,385	1,373	1,629	945	*5	N/A
Separate returns of husbands and wives.....	262	104	*65	*65	*10	*14	*4	-	N/A
Returns of heads of households.....	4,909	1,069	1,661	1,152	573	419	*35	-	N/A
Form 1040EZ returns, total ^{2/}	16,703	7,180	4,278	2,851	1,476	855	*63	N/A	N/A

N/A - Not applicable

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

^{1/}Includes returns with no adjusted gross income.

^{2/}Form 1040EZ returns could be filed by single persons only.

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

Table 2.--All Returns: Number With and Without Total Tax, by Type of Return and Size of Adjusted Gross Income

[All figures are estimates based on samples--numbers of returns are in thousands]

Type of return, total tax ^{1/}	Total	Number of returns by size of adjusted gross income							
		Under \$5,000 ^{2/}	\$5,000 under \$10,000	\$10,000 under \$15,000	\$15,000 under \$20,000	\$20,000 under \$30,000	\$30,000 under \$50,000	\$50,000 under \$100,000	\$100,000 or more
	(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)
All returns, total.....	95,307	16,017	15,346	13,212	10,890	15,677	16,892	6,276	997
Number with total tax.....	77,654	4,888	12,396	12,315	10,336	14,923	15,967	5,841	988
Number with no total tax.....	17,653	11,129	2,950	897	554	754	925	435	*10
Form 1040 returns, total.....	60,677	5,490	6,476	6,732	6,776	12,204	15,731	6,271	997
Number with total tax.....	52,792	2,308	4,844	6,109	6,307	11,532	14,867	5,836	988
Number with no total tax.....	7,886	3,183	1,632	623	469	671	863	435	*10
Form 1040A returns, total.....	17,926	3,346	4,592	3,629	2,638	2,618	1,099	*5	N/A
Number with total tax.....	13,407	615	3,290	3,371	2,552	2,535	1,037	*5	N/A
Number with no total tax.....	4,519	2,730	1,301	258	86	82	*62	-	N/A
Form 1040EZ returns, total.....	16,703	7,180	4,278	2,851	1,476	855	*63	N/A	N/A
Number with total tax.....	11,455	1,965	4,262	2,835	1,476	855	*63	N/A	N/A
Number with no total tax.....	5,248	5,216	*16	*16	-	-	-	N/A	N/A

N/A - Not applicable

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

^{1/}Total tax is the sum of income tax after credits, self-employment tax, alternative minimum tax, tax from recapture of investment credit, social security tax on tip income not reported to employer, and tax on an IRA. (Income tax after credits excludes the earned income credit).

^{2/}Includes returns with no adjusted gross income.

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

Table 3.--All Returns: Number With and Without Total Income Tax, by Type of Return and Size of Adjusted Gross Income

[All figures are estimates based on samples--numbers of returns are in thousands]

Type of return, total income tax ^{1/}	Total	Number of returns by size of adjusted gross income							
		Under \$5,000 ^{2/}	\$5,000 under \$10,000	\$10,000 under \$15,000	\$15,000 under \$20,000	\$20,000 under \$30,000	\$30,000 under \$50,000	\$50,000 under \$100,000	\$100,000 or more
	(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)
All returns, total.....	95,307	16,017	15,346	13,212	10,890	15,677	16,892	6,276	997
Number with total income tax.....	72,686	3,865	10,530	11,799	10,018	14,362	15,392	5,746	972
Number with no total income tax.....	22,620	12,151	4,815	1,413	872	1,315	1,500	530	*25
Form 1040 returns, total.....	60,677	5,490	6,476	6,732	6,776	12,204	15,731	6,271	997
Number with total income tax.....	48,842	1,364	3,870	5,636	5,990	10,977	14,292	5,741	972
Number with no total income tax.....	11,835	4,126	2,606	1,096	786	1,227	1,438	530	*25
Form 1040A returns, total.....	17,926	3,346	4,592	3,629	2,638	2,618	1,099	*5	N/A
Number with total income tax.....	12,389	537	2,399	3,328	2,552	2,530	1,037	*5	N/A
Number with no total income tax.....	5,538	2,809	2,193	301	86	88	*62	-	N/A
Form 1040EZ returns, total.....	16,703	7,180	4,278	2,851	1,476	855	*63	N/A	N/A
Number with total income tax.....	11,455	1,965	4,262	2,835	1,476	855	*63	N/A	N/A
Number with no total income tax.....	5,248	5,216	*16	*16	-	-	-	N/A	N/A

N/A - Not applicable.

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

^{1/}Total income tax is computed as the sum of income tax after credits and alternative minimum tax.^{2/}Includes returns with no adjusted gross income.

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

Table 4.--Form 1040 Returns: Social Security Benefits, by Size of Adjusted Gross Income

[All figures are estimates based on samples--numbers of returns are in thousands and amounts are in millions]

Size of adjusted gross income	Total	Gross benefits		Tax-exempt interest		Taxable benefits	
		Number of returns	Amount	Number of returns	Amount	Number of returns	Amount
	(1)	(2)	(3)	(4)	(5)	(6)	(7)
Form 1040 returns, total.....	60,677	8,058	60,092	881	8,776	2,777	8,347
No adjusted gross income.....	882	115	760	*10	656	*28	*62
\$1 under \$5,000.....	4,608	742	4,534	*20	137	*5	*10
\$5,000 under \$10,000.....	6,476	1,525	10,975	*24	287	*25	*67
\$10,000 under \$15,000.....	6,732	1,250	10,104	*30	363	*16	*36
\$15,000 under \$20,000.....	6,776	981	7,415	*34	181	*21	*20
\$20,000 under \$30,000.....	12,204	1,272	9,375	147	526	530	706
\$30,000 under \$50,000.....	15,731	1,419	10,169	343	1,396	1,397	3,970
\$50,000 under \$100,000.....	6,271	599	4,962	208	1,158	600	2,583
\$100,000 or more.....	997	156	1,798	*65	4,072	156	893

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

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

Individual Income Tax Returns, 1985 Taxpayer Usage Study

Table 5.--Form 1040 and Form 1040A Returns With Positive Total Income: Number With Total Income, Statutory Adjustments, and Positive Adjusted Gross Income, by Size of Total Income

[All figures are estimates based on samples--numbers of returns are in thousands]

Size of total income	Positive total income ^{1/}	Statutory adjustments				Positive adjusted gross income
		Total	IRA payments	Two-earner married couple	Alimony paid	
	(1)	(2)	(3)	(4)	(5)	(6)
Form 1040 and Form 1040A returns, total.....	77,895	31,124	15,300	23,140	567	76,983
\$1 under \$5,000.....	7,763	197	*49	147	*5	7,473
\$5,000 under \$10,000.....	10,873	949	275	686	*35	10,700
\$10,000 under \$15,000.....	10,138	1,783	861	1,306	*21	10,010
\$15,000 under \$20,000.....	9,071	2,525	974	1,897	*25	9,024
\$20,000 under \$25,000.....	7,605	2,973	1,274	2,093	*48	7,552
\$25,000 under \$30,000.....	6,805	3,372	1,394	2,572	*37	6,764
\$30,000 under \$50,000.....	16,994	11,822	5,385	9,105	200	16,885
\$50,000 under \$75,000.....	6,144	5,396	3,292	4,099	114	6,115
\$75,000 under \$100,000.....	1,307	1,149	951	762	*50	1,289
\$100,000 or more.....	1,194	957	844	474	*32	1,169

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

^{1/}Returns are tabulated in this column when the sum of all sources of income and loss is positive.

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

Table 6.--Joint Form 1040 and Form 1040A Returns: Number With and Without Deduction for Two-Earner Married Couple, by Type of Return and Size of Adjusted Gross Income

[All figures are estimates based on samples--numbers of returns are in thousands]

Deduction for two-earner married couple, type of return	Total	Number of returns by size of adjusted gross income							
		Under \$5,000 ^{1/}	\$5,000 under \$10,000	\$10,000 under \$15,000	\$15,000 under \$20,000	\$20,000 under \$30,000	\$30,000 under \$50,000	\$50,000 under \$100,000	\$100,000 or more
	(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)
Joint Form 1040 and Form 1040A returns, total.....	44,789	1,979	3,722	4,438	4,930	9,240	13,876	5,708	897
Returns with deduction for two-earner married couple:									
Number.....	23,162	208	750	1,437	2,148	5,009	9,387	3,844	378
Amount.....	22,506	*65	198	469	1,003	3,470	10,455	6,344	501
Returns without deduction for two-earner married couple.....	21,627	1,771	2,971	3,001	2,782	4,231	4,489	1,863	518
Joint Form 1040 returns, total...	37,568	1,406	2,412	3,053	3,557	7,611	12,931	5,702	897
Returns with deduction for two-earner married couple:									
Number.....	19,903	96	396	841	1,511	4,053	8,789	3,839	378
Amount.....	20,488	52	84	258	681	2,778	9,793	6,341	501
Returns without deduction for two-earner married couple.....	17,666	1,310	2,016	2,212	2,046	3,558	4,142	1,863	518
Joint Form 1040A returns, total...	7,221	573	1,310	1,385	1,373	1,629	945	*5	N/A
Returns with deduction for two-earner married couple:									
Number.....	3,259	112	355	596	637	956	598	*5	N/A
Amount.....	2,018	13	115	211	323	692	662	*3	N/A
Returns without deduction for two-earner married couple.....	3,961	461	955	789	736	674	346	-	N/A

N/A - Not applicable.

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

^{1/}Includes returns with no adjusted gross income.

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

Table 7.--All Returns: Presence of Form W-2 Wage and Tax Statement, by Type of Return and Size of Adjusted Gross Income

[All figures are estimates based on samples--number of returns are in thousands]

Number with Form W-2, type of return	Total	Number of returns by size of adjusted gross income							
		Under \$5,000 ^{1/}	\$5,000 under \$10,000	\$10,000 under \$15,000	\$15,000 under \$20,000	\$20,000 under \$30,000	\$30,000 under \$50,000	\$50,000 under \$100,000	\$100,000 or more
	(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)
All returns, total.....	95,307	16,017	15,346	13,212	10,890	15,677	16,892	6,276	997
Forms W-2 attached, total.....	152,583	22,746	22,434	18,870	16,307	25,996	32,695	12,008	1,527
One.....	39,329	6,470	6,444	6,426	5,500	7,115	5,274	1,742	357
Two or more for same taxpayer.....	20,566	5,809	5,145	3,170	2,017	2,366	1,491	418	150
Two or more for different taxpayers ^{2/}	21,329	268	658	1,296	1,811	4,616	8,815	3,555	309
Form W-2 not attached.....	14,082	3,469	3,099	2,319	1,562	1,580	1,313	560	181
Form 1040 returns, total.....	60,677	5,490	6,476	6,732	6,776	12,204	15,731	6,271	997
Forms W-2 attached, total.....	92,384	4,410	6,569	7,922	9,521	19,993	30,445	11,997	1,527
One.....	21,053	1,447	2,029	2,559	2,967	5,096	4,855	1,742	357
Two or more for same taxpayer.....	8,543	989	1,341	1,298	1,121	1,860	1,366	418	150
Two or more for different taxpayers ^{2/}	18,019	125	289	687	1,174	3,679	8,206	3,550	309
Form W-2 not attached.....	13,061	2,929	2,817	2,188	1,514	1,569	1,303	560	181
Form 1040A returns, total.....	17,926	3,346	4,592	3,629	2,638	2,618	1,099	*5	N/A
Forms W-2 attached, total.....	31,781	5,433	8,111	6,512	4,595	4,958	2,162	*11	N/A
One.....	9,307	1,565	2,362	2,085	1,564	1,348	382	-	N/A
Two or more for same taxpayer.....	4,590	1,285	1,633	840	410	322	99	-	N/A
Two or more for different taxpayers ^{2/}	3,310	144	369	609	638	937	609	*5	N/A
Form W-2 not attached.....	720	351	228	94	*26	*11	*9	-	N/A
Form 1040EZ returns, total.....	16,703	7,180	4,278	2,851	1,476	855	*63	N/A	N/A
Forms W-2 attached, total.....	28,419	12,903	7,754	4,437	2,191	1,045	89	N/A	N/A
One.....	8,969	3,458	2,053	1,782	970	671	*36	N/A	N/A
Two or more for same taxpayer.....	7,433	3,534	2,171	1,032	485	184	*26	N/A	N/A
Form W-2 not attached.....	301	189	*54	*37	*21	-	-	N/A	N/A

N/A - Not applicable

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

^{1/}Includes returns with no adjusted gross income.

^{2/}For purpose of this table, even if each spouse on a joint return had two or more Forms W-2, the return was counted only in the statistics for "Two or more for different taxpayers."

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

Individual Income Tax Returns, 1985 Taxpayer Usage Study

Table 8.--All Returns: Number With and Without Nonitemizers' Charitable Contributions Deduction, Size of Contribution, by Type of Return and Size of Adjusted Gross Income

[All figures are estimates based on samples--numbers of returns are in thousands]

Contribution status, type of return	Total	Number of returns by size of adjusted gross income							
		Under \$5,000 ^{1/}	\$5,000 under \$10,000	\$10,000 under \$15,000	\$15,000 under \$20,000	\$20,000 under \$30,000	\$30,000 under \$50,000	\$50,000 under \$100,000	\$100,000 or more
	(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)
All returns, total.....	95,307	16,017	15,346	13,212	10,890	15,677	16,892	6,276	997
With charitable contributions,									
total.....	25,029	2,730	5,530	5,354	4,196	4,576	2,363	265	*15
\$1 under \$25.....	2,426	428	595	498	444	306	154	-	-
\$25 under \$50.....	3,726	661	928	827	490	583	232	*5	-
\$50 under \$75.....	3,584	571	885	815	504	550	255	-	*5
\$75 under \$100.....	1,840	152	380	470	375	317	126	*20	-
\$100 under \$500.....	11,083	837	2,376	2,252	1,936	2,281	1,240	152	*10
\$500 under \$1,000.....	1,573	*31	263	361	347	313	221	*37	-
\$1,000 under \$5,000.....	560	*41	*63	109	73	182	70	*22	-
\$5,000 under \$10,000.....	76	*10	*40	-	-	*5	*15	*6	-
\$10,000 or more.....	160	-	-	*21	*26	*39	*52	*22	-
Without charitable contributions....	70,278	13,286	9,816	7,858	6,694	11,101	14,529	6,011	982
Form 1040 returns, total.....	60,677	5,490	6,476	6,732	6,776	12,204	15,731	6,271	997
With charitable contributions,									
total.....	13,268	968	2,533	2,741	2,310	2,755	1,687	259	*15
\$1 under \$25.....	915	86	183	156	232	154	104	-	-
\$25 under \$50.....	1,458	177	290	352	201	296	137	*5	-
\$50 under \$75.....	1,491	189	258	349	257	260	173	-	*5
\$75 under \$100.....	1,064	51	203	270	239	202	79	*20	-
\$100 under \$500.....	6,729	419	1,326	1,348	1,119	1,439	922	146	*10
\$500 under \$1,000.....	1,079	*15	209	199	215	246	158	*37	-
\$1,000 under \$5,000.....	378	*26	*49	67	*42	118	*53	*22	-
\$5,000 under \$10,000.....	*45	*5	*14	-	-	*5	*15	*6	-
\$10,000 or more.....	108	-	-	-	*5	*34	*47	*22	-
Without charitable contributions....	47,409	4,522	3,943	3,992	4,466	9,449	14,043	6,011	982
Form 1040A returns, total.....	17,926	3,346	4,592	3,629	2,638	2,618	1,099	*5	N/A
With charitable contributions,									
total.....	7,097	586	1,580	1,563	1,305	1,402	656	*5	N/A
\$1 under \$25.....	750	76	205	176	139	103	*50	-	N/A
\$25 under \$50.....	1,251	154	333	295	197	188	85	-	N/A
\$50 under \$75.....	1,068	120	281	213	162	210	82	-	N/A
\$75 under \$100.....	464	*40	98	120	83	76	*47	-	N/A
\$100 under \$500.....	2,967	161	596	609	593	695	308	*5	N/A
\$500 under \$1,000.....	371	*15	*33	108	90	*62	*63	-	N/A
\$1,000 under \$5,000.....	154	*15	*14	*26	*19	*64	*16	-	N/A
\$5,000 under \$10,000.....	*26	*5	*20	-	-	-	-	-	N/A
\$10,000 or more.....	*47	-	-	*16	*22	*4	*5	-	N/A
Without charitable contributions....	10,829	2,760	3,012	2,066	1,333	1,216	443	-	N/A
Form 1040EZ returns, total.....	16,703	7,180	4,278	2,851	1,476	855	*63	N/A	N/A
With charitable contributions,									
total.....	4,663	1,176	1,417	1,050	582	419	*20	N/A	N/A
\$1 under \$25.....	761	265	207	166	73	*49	-	N/A	N/A
\$25 under \$50.....	1,017	330	305	181	92	99	*10	N/A	N/A
\$50 under \$75.....	1,025	262	345	252	85	81	-	N/A	N/A
\$75 under \$100.....	312	*61	79	80	*53	*38	-	N/A	N/A
\$100 under \$500.....	1,388	258	454	295	224	147	*10	N/A	N/A
\$500 under \$1,000.....	122	-	*21	*53	*43	*5	-	N/A	N/A
\$1,000 under \$5,000.....	*28	-	-	*16	*12	-	-	N/A	N/A
\$5,000 under \$10,000.....	*5	-	-	*5	-	-	-	N/A	N/A
\$10,000 or more.....	*5	-	-	*5	-	-	-	N/A	N/A
Without charitable contributions....	12,040	6,005	2,861	1,801	895	436	*43	N/A	N/A

N/A - Not applicable.

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

^{1/}Includes returns with no adjusted gross income.

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

Table 9.--Form 1040 Returns: Number With Selected Forms and Schedules, by Size Adjusted Gross Income

[All figures are estimates based on samples--numbers of returns are in thousands]

Form or schedule	Total	Number of returns by size of adjusted gross income							
		Under \$5,000 ^{1/}	\$5,000 under \$10,000	\$10,000 under \$15,000	\$15,000 under \$20,000	\$20,000 under \$30,000	\$30,000 under \$50,000	\$50,000 under \$100,000	\$100,000 or more
	(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)
Forms 1040, total.....	60,677	5,490	6,476	6,732	6,776	12,204	15,731	6,271	997
A Itemized Deductions.....	38,219	1,055	1,738	2,694	3,401	8,678	13,712	5,973	968
B Interest and Dividend Income.....	33,675	2,515	3,417	3,443	3,186	6,135	9,399	4,646	934
C Profit (or Loss) from Business or Profession.....	10,453	1,235	1,065	1,120	1,193	1,898	2,404	1,238	301
D Capital Gains and Losses.....	10,113	718	600	855	865	1,550	2,694	2,199	631
E Supplemental Income Schedule.....	11,653	839	945	1,083	1,000	2,006	2,959	2,089	732
F Farm Income and Expenses.....	2,261	497	234	197	257	409	375	220	73
G Income Averaging.....	3,120	*15	*61	133	282	572	1,012	717	328
R/RP Credit for the Elderly.....	428	*27	224	120	*44	*5	*5	*4	-
SE Computation of Social Security Self-Employment Tax....	10,452	1,425	1,175	1,154	1,116	1,825	2,286	1,102	369
W Deduction for a Married Couple When Both Work.....	19,877	128	386	860	1,488	4,023	8,780	3,828	383
1116 Computation of Foreign Tax Credit.....	441	*9	*23	*24	*21	82	115	92	75
2106 Employee Business Expenses....	6,046	105	241	502	622	1,215	1,974	1,219	169
2119 Sale or Exchange of Principal Residence.....	1,449	69	125	112	123	204	414	348	*52
2210/ Underpayment of Estimated Income Tax.....	3,545	101	279	382	466	648	763	648	259
2440 Sick Pay Exclusion.....	*19	-	-	-	*4	-	*9	*5	-
2441 Credit for Child and Dependent Care Expenses.....	5,594	*48	179	418	635	1,350	2,155	732	77
2555 Foreign Earned Income.....	69	*25	-	-	*10	*10	*14	*10	-
3468 Computation of Investment Credit.....	4,060	538	252	360	350	541	975	687	357
3903 Moving Expense Adjustment....	1,359	*43	114	161	234	294	301	202	*10
4136 Computation of Credit for Federal Tax on Gasoline, Special Fuels, and Lubricating Oil.....	848	228	117	91	112	111	130	*43	*15
4137 Computation of Social Security Tax on Unreported Tip Income.....	112	*15	*5	*20	*25	*15	*27	*5	-
4255 Recapture of Investment Credit.....	726	114	*44	*39	*63	80	169	95	122
4562 Depreciation.....	10,063	962	768	861	1,032	1,784	2,579	1,594	483
4684 Casualties and Thefts.....	224	*5	*15	*10	*31	*62	87	*9	*4
4797 Supplemental Schedule of Gains and Losses.....	2,169	281	129	206	183	281	453	391	245
4835 Farm Rental Income and Expenses.....	537	*39	87	*55	72	98	89	76	*21
4868 Application for Automatic Extension of Time to File... Investment Interest Expense Deduction.....	346	*19	*16	*24	*10	*45	*54	108	70
4972 Special 10-Year Averaging Methods.....	676	*33	*25	*60	79	197	134	101	*47
5329 Return for Individual Retirement Arrangement Taxes.....	246	*21	*14	*10	*36	*60	75	*24	*5
5695 Residential Energy Credit....	2,827	*18	121	217	296	615	1,071	443	*47
5884 Jobs Credits.....	*30	-	-	-	-	-	*20	*10	-
6249/ Windfall Profit Tax Credit.....	*62	-	*11	-	*5	*5	*17	*16	*9
6251 Alternative Minimum Tax Computation.....	2,954	91	76	149	151	376	697	936	478
6252 Computation of Installment Sale Income.....	1,433	78	69	116	145	270	356	259	140
8283 Noncash Charitable Contributions.....	731	*5	*4	*18	*41	*33	236	261	133
8332 Release of Claim to Exemption for Child of Divorced or Separated Parents.....	110	-	*5	-	*41	*18	*38	*7	-
8396 Mortgage Interest Credit.....	*14	-	*4	-	-	*9	-	-	-

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

^{1/}Includes returns with no adjusted gross income.

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

Individual Income Tax Returns, 1985 Taxpayer Usage Study

Table 10.--All Returns: Number With Dividends Before Exclusion or With Interest Income, by Type of Return and Size of Adjusted Gross Income

[All figures are estimates based on samples--numbers of returns are in thousands]

Dividend and interest income, type of return	Total	Number of returns by size of adjusted gross income							
		Under \$5,000 ^{1/}	\$5,000 under \$10,000	\$10,000 under \$15,000	\$15,000 under \$20,000	\$20,000 under \$30,000	\$30,000 under \$50,000	\$50,000 under \$100,000	\$100,000 or more
	(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)
All returns, total.....	95,307	16,017	15,346	13,212	10,890	15,677	16,892	6,276	997
Returns with dividends before exclusion.....	17,489	1,285	1,470	1,488	1,446	2,999	4,812	3,270	719
Returns with interest.....	60,029	6,686	7,288	6,836	6,586	11,167	14,539	5,957	970
Form 1040 returns, total.....	60,677	5,490	6,476	6,732	6,776	12,204	15,731	6,271	997
Returns with dividends before exclusion.....	16,532	1,077	1,307	1,360	1,339	2,782	4,678	3,270	719
Returns with interest.....	47,996	3,634	4,582	4,815	4,876	9,371	13,797	5,951	970
Form 1040A returns, total.....	17,926	3,346	4,592	3,629	2,638	2,618	1,099	*5	N/A
Returns with dividends before exclusion.....	956	208	163	128	107	217	134	-	N/A
Returns with interest.....	6,444	979	1,285	1,038	1,077	1,349	712	*5	N/A
Form 1040EZ returns, total.....	16,703	7,180	4,278	2,851	1,476	855	*63	N/A	N/A
Returns with interest.....	5,589	2,074	1,421	984	633	447	*30	N/A	N/A

N/A - Not applicable.

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

^{1/}Includes returns with no adjusted gross income.

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

Table 11.--All Returns: Number With Official IRS Label or Preaddressed Envelope, by Type of Return and Paid Preparer Status

[All figures are estimates based on samples--numbers of returns are in thousands]

Use of IRS mailing label, official envelope, type of return	Total	Paid preparer signature	
		Entry	No entry
	(1)	(2)	(3)
All returns, total.....	95,307	43,030	52,276
Official IRS label used.....	52,494	20,950	31,544
Official preaddressed envelope used.....	58,806	17,750	41,056
Form 1040 returns, total.....	60,677	37,878	22,799
Official IRS label used.....	34,652	18,934	15,717
Official preaddressed envelope used.....	34,578	15,385	19,193
Form 1040A returns, total.....	17,926	4,409	13,518
Official IRS label used.....	9,240	1,733	7,507
Official preaddressed envelope used.....	12,559	2,053	10,506
Form 1040EZ returns, total.....	16,703	744	15,959
Official IRS label used.....	8,602	283	8,319
Official preaddressed envelope used.....	11,670	312	11,358

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

Table 12.--Form 1040 and Form 1040A Returns: Number With Unemployment Compensation, by Type of Return and Marital Status

[All figures are estimates based on samples--numbers of returns are in thousands]

Unemployment compensation, type of return	Total	Number of returns by marital status				
		Returns of single persons	Joint returns of husbands and wives	Separate returns of husbands and wives	Returns of heads of households	Returns of surviving spouses
	(1)	(2)	(3)	(4)	(5)	(6)
Form 1040 and Form 1040A returns, total...	78,604	23,382	44,789	780	9,554	99
Unemployment compensation, total.....	7,391	1,817	4,655	67	852	-
Taxable and nontaxable amounts reported..	4,094	741	3,042	*34	277	-
Only total of taxable and nontaxable amounts reported.....	3,124	1,021	1,551	*32	520	-
Only taxable amount reported.....	172	*55	*62	-	*55	-
Form 1040 returns, total.....	60,677	17,847	37,568	518	4,645	99
Unemployment compensation, total.....	4,843	884	3,577	*39	342	-
Taxable and nontaxable amounts reported..	3,253	439	2,627	*20	167	-
Only total of taxable and nontaxable amounts reported.....	1,533	416	928	*19	170	-
Only taxable amount reported.....	*57	*29	*22	-	*5	-
Form 1040A returns, total.....	17,926	5,534	7,221	262	4,909	N/A
Unemployment compensation, total.....	2,548	933	1,077	*28	510	N/A
Taxable and nontaxable amounts reported..	841	302	416	*14	109	N/A
Only total of taxable and nontaxable amounts reported.....	1,591	605	622	*14	350	N/A
Only taxable amount reported.....	115	*26	*39	-	*50	N/A

N/A - Not applicable.

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

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

Individual Income Tax Returns, 1985 Taxpayer Usage Study

Table 13.--All Returns: Selected Items by Size of Adjusted Gross Income

[All figures are estimates based on samples--numbers of returns are in thousands and amounts are in millions]

Size of adjusted gross income	Adjusted gross income		Itemized deductions		Charitable contributions deduction ^{1/}		Exemptions	
	Number of returns	Amount	Number of returns	Amount	Number of returns	Amount	Number of exemptions	Amount
	(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)
All returns, total....	95,307	2,105,392	36,038	227,311	25,029	9,931	212,962	221,480
No adjusted gross income	1,265	-13,047	205	2,911	152	120	2,576	2,679
\$1 under \$5,000.....	14,752	39,524	289	1,292	2,578	308	14,915	15,511
\$5,000 under \$10,000..	15,346	115,054	1,261	3,786	5,530	1,164	26,372	27,426
\$10,000 under \$15,000..	13,212	163,575	2,286	6,929	5,354	1,248	26,064	27,107
\$15,000 under \$20,000..	10,890	189,929	3,147	10,580	4,196	1,264	25,238	26,248
\$20,000 under \$30,000..	15,677	387,979	8,370	30,702	4,576	1,921	41,589	43,253
\$30,000 under \$50,000..	16,892	647,010	13,578	76,626	2,363	2,435	52,459	54,558
\$50,000 under \$100,000.	6,276	397,192	5,930	65,031	265	1,468	20,484	21,303
\$100,000 or more.....	997	178,176	973	29,454	*15	*2	3,265	3,395

Size of adjusted gross income	Income tax after credits		Alternative minimum tax		Total tax ^{2/}		Income tax withheld	
	Number of returns	Amount	Number of returns	Amount	Number of returns	Amount	Number of returns	Amount
	(9)	(10)	(11)	(12)	(13)	(14)	(15)	(16)
All returns, total....	74,001	265,399	273	1,079	77,654	282,235	82,377	277,453
No adjusted gross income	233	444	-	-	431	631	598	941
\$1 under \$5,000.....	3,721	420	-	-	4,457	781	11,233	2,375
\$5,000 under \$10,000..	11,752	4,897	*12	*6	12,396	5,552	12,542	8,739
\$10,000 under \$15,000..	11,851	10,966	*5	*4	12,315	11,952	11,531	15,706
\$15,000 under \$20,000..	10,018	15,891	-	-	10,336	17,234	9,663	20,425
\$20,000 under \$30,000..	14,367	38,808	*26	*74	14,923	41,465	14,480	48,665
\$30,000 under \$50,000..	15,374	77,449	78	170	15,967	83,429	15,763	91,667
\$50,000 under \$100,000.	5,711	64,209	91	372	5,841	67,351	5,750	63,412
\$100,000 or more.....	972	52,314	*62	*453	988	53,902	816	25,523

Size of adjusted gross income	Earned income credit ^{3/}		Refund		Tax due at time of filing	
	Number of returns	Amount	Number of returns	Amount	Number of returns	Amount
	(17)	(18)	(19)	(20)	(21)	(22)
All returns, total.....	6,043	2,071	70,714	61,441	18,211	30,996
No adjusted gross income.....	*66	*20	607	540	141	127
\$1 under \$5,000.....	1,780	570	11,151	2,730	1,673	289
\$5,000 under \$10,000.....	3,479	1,344	11,891	5,435	2,495	859
\$10,000 under \$15,000.....	692	53	10,347	5,494	2,243	1,023
\$15,000 under \$20,000.....	5	-	8,436	5,824	2,009	1,318
\$20,000 under \$30,000.....	*9	*18	12,151	11,986	2,849	2,335
\$30,000 under \$50,000.....	*12	*66	12,223	17,953	3,946	5,211
\$50,000 under \$100,000.....	-	-	3,650	9,642	2,266	6,753
\$100,000 or more.....	-	-	259	1,836	589	13,081

*Estimate should be used with caution because of the small number of sample returns on which it is based.
^{1/}Amount claimed by nonitemizers on line 34e on Form 1040, line 16c on Form 1040A, or line 4 on Form 1040EZ.
^{2/}For the definition of "total tax", see note on Table 2.
^{3/}Includes returns with amounts used to reduce "total tax" to zero, and returns with refundable amounts (where the credit exceeded "total tax").
 NOTE: Detail may not add to total because of rounding.

Table 14.--Form 1040 and Form 1040A Returns: Number With and Without Credit for Child and Dependent Care Expenses, by Type of Return and Size of Adjusted Gross Income

[All figures are estimates based on samples--numbers of returns are in thousands]

Item	Total	Number of returns by size of adjusted gross income							
		Under \$5,000 ^{1/}	\$5,000 under \$10,000	\$10,000 under \$15,000	\$15,000 under \$20,000	\$20,000 under \$30,000	\$30,000 under \$50,000	\$50,000 under \$100,000	\$100,000 or more
	(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)
Form 1040 and Form 1040A returns, total.....	78,604	8,836	11,068	10,361	9,414	14,822	16,830	6,276	997
No credit for child and dependent care expenses.....	70,595	8,690	10,271	9,232	8,327	13,039	14,573	5,544	920
With credit for child and dependent care expenses.....	8,008	146	797	1,130	1,087	1,783	2,256	732	77
Form 1040 returns, total.....	60,677	5,490	6,476	6,732	6,776	12,204	15,731	6,271	997
No credit for child and dependent care expenses.....	55,104	5,443	6,297	6,314	6,132	10,864	13,596	5,538	920
With credit for child and dependent care expenses.....	5,574	*48	179	418	644	1,340	2,135	732	77
Form 1040A returns, total.....	17,926	3,346	4,592	3,629	2,638	2,618	1,099	*5	N/A
No credit for child and dependent care expenses.....	15,492	3,247	3,974	2,918	2,195	2,175	977	*5	N/A
With credit for child and dependent care expenses.....	2,435	98	617	711	443	443	122	-	N/A

N/A - Not applicable.

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

^{1/}Includes returns with no adjusted gross income.

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

Table 15.--Form 1040 Returns: Number With and Without Itemized Deductions, by Size of Adjusted Gross Income

[All figures are estimates based on samples--numbers of returns are in thousands]

Number by size of itemized deductions	Total	Number of returns by size of adjusted gross income							
		Under \$5,000 ^{1/}	\$5,000 under \$10,000	\$10,000 under \$15,000	\$15,000 under \$20,000	\$20,000 under \$30,000	\$30,000 under \$50,000	\$50,000 under \$100,000	\$100,000 or more
	(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)
Form 1040 returns, total....	60,677	5,490	6,476	6,732	6,776	12,204	15,731	6,271	997
With itemized deductions, total.	227,203	4,203	3,786	6,929	10,505	30,689	76,606	65,031	29,454
\$1 under \$500.....	1,708	*46	224	270	261	538	325	*38	*5
\$500 under \$1,000.....	2,291	*50	178	329	376	777	514	*62	*5
\$1,000 under \$1,500.....	2,480	*45	130	267	347	878	702	111	-
\$1,500 under \$2,000.....	2,403	*26	159	195	322	822	809	70	-
\$2,000 under \$3,500.....	6,340	99	242	567	801	1,992	2,261	372	*5
\$3,500 under \$5,000.....	5,150	79	120	264	444	1,275	2,422	547	-
\$5,000 under \$7,500.....	6,304	*50	111	210	328	1,287	3,180	1,083	*54
\$7,500 under \$10,000.....	3,401	*40	*36	111	104	463	1,634	990	*24
\$10,000 under \$15,000.....	3,211	*30	*30	*53	87	216	1,328	1,277	190
\$15,000 under \$25,000.....	1,859	*16	*32	*15	*60	109	347	1,036	245
\$25,000 under \$50,000.....	731	*8	-	*4	*6	*9	*46	326	331
\$50,000 or more.....	140	*5	-	-	-	-	*4	*18	113
Without itemized deductions.....	24,660	4,997	5,215	4,446	3,639	3,839	2,158	341	*24

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

^{1/}Includes returns with no adjusted gross income.

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