

**Federal Income Tax Benefits for Adoption:
Use by Taxpayers
1999 – 2005**

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Federal Income Tax Benefits for Adoption: Use by Taxpayers, 1999 – 2005

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FEDERAL INCOME TAX BENEFITS FOR ADOPTION: USE BY TAXPAYERS, 1999 – 2005

The document provides information about the use of federal tax benefits for adoption annually for tax years 1999 through 2005. The first section summarizes the provisions of the two federal income tax benefits for adoptions. The second section describes the data sources, relevant limitations, and certain assumptions used in the tables that follow.

TAX BENEFITS FOR ADOPTION

Since 1997, the federal individual income tax has included two provisions that provide financial assistance to families adopting children, a tax credit for adoption expenses and an exclusion for employer-paid benefits. Both programs provide tax benefits for adoptions of children with special needs and adoptions of other children, but adoptions of a spouse's child (i.e., stepchild adoptions) are not eligible. The provisions were enacted in the Small Business Job Protection Act of 1996. The Economic Growth and Tax Relief Reconciliation Act of 2001 (EGTRRA) generally liberalized both provisions and extended the portions that were due to expire after 2001. Most of the EGTRRA changes were effective for 2002, but additional benefits for adoptions of children with special needs and annual indexing of benefit limits were effective for 2003.

Tax benefits are available under each of the provisions for a limited amount of qualified adoption expenses per adoption, whether paid or incurred in one year or over several years. The limit has varied in different years and has been higher or more liberally applied for adoptions of children with special needs. The same expenses cannot qualify for tax benefits under both programs; however, a taxpayer may use the benefits of the exclusion and the tax credit for different expenditures. Under both programs, benefits are phased out for higher-income taxpayers.

Tax Credit

A taxpayer may receive a tax credit of 100 percent of qualified adoption expenses, up to a limit, paid in connection with an adoption.¹ The adoption tax credit is not refundable. Qualified expenses do not include expenses covered by employer reimbursements, whether those reimbursements are excludable or taxable. Taxpayers may take the credit for qualified expenses in more than one year, so long as the total does not exceed the appropriate limit per adoption. The amount of the tax credit otherwise allowable is phased out ratably for higher income taxpayers. Unused tax credits may be carried forward and used during the five subsequent years.

Exclusion for Employer-Paid or Employer-Reimbursed Benefits

¹ The per adoption limit is cumulative for all years for a particular adoption and is the maximum amount that may be taken into account in connection with the taxpayer's effort to adopt an eligible child, including qualified expenses paid in any unsuccessful attempt to adopt an eligible child.

Employer payments or reimbursements for qualified adoption expenses paid under a non-discriminatory employer plan are excludable from the employee's income.^{2,3} The amount of the excluded employer payments is subject to a per adoption limit. Employer payments for an adoption may be excluded in more than one year, but the total exclusion for a single adoption may not exceed the maximum allowable per adoption. The exclusion is phased out generally over the same income range as the adoption tax credit except that, for purposes of determining the phaseout of the employer exclusion, modified adjusted gross income includes all employer payments or reimbursements for adoption expenses, whether or not they are taxable to the employee.

Common Provisions of the Tax Credit and Employer Exclusion

Eligible Children. An eligible child is an individual who has not attained age 18 or who is physically or mentally incapable of caring for himself or herself. An eligible child may not be the child of the taxpayer's spouse.

Qualified expenses. Qualified adoption expenses are reasonable and necessary adoption fees, court costs, attorneys' fees, and other expenses that are directly related to, and the principal purpose of which is for, the legal adoption of an eligible child. All reasonable and necessary expenses required by a State as a condition of adoption are qualified adoption expenses. For example, expenses may include the cost of construction, renovations, alterations or purchases specifically required by the State to meet the needs of the child. Eligible expenses do not include expenses (1) for which a deduction or credit is allowed under any other provision of the Internal Revenue Code, (2) to the extent the funds for the expenses are received under any Federal, State, or local program, (3) incurred in violation of State or Federal law, (4) incurred in carrying out any surrogate parenting arrangement, (5) incurred in connection with the adoption of a child of the taxpayer's spouse, (6) for purposes of the tax credit, that are reimbursed under an employer adoption assistance program, (7) that are reimbursed under other payment or reimbursement program. In addition, expenses paid or reimbursements received prior to January 1, 1997 are not eligible for the tax credit or the exclusion for employer benefits. The denial of a double benefit for the same expenditure does not prevent the taxpayer from obtaining benefits under different tax or expenditure programs for different qualified adoption expenses.

Maximum Eligible Qualified Expenses. For 1999 through 2001, the maximum amount of expenses per adoption eligible under each program was \$6,000 for the adoption of a child with special needs and \$5,000 other adoptions. Beginning in 2002, the maximum increased to \$10,000 per adoption, for both special needs and non-special needs adoptions. Beginning in 2003, the \$10,000 amount was indexed annually to reflect inflation. Also, beginning in 2003, under both programs, adoptions of children with special needs were eligible for the maximum

² Employer benefits that are excludable for income tax purposes are still subject to Social Security and Medicare taxes.

³ Employer-paid or -reimbursed benefits include those paid under salary reduction plans which do not represent an additional payment by the employer.

amount even if actual qualified expenses were less. Eligibility for the difference between the maximum amount and actual expenses occurred when the adoption was finalized.

Maximum Adoption Benefits, 1999 - 2005

	1999 to 2001	2002	2003	2004	2005
Maximum Tax Credit per Adoption and Maximum Employer Exclusion per Adoption					
Adoptions other than Special Needs	\$5,000	\$10,000	\$10,160	\$10,390	\$10,630
Special Needs Adoptions	\$6,000	\$10,000	\$10,160	\$10,390	\$10,630

Income limits and phaseouts. The adoption tax benefits otherwise calculated are reduced or eliminated over a \$40,000 modified adjusted gross income (AGI) range which began at modified adjusted gross income of \$75,000 before 2002, at \$150,000 in 2002, and at \$150,000 indexed for inflation in 2003 and later years. For purposes of calculating the income phaseout, modified AGI is computed by increasing the taxpayer's AGI by the amount otherwise excluded from gross income under Internal Revenue Code sections 911, 931, or 933 (relating to the exclusion of income of U.S. citizens or residents living abroad; residents of Guam, American Samoa, and the Northern Mariana Islands, and residents of Puerto Rico, respectively). In addition, for purposes of the exclusion for employer adoption benefits, modified AGI is determined without applying the exclusion for such benefits.

Phaseout Ranges for Adoption Benefits, 1999 - 2005

	1999 to 2001	2002	2003	2004	2005
Income Related Phaseout of Benefits					
Phaseout Begins (modified AGI)	\$75,000	\$150,000	\$152,390	\$155,860	\$159,450
Fully Phased Out (modified AGI)	\$115,000	\$190,000	\$192,390	\$195,860	\$199,450

Timing of tax benefits. The year in which a taxpayer's qualified adoption expenses are considered for the tax credit and the year in which employer payments or reimbursements are excluded from the employee's income depends on the year in which the adoption becomes finalized and whether the expenses are for the adoption of a non-foreign or a foreign child.

Adoption of a non-foreign child. A non-foreign child is one who is a citizen or resident of the United States at the time the adoption effort is commenced. The credit for qualified adoption expenses paid or incurred (including such amounts paid or incurred in an unsuccessful effort to adopt such a child) is generally allowed in the next taxable year. However, the credit for expenses paid or incurred in or after the taxable year an adoption becomes final is allowed in the year that they are paid or incurred. Employer payments or reimbursements are excluded from the employee's income in the year in which the payments or reimbursements are made.

Adoption of a foreign child. Special rules apply for the adoption of an eligible child who is not a citizen or resident of the United States at the time the adoption effort commenced. Qualified adoption expenses for purposes of the tax credit and employer payments or reimbursements are treated as if they are paid in the year in which the adoption becomes final. Thus, employer payments or reimbursements made in a prior year are taxable income to the employee in the year in which made, but then are deducted from the employee's income in the year in which the adoption becomes final. For expenses paid or incurred after the taxable year an adoption becomes final, a tax credit or exclusion from income is allowed in the year in which the payments or reimbursements are made.

Adoption of a child with special needs. Special benefits in connection with the adoption of a child with special needs are available only when a State has made a determination that the adoptee is a child with special needs. A child with special needs is a child who the State has determined: (1) cannot or should not be returned to the home of the birth parents, and (2) has a specific factor or condition because of which it is reasonable to conclude that the child cannot be placed with adoptive parents without adoption assistance. Examples of such factors or conditions are the child's ethnic background, age, membership in a minority group, being one of a group of siblings awaiting adoption together, medical condition, or physical, mental, or emotional handicap. Children who are not citizens or permanent residents of the United States are ineligible for special needs classification.

DATA SOURCES AND LIMITATIONS

Data Sources

The data underlying the adoption tax benefit tables are from all individual income tax returns (Forms 1040 and 1040A) on which any adoption tax benefit, either from the adoption tax credit or the employer exclusion for adoption expenses, was reported or which included a Form 8839 (Qualified Adoption Expenses). The data are as reported by the taxpayers and, thus, reflect any errors, omissions, or internal inconsistencies reported on the tax returns as well as any transcription errors that may have been made when paper returns were transcribed by the IRS. The data do not reflect any corrections that may have been made by the IRS during processing, any examinations (audits) of the tax returns, or any changes by taxpayers through the subsequent filing of amended tax return. Information about such changes is not available.

The tax return data upon which these tables are based were extracted from income tax returns for IRS administrative requirements, and certain items reported on the tax returns were not extracted or transcribed. In some cases, the missing items can be calculated from included items. However, in other cases, the information cannot be inferred from included items. For example, for 2005 tax returns, the IRS did not extract or transcribe information indicating that the adoption was for a foreign child or a child with special needs. These categories cannot be determined from other included items.

Data Processing

During preparation of the tables, the data were checked for many types of inconsistencies and errors. Adjustments were made to fewer than 2 percent of tax returns to correct for obvious errors, and a very small number of tax returns (a total of 10 returns for the entire seven year period) with significant, unresolved data inconsistencies were omitted from the tabulations. Where there were inconsistencies between items on Form 8839 and Form 1040, the data from the Form 1040 were used.

The year of birth entry for the adoptee was frequently clearly incorrect. Where the intended year of birth seemed clear (e.g., 1099 for 1999), the data were corrected. Where the intended year of birth was not clear, the age of the child was recorded as "Age Not Specified" as were children for whom no birth year was reported. The category "10 Years and over" should be interpreted with care. Some taxpayers appear to have reported their own birth year rather than the child's. However, since special needs adoptions are not limited to children under age 18, no adjustment was made to these birth years. The reported age was treated independently for each year even when the same child appeared in data for more than one year.

At least three types of relatively frequent inconsistencies or errors in the data were noted during processing: (a) some returns appear to claim tax credits for non-special needs adoptions larger than their reported qualified expenses (b) some returns in higher income groups do not appear to be adjusted correctly for the income-related phaseout, and (c) some adoption tax credits carried forward from prior years do not seem to be associated with prior returns on which the credit was initially developed. We do not have sufficient information to determine if these inconsistencies are due to taxpayer errors or problems in the data. These inconsistencies do not have a significant impact on the tables.

Preventing Disclosure of Tax Return Information

The tables have been reviewed and adjusted to prevent possible disclosures of information from any tax return, as mandated by Internal Revenue Code section 6103. In some instances, data from adjacent cells were combined to avoid improper disclosure. Also, median values have been masked by being rounded to the nearest \$10. Finally, in the state tables, where information in a particular column could not be shown separately, that information was included in the "State Not Identified" category.

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Table 1
Summary of Adoption Benefits Reported on Income Tax Returns 1999 - 2005

	1999	2000	2001	2002	2003	2004	2005
Tax Returns Reporting Adoption Expenses for Year (number)	45,759	43,902	43,614	54,592	57,230	59,664	56,423
Returns reporting more than one adoption	5,753	5,676	5,744	7,025	8,768	9,494	9,387
Adoption Tax Benefits Received in Year, Total	\$107,997	\$109,299	\$108,979	\$241,716	\$278,165	\$341,625	\$361,527
Adoption Tax Credit							
Tax Credit Carried Forward from Prior Years							
Total (\$ in 000s)	30,778	35,091	40,760	48,543	122,910	228,330	302,156
Number of Returns	12,348	12,782	13,985	14,206	24,344	36,566	44,379
Tax Credit Allowable in Year							
Total (\$ in 000s)	103,139	106,440	105,468	240,636	277,089	335,346	355,319
Number of Returns	45,844	47,797	47,598	59,558	68,327	81,003	86,777
Mean	\$2,250	\$2,227	\$2,216	\$4,040	\$3,239	\$4,140	\$4,095
Median	\$1,820	\$1,780	\$1,760	\$2,930	\$4,060	\$3,270	\$3,200
Unused Tax Credit Carried Forward to Future Years							
Total (\$ in 000s)	81,632	78,600	83,022	165,066	285,625	367,593	413,990
Tax Benefit from Employer Exclusion							
Total (\$ in 000s)	4,858	2,859	3,511	5,329	5,472	6,279	6,208
Number of Returns	4,909	3,482	4,209	5,341	5,735	6,616	6,433
Mean	\$990	\$821	\$834	\$998	\$954	\$949	\$965
Median	\$750	\$750	\$750	\$810	\$750	\$750	\$750
Returns with Credit and Exclusion (number)	3,839	1,972	2,247	4,062	4,241	5,019	4,750
Number of Adoptees, Total	51,467	49,501	49,270	61,557	65,940	69,096	65,810
By Type of Adoption							
Domestic children, not special needs	31,722	29,846	30,138	33,339	31,119	33,368	NA
Children with special needs (domestic)	5,231	5,239	5,314	5,180	12,761	12,432	NA
Foreign children	14,514	14,416	13,818	23,038	22,060	23,296	NA
By Age of Adoptee							
Under 2 Years	22,660	21,403	20,282	28,421	27,191	27,892	25,947
2 Years to 5 Years	14,594	13,689	13,969	17,259	19,962	21,156	20,090
6 Years to 9 Years	6,894	6,819	6,813	7,056	8,484	9,024	9,061
10 Years and Over	6002*	6426*	7193*	7485*	8903*	9814*	9,599
Age Not Specified	1317*	1164*	1013*	1336*	1400*	1210*	1,113

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NA indicates data not available.

Source: Individual income tax returns reporting current year qualified adoption expenses or carry forwards of the tax credit.

Table 1999-1

Tax Benefits for Adoptions by Adjusted Gross Income and Filing Status, 1999

Number of Returns with Adoption Expenses 1/	Total Tax Benefit 2/ (\$ in 000)	Tax Credit						Employer Exclusion Tax Benefit 6/			
		Reported Carry Forwards from Prior Years 3/ (\$ in 000)	From Current Year Expenses 3/ (\$ in 000)	Credit Allowable in 1999 4/			Carried Forward to Future Years or Expiring 5/ (\$ in 000)	Total Tax Benefit (\$ in 000)	Mean Benefit of Exclusion (\$)	Median Benefit of Exclusion (\$)	
				Total (\$ in 000)	Mean Credit (\$)	Median Credit (\$)					
All Adoptions											
Total	45,759	107,997	30,778	153,989	103,139	2,250	1,820	81,632	4,858	990	750
By Adjusted Gross Income											
Under \$25,000	2,656	1,102	4,443	7,575	999	720	1,680	11,023	118	672	750
\$ 25,000 - \$ 49,999	14,298	25,833	15,460	43,501	24,994	1,598	1,920	33,967	817	699	750
\$ 50,000 - \$ 74,999	15,720	49,236	8,150	56,043	47,754	2,867	1,330	16,439	1,364	878	750
\$ 75,000 - \$ 99,999	8,789	27,001	1,849	34,480	25,682	2,838	1,990	10,647	1,308	1,220	1,400
\$100,000 - \$ 115,000	2,833	3,399	398	7,343	2,961	1,042	2,000	4,780	452	1,209	1,400
Over \$115,000	1,463	1,427	478	5,047	749	2,784	2,320	4,776	798	1,413	1,550
By Filing Status											
Married Filing Jointly	39,958	94,324	25,213	134,401	89,969	2,255	1,670	69,646	4,355	995	750
Other	5,801	13,673	5,565	19,588	13,170	2,218	1,780	11,987	503	948	750
Domestic Children, not Special Needs											
Total	28,754	58,350	15,946	81,787	55,803	1,947	1,470	41,930	2,547	947	750
By Adjusted Gross Income											
Under \$25,000	1,939	750	2,819	4,822	689	671	1,410	6,952	61	619	750
\$ 25,000 - \$ 49,999	9,672	15,536	8,217	24,781	15,047	1,431	1,680	17,951	489	688	750
\$ 50,000 - \$ 74,999	9,786	26,573	3,586	29,395	25,804	2,510	1,160	7,178	769	871	750
\$ 75,000 - \$ 99,999	5,012	13,129	870	16,714	12,483	2,427	1,800	5,101	647	1,193	1,400
\$100,000 - \$ 115,000	1,544	1,624	195	3,493	1,394	908	1,880	2,294	230	1,203	1,400
Over \$115,000	801	739	259	2,582	387	2,565	2,550	2,454	352	1,322	1,400
By Filing Status											
Married Filing Jointly	25,944	53,316	13,634	74,362	50,967	1,971	1,480	37,029	2,349	952	750
Other	2,810	5,034	2,312	7,425	4,837	1,727	1,500	4,900	198	890	750
Children with Special Needs (domestic)											
Total	4,252	8,275	3,757	12,919	7,893	1,920	1,390	8,783	382	940	900
By Adjusted Gross Income											
Under \$25,000	321	132	637	856	110	805	1,560	1,383	22	800	900
\$ 25,000 - \$ 49,999	1,605	2,407	1,994	4,602	2,308	1,418	2,290	4,287	99	714	900
\$ 50,000 - \$ 74,999	1,479	3,818	906	4,610	3,670	2,421	1,810	1,846	147	939	900
\$ 75,000 - \$ 99,999	639	1,646	174	2,184	1,570	2,404	1,530	788	77	1,320	1,680
\$100,000 - \$ 115,000	157	199	22	492	180	1,119	1,680	335	19	1,428	1,680
Over \$115,000	51	73	24	174	54	3,392	3,270	144	19	1,459	1,680
By Filing Status											
Married Filing Jointly	3,557	7,236	3,026	11,085	6,902	1,978	2,020	7,208	334	961	900
Other	695	1,039	731	1,835	991	1,594	1,720	1,574	47	816	900
Foreign Children 11/											
Total	12,753	41,372	11,076	59,287	39,442	3,016	3,010	30,921	1,930	1,065	940
By Adjusted Gross Income											
Under \$25,000	396	220	987	1,901	200	896	4,390	2,688	21	711	750
\$ 25,000 - \$ 49,999	3,021	7,890	5,250	14,118	7,639	2,184	2,310	11,729	252	725	750
\$ 50,000 - \$ 74,999	4,455	18,845	3,658	22,038	18,280	3,763	1,480	7,415	565	952	750
\$ 75,000 - \$ 99,999	3,138	12,225	806	15,582	11,630	3,574	2,200	4,758	596	1,256	1,400
\$100,000 - \$ 115,000	1,132	1,576	181	3,358	1,387	1,212	2,200	2,152	190	1,207	1,400
Over \$115,000	611	615	195	2,291	307	3,013	2,160	2,178	307	1,450	1,550
By Filing Status											
Married Filing Jointly	10,457	33,771	8,554	48,954	32,100	3,039	2,120	25,408	1,671	1,071	980
Other	2,296	7,600	2,522	10,332	7,342	2,917	2,070	5,512	258	1,029	750

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Footnotes follow Table 2005-3

Source: Tabulations of data from individual income tax returns reporting the tax credit for adoption or reporting current-year qualified adoption expenses.

Table 1999-1 continued

Adoption Tax Credit and Exclusion of Employer Benefits Combined, 1999

Number of Adoptions 7/	Age of Adoptee 8/					Number of Returns with Multiple Adoptions 9/	Qualified Adoption Expenses 10/			
	Under 2 years	2 Years to 5 Years	6 Years to 9 Years	10 Years and Over	Not Specified		Total (\$ in 000)	Mean Expense (\$)	Median Expense (\$)	
All Adoptions										
Total	51,467	22,660	14,594	6,894	6002*	1317*	5,753	183,666	4,014	4,990
By Adjusted Gross Income										
Under \$25,000	2,997	894	1,006	534	497	66	345	8,234	3,100	2,360
\$ 25,000 - \$ 49,999	16,183	5,676	5,258	2,668	2,161	420	1,892	48,864	3,418	3,080
\$ 50,000 - \$ 74,999	17,666	8,020	4,961	2,263	1,964	458	1,957	63,351	4,030	5,000
\$ 75,000 - \$ 99,999	9,823	5,232	2,297	1,075	993	226	1,042	40,504	4,608	5,000
\$100,000 - \$ 115,000	3,167	1,808	727	271	285	76	340	13,945	4,922	5,000
Over \$115,000	1,631	1,030	345	83	100	73	177	8,768	5,993	5,000
By Filing Status										
Married Filing Jointly	45,109	20,206	12,520	6,055	5,174	1,154	5,187	161,251	4,036	4,990
Other	6,358	2,454	2,074	839	826	165	566	22,415	3,864	4,990
Domestic Children, not Special Needs										
Total	31,722	14,079	7,729	4,695	4,193	1,026	3,012	97,131	3,378	3,260
By Adjusted Gross Income										
Under \$25,000	2,141	664	675	391	356	55	206	5,211	2,688	1,700
\$ 25,000 - \$ 49,999	10,787	3,812	3,155	1,953	1,533	334	1,122	27,935	2,888	2,010
\$ 50,000 - \$ 74,999	10,774	4,997	2,495	1,519	1,391	372	998	33,234	3,396	3,400
\$ 75,000 - \$ 99,999	5,461	3,011	1,010	636	649	155	457	19,685	3,928	4,990
\$100,000 - \$ 115,000	1,695	1,006	280	153	198	58	157	6,672	4,321	4,990
Over \$115,000	864	589	114	43	66	52	72	4,394	5,485	5,000
By Filing Status										
Married Filing Jointly	28,641	12,976	6,827	4,221	3,709	908	2,733	88,622	3,416	3,460
Other	3,081	1,133	994	514	533	118	306	8,509	2,786	2,090
Children with Special Needs (domestic)										
Total	5,231	1,327	1,814	1,168	862*	60*	979	15,204	3,576	2,530
By Adjusted Gross Income										
Under \$25,000	405	60	142	102	96	5	84	994	3,096	1,610
\$ 25,000 - \$ 49,999	1,970	441	712	440	351	26	365	5,246	3,269	2,000
\$ 50,000 - \$ 74,999	1,809	481	647	407	256	18	330	5,398	3,650	2,740
\$ 75,000 - \$ 99,999	789	238	234	175	131	11	150	2,500	3,912	3,630
\$100,000 - \$ 115,000	197	85	56	36	19*	*	39	778	4,953	5,980
Over \$115,000	63	22	23	8	9*	*	11	287	5,636	5,990
By Filing Status										
Married Filing Jointly	4,404	1,194	1,529	959	671	51	847	13,093	3,681	2,800
Other	827	133	285	209	189	11	132	2,111	3,037	1,880
Foreign Children 11/										
Total	14,514	7,254	5,051	1,031	947	231	1,762	71,332	5,593	5,000
By Adjusted Gross Income										
Under \$25,000	496	188	204	50	49	5	59	2,246	5,139	5,000
\$ 25,000 - \$ 49,999	3,318	1,379	1,350	260	268	61	391	15,218	5,199	5,000
\$ 50,000 - \$ 74,999	4,911	2,438	1,772	330	307	64	613	23,771	5,529	5,000
\$ 75,000 - \$ 99,999	3,588	1,995	1,051	263	217	62	440	18,354	5,830	5,000
\$100,000 - \$ 115,000	1,311	727	407	90	71	16	150	6,707	5,777	5,000
Over \$115,000	890	527	267	38	35	23	109	5,036	6,448	5,000
By Filing Status										
Married Filing Jointly	12,064	6,036	4,164	875	794	195	1,607	59,536	5,693	5,000
Other	2,450	1,218	887	156	153	36	155	11,796	5,137	5,000

Department of the Treasury
Office of Tax Analysis

Footnotes follow Table 2005-3

Source: Tabulations of data from individual income tax returns reporting the tax credit for adoption or reporting current-year qualified adoption expenses.

Table 1999-2

Tax Benefits for Adoptions by Total Income, 1999 12/

Number of Returns with Adoption Expenses 1/	Total Tax Benefit 2/ (\$ in 000)	Tax Credit						Employer Exclusion Tax Benefit 6/			
		Reported Carry Forwards from Prior Years (\$ in 000)	From Current Year Expenses 3/ (\$ in 000)	Credit Allowable in 1999 4/			Carried Forward to Future Years or Expiring 5/ (\$ in 000)	Total Tax Benefit (\$ in 000)	Mean Benefit of Exclusion (\$)	Median Benefit of Exclusion (\$)	
				Total (\$ in 000)	Mean Credit (\$)	Median Credit (\$)					
All Adoptions											
Total	45,759	107,997	30,778	153,989	103,139	2,250	1,820	81,632	4,858	990	750
By Total Income											
Under \$25,000	3,479	1,010	5,073	897	990	754	500	12,508	112	677	750
\$ 25,000 - \$ 49,999	14,674	22,802	14,919	22,012	24,183	1,616	1,350	32,936	790	702	750
\$ 50,000 - \$ 74,999	15,845	46,424	7,842	45,089	47,071	2,914	3,000	14,863	1,335	877	750
\$ 75,000 - \$ 99,999	9,127	27,049	1,904	25,745	26,455	2,905	3,010	10,251	1,303	1,220	1,400
\$100,000 - \$ 115,000	2,967	3,678	445	3,228	3,416	1,128	960	4,870	449	1,208	1,400
Over \$115,000	471	357	118	238	1,023	1,160	680	6,204	119	1,632	1,800
Domestic Children, not Special Needs											
Total	28,754	58,350	15,946	81,787	55,803	1,947	1,470	41,930	2,547	947	750
By Total Income											
Under \$25,000	2,205	758	3,299	5,386	690	683	1,400	7,996	68	628	750
\$ 25,000 - \$ 49,999	9,371	15,023	7,789	23,995	14,541	1,417	1,700	17,243	482	687	750
\$ 50,000 - \$ 74,999	9,490	26,231	3,436	28,380	25,530	2,480	1,160	6,286	701	839	750
\$ 75,000 - \$ 99,999	5,064	13,539	882	16,905	12,906	2,466	1,760	4,881	634	1,180	1,400
\$100,000 - \$ 115,000	1,563	1,845	229	3,658	1,606	1,015	2,000	2,281	239	1,195	1,400
Over \$115,000	1,061	954	310	3,463	531	1,944	2,550	3,242	423	1,373	1,400
Children with Special Needs (domestic)											
Total	4,252	8,275	3,757	12,919	7,893	1,920	1,390	8,783	382	940	900
By Total Income											
Under \$25,000	380	133	680	953	109	793	1,370	1,524	24	791	900
\$ 25,000 - \$ 49,999	1,559	2,354	1,973	4,490	2,260	1,413	2,480	4,203	95	706	900
\$ 50,000 - \$ 74,999	1,438	3,772	868	4,501	3,628	2,392	1,830	1,741	144	935	900
\$ 75,000 - \$ 99,999	650	1,706	188	2,224	1,627	2,443	1,850	784	79	1,311	1,680
\$100,000 - \$ 115,000	164	227	24	554	208	1,244	1,520	370	19	1,386	1,680
Over \$115,000	61	82	24	197	61	2,522	3,270	161	21	1,525	1,680
Foreign Children 11/											
Total	12,753	41,372	11,076	59,287	39,442	3,016	3,010	30,921	1,930	1,065	940
By Total Income											
Under \$25,000	437	216	1,093	2,086	191	927	4,540	2,989	25	706	750
\$ 25,000 - \$ 49,999	2,927	7,623	5,157	13,715	7,382	2,171	2,310	11,489	241	722	750
\$ 50,000 - \$ 74,999	4,299	18,432	3,537	21,212	17,913	3,719	1,480	6,837	519	921	750
\$ 75,000 - \$ 99,999	3,148	12,518	834	15,673	11,922	3,635	2,130	4,585	596	1,254	1,400
\$100,000 - \$ 115,000	1,161	1,796	191	3,630	1,602	1,351	2,240	2,219	194	1,212	1,400
Over \$115,000	781	786	263	2,971	432	2,286	2,200	2,801	354	1,458	1,550

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Footnotes follow Table 2005-3

Source: Tabulations of data from individual income tax returns reporting the tax credit for adoption or reporting current-year qualified adoption expenses.

Table 1999-2 continued

Tax Benefits for Adoptions by Total Income, 1999 12/

Number of Adoptions 7/	Age of Adoptee 8/					Number of Returns with Multiple Adoptions 9/	Qualified Adoption Expenses 10/			
	Under 2 years	2 Years to 5 Years	6 Years to 9 Years	10 Years and Over	Not Specified		Total (\$ in 000)	Mean Expense (\$)	Median Expense (\$)	
All Adoptions										
Total	51,467	22,660	14,594	6,894	6,002*	1,317*	5,753	183,666	4,014	4,990
By Total Income										
Under \$25,000	3,430	983	1,119	635	624	69	412	9,182	3,038	2,200
\$ 25,000 - \$ 49,999	15,676	5,503	5,121	2,575	2,071	406	1,826	47,424	3,422	3,100
\$ 50,000 - \$ 74,999	17,122	7,756	4,833	2,205	1,877	451	1,902	61,056	4,010	5,000
\$ 75,000 - \$ 99,999	9,896	5,261	2,321	1,083	1,006	225	1,041	40,674	4,590	5,000
\$100,000 - \$ 115,000	3,230	1,829	746	293	291	71	347	14,304	4,953	5,000
Over \$115,000	2,113	1,328	454	103	131	97	225	11,026	5,794	5,000
Domestic Children, not Special Needs										
Total	31,722	14,079	7,729	4,695	4,193	1,026	3,012	97,131	3,378	3,260
By Total Income										
Under \$25,000	2,449	726	748	462	454	59	248	5,831	2,644	1,630
\$ 25,000 - \$ 49,999	10,449	3,695	3,076	1,889	1,468	321	1,085	27,099	2,892	2,020
\$ 50,000 - \$ 74,999	10,453	4,847	2,432	1,480	1,327	367	969	32,003	3,372	3,330
\$ 75,000 - \$ 99,999	5,508	3,026	1,032	644	654	152	451	19,774	3,905	4,990
\$100,000 - \$ 115,000	1,715	1,016	280	163	202	54	157	6,765	4,328	4,990
Over \$115,000	1,148	769	161	57	88	73	102	5,659	5,333	5,000
Children with Special Needs (domestic)										
Total	5,231	1,327	1,814	1,168	862*	60*	979	15,204	3,576	2,530
By Total Income										
Under \$25,000	485	69	167	123	121	5	105	1,105	2,909	1,510
\$ 25,000 - \$ 49,999	1,909	429	695	426	335	24	350	5,107	3,276	2,000
\$ 50,000 - \$ 74,999	1,758	471	629	395	243	20	320	5,281	3,673	2,740
\$ 75,000 - \$ 99,999	800	240	238	176	135	11	150	2,546	3,917	3,760
\$100,000 - \$ 115,000	205	86	59	40	19*	*	40	832	5,071	5,980
Over \$115,000	76	32	26	8	9*	*	14	332	5,441	5,990
Foreign Children 11/										
Total	14,514	7,254	5,051	1,031	947	231	1,762	71,332	5,593	5,000
By Total Income										
Under \$25,000	590	206	263	58	58	5	72	2,246	4,336	5,000
\$ 25,000 - \$ 49,999	3,534	1,405	1,508	285	275	61	418	15,218	4,881	5,000
\$ 50,000 - \$ 74,999	5,139	2,467	1,926	358	324	64	663	23,771	5,306	5,000
\$ 75,000 - \$ 99,999	3,702	2,018	1,105	289	228	62	471	18,354	5,677	5,000
\$100,000 - \$ 115,000	1,343	739	425	91	72	16	154	6,707	5,641	5,000
Over \$115,000	949	547	294	42	43	23	120	5,036	6,060	5,000

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Footnotes follow Table 2005-3

Source: Tabulations of data from individual income tax returns reporting the tax credit for adoption or reporting current-year qualified adoption expenses.

Table 1999-3

Tax Benefits for Adoptions by State, 1999

Total	Number of Returns Reporting Adoption Expenses 1/		Total Tax Benefit 2/ (\$ in 000)	Tax Credit						Employer Exclusion Tax Benefit 6/			
	Returns with Special Needs Adoptions	Returns with Foreign Adoptions		Reported Carry Forwards from Prior Years (\$ in 000)	From Current Year Expenses 3/ (\$ in 000)	Credit Allowable in 1999 4/			Carried Forward to Future Years or Expiring 5/ (\$ in 000)	Total Tax Benefit (\$ in 000)	Mean Benefit of Exclusion (\$)	Median Benefit of Exclusion (\$)	
						Total (\$ in 000)	Mean Credit (\$)	Median Credit (\$)					
All Adoptions													
Total	45,759	4,252	12,753	107,997	30,778	153,989	103,139	2,250	1,820	81,632	4,858	990	750
Alabama	702	45	112	1,288	308	1,883	1,225	1,832	1,110	966	62	988	750
Alaska	239	30	65	535	181	767	512	2,217	1,990	436	22	1,067	1,400
Arizona	926	161	150	1,898	475	2,797	1,799	2,008	1,610	1,473	99	985	790
Arkansas	428	22	52	723	274	1,190	698	1,733	1,100	708	25	850	750
California	3,756	426	728	8,623	2,579	12,704	8,346	2,158	1,820	6,940	277	1,003	750
Colorado	993	109	252	2,284	661	3,317	2,172	2,198	1,750	1,805	112	1,024	900
Connecticut	541	25	290	1,520	370	2,138	1,400	2,718	2,600	1,106	120	1,181	1,400
Delaware	110	11	39	266	48	387	243	2,337	1,960	192	23	1,081	1,400
District of Columbia	79	6	37	172	19	287	156	2,054	1,550	150	15	1,189	1,400
Florida	2,072	228	409	4,599	1,406	6,543	4,434	2,185	1,720	3,515	164	961	750
Georgia	1,409	132	291	2,933	768	4,252	2,800	2,020	1,390	2,221	133	950	810
Hawaii	179	19	57	368	154	574	357	1,949	1,480	371	11	638	750
Idaho	439	64	69	878	393	1,399	861	2,030	1,550	932	18	737	750
Illinois	1,860	104	555	4,713	1,106	6,385	4,499	2,356	1,960	2,992	214	1,028	980
Indiana	1,288	132	292	2,917	721	4,052	2,795	2,243	1,720	1,978	121	949	750
Iowa	627	80	203	1,624	594	2,153	1,582	2,299	1,890	1,165	42	902	750
Kansas	735	73	122	1,629	482	2,186	1,565	2,141	1,590	1,103	64	901	750
Kentucky	560	39	131	1,063	237	1,588	1,018	2,001	1,440	806	45	845	750
Louisiana	543	30	87	1,170	367	1,578	1,131	2,121	1,500	815	40	965	750
Maine	279	40	78	828	242	914	595	2,110	1,730	561	31	832	750
Maryland	898	88	404	2,405	505	3,434	2,273	2,458	2,130	1,668	131	1,085	1,400
Massachusetts	1,050	41	537	2,845	636	4,123	2,663	2,647	2,500	2,098	182	1,103	1,400
Michigan	1,870	159	645	4,575	1,118	6,585	4,373	2,404	2,130	3,330	201	997	900
Minnesota	1,147	109	484	3,185	975	4,362	3,048	2,490	2,250	2,288	137	909	750
Mississippi	377	39	46	662	222	996	641	1,727	1,070	577	21	873	750
Missouri	1,007	99	312	2,499	933	3,572	2,385	2,275	1,720	2,120	114	983	750
Montana	217	19	32	417	173	633	405	1,867	1,320	401	12	1,036	750
Nebraska	335	17	79	690	277	1,018	668	1,976	1,400	628	22	825	750
Nevada	329	51	32	712	198	998	682	2,164	1,620	515	31	988	750
New Hampshire	237	18	116	690	183	983	682	2,638	2,500	504	28	1,262	1,400
New Jersey	1,153	55	516	3,111	684	4,381	2,894	2,558	2,390	2,171	217	1,180	1,400
New Mexico	321	65	58	675	259	980	652	1,971	1,460	587	22	896	750
New York	2,236	94	993	8,205	1,618	8,647	5,849	2,534	2,280	4,416	358	1,052	750
North Carolina	1,119	90	336	2,439	871	3,517	2,307	2,022	1,520	2,081	132	1,081	900
North Dakota	127	7	24	285	109	370	275	2,050	1,590	204	10	918	750
Ohio	1,871	266	574	4,375	996	6,221	4,148	2,292	1,830	3,069	226	902	750
Oklahoma	676	71	85	1,350	410	1,885	1,301	1,947	1,460	995	49	866	750
Oregon	798	70	231	1,794	769	2,637	1,729	2,044	1,660	1,677	65	1,001	750
Pennsylvania	1,979	175	737	5,143	1,209	7,021	4,874	2,403	2,030	3,356	270	1,021	900
Rhode Island	162	19	82	409	113	600	388	2,285	1,960	325	21	953	830
South Carolina	668	131	125	1,555	554	2,386	1,506	2,306	2,000	1,434	49	924	750
South Dakota	171	7	42	408	141	556	392	2,238	1,700	305	17	920	750
Tennessee	1,012	73	206	2,096	607	2,976	2,011	2,009	1,400	1,572	85	966	750
Texas	2,881	221	554	6,817	1,781	9,376	6,501	2,310	1,900	4,656	316	972	750
Utah	1,018	104	112	2,076	918	3,413	1,994	1,961	1,580	2,337	82	777	750
Vermont	145	13	48	376	135	544	365	2,341	1,900	314	11	927	750
Virginia	1,109	76	365	2,769	624	3,860	2,625	2,323	1,850	1,860	145	1,034	750
Washington	1,399	169	374	3,323	1,030	4,739	3,216	2,279	1,870	2,553	107	935	750
West Virginia	238	19	54	402	118	621	393	1,772	1,030	346	8	912	750
Wisconsin	1,085	93	378	3,151	918	4,329	3,033	2,592	2,390	2,214	119	990	750
Wyoming	132	13	21	252	93	354	245	1,873	1,230	201	7	827	750
Military 13/	165	5	91	401	193	601	382	2,329	1,890	411	19	738	750
State Not Identified 14/	64	0	31	77	24	238	69	1,578	1,180	192	7	913	750

Department of the Treasury
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* To avoid disclosure, information for state is not shown separately, but is included under "State Not Identified"

Footnotes follow Table 2005-3

Source: Tabulations of data from individual income tax returns reporting the tax credit for adoption or reporting current-year qualified adoption expenses.

Table 1999-3 continued

Tax Benefits for Adoptions by State, 1999

Number of Adoptions 7/	Age of Adoptee 8/					Number of Returns with Multiple Adoptions 9/	Qualified Adoption Expenses 10/			
	Under 2 years	2 Years to 5 Years	6 Years to 9 Years	10 Years and Over	Not Specified		Total (\$ in 000)	Mean Expense (\$)	Median Expense (\$)	
All Adoptions										
Total	51,467	22,660	14,594	6,894	6002*	1317*	5,753	183,866	4,014	4,990
Alabama	788	283	204	131	159	11	86	2,280	3,247	2,310
Alaska	272	115	71	37	38	11	33	921	3,855	4,990
Arizona	1,056	398	304	182	142	30	131	3,402	3,674	4,000
Arkansas	472	193	106	83	83	7	44	1,298	3,033	2,080
California	4,251	1,734	1,303	524	599	91	498	14,467	3,852	4,990
Colorado	1,100	486	296	133	149	36	109	3,943	3,971	5,000
Connecticut	582	330	157	47	38	10	43	2,782	5,160	5,000
Delaware	120	48	42	15	10	5	10	496	4,513	5,000
District of Columbia	88	45	25	7	8	3	9	381	4,825	5,000
Florida	2,322	942	609	386	331	54	251	7,715	3,724	4,980
Georgia	1,606	653	444	262	209	38	199	5,091	3,613	3,580
Hawaii	199	65	65	28	38	3	20	652	3,640	4,990
Idaho	497	240	142	53	52	10	58	1,535	3,496	3,880
Illinois	2,080	986	540	249	249	56	224	7,712	4,146	5,000
Indiana	1,468	629	435	202	169	33	180	4,761	3,696	4,100
Iowa	714	299	243	86	71	15	87	2,411	3,846	4,990
Kansas	833	356	205	114	122	36	98	2,574	3,502	3,400
Kentucky	616	264	178	94	65	15	57	1,910	3,410	3,890
Louisiana	589	234	175	91	73	16	48	1,854	3,414	3,440
Maine	313	118	106	58	22	9	34	1,130	4,051	5,000
Maryland	1,007	472	271	124	110	30	110	4,199	4,676	5,000
Massachusetts	1,127	615	335	74	62	41	77	5,216	4,967	5,000
Michigan	2,151	985	607	282	225	52	285	7,762	4,151	5,000
Minnesota	1,297	620	367	154	133	23	153	5,172	4,509	5,000
Mississippi	433	156	116	76	78	7	56	1,122	2,975	2,070
Missouri	1,143	509	332	144	134	24	137	4,220	4,191	5,000
Montana	233	93	79	32	21	8	16	705	3,250	3,420
Nebraska	373	185	104	38	32	14	38	1,188	3,488	4,180
Nevada	366	142	104	61	74	5	58	1,179	3,583	4,160
New Hampshire	263*	128	93	29	13	*	28	1,139	4,807	5,000
New Jersey	1,254	688	327	89	93	57	103	5,658	4,807	5,000
New Mexico	379	141	96	77	58	7	58	1,140	3,550	4,240
New York	2,458	1,275	663	240	198	84	225	10,673	4,773	5,000
North Carolina	1,251	510	362	195	156	28	132	4,298	3,841	4,990
North Dakota	132*	61	44	18	9	*	7	437	3,437	3,900
Ohio	2,126	903	630	299	224	70	257	7,527	4,023	4,990
Oklahoma	781	284	237	129	129	22	105	2,188	3,237	2,410
Oregon	890	365	275	133	94	23	94	2,980	3,744	4,990
Pennsylvania	2,212	1,073	614	266	196	63	236	8,698	4,395	5,000
Rhode Island	175	88	52	15	15	5	13	715	4,413	5,000
South Carolina	765	314	210	123	91	27	97	2,716	4,066	4,970
South Dakota	188	82	56	26	16	8	17	648	3,779	4,990
Tennessee	1,140	412	372	205	130	21	130	3,535	3,493	3,250
Texas	3,291	1,376	895	500	455	65	413	11,354	3,941	4,490
Utah	1,187	586	294	139	115	33	149	3,899	3,830	4,380
Vermont	157	94	45	7	5	6	12	634	4,371	5,000
Virginia	1,264	550	371	174	143	26	156	4,733	4,268	5,000
Washington	1,585	689	454	233	174	35	186	5,469	3,909	4,990
West Virginia	261	92	76	48	39	6	23	671	2,820	1,550
Wisconsin	1,196	619	347	123	81	26	111	5,077	4,879	5,000
Wyoming	153	63	34	30	22	4	21	400	3,029	1,960
Military 13/	190	65	62	20	39	4	26	718	4,351	5,000
State Not Identified 14/	73	27	20	9	13*	4*	5	293	4,580	5,000

Department of the Treasury
Office of Tax Analysis

* To avoid disclosure, information for state is not shown separately, but is included under "State Not Identified"

Footnotes follow Table 2005-3

Source: Tabulations of data from individual income tax returns reporting the tax credit for adoption or reporting current-year qualified adoption expenses.

Table 1999-4

**Cumulative Allowance of Adoption Credits from Qualified Adoption Expenses Reported in 1999
By Adjusted Gross Income and Filing Status**

Cumulative Allowance of Adoption Credit (As Percentage of Credit Generated from Qualified Expenses Reported in 1999)						
	1999	2000	2001	2002	2003	2004
All Adoptions						
Total	70.2%	76.4%	78.2%	79.1%	81.1%	83.1%
By Adjusted Gross Income						
Under \$25,000	29.5%	38.2%	43.0%	44.8%	46.2%	47.3%
\$ 25,000- \$ 49,999	56.1%	68.1%	71.4%	72.7%	74.4%	76.0%
\$ 50,000 - \$ 74,999	84.7%	90.3%	91.6%	92.4%	94.7%	97.1%
\$ 75,000 - \$ 99,999	73.2%	74.7%	75.2%	75.7%	77.8%	79.8%
\$100,000 - \$ 115,000	39.2%	40.8%	41.5%	42.4%	44.9%	46.8%
By Filing Status						
Married Filing Jointly	70.2%	76.4%	78.0%	79.0%	81.1%	83.1%
Other	69.7%	77.0%	79.1%	80.0%	81.7%	83.5%
Domestic Children, not Special Needs						
Total	71.9%	77.2%	78.7%	79.6%	81.3%	83.1%
By Adjusted Gross Income						
Under \$25,000	31.0%	39.0%	43.0%	44.5%	45.8%	46.2%
\$ 25,000- \$ 49,999	59.3%	69.5%	72.4%	73.6%	74.9%	76.1%
\$ 50,000 - \$ 74,999	87.6%	91.8%	92.8%	93.5%	95.4%	97.6%
\$ 75,000 - \$ 99,999	73.5%	74.5%	74.8%	75.3%	77.5%	79.4%
\$100,000 - \$ 115,000	39.0%	40.4%	41.3%	42.1%	44.6%	46.3%
By Filing Status						
Married Filing Jointly	72.1%	77.4%	78.9%	79.7%	81.6%	83.4%
Other	68.9%	74.5%	76.7%	77.7%	78.7%	79.5%
Children with Special Needs (domestic)						
Total	64.7%	71.2%	73.4%	74.6%	75.8%	77.9%
By Adjusted Gross Income						
Under \$25,000	33.8%	36.4%	39.8%	41.7%	42.5%	43.5%
\$ 25,000- \$ 49,999	51.6%	61.5%	64.5%	66.2%	67.7%	69.2%
\$ 50,000 - \$ 74,999	79.0%	85.3%	87.3%	88.3%	89.3%	91.9%
\$ 75,000 - \$ 99,999	71.2%	73.3%	74.4%	75.0%	76.6%	78.6%
\$100,000 - \$ 115,000	35.7%	36.9%	37.6%	39.0%	39.0%	41.3%
By Filing Status						
Married Filing Jointly	64.9%	71.3%	73.4%	74.6%	75.9%	78.1%
Other	63.8%	71.0%	73.6%	74.8%	75.7%	76.9%
Foreign Children 11/						
Total	69.0%	76.6%	78.5%	79.4%	82.0%	84.4%
By Adjusted Gross Income						
Under \$25,000	23.8%	36.7%	44.2%	46.6%	48.7%	51.6%
\$ 25,000- \$ 49,999	52.1%	67.7%	71.7%	73.3%	75.8%	77.9%
\$ 50,000 - \$ 74,999	82.1%	89.5%	91.0%	91.7%	94.8%	97.6%
\$ 75,000 - \$ 99,999	73.2%	75.1%	75.7%	76.2%	78.3%	80.3%
\$100,000 - \$ 115,000	39.9%	41.8%	42.2%	43.3%	46.2%	48.2%
By Filing Status						
Married Filing Jointly	68.6%	75.9%	77.8%	78.8%	81.5%	83.8%
Other	71.2%	79.7%	81.5%	82.2%	84.6%	87.2%

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Footnotes follow Table 2005-3

Source: Individual income tax returns reporting current year qualified adoption expenses for the adoption tax credit.

Table 2000-1

Tax Benefits for Adoptions by Adjusted Gross Income and Filing Status, 2000

	Number of Returns with Adoption Expenses 1/	Total Tax Benefit 2/ (\$ in 000)	Tax Credit						Employer Exclusion Tax Benefit 6/		
			Reported Carry Forwards from Prior Years (\$ in 000)	From Current Year Expenses 3/ (\$ in 000)	Credit Allowable in 2000 4/			Carried Forward to Future Years or Expiring 5/ (\$ in 000)	Total Tax Benefit (\$ in 000)	Mean Benefit of Exclusion (\$)	Median Benefit of Exclusion (\$)
					Total (\$ in 000)	Mean Credit (\$)	Median Credit (\$)				
All Adoptions											
Total	43,902	109,299	35,091	149,949	106,440	2,227	1,780	78,600	2,859	821	750
By Adjusted Gross Income											
Under \$25,000	2,066	1,176	3,841	6,286	1,153	831	2,600	8,974	23	334	300
\$ 25,000- \$ 49,999	12,443	24,718	16,080	38,074	24,503	1,555	2,150	29,651	215	421	300
\$ 50,000 - \$ 74,999	15,209	49,643	10,483	54,820	48,994	2,807	1,740	16,310	650	660	560
\$ 75,000 - \$ 99,999	9,366	28,328	2,788	36,846	27,573	2,806	1,850	12,061	755	901	840
\$100,000 - \$ 115,000	3,020	3,604	831	7,741	3,267	1,070	2,520	5,305	337	1,030	980
Over \$115,000	1,798	1,829	1,068	6,181	950	3,035	2,790	6,299	879	1,168	1,120
By Filing Status											
Married Filing Jointly	38,155	94,625	29,322	130,491	92,010	2,234	2,030	67,804	2,616	831	750
Other	5,747	14,673	5,769	19,457	14,430	2,185	2,060	10,796	243	726	700
Domestic Children, not Special Needs											
Total	27,004	56,540	17,828	76,185	55,309	1,895	1,420	38,704	1,231	723	650
By Adjusted Gross Income											
Under \$25,000	1,484	733	2,413	3,923	720	732	2,100	5,617	13	260	180
\$ 25,000- \$ 49,999	8,377	14,637	8,428	21,002	14,535	1,391	1,910	14,895	102	344	300
\$ 50,000 - \$ 74,999	9,373	25,740	5,008	27,742	25,425	2,419	1,550	7,324	315	617	530
\$ 75,000 - \$ 99,999	5,217	12,992	1,114	17,005	12,695	2,338	1,480	5,424	297	824	730
\$100,000 - \$ 115,000	1,640	1,631	394	3,633	1,493	905	2,020	2,534	138	946	840
Over \$115,000	913	806	472	2,880	441	2,593	2,200	2,911	365	1,080	1,080
By Filing Status											
Married Filing Jointly	24,219	51,242	15,342	69,144	50,083	1,919	1,800	34,403	1,159	742	700
Other	2,785	5,297	2,486	7,041	5,226	1,688	1,800	4,301	71	509	360
Children with Special Needs (domestic)											
Total	4,266	8,954	3,551	12,713	8,803	1,892	1,350	7,461	151	641	560
By Adjusted Gross Income											
Under \$25,000	230	152	298	640	148	970	2,740	790	4	579	600
\$ 25,000- \$ 49,999	1,459	2,420	1,778	4,042	2,395	1,399	2,490	3,425	24	408	300
\$ 50,000 - \$ 74,999	1,514	3,948	1,054	4,577	3,913	2,277	1,970	1,718	34	545	450
\$ 75,000 - \$ 99,999	800	2,126	317	2,761	2,085	2,462	2,270	993	41	708	560
\$100,000 - \$ 115,000	202	225	69	478	206	1,005	2,070	341	19	968	840
Over \$115,000	61	83	35	214	55	3,243	2,000	194	28	1,000	840
By Filing Status											
Married Filing Jointly	3,579	7,689	3,036	10,909	7,547	1,920	2,230	6,398	142	649	560
Other	687	1,266	515	1,804	1,256	1,740	2,150	1,063	10	537	630
Foreign Children 11/											
Total	12,632	43,805	13,712	61,051	42,328	3,034	3,030	32,435	1,477	957	840
By Adjusted Gross Income											
Under \$25,000	352	290	1,130	1,722	285	1,135	4,050	2,568	5	541	640
\$ 25,000- \$ 49,999	2,607	7,662	5,874	13,031	7,573	2,103	2,550	11,332	89	574	600
\$ 50,000 - \$ 74,999	4,322	19,955	4,421	22,501	19,655	3,762	1,960	7,267	300	731	600
\$ 75,000 - \$ 99,999	3,349	13,210	1,357	17,081	12,794	3,602	2,260	5,644	417	994	840
\$100,000 - \$ 115,000	1,178	1,747	369	3,629	1,568	1,310	3,110	2,430	179	1,115	980
Over \$115,000	824	940	561	3,087	454	3,602	3,650	3,194	486	1,257	1,240
By Filing Status											
Married Filing Jointly	10,357	35,694	10,944	50,438	34,380	3,080	2,490	27,003	1,315	962	840
Other	2,275	8,110	2,768	10,613	7,948	2,852	2,230	5,432	162	916	780

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Footnotes follow Table 2005-3

Source: Tabulations of data from individual income tax returns reporting the tax credit for adoption or reporting current-year qualified adoption expenses.

Table 2000-1 continued

Adoption Tax Credit and Exclusion of Employer Benefits Combined, 2000

	Number of Adoptions 7/	Age of Adoptee 8/					Number of Returns with Multiple Adoptions 9/	Qualified Adoption Expenses 10/		
		Under 2 years	2 Years to 5 Years	6 Years to 9 Years	10 Years and Over	Not Specified		Total (\$ in 000)	Mean Expense (\$)	Median Expense (\$)
All Adoptions										
Total	49,501	21,403	13,689	6,819	6,426*	1,164*	5,676	170,020	3,873	4,980
By Adjusted Gross Income										
Under \$25,000	2,323	645	762	430	421	65	264	6,434	3,114	2,500
\$ 25,000 - \$ 49,999	14,123	4,798	4,467	2,485	2,089	284	1,702	39,428	3,169	2,700
\$ 50,000 - \$ 74,999	17,166	7,549	4,638	2,348	2,235	396	1,977	57,957	3,811	4,990
\$ 75,000 - \$ 99,999	10,524	5,364	2,518	1,169	1,226	247	1,171	40,908	4,368	5,000
\$ 100,000 - \$ 115,000	3,383	1,870	788	289	340	96	368	14,348	4,751	5,000
Over \$115,000	1,982	1,177	516	98	112	79	194	10,944	6,087	5,000
By Filing Status										
Married Filing Jointly	43,175	18,912	11,807	5,907	5,511	1,038	5,075	148,809	3,900	4,990
Other	6,326	2,491	1,882	912	912	129	601	21,210	3,691	4,990
Domestic Children, not Special Needs										
Total	29,846	12,768	7,048	4,695	4,490	845	2,917	85,458	3,165	2,870
By Adjusted Gross Income										
Under \$25,000	1,630	462	490	319	310	49	153	4,018	2,708	1,880
\$ 25,000 - \$ 49,999	9,368	3,089	2,765	1,838	1,465	211	1,013	21,705	2,591	1,700
\$ 50,000 - \$ 74,999	10,351	4,569	2,330	1,600	1,573	279	998	29,321	3,128	2,810
\$ 75,000 - \$ 99,999	5,728	2,989	998	716	839	186	522	18,821	3,608	4,990
\$ 100,000 - \$ 115,000	1,795	1,017	308	168	234	68	160	6,684	4,076	4,990
Over \$115,000	974	642	157	54	69	52	71	4,908	5,376	5,000
By Filing Status										
Married Filing Jointly	26,809	11,680	6,202	4,202	3,969	756	2,643	77,829	3,214	3,000
Other	3,037	1,088	846	493	521	89	274	7,628	2,739	2,060
Children with Special Needs (domestic)										
Total	5,239	1,267	1,765	1,144	998*	65*	974	13,743	3,221	2,050
By Adjusted Gross Income										
Under \$25,000	279	38	95	75	66	5	49	665	2,893	1,490
\$ 25,000 - \$ 49,999	1,785	383	604	418	357	23	326	4,186	2,869	1,650
\$ 50,000 - \$ 74,999	1,841	474	606	387	348	26	327	4,763	3,146	2,000
\$ 75,000 - \$ 99,999	1,004	279	334	205	175	11	205	2,986	3,733	3,380
\$ 100,000 - \$ 115,000	257	69	93	49	46	*	55	760	3,764	3,350
Over \$115,000	73	24	33	10	6	*	12	383	6,272	5,990
By Filing Status										
Married Filing Jointly	4,422	1,163	1,523	905	771	60	844	11,872	3,317	2,220
Other	817	104	242	239	224	8	130	1,871	2,724	1,600
Foreign Children 11/										
Total	14,416	7,368	4,876	980	938	254	1,785	70,819	5,606	5,000
By Adjusted Gross Income										
Under \$25,000	414	145	177	36	45	11	62	1,751	4,973	5,000
\$ 25,000 - \$ 49,999	2,970	1,326	1,098	229	267	50	363	13,536	5,192	5,000
\$ 50,000 - \$ 74,999	4,974	2,506	1,702	361	314	91	652	23,874	5,524	5,000
\$ 75,000 - \$ 99,999	3,792	2,096	1,186	248	212	50	444	19,101	5,703	5,000
\$ 100,000 - \$ 115,000	1,331	784	387	72	62	26	153	6,904	5,860	5,000
Over \$115,000	935	511	326	34	38	26	111	5,654	6,861	5,010
By Filing Status										
Married Filing Jointly	11,944	6,069	4,082	800	771	222	1,588	59,108	5,707	5,000
Other	2,472	1,299	794	180	167	32	197	11,711	5,148	5,000

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Footnotes follow Table 2005-3

Source: Tabulations of data from individual income tax returns reporting the tax credit for adoption or reporting current-year qualified adoption expenses.

Table 2000-2

Tax Benefits for Adoptions by Total Income, 2000 12/

Number of Returns with Adoption Expenses 1/	Total Tax Benefit 2/ (\$ in 000)	Tax Credit						Employer Exclusion Tax Benefit 6/			
		Reported Carry Forwards from Prior Years (\$ in 000)	From Current Year Expenses 3/ (\$ in 000)	Credit Allowable in 2000 4/			Carried Forward to Future Years or Expiring 5/ (\$ in 000)	Total Tax Benefit (\$ in 000)	Mean Benefit of Exclusion (\$)	Median Benefit of Exclusion (\$)	
				Total (\$ in 000)	Mean Credit (\$)	Median Credit (\$)					
All Adoptions											
Total	43,902	109,299	35,091	149,949	106,440	2,227	1,780	78,600	2,859	821	750
By Total Income											
Under \$25,000	2,321	1,208	4,355	6,889	1,183	881	2,590	10,061	25	326	300
\$ 25,000 - \$ 49,999	12,084	23,914	15,587	36,978	23,706	1,540	2,170	28,858	208	422	300
\$ 50,000 - \$ 74,999	14,712	48,735	10,151	52,585	48,194	2,766	1,710	14,542	541	591	530
\$ 75,000 - \$ 99,999	9,382	29,095	2,957	36,976	28,369	2,855	1,890	11,564	726	881	840
\$100,000 - \$ 115,000	3,108	4,078	795	8,322	3,756	1,185	2,540	5,360	322	1,002	850
Over \$115,000	2,295	2,268	1,247	8,200	1,231	2,332	2,720	8,216	1,037	1,217	1,120
Domestic Children, not Special Needs											
Total	27,004	56,540	17,828	76,185	55,309	1,895	1,420	38,704	1,231	723	650
By Total Income											
Under \$25,000	1,661	732	2,810	4,288	717	755	2,090	6,380	15	255	150
\$ 25,000 - \$ 49,999	8,161	14,221	8,168	20,476	14,123	1,378	1,930	14,521	98	343	300
\$ 50,000 - \$ 74,999	9,064	25,322	4,715	26,500	25,065	2,388	1,500	6,149	257	540	450
\$ 75,000 - \$ 99,999	5,228	13,371	1,191	17,048	13,085	2,382	1,500	5,154	285	809	710
\$100,000 - \$ 115,000	1,701	1,863	368	3,951	1,728	1,002	2,070	2,591	135	926	840
Over \$115,000	1,189	1,030	577	3,921	590	2,077	2,180	3,908	440	1,144	1,110
Children with Special Needs (domestic)											
Total	4,266	8,954	3,551	12,713	8,803	1,892	1,350	7,461	151	641	560
By Total Income											
Under \$25,000	281	205	374	755	201	1,233	2,580	928	4	545	530
\$ 25,000 - \$ 49,999	1,412	2,332	1,697	3,928	2,308	1,382	2,530	3,316	24	416	300
\$ 50,000 - \$ 74,999	1,487	3,910	1,052	4,483	3,877	2,240	1,950	1,658	33	539	450
\$ 75,000 - \$ 99,999	797	2,154	323	2,734	2,112	2,499	2,270	945	42	707	560
\$100,000 - \$ 115,000	217	259	66	558	239	1,092	2,020	385	20	935	840
Over \$115,000	72	94	39	255	66	2,634	2,000	228	28	981	840
Foreign Children 11/											
Total	12,632	43,805	13,712	61,051	42,328	3,034	3,030	32,435	1,477	957	840
By Total Income											
Under \$25,000	379	271	1,171	1,845	265	1,155	4,110	2,752	6	543	530
\$ 25,000 - \$ 49,999	2,511	7,362	5,721	12,574	7,275	2,091	2,560	11,020	86	572	600
\$ 50,000 - \$ 74,999	4,161	19,503	4,384	21,602	19,252	3,704	1,920	6,734	251	665	560
\$ 75,000 - \$ 99,999	3,357	13,571	1,442	17,194	13,172	3,661	2,330	5,464	399	968	840
\$100,000 - \$ 115,000	1,190	1,956	361	3,812	1,789	1,458	3,110	2,385	167	1,082	980
Over \$115,000	1,034	1,143	632	4,023	575	2,627	3,350	4,080	568	1,297	1,240

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Footnotes follow Table 2005-3

Source: Tabulations of data from individual income tax returns reporting the tax credit for adoption or reporting current-year qualified adoption expenses.

Table 2000-2 continued

Tax Benefits for Adoptions by Total Income, 2000 12/

Number of Adoptions 7/	Age of Adoptee 8/					Number of Returns with Multiple Adoptions 9/	Qualified Adoption Expenses 10/			
	Under 2 years	2 Years to 5 Years	6 Years to 9 Years	10 Years and Over	Not Specified		Total (\$ in 000)	Mean Expense (\$)	Median Expense (\$)	
All Adoptions										
Total	49,501	21,403	13,689	6,819	6,426*	1,164*	5,676	170,020	3,873	4,990
By Total Income										
Under \$25,000	2,618	696	861	514	475	72	306	7,054	3,039	2,330
\$ 25,000 - \$ 49,999	13,713	4,644	4,359	2,401	2,041	268	1,650	38,295	3,169	2,700
\$ 50,000 - \$ 74,999	16,597	7,286	4,476	2,286	2,176	373	1,902	55,404	3,766	4,990
\$ 75,000 - \$ 99,999	10,550	5,357	2,526	1,182	1,228	257	1,181	40,833	4,352	5,000
\$100,000 - \$ 115,000	3,477	1,917	808	303	355	94	373	14,656	4,716	5,000
Over \$115,000	2,546	1,503	659	133	148	103	264	13,777	6,003	5,000
Domestic Children, not Special Needs										
Total	29,846	12,768	7,048	4,695	4,490	845	2,917	85,458	3,165	2,870
By Total Income										
Under \$25,000	1,829	505	554	375	340	55	177	4,394	2,645	1,780
\$ 25,000 - \$ 49,999	9,124	3,001	2,711	1,781	1,434	197	984	21,158	2,593	1,700
\$ 50,000 - \$ 74,999	10,006	4,386	2,253	1,562	1,538	267	959	27,903	3,078	2,690
\$ 75,000 - \$ 99,999	5,746	2,991	1,001	722	842	190	529	16,775	3,591	4,980
\$100,000 - \$ 115,000	1,858	1,048	316	181	246	67	161	6,879	4,044	4,990
Over \$115,000	1,283	837	213	74	90	69	107	6,349	5,340	5,000
Children with Special Needs (domestic)										
Total	5,239	1,267	1,765	1,144	998*	65*	974	13,743	3,221	2,050
By Total Income										
Under \$25,000	348	42	114	99	88	5	67	783	2,785	1,350
\$ 25,000 - \$ 49,999	1,730	369	585	403	350	23	318	4,067	2,880	1,660
\$ 50,000 - \$ 74,999	1,802	476	598	374	328	26	315	4,664	3,137	2,000
\$ 75,000 - \$ 99,999	996	279	327	205	174	11	200	2,958	3,712	3,270
\$100,000 - \$ 115,000	275	72	103	51	49*	*	58	840	3,871	3,730
Over \$115,000	88	29	38	12	9*	*	16	431	5,984	5,990
Foreign Children 11/										
Total	14,416	7,368	4,876	980	938	254	1,785	70,819	5,606	5,000
By Total Income										
Under \$25,000	441	149	193	40	47	12	62	1,877	4,953	5,000
\$ 25,000 - \$ 49,999	2,859	1,274	1,063	217	257	48	348	13,070	5,205	5,000
\$ 50,000 - \$ 74,999	4,789	2,424	1,625	350	310	80	628	22,837	5,488	5,000
\$ 75,000 - \$ 99,999	3,808	2,087	1,198	255	212	56	452	19,100	5,690	5,000
\$100,000 - \$ 115,000	1,344	797	389	71	61	26	154	6,937	5,830	5,000
Over \$115,000	1,175	637	408	47	51	32	141	6,997	6,767	5,010

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Footnotes follow Table 2005-3

Source: Tabulations of data from individual income tax returns reporting the tax credit for adoption or reporting current-year qualified adoption expenses.

Table 2000-3

Tax Benefits for Adoptions by State, 2000

	Number of Returns Reporting Adoption Expenses 1/			Total Tax Benefit 2/ (\$ in 000)	Tax Credit						Employer Exclusion Tax Benefit 6/		
	Total	Returns with Special Needs Adoptions	Returns with Foreign Adoptions		Reported Carry Forwards from Prior Years (\$ in 000)	From Current Year Expenses 3/ (\$ in 000)	Credit Allowable in 2000 4/			Carried Forward to Future Years or Expiring 5/ (\$ in 000)	Total Tax Benefit (\$ in 000)	Mean Benefit of Exclusion (\$)	Median Benefit of Exclusion (\$)
							Total (\$ in 000)	Mean Credit (\$)	Median Credit (\$)				
All Adoptions	43,902	4,266	12,632	109,299	35,091	149,949	106,440	2,227	1,780	78,600	2,859	821	750
Alabama	700	46	126	1,367	376	1,907	1,347	1,865	1,870	936	21	674	560
Alaska	222	17	50	526	194	713	521	2,083	2,080	386	5	372	300
Arizona	885	177	147	1,923	610	2,695	1,875	1,968	1,970	1,430	47	777	750
Arkansas	417	38	61	743	247	1,100	730	1,706	1,710	617	12	727	750
California	3,576	465	667	7,968	2,866	11,601	7,807	2,044	2,040	6,660	161	841	750
Colorado	1,019	105	319	2,491	851	3,435	2,414	2,144	2,140	1,873	77	805	700
Connecticut	478	20	265	1,337	429	1,883	1,244	2,554	2,550	1,069	94	1,055	840
Delaware	111	15	39	282	87	373	266	2,272	2,270	195	16	1,309	1,400
District of Columbia	61	5	25	*	47	249	145	2,339	2,340	151	*	*	*
Florida	1,994	205	466	4,913	1,715	6,585	4,830	2,218	2,220	3,469	82	665	560
Georgia	1,403	133	298	3,119	765	4,377	3,028	2,088	2,090	2,115	91	827	750
Hawaii	161	12	53	339	153	544	333	1,938	1,940	363	6	468	500
Idaho	370	44	52	849	488	1,306	842	1,972	1,970	951	7	617	600
Illinois	1,777	119	591	4,601	1,010	6,302	4,448	2,392	2,390	2,864	153	862	750
Indiana	1,328	124	345	3,241	928	4,362	3,173	2,217	2,220	2,117	69	780	700
Iowa	622	64	209	1,529	625	2,100	1,500	2,094	2,090	1,226	29	695	590
Kansas	628	52	109	1,501	705	2,017	1,474	2,091	2,090	1,248	27	579	380
Kentucky	577	43	173	1,293	293	1,799	1,254	2,162	2,160	839	39	735	530
Louisiana	557	25	109	1,368	331	1,785	1,347	2,279	2,280	769	22	721	560
Maine	266	56	83	669	242	1,013	657	2,251	2,250	598	12	674	720
Maryland	867	91	371	2,143	594	3,118	2,045	2,250	2,250	1,667	98	923	750
Massachusetts	975	39	512	2,719	748	3,791	2,591	2,563	2,560	1,948	128	1,130	1,340
Michigan	1,774	151	585	4,705	1,494	6,223	4,569	2,325	2,320	3,148	137	835	840
Minnesota	1,216	107	545	3,550	1,167	4,809	3,438	2,458	2,460	2,538	111	732	700
Mississippi	341	28	45	621	200	847	617	1,863	1,860	430	4	431	300
Missouri	1,077	137	336	2,788	966	3,746	2,716	2,261	2,260	1,996	72	737	670
Montana	193	16	34	*	183	606	422	1,860	1,860	367	*	*	*
Nebraska	360	24	121	875	338	1,245	859	2,159	2,160	723	16	645	560
Nevada	341	59	22	*	168	997	724	1,993	1,990	442	*	*	*
New Hampshire	274	13	125	787	173	1,101	757	2,665	2,660	517	30	971	750
New Jersey	991	57	445	2,809	791	3,790	2,675	2,565	2,560	1,906	134	1,102	980
New Mexico	267	67	40	607	241	709	602	1,960	1,960	348	5	451	300
New York	2,022	89	880	5,713	1,890	8,032	5,555	2,507	2,510	4,367	158	923	840
North Carolina	1,151	107	346	2,598	799	3,808	2,513	2,065	2,060	2,095	86	920	840
North Dakota	90	12	13	*	127	279	235	1,946	1,950	171	*	*	*
Ohio	1,724	269	483	4,249	1,395	5,674	4,121	2,148	2,150	2,948	128	696	600
Oklahoma	643	48	101	1,339	431	1,867	1,323	1,931	1,930	975	16	605	520
Oregon	765	72	223	2,046	801	2,814	2,013	2,287	2,290	1,602	33	984	750
Pennsylvania	1,944	175	744	5,369	1,583	6,906	5,226	2,407	2,410	3,263	143	932	840
Rhode Island	140	9	77	385	97	567	375	2,449	2,450	289	10	858	840
South Carolina	628	147	137	1,687	644	2,414	1,684	2,401	2,400	1,394	24	739	560
South Dakota	144	11	33	434	127	524	428	2,251	2,250	224	6	544	380
Tennessee	941	89	217	2,206	754	2,935	2,168	2,077	2,080	1,521	37	746	560
Texas	2,853	214	549	6,948	1,733	8,875	6,687	2,231	2,230	3,922	261	898	840
Utah	887	90	98	2,022	982	3,109	1,984	1,964	1,960	2,107	38	683	620
Vermont	138	16	52	*	225	583	451	2,666	2,670	357	*	*	*
Virginia	1,050	79	354	2,537	800	3,607	2,472	2,189	2,190	1,936	65	752	630
Washington	1,335	157	404	3,454	1,120	4,865	3,397	2,284	2,280	2,389	58	696	600
West Virginia	226	13	49	484	119	635	478	1,942	1,940	276	6	707	600
Wisconsin	1,058	97	373	3,343	1,112	4,319	3,288	2,622	2,620	2,143	55	705	700
Wyoming	124	14	13	*	87	314	268	1,864	1,860	133	*	*	*
Military 13/	169	4	94	471	174	669	462	2,429	2,430	381	10	413	300
State Not Identified 14/	52	0	24	105	63	225	86	2,314	2,310	203	19	566	340

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* To avoid disclosure, information for state is not shown separately, but is included under "State Not Identified"

Footnotes follow Table 2005-3

Source: Tabulations of data from individual income tax returns reporting the tax credit for adoption or reporting current-year qualified adoption expenses.

Table 2000-3 continued

Tax Benefits for Adoptions by State, 2000

	Number of Adoptions 7/	Age of Adoptee 8/					Number of Returns with Multiple Adoptions 9/	Qualified Adoption Expenses 10/		
		Under 2 years	2 Years to 5 Years	6 Years to 9 Years	10 Years and Over	Not Specified		Total (\$ In 000)	Mean Expense (\$)	Median Expense (\$)
All Adoptions										
Total	49,501	21,403	13,689	6,819	6,426*	1,164*	5,676	170,020	3,873	4,990
Alabama	811	279	227	127	158	20	111	2,074	2,963	2,960
Alaska	253	105	69	32	41	6	31	784	3,530	3,530
Arizona	1,002	353	265	157	189	18	118	3,056	3,453	3,450
Arkansas	461	160	128	64	96	13	44	1,193	2,862	2,860
California	4,099	1,525	1,238	610	647	79	545	12,725	3,558	3,560
Colorado	1,143	541	278	151	150	23	125	3,977	3,903	3,900
Connecticut	521	287	141	49	28	16	43	2,397	5,014	5,010
Delaware	124	63	22	19	15	5	13	451	4,059	4,060
District of Columbia	64*	39	16	*	5	4	9	275	4,504	4,500
Florida	2,243	887	594	355	347	60	252	7,399	3,711	3,710
Georgia	1,589	625	433	264	240	27	188	4,962	3,551	3,550
Hawaii	184	71	45	27	37	4	23	588	3,650	3,650
Idaho	422	188	118	57	48	11	52	1,363	3,685	3,680
Illinois	1,993	1,000	463	236	237	57	218	7,447	4,191	4,190
Indiana	1,491	650	387	221	193	40	164	4,877	3,672	3,670
Iowa	711	268	234	103	95	11	89	2,285	3,673	3,670
Kansas	715	327	173	98	90	27	87	2,218	3,533	3,530
Kentucky	630	267	208	87	56	12	54	2,080	3,604	3,600
Louisiana	611	267	162	81	88	13	54	1,955	3,511	3,510
Maine	303	125	85	46	40	7	37	1,108	4,167	4,170
Maryland	967	413	262	143	119	30	100	3,688	4,254	4,250
Massachusetts	1,045	591	294	76	64	20	74	4,608	4,727	4,730
Michigan	2,048	909	583	270	234	52	276	7,203	4,060	4,060
Minnesota	1,372	685	343	169	138	37	162	5,499	4,522	4,520
Mississippi	375	123	109	67	68	8	36	901	2,641	2,640
Missouri	1,234	512	355	180	158	29	160	4,252	3,948	3,950
Montana	212	86	68	31	21	6	19	628	3,255	3,260
Nebraska	404	162	156	37	40	9	45	1,358	3,773	3,770
Nevada	385	126	104	76	73	6	44	1,046	3,067	3,070
New Hampshire	307	147	85	32	35	8	33	1,317	4,807	4,810
New Jersey	1,063	561	290	84	86	42	86	4,650	4,740	4,740
New Mexico	306	99	84	60	60	3	39	794	2,973	2,970
New York	2,253	1,129	628	243	204	49	235	9,128	4,514	4,510
North Carolina	1,307	496	385	201	199	26	156	4,293	3,730	3,730
North Dakota	100	46	24	15	11	4	10	295	3,283	3,280
Ohio	1,948	816	532	308	245	47	225	6,538	3,792	3,790
Oklahoma	742	241	215	135	136	15	101	2,010	3,127	3,130
Oregon	863	374	237	126	111	15	99	3,017	3,944	3,940
Pennsylvania	2,148	1,063	557	243	226	59	206	7,985	4,107	4,110
Rhode Island	147	92	33	12	7	3	7	631	4,507	4,510
South Carolina	721	308	207	89	102	15	93	2,583	4,113	4,110
South Dakota	155*	84	38	20	13	*	13	562	3,901	3,900
Tennessee	1,069	382	354	182	129	22	128	3,196	3,396	3,400
Texas	3,235	1,316	889	510	472	48	384	10,596	3,714	3,710
Utah	1,017	549	222	96	114	36	131	3,368	3,797	3,800
Vermont	150	82	36	14	15	3	13	610	4,418	4,420
Virginia	1,204	472	364	181	156	31	156	4,134	3,937	3,940
Washington	1,517	653	411	234	189	30	183	5,141	3,851	3,850
West Virginia	249	98	73	42	31	5	23	690	3,063	3,050
Wisconsin	1,191	599	347	110	92	43	135	4,753	4,493	4,490
Wyoming	135	59	31	20	22	3	12	334	2,695	2,700
Military 13/	200	77	49	23	47*	3*	31	725	4,289	4,290
State Not Identified 14/	62*	26	18	6	8	4	4	251	4,632	4,630

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* To avoid disclosure, information for state is not shown separately, but is included under "State Not Identified"

Footnotes follow Table 2005-3

Source: Tabulations of data from individual income tax returns reporting the tax credit for adoption or reporting current-year qualified adoption expenses.

Table 2000-4

**Cumulative Allowance of Adoption Credits from Qualified Adoption Expenses Reported in 2000
By Adjusted Gross Income and Filing Status**

Cumulative Allowance of Adoption Credit (As Percentage of Credit Generated from Qualified Expenses Reported in 2000)						
	2000	2001	2002	2003	2004	2005
All Adoptions						
Total	68.6%	76.7%	78.5%	80.7%	83.5%	85.8%
By Adjusted Gross Income						
Under \$25,000	33.9%	43.5%	47.4%	49.1%	50.1%	51.2%
\$ 25,000- \$ 49,999	53.8%	68.5%	71.9%	73.9%	75.9%	78.0%
\$ 50,000 - \$ 74,999	83.2%	91.3%	92.8%	95.2%	98.7%	101.6%
\$ 75,000 - \$ 99,999	70.9%	73.5%	74.1%	76.2%	79.0%	80.9%
\$100,000 - \$ 115,000	37.8%	39.9%	40.5%	43.7%	46.8%	49.1%
By Filing Status						
Married Filing Jointly	68.6%	76.4%	78.1%	80.3%	83.2%	85.6%
Other	69.2%	78.9%	80.8%	82.9%	85.2%	87.3%
Domestic Children, not Special Needs						
Total	70.4%	77.4%	78.9%	80.7%	82.9%	84.9%
By Adjusted Gross Income						
Under \$25,000	34.1%	42.8%	46.7%	48.3%	49.2%	50.1%
\$ 25,000- \$ 49,999	57.8%	70.7%	73.5%	75.1%	76.7%	78.1%
\$ 50,000 - \$ 74,999	86.1%	92.4%	93.5%	95.3%	98.1%	100.6%
\$ 75,000 - \$ 99,999	71.2%	73.3%	73.8%	75.7%	77.9%	79.6%
\$100,000 - \$ 115,000	37.1%	39.0%	39.6%	42.3%	44.6%	47.5%
By Filing Status						
Married Filing Jointly	70.6%	77.5%	79.0%	80.8%	83.2%	85.3%
Other	69.0%	76.8%	78.3%	79.6%	80.4%	81.2%
Children with Special Needs (domestic)						
Total	64.7%	73.4%	75.8%	77.5%	81.1%	84.8%
By Adjusted Gross Income						
Under \$25,000	38.5%	45.4%	47.0%	50.4%	50.8%	52.3%
\$ 25,000- \$ 49,999	51.2%	63.2%	66.9%	68.5%	70.5%	72.8%
\$ 50,000 - \$ 74,999	77.4%	87.4%	89.6%	91.4%	95.7%	100.2%
\$ 75,000 - \$ 99,999	69.3%	72.8%	73.9%	75.5%	80.0%	84.7%
\$100,000 - \$ 115,000	37.2%	41.4%	43.1%	44.4%	49.2%	52.8%
By Filing Status						
Married Filing Jointly	64.1%	72.9%	75.4%	77.3%	81.0%	85.1%
Other	67.9%	76.6%	78.4%	78.9%	81.2%	82.5%
Foreign Children 11/						
Total	67.3%	76.5%	78.5%	81.3%	84.7%	87.2%
By Adjusted Gross Income						
Under \$25,000	31.4%	44.1%	49.2%	50.2%	52.0%	53.1%
\$ 25,000- \$ 49,999	48.0%	66.6%	71.0%	73.6%	76.3%	79.3%
\$ 50,000 - \$ 74,999	80.8%	90.7%	92.6%	95.8%	100.0%	103.1%
\$ 75,000 - \$ 99,999	70.8%	73.9%	74.5%	76.9%	79.9%	81.5%
\$100,000 - \$ 115,000	38.5%	40.5%	41.1%	45.0%	48.6%	50.1%
By Filing Status						
Married Filing Jointly	66.7%	75.6%	77.5%	80.3%	83.8%	86.2%
Other	69.6%	80.6%	82.8%	85.6%	88.9%	91.9%

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Footnotes follow Table 2005-3

Source: Individual income tax returns reporting current year qualified adoption expenses for the adoption tax credit.

Table 2001-1

Tax Benefits for Adoptions by Adjusted Gross Income and Filing Status, 2001

Number of Returns with Adoption Expenses 1/	Total Tax Benefit 2/ (\$ in 000)	Tax Credit							Employer Exclusion Tax Benefit 6/		
		Reported Carry Forwards from Prior Years (\$ in 000)	From Current Year Expenses 3/ (\$ in 000)	Credit Allowable in 2001 4/			Carried Forward to Future Years or Expiring 5/ (\$ in 000)	Total Tax Benefit (\$ in 000)	Mean Benefit of Exclusion (\$)	Median Benefit of Exclusion (\$)	
				Total (\$ in 000)	Mean Credit (\$)	Median Credit (\$)					
All Adoptions											
Total	43,614	108,979	40,760	147,730	105,468	2,216	1,760	83,022	3,511	834	750
By Adjusted Gross Income											
Under \$25,000	2,257	1,214	5,191	6,639	1,192	698	2,760	10,638	22	366	300
\$ 25,000 - \$ 49,999	12,024	25,099	18,255	37,141	24,882	1,591	2,260	30,515	217	427	330
\$ 50,000 - \$ 74,999	14,886	49,009	11,875	53,161	48,252	2,820	1,800	16,784	757	636	550
\$ 75,000 - \$ 99,999	9,340	27,761	3,421	35,881	26,873	2,753	1,970	12,429	888	913	830
\$100,000 - \$ 115,000	3,082	3,660	810	8,149	3,214	1,058	2,230	5,745	446	972	900
Over \$115,000	2,025	2,237	1,208	6,759	1,056	3,078	2,680	6,911	1,181	1,159	1,100
By Filing Status											
Married Filing Jointly	37,559	93,677	33,998	127,328	90,451	2,222	2,110	70,875	3,226	845	750
Other	6,055	15,303	6,763	20,402	15,017	2,178	2,160	12,147	285	732	690
Domestic Children, not Special Needs											
Total	27,217	57,451	19,747	76,713	55,874	1,912	1,410	40,586	1,577	745	690
By Adjusted Gross Income											
Under \$25,000	1,591	769	3,050	4,116	757	628	2,340	6,409	12	306	230
\$ 25,000 - \$ 49,999	8,151	14,802	9,029	20,714	14,693	1,436	1,940	15,050	109	364	300
\$ 50,000 - \$ 74,999	9,387	26,016	5,368	27,758	25,661	2,460	1,590	7,466	355	579	450
\$ 75,000 - \$ 99,999	5,373	13,206	1,371	17,192	12,822	2,321	1,770	5,741	384	824	750
\$100,000 - \$ 115,000	1,674	1,610	341	3,674	1,411	864	1,780	2,604	199	909	830
Over \$115,000	1,041	1,048	588	3,259	530	2,746	2,380	3,317	518	1,079	1,070
By Filing Status											
Married Filing Jointly	24,093	51,554	17,046	68,569	50,068	1,937	1,840	35,546	1,485	757	690
Other	3,124	5,897	2,701	8,144	5,805	1,726	2,000	5,040	92	596	520
Children with Special Needs (domestic)											
Total	4,375	9,206	4,584	12,931	9,036	1,286	1,870	8,479	170	649	550
By Adjusted Gross Income											
Under \$25,000	288	153	497	710	147	712	2,290	1,059	6	511	300
\$ 25,000 - \$ 49,999	1,447	2,404	2,066	4,036	2,384	1,369	2,450	3,718	21	423	300
\$ 50,000 - \$ 74,999	1,526	4,162	1,345	4,706	4,119	2,351	1,920	1,932	43	493	380
\$ 75,000 - \$ 99,999	798	2,066	441	2,566	2,020	2,349	2,520	986	46	786	630
\$100,000 - \$ 115,000	232	249	77	627	236	997	2,210	468	13	678	680
Over \$115,000	84	171	158	287	129	3,915	3,840	316	42	1,112	990
By Filing Status											
Married Filing Jointly	3,583	7,819	3,918	10,869	7,674	1,918	2,370	7,113	145	659	550
Other	792	1,387	666	2,062	1,362	1,643	1,930	1,366	25	595	680
Foreign Children 11/											
Total	12,022	42,323	16,430	58,086	40,559	2,993	2,910	33,957	1,764	964	830
By Adjusted Gross Income											
Under \$25,000	378	292	1,645	1,813	288	976	4,390	3,170	4	453	320
\$ 25,000 - \$ 49,999	2,426	7,892	7,160	12,392	7,805	2,130	2,690	11,747	97	547	450
\$ 50,000 - \$ 74,999	3,973	18,831	5,161	20,697	18,472	3,749	2,060	7,386	359	734	600
\$ 75,000 - \$ 99,999	3,169	12,489	1,609	16,123	12,031	3,563	2,160	5,701	458	1,021	960
\$100,000 - \$ 115,000	1,176	1,800	393	3,848	1,566	1,341	2,630	2,674	234	1,059	960
Over \$115,000	900	1,017	462	3,213	396	3,388	3,550	3,279	621	1,239	1,380
By Filing Status											
Married Filing Jointly	9,883	34,304	13,034	47,890	32,708	3,015	2,650	28,216	1,595	975	830
Other	2,139	8,019	3,396	10,196	7,850	2,905	2,360	5,741	169	870	750

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Footnotes follow Table 2005-3

Source: Tabulations of data from individual income tax returns reporting the tax credit for adoption or reporting current-year qualified adoption expenses.

Table 2001-1 continued

Adoption Tax Credit and Exclusion of Employer Benefits Combined, 2001

Number of Adoptions 7/	Age of Adoptee 8/					Number of Returns with Multiple Adoptions 9/	Qualified Adoption Expenses 10/			
	Under 2 years	2 Years to 5 Years	6 Years to 9 Years	10 Years and Over	Not Specified		Total (\$ in 000)	Mean Expense (\$)	Median Expense (\$)	
All Adoptions										
Total	49,270	20,282	13,969	6,813	7,193*	1,013*	5,744	170,121	3,901	4,990
By Adjusted Gross Income										
Under \$25,000	2,555	638	883	438	524	72	302	6,796	3,011	2,240
\$ 25,000 - \$ 49,999	13,778	4,468	4,349	2,368	2,353	240	1,770	38,727	3,221	2,700
\$ 50,000 - \$ 74,999	16,839	7,096	4,592	2,378	2,458	315	1,966	57,018	3,830	4,990
\$ 75,000 - \$ 99,999	10,461	5,092	2,682	1,130	1,340	217	1,136	40,433	4,329	5,000
\$100,000 - \$ 115,000	3,414	1,736	893	355	360	70	349	14,365	4,661	5,000
Over \$115,000	2,223	1,252	570	144	153	104	221	12,782	6,312	5,000
By Filing Status										
Married Filing Jointly	42,619	17,730	11,961	5,930	6,113	885	5,129	147,852	3,937	4,990
Other	6,651	2,552	2,008	883	1,075	133	615	22,269	3,678	4,990
Domestic Children, not Special Needs										
Total	30,138	12,249	7,336	4,760	4,993	800	2,998	87,107	3,200	2,850
By Adjusted Gross Income										
Under \$25,000	1,779	442	585	313	382	57	192	4,219	2,652	1,600
\$ 25,000 - \$ 49,999	9,181	2,920	2,666	1,749	1,662	184	1,045	21,649	2,656	1,800
\$ 50,000 - \$ 74,999	10,406	4,356	2,358	1,692	1,745	255	1,032	29,564	3,149	2,840
\$ 75,000 - \$ 99,999	5,866	2,910	1,168	724	891	173	506	19,309	3,594	4,560
\$100,000 - \$ 115,000	1,801	944	351	224	230	52	140	6,511	3,890	4,990
Over \$115,000	1,105	677	208	58	83	79	83	5,854	5,624	5,000
By Filing Status										
Married Filing Jointly	26,743	11,037	6,390	4,254	4,354	708	2,709	78,330	3,251	3,000
Other	3,395	1,212	946	506	639	92	289	8,777	2,810	2,230
Children with Special Needs (domestic)										
Total	5,314	1,239	1,882	1,087	1,074*	32*	939	14,115	3,226	2,050
By Adjusted Gross Income										
Under \$25,000	346	47	121	89	89*	*	58	747	2,594	1,500
\$ 25,000 - \$ 49,999	1,759	373	629	356	386	15	312	4,158	2,873	1,600
\$ 50,000 - \$ 74,999	1,860	463	672	373	341	11	334	4,942	3,239	2,200
\$ 75,000 - \$ 99,999	962	263	327	196	170	6	164	2,805	3,515	2,680
\$100,000 - \$ 115,000	283	69	100	56	58*	*	51	915	3,943	3,800
Over \$115,000	104	24	33	17	30*	*	20	549	6,530	6,000
By Filing Status										
Married Filing Jointly	4,393	1,111	1,564	867	819	32	810	11,901	3,322	2,200
Other	921	128	318	220	250	5	129	2,214	2,796	1,750
Foreign Children 11/										
Total	13,818	6,794	4,751	966	1,126	181	1,807	68,899	5,731	5,000
By Adjusted Gross Income										
Under \$25,000	430	149	177	36	54	14	52	1,830	4,841	5,000
\$ 25,000 - \$ 49,999	2,836	1,175	1,054	263	305	41	413	12,920	5,326	5,000
\$ 50,000 - \$ 74,999	4,573	2,277	1,562	313	372	49	600	22,512	5,666	5,000
\$ 75,000 - \$ 99,999	3,633	1,919	1,187	210	279	38	466	18,318	5,780	5,000
\$100,000 - \$ 115,000	1,330	723	442	75	74	16	158	6,939	5,901	5,000
Over \$115,000	1,014	551	329	69	42	23	118	6,379	7,088	5,010
By Filing Status										
Married Filing Jointly	11,483	5,582	4,007	809	940	145	1,610	57,621	5,830	5,000
Other	2,335	1,212	744	157	186	36	197	11,277	5,272	5,000

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Footnotes follow Table 2005-3

Source: Tabulations of data from individual income tax returns reporting the tax credit for adoption or reporting current-year qualified adoption expenses.

Table 2001-2

Tax Benefits for Adoptions by Total Income, 2001 12/

Number of Returns with Adoption Expenses 1/	Total Tax Benefit 2/ (\$ in 000)	Tax Credit						Employer Exclusion Tax Benefit 6/			
		Reported Carry Forwards from Prior Years (\$ in 000)	From Current Year Expenses 3/ (\$ in 000)	Credit Allowable in 2001 4/			Carried Forward to Future Years or Expiring 5/ (\$ in 000)	Total Tax Benefit (\$ in 000)	Mean Benefit of Exclusion (\$)	Median Benefit of Exclusion (\$)	
				Total (\$ in 000)	Mean Credit (\$)	Median Credit (\$)					
All Adoptions											
Total	43,614	108,979	40,760	147,730	105,468	2,216	1,760	83,022	3,511	834	750
By Total Income											
Under \$25,000	2,507	1,211	5,700	7,332	1,186	733	2,750	11,846	25	357	300
\$ 25,000 - \$ 49,999	11,682	24,209	17,773	36,071	23,994	1,569	2,260	29,849	214	431	330
\$ 50,000 - \$ 74,999	14,424	48,307	11,448	51,114	47,685	2,785	1,780	14,877	622	568	530
\$ 75,000 - \$ 99,999	9,342	28,480	3,592	36,049	27,612	2,801	2,000	12,028	867	907	830
\$100,000 - \$ 115,000	3,178	4,130	897	8,707	3,701	1,165	2,300	5,902	429	954	830
Over \$115,000	2,481	2,642	1,352	8,457	1,289	2,437	2,630	8,520	1,353	1,188	1,170
Domestic Children, not Special Needs											
Total	27,217	57,451	19,747	76,713	55,874	1,912	1,410	40,586	1,577	745	690
By Total Income											
Under \$25,000	1,778	750	3,363	4,562	735	642	2,270	7,190	15	301	230
\$ 25,000 - \$ 49,999	7,931	14,301	8,824	20,137	14,193	1,416	1,950	14,767	108	368	300
\$ 50,000 - \$ 74,999	9,090	25,756	5,077	26,616	25,477	2,435	1,580	6,216	279	501	450
\$ 75,000 - \$ 99,999	5,365	13,522	1,428	17,187	13,151	2,362	1,770	5,464	371	813	750
\$100,000 - \$ 115,000	1,735	1,840	380	3,944	1,657	963	1,980	2,668	183	877	830
Over \$115,000	1,318	1,282	675	4,267	660	2,224	2,400	4,281	622	1,124	1,100
Children with Special Needs (domestic)											
Total	4,375	9,206	4,584	12,931	9,036	1,286	1,870	8,479	170	649	550
By Total Income											
Under \$25,000	324	158	558	796	152	750	2,220	1,202	6	485	260
\$ 25,000 - \$ 49,999	1,414	2,353	1,994	3,967	2,333	1,359	2,410	3,628	21	423	300
\$ 50,000 - \$ 74,999	1,490	4,080	1,327	4,534	4,038	2,315	1,970	1,823	42	493	380
\$ 75,000 - \$ 99,999	817	2,170	469	2,661	2,126	2,405	2,520	1,005	44	780	600
\$100,000 - \$ 115,000	233	264	74	654	250	1,045	2,000	478	14	699	680
Over \$115,000	97	181	162	319	138	3,203	3,600	343	43	1,103	920
Foreign Children 11/											
Total	12,022	42,323	16,430	58,086	40,559	2,993	2,910	33,957	1,764	964	830
By Total Income											
Under \$25,000	405	304	1,779	1,974	299	1,103	4,570	3,454	5	482	420
\$ 25,000 - \$ 49,999	2,337	7,554	6,955	11,967	7,468	2,101	2,670	11,453	85	551	450
\$ 50,000 - \$ 74,999	3,844	18,471	5,044	19,964	18,170	3,701	2,040	6,838	302	664	600
\$ 75,000 - \$ 99,999	3,160	12,788	1,694	16,201	12,336	3,621	2,210	5,559	452	1,020	960
\$100,000 - \$ 115,000	1,210	2,026	442	4,109	1,795	1,473	2,830	2,756	232	1,049	960
Over \$115,000	1,066	1,180	515	3,872	491	2,599	3,520	3,896	688	1,259	1,380

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Footnotes follow Table 2005-3

Source: Tabulations of data from individual income tax returns reporting the tax credit for adoption or reporting current-year qualified adoption expenses.

Table 2001-2 continued

Tax Benefits for Adoptions by Total Income, 2001 12/

Number of Adoptions 7/	Age of Adoptee 8/					Number of Returns with Multiple Adoptions 9/	Qualified Adoption Expenses 10/			
	Under 2 years	2 Years to 5 Years	6 Years to 9 Years	10 Years and Over	Not Specified		Total (\$ in 000)	Mean Expense (\$)	Median Expense (\$)	
All Adoptions										
Total	49,270	20,282	13,969	6,813	7,193*	1,013*	5,744	170,121	3,901	4,990
By Total Income										
Under \$25,000	2,855	686	982	496	612	79	354	7,512	2,997	2,100
\$ 25,000 - \$ 49,999	13,396	4,333	4,239	2,306	2,276	242	1,728	37,641	3,222	2,670
\$ 50,000 - \$ 74,999	16,292	6,877	4,436	2,317	2,386	276	1,880	54,535	3,781	4,990
\$ 75,000 - \$ 99,999	10,490	5,072	2,693	1,151	1,358	216	1,161	40,419	4,327	5,000
\$100,000 - \$ 115,000	3,519	1,785	922	367	375	70	357	14,665	4,614	5,000
Over \$115,000	2,718	1,529	697	176	181	135	264	15,348	6,186	5,000
Domestic Children, not Special Needs										
Total	30,138	12,249	7,336	4,760	4,993	800	2,998	87,107	3,200	2,850
By Total Income										
Under \$25,000	1,996	472	650	359	451	64	224	4,681	2,633	1,580
\$ 25,000 - \$ 49,999	8,935	2,843	2,609	1,696	1,602	185	1,017	21,068	2,656	1,800
\$ 50,000 - \$ 74,999	10,067	4,208	2,290	1,654	1,693	222	989	28,153	3,097	2,720
\$ 75,000 - \$ 99,999	5,868	2,894	1,159	741	902	172	515	19,185	3,576	4,460
\$100,000 - \$ 115,000	1,871	973	366	229	250	53	148	6,663	3,840	4,990
Over \$115,000	1,401	859	262	81	95	104	105	7,357	5,582	5,000
Children with Special Needs (domestic)										
Total	5,314	1,239	1,882	1,087	1,074*	32*	939	14,115	3,226	2,050
By Total Income										
Under \$25,000	391	53	140	96	102	0	67	835	2,577	1,490
\$ 25,000 - \$ 49,999	1,724	360	617	351	380	16	310	4,089	2,892	1,640
\$ 50,000 - \$ 74,999	1,811	458	649	364	331	9	321	4,767	3,199	2,190
\$ 75,000 - \$ 99,999	984	269	340	199	169	7	167	2,894	3,542	2,700
\$100,000 - \$ 115,000	287	73	97	58	59*	*	54	925	3,970	3,710
Over \$115,000	117	26	39	19	33*	*	20	606	6,244	6,000
Foreign Children 11/										
Total	13,818	6,794	4,751	966	1,126	181	1,807	68,899	5,731	5,000
By Total Income										
Under \$25,000	468	161	192	41	59	15	63	1,996	4,928	5,000
\$ 25,000 - \$ 49,999	2,737	1,130	1,013	259	294	41	401	12,484	5,342	5,000
\$ 50,000 - \$ 74,999	4,414	2,211	1,497	299	362	45	570	21,616	5,623	5,000
\$ 75,000 - \$ 99,999	3,638	1,909	1,194	211	287	37	479	18,341	5,804	5,000
\$100,000 - \$ 115,000	1,361	739	459	80	88	15	155	7,077	5,849	5,000
Over \$115,000	1,200	644	396	76	56	28	139	7,366	6,928	5,010

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Footnotes follow Table 2005-3

Source: Tabulations of data from individual income tax returns reporting the tax credit for adoption or reporting current-year qualified adoption expenses.

Table 2001-3

Tax Benefits for Adoptions by State, 2001

Number of Returns Reporting Adoption Expenses 1/			Total Tax Benefit 2/ (\$ in 000)	Tax Credit						Employer Exclusion Tax Benefit 6/			
Total	Returns with Special Needs Adoptions	Returns with Foreign Adoptions		Reported Carry Forwards from Prior Years (\$ in 000)	From Current Year Expenses 3/ (\$ in 000)	Credit Allowable in 2001 4/			Carried Forward to Future Years or Expiring 5/ (\$ in 000)	Total Tax Benefit (\$ in 000)	Mean Benefit of Exclusion (\$)	Median Benefit of Exclusion (\$)	
						Total (\$ in 000)	Mean Credit (\$)	Median Credit (\$)					
All Adoptions													
Total	43,614	4,375	12,022	108,979	40,760	147,730	105,468	2,216	1,760	83,022	3,511	834	750
Alabama	742	68	111	1,451	458	1,929	1,422	1,871	1,170	965	29	715	550
Alaska	196	24	68	*	209	703	527	2,291	1,690	385	*	*	*
Arizona	852	163	143	1,979	736	2,701	1,931	2,099	1,740	1,506	48	726	600
Arkansas	404	34	61	747	293	1,104	736	1,770	1,110	661	10	649	440
California	3,548	468	692	7,785	3,113	11,911	7,599	2,037	1,610	7,425	185	834	750
Colorado	1,003	117	274	2,599	1,071	3,317	2,527	2,188	1,640	1,862	72	713	670
Connecticut	484	24	252	1,427	359	2,005	1,323	2,651	2,540	1,041	104	1,172	1,170
Delaware	104	10	34	267	88	363	251	2,323	2,030	200	16	993	830
District of Columbia	70	7	25	*	60	255	183	2,543	2,670	132	*	*	*
Florida	2,045	218	468	5,043	1,916	6,798	4,921	2,238	1,700	3,793	122	798	690
Georgia	1,479	141	326	3,220	919	4,485	3,088	2,058	1,500	2,316	132	892	750
Hawaii	174	15	43	391	142	539	385	1,997	1,420	295	6	558	550
Idaho	363	33	55	911	689	1,243	899	1,959	1,630	1,033	11	717	710
Illinois	1,780	115	555	4,472	1,326	6,042	4,269	2,277	1,800	3,099	203	828	750
Indiana	1,259	115	310	3,152	1,162	4,007	3,049	2,172	1,570	2,120	103	843	750
Iowa	553	73	149	1,454	753	1,811	1,410	2,061	1,600	1,154	44	716	680
Kansas	680	53	131	1,692	611	2,182	1,683	2,140	1,530	1,130	29	597	430
Kentucky	596	47	157	1,308	381	1,894	1,262	2,079	1,520	1,013	47	686	720
Louisiana	491	39	83	1,185	433	1,581	1,171	2,202	1,640	843	14	728	610
Maine	224	37	73	620	330	769	603	2,185	1,840	496	17	789	720
Maryland	881	77	327	2,141	792	3,173	2,055	2,301	1,970	1,911	86	800	690
Massachusetts	903	42	461	2,466	886	3,498	2,332	2,504	2,230	2,053	134	1,116	1,100
Michigan	1,695	147	555	4,463	1,662	5,970	4,307	2,240	1,800	3,324	156	911	830
Minnesota	1,088	87	469	3,288	1,413	4,212	3,175	2,391	2,040	2,450	111	721	690
Mississippi	323	20	55	654	211	895	647	1,876	1,260	459	7	504	320
Missouri	1,125	150	343	3,079	1,117	3,942	2,985	2,354	1,910	2,075	95	869	750
Montana	180	14	35	397	224	590	390	1,829	1,120	425	8	963	750
Nebraska	310	37	69	712	401	932	703	1,969	1,290	630	10	566	380
Nevada	299	54	27	*	239	792	604	1,809	1,220	427	*	*	*
New Hampshire	242	10	106	754	293	955	725	2,608	2,420	523	29	1,035	830
New Jersey	1,022	68	453	2,885	805	4,021	2,695	2,650	2,460	2,132	190	1,117	1,070
New Mexico	326	84	43	741	338	942	722	1,952	1,450	558	19	619	550
New York	1,958	112	815	5,505	2,011	7,604	5,316	2,508	2,170	4,299	189	952	830
North Carolina	1,177	111	324	2,754	999	3,840	2,655	2,138	1,640	2,184	98	917	750
North Dakota	96	8	14	209	140	280	205	1,719	1,060	216	5	604	580
Ohio	1,774	282	486	4,367	1,466	5,883	4,208	2,161	1,590	3,141	159	743	600
Oklahoma	632	52	61	1,319	555	1,737	1,300	1,803	1,320	992	19	682	690
Oregon	739	70	218	1,859	1,060	2,675	1,825	2,078	1,600	1,910	34	750	690
Pennsylvania	1,868	157	673	5,062	1,615	6,759	4,877	2,397	1,980	3,497	185	907	800
Rhode Island	163	15	83	502	153	655	481	2,645	2,230	327	20	971	830
South Carolina	640	168	112	1,615	706	2,250	1,576	2,229	1,810	1,380	38	802	640
South Dakota	135	2	31	385	181	448	378	2,307	2,010	251	7	531	410
Tennessee	1,021	80	199	2,414	899	3,078	2,366	2,134	1,590	1,611	48	770	750
Texas	2,954	198	554	7,239	2,098	9,187	6,947	2,243	1,840	4,337	292	830	750
Utah	930	94	120	2,327	1,154	3,288	2,270	2,083	1,620	2,151	57	636	550
Vermont	112	13	39	353	235	454	342	2,375	1,800	347	12	959	940
Virginia	1,117	76	445	2,798	972	3,987	2,688	2,324	2,000	2,273	112	736	600
Washington	1,282	169	355	3,335	1,373	4,387	3,271	2,253	1,810	2,489	64	716	600
West Virginia	217	28	42	426	135	577	419	1,805	1,410	293	7	532	440
Wisconsin	1,014	129	377	3,121	1,223	4,010	3,025	2,523	2,190	2,207	96	896	830
Wyoming	125	11	8	*	93	303	289	1,889	1,240	108	*	*	*
Military 13/	142	6*	79	394	160	516	383	2,201	1,810	293	11	428	300
State Not Identified 14/	56	3*	34	109	102	266	88	2,204	1,500	280	21	842	690

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* To avoid disclosure, information for state is not shown separately, but is included under "State Not Identified"

Footnotes follow Table 2005-3

Source: Tabulations of data from individual income tax returns reporting the tax credit for adoption or reporting current-year qualified adoption expenses.

Table 2001-3 continued

Tax Benefits for Adoptions by State, 2001

	Age of Adoptee 8/					Number of Returns with Multiple Adoptions 9/	Qualified Adoption Expenses 10/			
	Under 2 years	2 Years to 5 Years	6 Years to 9 Years	10 Years and Over	Not Specified		Total (\$ In 000)	Mean Expense (\$)	Median Expense (\$)	
All Adoptions										
Total	49,270	20,282	13,969	6,813	7193*	1013*	5,744	170,121	3,901	4,990
Alabama	861	271	242	155	170	23	119	2,139	2,883	1,970
Alaska	221*	97	52	35	37	-	27	737	3,758	4,990
Arizona	987	350	262	162	200	13	136	3,031	3,558	3,910
Arkansas	462	168	121	58	111	4	58	1,193	2,953	1,960
California	4,018	1,460	1,157	570	713	118	484	13,067	3,683	4,700
Colorado	1,112	491	301	153	145	22	110	3,749	3,737	4,990
Connecticut	541	278	162	33	46	22	59	2,558	5,286	5,000
Delaware	116	55	35	11	15	0	12	453	4,354	5,000
District of Columbia	76*	37	19	11	9	*	8	283	4,190	5,000
Florida	2,305	852	656	358	391	50	267	7,672	3,750	4,990
Georgia	1,676	621	496	258	271	30	200	5,231	3,537	3,350
Hawaii	193	80	50	23	40	0	19	585	3,361	3,430
Idaho	438	194	117	52	68	7	56	1,315	3,434	3,600
Illinois	1,973	899	518	262	245	49	201	7,197	4,043	4,990
Indiana	1,432	572	388	222	223	27	175	4,886	3,881	4,500
Iowa	643	227	213	95	101	7	90	2,067	3,738	4,500
Kansas	799	336	212	123	114	14	119	2,387	3,510	3,900
Kentucky	664	262	211	89	81	21	69	2,180	3,658	4,690
Louisiana	548	216	153	85	83	11	57	1,698	3,459	3,850
Maine	251	104	84	28	29	6	27	872	3,893	4,990
Maryland	971	416	281	128	132	14	96	3,709	4,211	5,000
Massachusetts	966	498	289	74	78	27	69	4,277	4,737	5,000
Michigan	1,944	894	542	239	225	44	250	6,953	4,102	5,000
Minnesota	1,234	597	334	145	133	25	147	4,890	4,494	5,000
Mississippi	360	124	112	69	50	5	38	964	2,985	2,500
Missouri	1,283	505	390	186	181	21	159	4,560	4,053	4,990
Montana	210	66	63	44	33	4	30	633	3,514	3,760
Nebraska	356	154	105	42	48	7	46	1,000	3,226	2,940
Nevada	347	96	96	74	75	6	48	853	2,852	2,000
New Hampshire	271	128	77	29	29	8	31	1,151	4,755	5,000
New Jersey	1,125	556	308	108	122	31	105	5,099	4,989	5,000
New Mexico	372	121	105	70	70	6	46	1,078	3,308	2,500
New York	2,174	1,054	632	210	227	51	225	8,875	4,533	5,000
North Carolina	1,351	525	397	207	193	29	174	4,385	3,726	4,980
North Dakota	112	38	38	14	18	4	16	303	3,154	3,230
Ohio	2,045	783	581	329	326	26	276	6,902	3,891	4,980
Oklahoma	727	223	197	150	141	16	95	1,877	2,971	2,200
Oregon	835	320	240	128	127	20	97	2,883	3,902	5,000
Pennsylvania	2,077	991	567	234	241	44	211	7,921	4,240	5,000
Rhode Island	179*	92	52	15	20	*	18	778	4,771	5,000
South Carolina	724	294	210	102	108	10	84	2,523	3,942	4,990
South Dakota	151	77	31	28	12	3	16	495	3,667	4,990
Tennessee	1,148	402	359	191	173	23	127	3,419	3,348	3,340
Texas	3,358	1,254	955	515	588	46	406	11,121	3,765	3,610
Utah	1,044	575	213	100	127	29	116	3,606	3,878	4,990
Vermont	129	54	40	19	11	5	17	507	4,528	5,000
Virginia	1,235	549	345	167	163	11	119	4,742	4,245	5,000
Washington	1,460	590	424	195	223	28	180	4,921	3,839	4,990
West Virginia	242	75	88	39	37	3	26	620	2,859	1,930
Wisconsin	1,142	534	352	129	97	30	130	4,573	4,510	5,000
Wyoming	142*	51	32	24	35	*	19	312	2,499	1,570
Military 13/	168	50	46	24	44	4	26	590	4,158	4,990
State Not Identified 14/	72	26	19	4	14*	9*	8	286	5,110	5,000

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* To avoid disclosure, information for state is not shown separately, but is included under "State Not Identified"

Footnotes follow Table 2005-3

Source: Tabulations of data from individual income tax returns reporting the tax credit for adoption or reporting current-year qualified adoption expenses.

Table 2001-4

**Cumulative Allowance of Adoption Credits from Qualified Adoption Expenses Reported in 2001
By Adjusted Gross Income and Filing Status**

Cumulative Allowance of Adoption Credit (As Percentage of Credit Generated from Qualified Expenses Reported in 2001)					
	2001	2002	2003	2004	2005
All Adoptions					
Total	68.7%	77.1%	80.7%	84.5%	88.0%
By Adjusted Gross Income					
Under \$25,000	28.9%	37.9%	42.9%	46.8%	49.6%
\$ 25,000 - \$ 49,999	55.3%	69.5%	74.3%	77.9%	81.0%
\$ 50,000 - \$ 74,999	83.9%	92.7%	96.3%	100.7%	104.6%
\$ 75,000 - \$ 99,999	70.7%	74.0%	76.1%	79.5%	82.7%
\$100,000 - \$ 115,000	35.3%	39.2%	42.5%	46.4%	48.9%
By Filing Status					
Married Filing Jointly	68.7%	77.0%	80.6%	84.6%	88.2%
Other	68.6%	78.0%	81.3%	84.0%	86.7%
Domestic Children, not Special Needs					
Total	70.9%	77.8%	81.0%	84.0%	86.8%
By Adjusted Gross Income					
Under \$25,000	29.2%	38.0%	42.5%	45.7%	48.1%
\$ 25,000 - \$ 49,999	59.6%	71.5%	75.5%	78.1%	80.5%
\$ 50,000 - \$ 74,999	87.0%	93.6%	96.9%	100.5%	103.8%
\$ 75,000 - \$ 99,999	71.2%	73.7%	75.5%	78.1%	80.8%
\$100,000 - \$ 115,000	34.0%	38.0%	40.7%	44.1%	46.2%
By Filing Status					
Married Filing Jointly	71.1%	78.1%	81.2%	84.4%	87.3%
Other	68.8%	75.9%	78.9%	80.7%	82.3%
Children with Special Needs (domestic)					
Total	64.2%	74.3%	78.2%	84.2%	89.1%
By Adjusted Gross Income					
Under \$25,000	36.4%	42.5%	48.8%	54.3%	61.5%
\$ 25,000 - \$ 49,999	49.7%	63.5%	68.9%	74.2%	78.7%
\$ 50,000 - \$ 74,999	77.7%	88.2%	91.2%	97.3%	102.2%
\$ 75,000 - \$ 99,999	70.7%	76.5%	79.5%	86.6%	91.7%
\$100,000 - \$ 115,000	33.7%	36.5%	42.0%	46.6%	52.6%
By Filing Status					
Married Filing Jointly	64.2%	74.5%	78.5%	85.0%	90.3%
Other	64.1%	73.3%	77.0%	79.8%	82.7%
Foreign Children 11/					
Total	66.8%	76.8%	80.8%	85.3%	89.2%
By Adjusted Gross Income					
Under \$25,000	25.2%	35.9%	41.4%	46.5%	48.5%
\$ 25,000 - \$ 49,999	49.7%	68.2%	74.0%	78.7%	82.7%
\$ 50,000 - \$ 74,999	81.2%	92.4%	96.6%	101.8%	106.3%
\$ 75,000 - \$ 99,999	70.2%	73.8%	76.3%	79.9%	83.3%
\$100,000 - \$ 115,000	36.9%	40.8%	44.3%	48.6%	50.9%
By Filing Status					
Married Filing Jointly	66.3%	76.0%	80.1%	84.9%	88.8%
Other	69.4%	80.5%	83.9%	87.3%	90.8%

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Footnotes follow Table 2005-3

Source: Individual income tax returns reporting current year qualified adoption expenses for the adoption tax credit.

Table 2002-1

Tax Benefits for Adoptions by Adjusted Gross Income and Filing Status, 2002

Number of Returns with Adoption Expenses 1/	Total Tax Benefit 2/ (\$ in 000)	Tax Credit							Employer Exclusion Tax Benefit 6/		
		Reported Carry Forwards from Prior Years (\$ in 000)	From Current Year Expenses 3/ (\$ in 000)	Credit Allowable in 2002 4/			Carried Forward to Future Years or Expiring 5/ (\$ in 000)	Total Tax Benefit (\$ in 000)	Mean Benefit of Exclusion (\$)	Median Benefit of Exclusion (\$)	
				Total (\$ in 000)	Mean Credit (\$)	Median Credit (\$)					
All Adoptions											
Total	54,592	245,965	48,543	357,159	240,636	4,040	2,930	165,066	5,329	6,697	5,730
By Adjusted Gross Income											
Under \$25,000	2,087	693	6,843	10,132	673	539	2,960	16,302	20	323	220
\$ 25,000 - \$ 49,999	11,664	22,561	19,495	60,447	22,320	1,468	2,260	57,623	241	461	380
\$ 50,000 - \$ 74,999	16,058	59,355	13,313	99,378	58,531	3,200	2,010	54,160	824	657	540
\$ 75,000 - \$ 99,999	11,522	69,940	4,870	82,324	68,540	5,670	2,500	18,655	1,400	1,055	810
\$100,000 - \$ 150,000	10,117	79,900	2,987	80,771	78,088	7,655	3,600	5,670	1,811	1,226	1,080
\$150,000 - \$ 190,000	2,505	12,668	638	19,970	12,071	4,937	4,530	8,537	597	1,440	1,200
Over \$190,000	639	847	397	4,136	413	4,858	4,830	4,120	435	1,536	1,500
By Filing Status											
Married Filing Jointly	47,457	219,090	40,709	312,090	214,198	4,163	2,360	138,601	4,892	1,006	810
Other	7,135	26,875	7,834	45,069	26,438	3,263	2,180	26,465	437	915	750
Domestic Children, not Special Needs											
Total	30,198	105,237	22,828	147,337	103,279	3,174	2,000	66,886	1,957	5,996	5,280
By Adjusted Gross Income											
Under \$25,000	1,418	405	4,179	5,539	416	487	2,370	9,302	9	262	200
\$ 25,000 - \$ 49,999	7,384	11,997	9,339	28,242	12,369	1,327	1,930	25,212	101	372	300
\$ 50,000 - \$ 74,999	9,280	28,067	5,686	42,246	28,308	2,745	1,720	19,623	312	544	450
\$ 75,000 - \$ 99,999	6,006	29,307	1,904	32,883	28,919	4,650	2,310	5,868	529	954	810
\$100,000 - \$ 150,000	4,624	29,333	1,167	28,980	28,515	6,123	2,820	1,632	573	1,108	1,040
\$150,000 - \$ 190,000	1,169	5,470	369	7,596	4,565	4,032	4,600	3,400	209	1,256	1,080
Over \$190,000	317	656	184	1,853	188	4,373	3,540	1,849	225	1,498	1,400
By Filing Status											
Married Filing Jointly	26,964	96,813	20,032	133,834	94,969	3,276	2,000	58,897	1,845	874	730
Other	3,234	8,423	2,796	13,503	8,311	2,338	1,950	7,989	155	113	730
Children with Special Needs (domestic)											
Total	4,185	11,797	5,446	17,283	11,622	2,414	1,550	11,107	260	169	4,140
By Adjusted Gross Income											
Under \$25,000	211	68	452	647	64	515	1,900	1,036	12	4	320
\$ 25,000 - \$ 49,999	1,273	2,145	2,483	4,735	2,122	1,286	2,770	5,096	51	23	450
\$ 50,000 - \$ 74,999	1,416	3,931	1,772	5,801	3,896	2,330	2,310	3,677	80	35	440
\$ 75,000 - \$ 99,999	709	2,880	542	3,102	2,842	3,597	2,400	802	53	39	730
\$100,000 - \$ 150,000	469	2,368	130	2,351	2,305	4,853	2,690	176	57	63	1,100
\$150,000 - \$ 190,000	94	405	68	581	368	3,720	4,470	319	7	5	1,100
Over \$190,000	13		65	65	26	6,463	6,170				
By Filing Status											
Married Filing Jointly	3,456	10,269	4,495	14,555	10,114	2,516	2,560	8,936	226	155	690
Other	729	1,527	951	2,728	1,509	1,900	2,420	2,170	34	19	550
Foreign Children 11/											
Total	20,209	128,932	20,269	192,539	125,735	5,663	5,080	87,073	2,814	3,197	2,210
By Adjusted Gross Income											
Under \$25,000	506	202	2,371	4,326	189	802	4,600	6,507	21	9	420
\$ 25,000 - \$ 49,999	2,875	7,944	7,421	26,219	7,405	1,826	2,770	26,235	193	114	590
\$ 50,000 - \$ 74,999	5,251	26,787	5,723	50,416	25,777	4,083	2,280	30,362	586	459	780
\$ 75,000 - \$ 99,999	4,747	37,610	2,395	45,727	35,968	7,138	2,800	12,155	718	831	1,160
\$100,000 - \$ 150,000	5,073	48,441	1,824	49,899	47,576	9,233	4,860	4,146	905	1,173	1,300
\$150,000 - \$ 190,000	1,294	7,514	299	12,527	8,306	6,399	4,580	4,519	241	376	1,560
Over \$190,000	463	435	237	3,425	513	4,755	4,990	3,149	150	236	1,570
By Filing Status											
Married Filing Jointly	17,037	112,007	16,182	163,701	109,116	5,914	3,040	70,767	2,525	2,891	1,150
Other	3,172	16,925	4,087	28,838	16,619	4,428	2,520	16,306	289	306	1,060

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Footnotes follow Table 2005-3

Source: Tabulations of data from individual income tax returns reporting the tax credit for adoption or reporting current-year qualified adoption expenses.

Table 2002-1 continued

Adoption Tax Credit and Exclusion of Employer Benefits Combined, 2002

Number of Adoptions 7/	Age of Adoptee 8/					Number of Returns with Multiple Adoptions 9/	Qualified Adoption Expenses 10/			
	Under 2 years	2 Years to 5 Years	6 Years to 9 Years	10 Years and Over	Not Specified		Total (\$ in 000)	Mean Expense (\$)	Median Expense (\$)	
All Adoptions										
Total	61,557	28,421	17,259	7,056	7,485*	1,336*	7,025	381,945	6,996	7,620
By Adjusted Gross Income										
Under \$25,000	2,397	728	763	380	457	69	315	10,377	4,972	3,000
\$ 25,000 - \$ 49,999	13,362	4,768	4,159	2,028	2,081	326	1,709	62,091	5,323	3,850
\$ 50,000 - \$ 74,999	18,161	8,049	5,009	2,384	2,335	384	2,114	103,950	6,473	5,930
\$ 75,000 - \$ 99,999	12,838	6,590	3,417	1,205	1,333	293	1,333	87,934	7,632	9,970
\$100,000 - \$ 150,000	11,296	6,270	3,006	843	996	181	1,187	87,734	8,672	9,990
\$150,000 - \$ 190,000	2,781	1,611	729	173	230	38	280	22,963	9,167	10,000
Over \$190,000	722	405	176	43	49	49	87	6,896	10,791	10,000
By Filing Status										
Married Filing Jointly	53,674	25,074	14,895	6,121	6,415	1,169	6,261	334,742	7,054	7,780
Other	7,883	3,347	2,364	935	1,066	171	764	47,203	6,616	6,700
Domestic Children, not Special Needs										
Total	33,339	15,658	7,403	4,454	4,875	949	3,193 #	156,808	5,193	3,990
By Adjusted Gross Income										
Under \$25,000	1,598	489	459	268	333	49	185	5,669	3,998	2,020
\$ 25,000 - \$ 49,999	8,326	2,942	2,313	1,425	1,410	236	952	28,977	3,924	2,110
\$ 50,000 - \$ 74,999	10,271	4,599	2,273	1,569	1,555	275	1,000	44,174	4,760	3,220
\$ 75,000 - \$ 99,999	6,541	3,555	1,223	706	850	207	552	35,029	5,832	5,000
\$100,000 - \$ 150,000	5,001	3,032	864	401	573	131	382	31,227	6,753	7,010
\$150,000 - \$ 190,000	1,258	826	202	72	133	25	93	8,631	7,383	9,880
Over \$190,000	344	215	69	13	21	26	29	3,101	9,781	9,990
By Filing Status										
Married Filing Jointly	29,796	14,206	6,496	3,937	4,303	854	2,871	142,689	5,292	4,240
Other	3,543	1,452	907	517	572	95	322	14,119	4,366	2,520
Children with Special Needs (domestic)										
Total	5,180	1,123	1,859	1,073	1,075*	50*	997	18,242	4,359	2,480
By Adjusted Gross Income										
Under \$25,000	262	33	94	60	71	4	51	685	3,248	1,310
\$ 25,000 - \$ 49,999	1,598	268	617	325	371	17	326	4,923	3,867	2,000
\$ 50,000 - \$ 74,999	1,748	393	613	374	347	21	333	6,005	4,241	2,300
\$ 75,000 - \$ 99,999	875	228	301	177	161	8	166	3,267	4,607	3,000
\$100,000 - \$ 150,000	565	166	192	106	101*	*	96	2,654	5,658	4,540
\$150,000 - \$ 190,000	118	30	39	28	24*	*	25	622	6,622	6,270
Over \$190,000	14	5	3	3	3*	*	25	85	6,559	6,000
By Filing Status										
Married Filing Jointly	4,311	1,011	1,571	867	817	45	856	15,361	4,445	2,500
Other	869	112	288	206	254	9	141	2,881	3,951	2,150
Foreign Children 11/										
Total	23,038	11,640	7,997	1,529	1,535	337	2,835	206,895	10,238	10,000
By Adjusted Gross Income										
Under \$25,000	537	206	210	52	53	16	79	4,023	8,783	9,990
\$ 25,000 - \$ 49,999	3,438	1,558	1,229	278	300	73	431	28,191	9,375	10,000
\$ 50,000 - \$ 74,999	6,142	3,057	2,123	441	433	88	781	53,771	10,028	10,000
\$ 75,000 - \$ 99,999	5,422	2,807	1,893	322	322	78	615	49,638	10,326	10,000
\$100,000 - \$ 150,000	5,730	3,072	1,950	336	323	49	709	53,853	10,719	10,000
\$150,000 - \$ 190,000	1,405	755	488	73	78	11	163	13,710	11,039	10,010
Over \$190,000	364	185	104	27	26	22	57	3,710	12,006	10,020
By Filing Status										
Married Filing Jointly	19,567	9,857	6,828	1,317	1,295	270	2,534	176,692	10,371	10,000
Other	3,471	1,783	1,169	212	240	67	301	30,204	9,522	10,000

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Footnotes follow Table 2005-3

Source: Tabulations of data from individual income tax returns reporting the tax credit for adoption or reporting current-year qualified adoption expenses.

Table 2002-2

Tax Benefits for Adoptions by Total Income, 2002 12/

Number of Returns with Adoption Expenses 1/	Total Tax Benefit 2/ (\$ in 000)	Tax Credit						Employer Exclusion Tax Benefit 6/			
		Reported Carry Forwards from Prior Years (\$ in 000)	From Current Year Expenses 3/ (\$ in 000)	Credit Allowable in 2002 4/			Carried Forward to Future Years or Expiring 5/ (\$ in 000)	Total Tax Benefit (\$ in 000)	Mean Benefit of Exclusion (\$)	Median Benefit of Exclusion (\$)	
				Total (\$ in 000)	Mean Credit (\$)	Median Credit (\$)					
All Adoptions											
Total	54,592	245,965	48,543	357,159	240,636	4,040	2,930	165,066	5,329	6,697	5,730
By Total Income											
Under \$25,000	2,329	677	7,551	11,194	655	567	2,970	18,089	21	317	220
\$ 25,000 - \$ 49,999	11,274	21,573	18,869	58,017	21,340	1,447	2,260	55,546	233	458	370
\$ 50,000 - \$ 74,999	15,705	58,183	12,773	97,187	57,402	3,135	1,970	52,557	781	636	540
\$ 75,000 - \$ 99,999	11,488	68,976	4,969	81,771	67,617	5,582	2,510	19,123	1,360	1,046	810
\$100,000 - \$ 150,000	10,240	80,473	3,147	81,418	78,657	7,564	3,470	5,908	1,816	1,223	1,080
\$150,000 - \$ 190,000	2,608	14,570	613	21,131	13,993	5,376	4,580	7,751	577	1,413	1,200
Over \$190,000	948	1,513	622	6,441	972	4,264	4,970	6,091	541	1,567	1,500
Domestic Children, not Special Needs											
Total	30,198	105,237	22,828	147,337	103,279	3,174	2,000	66,886	1,957	5,996	5,280
By Total Income											
Under \$25,000	1,578	405	4,657	6,111	396	493	2,370	10,372	9	262	200
\$ 25,000 - \$ 49,999	7,160	11,997	9,030	27,198	11,897	1,309	1,940	24,331	101	372	300
\$ 50,000 - \$ 74,999	9,069	28,067	5,326	41,057	27,754	2,691	1,670	18,628	312	544	450
\$ 75,000 - \$ 99,999	6,018	29,307	1,995	32,907	28,778	4,593	2,370	6,124	529	954	810
\$100,000 - \$ 150,000	4,689	29,333	1,188	29,164	28,760	6,047	2,630	1,592	573	1,108	1,040
\$150,000 - \$ 190,000	1,218	5,470	273	7,979	5,262	4,374	4,730	2,990	209	1,256	1,080
Over \$190,000	466	656	359	2,921	432	3,820	3,540	2,848	225	1,498	1,400
Children with Special Needs (domestic)											
Total	4,185	11,796	5,446	17,283	11,622	2,414	1,550	11,107	260	169	4,140
By Total Income											
Under \$25,000	245	74	523	758	70	610	1,910	1,210	11	4	320
\$ 25,000 - \$ 49,999	1,239	2,061	2,419	4,599	2,038	1,268	2,750	4,980	53	23	440
\$ 50,000 - \$ 74,999	1,385	3,906	1,724	5,714	3,871	2,298	2,410	3,567	78	35	450
\$ 75,000 - \$ 99,999	723	2,909	578	3,136	2,871	3,548	2,340	844	53	39	730
\$100,000 - \$ 150,000	478	2,383	135	2,355	2,320	4,735	2,600	170	57	63	1,100
\$150,000 - \$ 190,000	96	463	68	720	452	4,170	4,470	335	8	6	1,100
Over \$190,000	19										
Foreign Children 11/											
Total	20,209	128,932	20,269	192,539	125,735	5,663	5,080	87,073	2,814	3,197	7,340
By Total Income											
Under \$25,000	506	198	2,371	4,326	189	802	4,600	6,507	20	8	410
\$ 25,000 - \$ 49,999	2,875	7,514	7,421	26,219	7,405	1,826	2,770	26,235	186	110	590
\$ 50,000 - \$ 74,999	5,251	26,210	5,723	50,416	25,777	4,083	2,280	30,362	575	434	750
\$ 75,000 - \$ 99,999	4,747	36,760	2,395	45,727	35,968	7,138	2,800	12,155	693	792	1,140
\$100,000 - \$ 150,000	5,073	48,757	1,824	49,899	47,576	9,233	4,860	4,146	911	1,181	1,300
\$150,000 - \$ 190,000	1,294	8,666	299	12,527	8,306	6,399	4,580	4,519	238	360	1,510
Over \$190,000	463	826	237	3,425	513	4,755	4,990	3,149	191	313	1,640

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Footnotes follow Table 2005-3

Source: Tabulations of data from individual income tax returns reporting the tax credit for adoption or reporting current-year qualified adoption expenses.

Table 2002-2 continued

Tax Benefits for Adoptions by Total Income, 2002 12/

Number of Adoptions 7/	Age of Adoptee 8/					Number of Returns with Multiple Adoptions 9/	Qualified Adoption Expenses 10/			
	Under 2 years	2 Years to 5 Years	6 Years to 9 Years	10 Years and Over	Not Specified		Total (\$ in 000)	Mean Expense (\$)	Median Expense (\$)	
All Adoptions										
Total	61,557	28,421	17,259	7,056	7,485*	1,336*	7,025	381,945	6,996	7,620
By Total Income										
Under \$25,000	2,684	786	861	440	520	77	363	11584	4974	3000
\$ 25,000 - \$ 49,999	12,911	4602	4021	1963	2011	314	1646	59563	5283	3740
\$ 50,000 - \$ 74,999	17,753	7878	4894	2329	2283	369	2058	101548	6466	5890
\$ 75,000 - \$ 99,999	12,812	6556	3414	1216	1335	291	1341	87262	7596	9970
\$100,000 - \$ 150,000	11,444	6318	3063	860	1019	184	1212	88403	8633	9990
\$150,000 - \$ 190,000	2,898	1669	756	186	247	40	294	23866	9151	10000
Over \$190,000	1,055	612	250	62	66	65	111	9719	10252	10000
Domestic Children, not Special Needs										
Total	33,339	15,658	7,403	4,454	4,875	949	3,193 #	156,808	5,193	3,990
By Total Income										
Under \$25,000	1,784	524	506	318	382	54	213	6,374	4,039	2,000
\$ 25,000 - \$ 49,999	8,074	2,847	2,256	1,381	1,361	229	923	27,873	3,893	2,090
\$ 50,000 - \$ 74,999	10,025	4,484	2,227	1,536	1,517	261	964	42,841	4,724	3,190
\$ 75,000 - \$ 99,999	6,567	3,566	1,238	707	850	206	566	35,060	5,826	5,000
\$100,000 - \$ 150,000	5,076	3,059	874	412	596	135	392	31,410	6,699	6,850
\$150,000 - \$ 190,000	1,310	852	213	77	142	26	96	8,919	7,322	9,690
Over \$190,000	503	326	89	23	27	38	39	4,330	9,293	9,990
Children with Special Needs (domestic)										
Total	5,180	1,123	1,859	1,073	1,075*	50*	997	18,242	4,359	2,480
By Total Income										
Under \$25,000	305	37	111	73	80	4	61	813	3,320	1,210
\$ 25,000 - \$ 49,999	1,553	258	598	310	370	17	314	4,773	3,852	2,000
\$ 50,000 - \$ 74,999	1,712	394	599	366	332	21	328	5,913	4,269	2,410
\$ 75,000 - \$ 99,999	889	229	310	180	162	8	166	3,301	4,566	3,000
\$100,000 - \$ 150,000	580	165	198	112	105*	*	102	2,658	5,560	4,400
\$150,000 - \$ 190,000	119	32	36	29	22*	*	23	658	6,855	6,580
Over \$190,000	22	8	7	3	4*	*	3	125	6,599	6,000
Foreign Children 11/										
Total	23,038	11,640	7,997	1,529	1,535	337	2,835	206,895	10,238	10,000
By Total Income										
Under \$25,000	595	225	244	49	58	19	89	4,396	8,688	9,990
\$ 25,000 - \$ 49,999	3,284	1,497	1,167	272	280	68	409	26,917	9,362	9,990
\$ 50,000 - \$ 74,999	6,016	3,000	2,068	427	434	87	766	52,794	10,054	10,000
\$ 75,000 - \$ 99,999	5,356	2,761	1,866	329	323	77	609	48,900	10,301	10,000
\$100,000 - \$ 150,000	5,788	3,094	1,991	336	319	48	718	54,335	10,711	10,000
\$150,000 - \$ 190,000	1,469	785	507	80	84	13	175	14,290	11,043	10,010
Over \$190,000	530	278	154	36	37	25	69	5,263	11,368	10,010

Department of the Treasury
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Footnotes follow Table 2005-3

Source: Tabulations of data from individual income tax returns reporting the tax credit for adoption or reporting current-year qualified adoption expenses.

Table 2002-3

Tax Benefits for Adoptions by State, 2002

	Number of Returns Reporting Adoption Expenses 1/			Total Tax Benefit 2/ (\$ in 000)	Tax Credit						Employer Exclusion Tax Benefit 6/		
	Total	Returns with Special Needs Adoptions	Returns with Foreign Adoptions		Reported Carry Forwards from Prior Years (\$ in 000)	From Current Year Expenses 3/ (\$ in 000)	Credit Allowable in 2002 4/			Carried Forward to Future Years or Expiring 5/ (\$ in 000)	Total Tax Benefit (\$ in 000)	Mean Benefit of Exclusion (\$)	Median Benefit of Exclusion (\$)
							Total (\$ in 000)	Mean Credit (\$)	Median Credit (\$)				
All Adoptions	54,592	4,185	20,209	244,033	48,543	357,159	240,636	4,040	2,930	165,066	5,329	998	810
Alabama	862	48	194	2,891	501	4,871	2,859	3,170	1,650	2,513	32	863	750
Alaska	221	26	77	866	260	1,594	859	3,344	2,000	994	7	642	680
Arizona	933	131	260	3,741	952	6,690	3,651	3,590	2,430	3,990	90	1,067	960
Arkansas	479	25	97	1,325	362	2,549	1,314	2,761	1,440	1,597	10	494	400
California	4,563	452	1,332	19,537	4,093	31,811	19,239	3,912	2,900	16,664	298	1,030	810
Colorado	1,227	99	454	5,168	1,138	8,594	5,070	3,775	2,790	4,662	98	761	750
Connecticut	708	19	418	4,094	484	5,886	3,943	5,416	5,130	2,428	151	1,087	900
Delaware	132	13	59	588	117	970	544	3,883	2,480	544	44	2,009	2,140
District of Columbia	97	9	45	*	47	854	475	4,901	4,500	426	*	*	*
Florida	2,074	171	752	9,653	2,268	15,229	9,465	4,057	2,940	8,032	188	1,033	750
Georgia	1,824	149	506	7,351	1,166	11,788	7,180	3,793	2,500	5,773	171	901	810
Hawaii	231	15	90	957	191	1,561	948	3,704	2,500	804	9	630	580
Idaho	462	38	115	1,649	758	2,946	1,629	3,005	1,970	2,076	20	665	460
Illinois	2,424	96	981	12,232	1,554	17,487	11,880	4,622	3,770	7,161	353	1,085	810
Indiana	1,503	104	492	6,262	1,151	10,174	6,136	3,712	2,310	5,189	125	921	680
Iowa	684	78	269	2,993	839	5,111	2,931	3,619	2,360	3,019	62	995	750
Kansas	739	49	203	3,152	789	4,825	3,094	3,714	2,460	2,521	58	704	540
Kentucky	825	47	332	3,501	552	5,708	3,406	3,902	2,840	2,853	95	976	810
Louisiana	594	31	149	2,491	485	3,641	2,458	3,890	2,610	1,668	33	867	810
Maine	260	38	100	1,035	320	1,973	1,012	3,245	2,260	1,281	22	1,170	950
Maryland	1,160	88	588	5,980	1,024	8,877	5,849	4,721	4,000	4,052	130	1,153	900
Massachusetts	1,417	42	837	7,796	918	11,197	7,509	5,161	5,000	4,606	287	1,349	1,350
Michigan	2,081	138	869	9,774	1,965	15,600	9,554	4,074	3,050	8,012	220	937	810
Minnesota	1,518	115	733	619	1,711	12,077	7,487	4,356	3,540	6,301	4	268	300
Mississippi	352	23	69	7,670	265	1,856	1,050	2,762	1,510	1,071	183	875	740
Missouri	1,380	143	525	1,055	1,429	9,826	6,192	3,929	2,660	5,063	5	606	540
Montana	189	17	43	6,360	276	1,173	650	2,900	1,780	800	168	955	750
Nebraska	331	15	109	*	332	1,837	1,144	2,955	1,880	1,026	*	*	*
Nevada	324	40	47	1,161	264	2,026	1,108	3,166	1,840	1,181	18	700	600
New Hampshire	337	10	182	1,114	305	2,787	1,811	4,779	4,010	1,280	6	701	610
New Jersey	1,533	65	772	1,848	1,014	12,238	8,473	5,425	5,000	4,779	37	958	810
New Mexico	315	51	81	8,755	326	2,099	1,157	3,221	2,040	1,269	282	1,361	1,350
New York	2,675	80	1,332	1,170	2,068	21,563	14,111	4,911	4,280	9,520	13	492	380
North Carolina	1,539	117	565	14,414	1,250	10,952	6,641	4,062	2,900	5,561	303	1,264	1,080
North Dakota	109	8	20	6,783	121	645	398	3,343	2,190	368	142	887	810
Ohio	2,186	263	820	*	1,719	16,494	9,387	3,957	2,790	8,827	*	*	*
Oklahoma	703	49	131	9,623	616	3,701	2,345	3,101	1,993	1,973	236	942	750
Oregon	873	70	323	2,370	1,194	6,370	3,640	3,493	2,340	3,923	26	734	620
Pennsylvania	2,465	164	1,118	3,683	2,003	19,432	11,961	4,468	3,540	9,474	43	867	680
Rhode Island	194	15	118	12,258	186	1,649	1,076	4,889	4,710	760	297	1,057	900
South Carolina	744	182	185	1,101	873	5,708	3,148	3,673	2,480	3,434	26	1,028	1,050
South Dakota	197	13	45	3,205	193	1,221	732	3,356	2,370	683	57	864	600
Tennessee	1,221	95	359	746	902	7,606	4,574	3,416	1,870	3,935	14	705	750
Texas	3,669	238	992	171	2,335	23,097	15,405	3,989	2,680	10,027	23	944	640
Utah	954	75	140	4,634	1,304	5,908	3,275	2,838	1,890	3,937	60	835	660
Vermont	170	23	82	15,794	270	1,418	757	4,048	3,290	931	389	993	810
Virginia	1,555	74	747	3,366	1,289	11,374	7,363	4,404	3,470	5,299	91	754	680
Washington	1,607	148	637	767	1,525	11,824	7,258	4,035	3,000	6,090	10	1,029	650
West Virginia	258	30	67	7,499	150	1,522	793	2,882	1,550	879	135	885	680
Wisconsin	1,338	136	600	7,349	2,334	10,853	6,522	4,183	3,390	6,665	91	958	810
Wyoming	133	13	25	806	71	702	409	2,863	1,470	364	13	1,095	510
Military 13/	158	4*	90	6,673	174	1,050	615	3,324	2,630	609	151	1,008	810
State Not Identified 14/	65	3*	33	*	112	471	148	2,748	1,090	434	*	*	*

Department of the Treasury
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* To avoid disclosure, information for state is not shown separately, but is included under "State Not Identified"

Footnotes follow Table 2005-3

Source: Tabulations of data from individual income tax returns reporting the tax credit for adoption or reporting current-year qualified adoption expenses.

Table 2002-3 continued

Tax Benefits for Adoptions by State, 2002

	Number of Adoptions ^{7/}	Age of Adoptee ^{8/}					Number of Returns with Multiple Adoptions ^{9/}	Qualified Adoption Expenses ^{10/}		
		Under 2 years	2 Years to 5 Years	6 Years to 9 Years	10 Years and Over	Not Specified		Total (\$ in 000)	Mean Expense (\$)	Median Expense (\$)
All Adoptions										
Total	61,557	28,421	17,259	7,056	7,485*	1,336*	7,025	381,945	6,996	7,620
Alabama	983	355	293	135	177	23	121	4,601	5,338	3,240
Alaska	265	98	88	35	32	12	44	1,363	6,169	4,910
Arizona	1,084	408	284	173	201	18	152	5,983	6,413	5,470
Arkansas	532	200	158	76	87	11	53	2,392	4,994	2,790
California	5,149	2,286	1,341	645	781	96	590	29,427	6,449	5,740
Colorado	1,381	670	365	134	182	30	154	8,226	6,704	7,070
Connecticut	796	440	234	57	46	19	88	6,373	9,002	10,000
Delaware	145	69	41	15	16	4	14	1,040	7,881	9,990
District of Columbia	112	68	21	8	11	4	15	827	8,530	9,990
Florida	2,335	1,064	672	256	276	67	264	15,213	7,335	9,220
Georgia	2,040	860	607	271	276	26	217	11,296	6,193	5,140
Hawaii	270	114	66	33	47	10	39	1,492	6,459	6,000
Idaho	532	256	139	62	66	9	70	2,782	6,021	5,290
Illinois	2,677	1,390	683	265	283	56	259	18,493	7,629	9,980
Indiana	1,689	778	469	232	172	38	187	9,879	6,573	6,200
Iowa	798	309	260	112	109	8	115	4,681	6,843	6,890
Kansas	845	409	218	104	99	15	106	4,745	6,421	6,270
Kentucky	930	428	289	108	96	9	106	5,722	6,936	7,610
Louisiana	662	310	189	65	85	13	71	3,527	5,938	5,000
Maine	290	125	93	29	39	4	30	1,758	6,762	6,680
Maryland	1,304	565	400	137	168	34	146	8,871	7,648	9,970
Massachusetts	1,548	839	497	98	79	35	136	12,198	8,608	9,990
Michigan	2,386	1,151	663	265	270	37	306	15,276	7,341	9,880
Minnesota	1,702	880	470	153	144	55	190	11,948	7,871	9,990
Mississippi	398	160	102	73	53	10	46	1,699	4,825	2,590
Missouri	1,570	727	432	199	186	26	190	9,691	7,023	8,080
Montana	216	90	63	25	35	3	27	1,033	5,465	5,000
Nebraska	351	163	111	41	32	4	20	1,825	5,513	5,000
Nevada	366	150	84	49	74	9	42	1,713	5,286	4,700
New Hampshire	375	193	113	34	25	10	38	2,899	8,603	10,000
New Jersey	1,685	865	475	160	126	59	153	13,022	8,495	9,990
New Mexico	363*	130	106	56	71	*	50	1,690	5,365	3,800
New York	2,949	1,599	805	213	256	76	276	22,494	8,409	9,990
North Carolina	1,734	812	483	206	197	36	196	10,676	6,937	8,010
North Dakota	114	80	19	14	17	4	6	675	6,193	5,000
Ohio	2,529	1,135	695	318	316	65	349	15,818	7,236	7,800
Oklahoma	814	267	248	132	162	5	112	3,466	4,931	2,860
Oregon	987	414	280	131	144	18	114	5,993	6,865	7,920
Pennsylvania	2,740	1,410	726	262	272	70	278	19,509	7,914	9,990
Rhode Island	208	108	67	13	15	5	14	1,666	8,590	9,990
South Carolina	841	344	254	128	100	15	97	5,022	6,749	6,080
South Dakota	220	115	45	32	23	5	23	1,190	6,042	6,000
Tennessee	1,376	551	428	182	176	39	156	7,224	5,917	5,000
Texas	4,198	1,755	1,165	533	668	77	532	22,867	6,232	5,000
Utah	1,091	601	231	136	88	35	137	5,781	6,059	5,020
Vermont	193	106	53	15	15	4	23	1,299	7,639	9,990
Virginia	1,754	782	527	183	222	40	201	11,357	7,304	9,850
Washington	1,835	798	538	218	247	34	228	11,180	6,957	7,830
West Virginia	296	100	95	46	49	6	39	1,353	5,242	2,360
Wisconsin	1,481	752	451	136	100	42	145	10,546	7,882	9,990
Wyoming	142*	60	39	26	17	*	11	602	4,525	2,480
Military 13/	197*	66	63	22	46	*	41	1,030	6,517	5,680
State Not Identified 14/	79	36	21	5	11*	6*	8	513	7,889	8,000

Department of the Treasury
Office of Tax Analysis

* To avoid disclosure, information for state is not shown separately, but is included under "State Not Identified"

Footnotes follow Table 2005-3

Source: Tabulations of data from individual income tax returns reporting the tax credit for adoption or reporting current-year qualified adoption expenses.

Table 2002-4

**Cumulative Allowance of Adoption Credits from Qualified Adoption Expenses Reported in 2002
By Adjusted Gross Income and Filing Status**

Cumulative Allowance of Adoption Credit (As Percentage of Credit Generated from Qualified Expenses Reported in 2002)				
	2002	2003	2004	2005
<u>All Adoptions</u>				
Total	61.5%	72.9%	76.9%	79.4%
By Adjusted Gross Income				
Under \$25,000	11.8%	17.6%	21.7%	25.6%
\$ 25,000- \$ 49,999	26.2%	38.8%	46.4%	50.6%
\$ 50,000 - \$ 74,999	49.6%	69.3%	74.9%	77.9%
\$ 75,000 - \$ 99,999	76.2%	87.0%	89.7%	92.1%
\$100,000 - \$ 150,000	92.2%	95.5%	96.6%	97.6%
Over \$150,000	58.9%	59.7%	60.2%	60.7%
By Filing Status				
Married Filing Jointly	63.0%	74.3%	78.1%	80.6%
Other	51.8%	63.7%	68.2%	70.8%
<u>Domestic Children, not Special Needs</u>				
Total	69.9%	80.2%	83.9%	86.3%
By Adjusted Gross Income				
Under \$25,000	15.3%	20.5%	24.8%	28.4%
\$ 25,000- \$ 49,999	37.3%	50.3%	57.2%	61.3%
\$ 50,000 - \$ 74,999	63.2%	81.4%	86.3%	88.8%
\$ 75,000 - \$ 99,999	85.6%	94.2%	96.8%	99.1%
\$100,000 - \$ 150,000	97.2%	99.0%	99.9%	101.1%
Over \$150,000	59.7%	60.8%	61.5%	62.2%
By Filing Status				
Married Filing Jointly	70.6%	81.1%	84.8%	87.2%
Other	61.7%	71.8%	75.1%	77.2%
<u>Children with Special Needs (domestic)</u>				
Total	21.8%	25.3%	27.6%	29.1%
By Adjusted Gross Income				
Under \$25,000	5.1%	5.7%	6.5%	7.1%
\$ 25,000- \$ 49,999	10.8%	14.2%	16.5%	17.9%
\$ 50,000 - \$ 74,999	20.2%	24.9%	27.3%	28.9%
\$ 75,000 - \$ 99,999	30.9%	34.6%	37.6%	39.6%
\$100,000 - \$ 150,000	42.2%	43.5%	45.2%	46.2%
Over \$150,000	31.5%	32.0%	32.3%	32.9%
By Filing Status				
Married Filing Jointly	22.5%	26.2%	28.6%	30.1%
Other	17.7%	20.6%	22.6%	24.0%
<u>Foreign Children, 11/</u>				
Total	65.2%	79.3%	83.8%	86.7%
By Adjusted Gross Income				
Under \$25,000	10.9%	22.1%	28.4%	35.4%
\$ 25,000- \$ 49,999	23.5%	40.8%	51.9%	57.9%
\$ 50,000 - \$ 74,999	48.1%	73.9%	80.9%	84.9%
\$ 75,000 - \$ 99,999	77.6%	91.3%	94.0%	96.6%
\$100,000 - \$ 150,000	94.7%	98.9%	100.1%	101.1%
Over \$150,000	61.1%	61.6%	62.1%	62.5%
By Filing Status				
Married Filing Jointly	66.8%	80.7%	85.0%	87.9%
Other	56.3%	71.4%	77.1%	80.3%

Department of the Treasury
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Footnotes follow Table 2005-3

Source: Individual income tax returns reporting current year qualified adoption expenses for the adoption tax credit.

Table 2003-1

Tax Benefits for Adoptions by Adjusted Gross Income and Filing Status, 2003

Number of Returns with Adoption Expenses 1/	Total Tax Benefit 2/ (\$ in 000)	Tax Credit							Employer Exclusion Tax Benefit 6/		
		Reported Carry Forwards from Prior Years (\$ in 000)	From Current Year Expenses 3/ (\$ in 000)	Credit Allowable in 2003 4/			Carried Forward to Future Years or Expiring 5/ (\$ in 000)	Total Tax Benefit (\$ in 000)	Mean Benefit of Exclusion (\$)	Median Benefit of Exclusion (\$)	
				Total (\$ in 000)	Mean Credit (\$)	Median Credit (\$)					
All Adoptions											
Total	57,230	282,561	122,910	439,804	277,089	3,239	4,060	285,625	5,472	6,601	5,680
By Adjusted Gross Income											
Under \$25,000	2,207	629	8,865	15,274	605	599	3,780	23,533	24	304	200
\$ 25,000 - \$ 49,999	12,436	25,367	41,085	85,024	25,079	1,540	4,300	101,030	288	470	350
\$ 50,000 - \$ 74,999	16,955	75,519	43,551	128,141	74,674	3,355	4,420	97,017	845	626	520
\$ 75,000 - \$ 99,999	11,818	78,925	19,056	97,240	77,697	5,297	3,470	38,599	1,228	895	750
\$100,000 - \$ 152,390	10,534	86,574	8,170	91,085	84,680	7,490	3,780	14,574	1,894	1,232	1,080
\$152,390 - \$ 192,390	2,584	14,059	1,275	22,118	13,437	5,113	3,930	9,956	622	1,407	1,280
Over \$192,390	696	1,487	909	923	915	5,201	4,230	917	572	1,667	1,500
By Filing Status											
Married Filing Jointly	49,466	251,133	103,700	382,871	246,161	4,172	4,070	240,410	4,972	963	750
Other	7,764	31,428	19,211	56,933	30,928	3,319	4,410	45,216	500	876	690
Domestic Children, not Special Needs											
Total	28,047	108,598	50,638	142,506	106,589	3,193	2,210	86,555	2,009	5,905	5,050
By Adjusted Gross Income											
Under \$25,000	1,187	309	4,500	4,848	297	485	2,670	9,050	12	258	190
\$ 25,000 - \$ 49,999	6,740	12,148	18,716	26,937	12,031	1,340	3,030	33,622	117	387	300
\$ 50,000 - \$ 74,999	8,675	31,849	17,296	42,142	31,520	2,823	3,630	27,917	329	528	450
\$ 75,000 - \$ 99,999	5,514	29,343	6,477	31,833	28,900	4,338	2,930	9,410	444	786	380
\$100,000 - \$ 152,390	4,485	29,420	2,828	28,741	28,768	6,037	3,480	2,800	652	1,125	1,080
\$152,390 - \$ 192,390	1,120	4,964	491	7,684	4,737	4,199	3,890	3,438	227	1,297	1,200
Over \$192,390	326	566	331	323	337	4,495	3,280	316	228	1,523	1,450
By Filing Status											
Married Filing Jointly	24,794	99,324	44,826	129,076	97,460	3,289	3,250	76,442	1,865	836	680
Other	3,253	9,274	5,812	13,430	9,130	2,429	2,900	10,112	144	688	450
Children with Special Needs (domestic)											
Total	9,926	41,855	7,897	112,309	41,651	4,257	3,570	78,555	205	4,155	3,360
By Adjusted Gross Income											
Under \$25,000	617	158	737	6,773	154	896	3,260	7,356	4	311	200
\$ 25,000 - \$ 49,999	2,954	4,891	3,306	32,555	4,861	1,681	3,410	31,000	30	458	300
\$ 50,000 - \$ 74,999	3,195	12,770	2,451	36,790	12,722	3,758	3,650	26,519	48	506	380
\$ 75,000 - \$ 99,999	1,755	11,952	930	20,187	11,899	6,319	3,050	9,218	53	811	450
\$100,000 - \$ 152,390	1,173	10,642	355	13,464	10,587	8,692	3,190	3,233	55	898	680
\$152,390 - \$ 192,390	220	1,428	105	2,458	1,415	6,126	3,000	1,148	16	1,171	1,350
Over \$192,390	12	15	12	81	12	6,177	6,160	81	16	1,171	1,350
By Filing Status											
Married Filing Jointly	8,048	35,810	6,351	92,596	35,640	4,425	3,330	63,307	169	646	450
Other	1,878	6,045	1,546	19,713	6,010	3,478	3,360	15,248	35	716	500
Foreign Children 11/											
Total	20,209	126,441	64,376	192,539	128,849	5,122	4,560	128,066	706	3,427	2,850
By Adjusted Gross Income											
Under \$25,000	403	162	3,628	3,654	155	681	5,920	7,127	8	418	330
\$ 25,000 - \$ 49,999	2,742	8,329	19,063	25,533	8,188	1,858	6,310	36,408	141	577	450
\$ 50,000 - \$ 74,999	5,085	30,900	23,805	49,209	30,432	3,948	5,070	42,582	468	739	660
\$ 75,000 - \$ 99,999	4,549	37,630	11,649	45,219	36,698	6,026	3,920	19,970	732	984	750
\$100,000 - \$ 152,390	4,876	46,512	4,986	48,880	45,325	8,515	4,150	8,541	1,187	1,324	1,350
\$152,390 - \$ 192,390	1,244	7,668	679	11,976	7,285	5,741	4,120	5,370	382	1,493	1,350
Over \$192,390	358	907	566	519	566	5,717	4,990	519	341	1,784	1,500
By Filing Status											
Married Filing Jointly	16,624	115,999	52,523	161,199	113,061	5,302	4,970	100,661	2,938	1,100	810
Other	2,633	16,109	11,853	23,790	15,788	4,120	5,550	19,855	321	1,027	810

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Footnotes follow Table 2005-3

Source: Tabulations of data from individual income tax returns reporting the tax credit for adoption or reporting current-year qualified adoption expenses.

Table 2003-1 continued

Adoption Tax Credit and Exclusion of Employer Benefits Combined, 2003

Number of Adoptions 7/	Age of Adoptee 8/					Number of Returns with Multiple Adoptions 9/	Qualified Adoption Expenses 10/			
	Under 2 years	2 Years to 5 Years	6 Years to 9 Years	10 Years and Over	Not Specified		Total (\$ in 000)	Mean Expense (\$)	Median Expense (\$)	
All Adoptions										
Total	65,940	27,191	19,962	8,484	8,903*	1,400*	8,768	470,006	8,213	10,160
By Adjusted Gross Income										
Under \$25,000	2,623	621	901	466	575	60	419	15,572	7,056	7,460
\$ 25,000 - \$ 49,999	14,486	4,357	4,948	2,443	2,417	321	2,057	86,977	6,994	7,740
\$ 50,000 - \$ 74,999	19,596	7,672	6,030	2,711	2,735	448	2,654	133,326	7,864	10,160
\$ 75,000 - \$ 99,999	13,509	6,289	3,864	1,464	1,616	276	1,702	102,863	8,704	10,160
\$100,000 - \$ 152,390	12,015	6,168	3,262	1,126	1,257	202	1,498	98,605	9,361	10,160
\$152,390 - \$ 192,390	2,926	1,656	729	233	257	51	346	25,250	9,772	10,160
Over \$192,390	785	428	228	41	44	44	92	7,413	10,650	10,160
By Filing Status										
Married Filing Jointly	57,200	24,262	17,026	7,252	7,428	1,232	7,782	410,463	8,298	10,160
Other	8,740	2,929	2,936	1,232	1,473	170	986	59,543	7,669	10,160
Domestic Children, not Special Needs										
Total	31,119	14,372	7,181	4,125	4,495	946	3,123 #	154,040	5,492	4,000
By Adjusted Gross Income										
Under \$25,000	1,355	381	424	230	275	45	171	5,044	4,250	2,100
\$ 25,000 - \$ 49,999	7,570	2,659	2,180	1,301	1,240	190	836	27,713	4,112	2,110
\$ 50,000 - \$ 74,999	9,654	4,245	2,248	1,401	1,448	312	989	44,239	5,100	3,300
\$ 75,000 - \$ 99,999	6,067	3,178	1,228	660	811	190	562	33,959	6,159	5,580
\$100,000 - \$ 152,390	4,902	2,877	863	435	582	145	433	31,337	6,987	8,420
\$152,390 - \$ 192,390	1,222	810	174	80	119	39	106	8,848	7,900	10,160
Over \$192,390	349	222	64	18	20	25	26	2,899	8,893	10,160
By Filing Status										
Married Filing Jointly	27,541	12,912	6,199	3,644	3,936	850	2,789	139,742	5,636	4,310
Other	3,578	1,460	982	481	559	96	334	14,297	4,395	2,500
Children with Special Needs (domestic)										
Total	12,761	1,673	5,178	2,875	2,918*	117*	2,837	113,632	11,448	10,160
By Adjusted Gross Income										
Under \$25,000	792	79	289	173	245	6	175	6,813	11,043	10,160
\$ 25,000 - \$ 49,999	3,767	416	1,528	886	892	45	813	32,811	11,107	10,160
\$ 50,000 - \$ 74,999	4,130	572	1,727	918	872	41	936	37,102	11,613	10,160
\$ 75,000 - \$ 99,999	2,261	339	909	494	506	13	507	20,460	11,658	10,160
\$100,000 - \$ 152,390	1,521	222	610	336	341	12	348	13,710	11,688	10,160
\$152,390 - \$ 192,390	275*	40	111	65	59	*	*	2,585	11,749	10,160
Over \$192,390	15*	5	4	3	3*	*	58	151	12,562	10,160
By Filing Status										
Married Filing Jointly	10,505	1,485	4,368	2,344	2,218	90	2,459	93,715	11,645	10,160
Other	2,256	188	810	531	698	29	378	19,917	10,605	10,160
Foreign Children 11/										
Total	22,060	11,146	7,603	1,484	1,490	337	2,808	202,334	10,507	10,160
By Adjusted Gross Income										
Under \$25,000	476	161	188	63	55	9	73	3,715	9,218	10,160
\$ 25,000 - \$ 49,999	3,149	1,282	1,240	256	285	86	408	26,452	9,647	10,160
\$ 50,000 - \$ 74,999	5,812	2,855	2,055	392	415	95	729	51,984	10,223	10,160
\$ 75,000 - \$ 99,999	5,181	2,772	1,727	310	299	73	633	48,444	10,649	10,160
\$100,000 - \$ 152,390	5,592	3,069	1,789	355	334	45	717	53,558	10,984	10,160
\$152,390 - \$ 192,390	1,428	806	444	88	79	11	184	13,818	11,108	10,160
Over \$192,390	422	201	160	20	23	18	64	4,363	12,187	10,160
By Filing Status										
Married Filing Jointly	19,154	9,865	6,459	1,264	1,274	292	2,534	177,006	10,648	10,160
Other	2,906	1,281	1,144	220	216	45	274	25,329	9,620	10,160

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Footnotes follow Table 2005-3

Source: Tabulations of data from individual income tax returns reporting the tax credit for adoption or reporting current-year qualified adoption expenses.

Table 2003-2

Tax Benefits for Adoptions by Total Income, 2003 12/

Number of Returns with Adoption Expenses 1/	Total Tax Benefit 2/ (\$ in 000)	Tax Credit						Employer Exclusion Tax Benefit 6/			
		Reported Carry Forwards from Prior Years (\$ in 000)	From Current Year Expenses 3/ (\$ in 000)	Credit Allowable in 2003 4/			Carried Forward to Future Years or Expiring 5/ (\$ in 000)	Total Tax Benefit (\$ in 000)	Mean Benefit of Exclusion (\$)	Median Benefit of Exclusion (\$)	
				Total (\$ in 000)	Mean Credit (\$)	Median Credit (\$)					
All Adoptions											
Total	57,230	282,561	122,910	439,804	277,089	3,239	4,060	285,625	5,472	6,558	5,640
By Total Income											
Under \$25,000	2,643	747	10,052	18,278	719	753	3,470	27,611	28	309	200
\$ 25,000 - \$ 49,999	11,908	23,889	39,514	81,205	23,611	1,511	4,330	97,107	278	466	350
\$ 50,000 - \$ 74,999	16,473	74,039	42,480	124,696	73,257	3,295	4,460	93,919	782	600	470
\$ 75,000 - \$ 99,999	11,841	78,157	19,611	97,468	76,965	5,195	3,490	40,113	1,192	882	750
\$100,000 - \$ 152,390	10,642	87,260	8,637	92,158	85,379	7,399	3,750	15,416	1,881	1,220	1,080
\$152,390 - \$ 192,390	2,710	16,211	1,479	23,674	15,599	5,545	4,000	9,554	612	1,414	1,290
Over \$192,390	1,013	2,257	1,138	2,325	1,557	4,527	4,230	1,906	700	1,666	1,500
Domestic Children, not Special Needs											
Total	28,047	108,598	50,638	142,506	106,589	3,193	2,210	86,555	2,009	5,859	5,360
By Total Income											
Under \$25,000	1,432	307	5,139	5,748	295	513	2,500	10,593	13	247	180
\$ 25,000 - \$ 49,999	6,478	11,544	18,014	25,784	11,429	1,317	3,080	32,368	115	385	300
\$ 50,000 - \$ 74,999	8,424	31,289	16,782	41,052	30,991	2,777	3,670	26,843	298	499	440
\$ 75,000 - \$ 99,999	5,523	29,152	6,771	31,851	28,726	4,261	2,960	9,897	426	773	680
\$100,000 - \$ 152,390	4,558	29,742	2,910	29,134	29,100	5,956	3,420	2,944	642	1,104	1,060
\$152,390 - \$ 192,390	1,161	5,716	592	8,170	5,489	4,582	3,930	3,273	227	1,311	1,200
Over \$192,390	471	849	430	769	561	3,739	3,260	637	268	1,541	1,500
Children with Special Needs (domestic)											
Total	9,926	41,855	7,897	112,309	41,651	4,257	3,570	78,555	205	4,168	3,380
By Total Income											
Under \$25,000	775	258	860	8,529	253	1,395	2,610	9,137	5	339	220
\$ 25,000 - \$ 49,999	2,843	4,662	3,211	31,356	4,635	1,652	3,450	29,932	27	423	300
\$ 50,000 - \$ 74,999	3,070	12,528	2,373	35,261	12,479	3,694	3,780	25,155	48	531	380
\$ 75,000 - \$ 99,999	1,766	11,844	944	20,408	11,791	6,213	3,060	9,561	52	803	450
\$100,000 - \$ 150,000	1,210	10,857	384	13,892	10,802	8,573	3,040	3,474	56	901	680
\$150,000 - \$ 190,000	229	1,615	103	2,578	1,602	6,618	3,090	1,080	16	1,171	1,350
Over \$190,000	33	91	21	284	89	4,931	3,660	217			
Foreign Children 11/											
Total	20,209	154,108	64,376	192,539	128,849	5,122	4,560	128,066	3,259	7,273	6,390
By Total Income											
Under \$25,000	436	182	4,052	4,001	172	857	5,660	7,881	10	427	350
\$ 25,000 - \$ 49,999	2,587	7,683	18,289	24,066	7,547	1,822	6,340	34,807	136	583	480
\$ 50,000 - \$ 74,999	4,979	30,223	23,324	48,384	29,787	3,870	5,140	41,920	436	708	600
\$ 75,000 - \$ 99,999	4,552	37,162	11,895	45,208	36,448	5,903	3,920	20,655	714	970	750
\$100,000 - \$ 152,390	4,874	46,660	5,344	49,133	45,478	8,431	4,160	8,999	1,183	1,318	1,350
\$152,390 - \$ 192,390	1,320	8,881	783	12,926	8,508	6,197	4,330	5,201	373	1,496	1,350
Over \$192,390	509	1,316	688	1,272	908	5,157	4,950	1,052	409	1,769	1,510

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Footnotes follow Table 2005-3

Source: Tabulations of data from individual income tax returns reporting the tax credit for adoption or reporting current-year qualified adoption expenses.

Table 2003-2 continued

Tax Benefits for Adoptions by Total Income, 2003 12/

Number of Adoptions 7/	Age of Adoptee 8/					Number of Returns with Multiple Adoptions 9/	Qualified Adoption Expenses 10/			
	Under 2 years	2 Years to 5 Years	6 Years to 9 Years	10 Years and Over	Not Specified		Total (\$ In 000)	Mean Expense (\$)	Median Expense (\$)	
All Adoptions										
Total	65,940	27,191	19,962	8,484	8,903*	1,400*	8,768	470,006	8,213	10,160
By Total Income										
Under \$25,000	3,148	690	1,111	568	712	67	511	18,631	7,049	7,060
\$ 25,000 - \$ 49,999	13,881	4,164	4,733	2,354	2,327	303	1,978	83,100	6,978	7,570
\$ 50,000 - \$ 74,999	18,999	7,490	5,849	2,621	2,597	442	2,538	129,151	7,840	10,160
\$ 75,000 - \$ 99,999	13,545	6,290	3,882	1,478	1,629	266	1,715	102,752	8,678	10,160
\$100,000 - \$ 152,390	12,145	6,192	3,298	1,148	1,296	211	1,519	99,261	9,327	10,160
\$152,390 - \$ 192,390	3,077	1,734	773	248	269	53	370	26,495	9,777	10,160
Over \$192,390	1,145	631	316	67	71	60	137	10,617	10,481	10,160
Domestic Children, not Special Needs										
Total	31,119	14,372	7,181	4,125	4,495	946	3,123 #	154,040	5,492	4,000
By Total Income										
Under \$25,000	1,647	429	538	290	344	46	221	5,966	4,166	2,070
\$ 25,000 - \$ 49,999	7,274	2,556	2,087	1,259	1,191	181	800	26,557	4,100	2,090
\$ 50,000 - \$ 74,999	9,351	4,140	2,161	1,349	1,389	312	936	42,782	5,079	3,300
\$ 75,000 - \$ 99,999	6,080	3,179	1,241	662	820	178	566	33,770	6,114	5,520
\$100,000 - \$ 152,390	4,988	2,901	883	447	603	154	445	31,580	6,928	8,220
\$152,390 - \$ 192,390	1,271	846	177	90	120	38	113	9,193	7,918	10,160
Over \$192,390	508	321	94	28	28	37	42	4,192	8,901	10,160
Children with Special Needs (domestic)										
Total	12,761	1,673	5,178	2,875	2,918*	117*	2,837	113,632	11,448	10,160
By Total Income										
Under \$25,000	989	81	365	221	311	11	214	8,583	11,074	10,160
\$ 25,000 - \$ 49,999	3,629	406	1,467	859	855	42	786	31,594	11,113	10,160
\$ 50,000 - \$ 74,999	3,964	565	1,672	873	817	37	895	35,565	11,585	10,160
\$ 75,000 - \$ 99,999	2,284	340	923	503	503	15	519	20,673	11,706	10,160
\$100,000 - \$ 152,390	1,567	230	623	345	357	12	357	14,107	11,658	10,160
\$152,390 - \$ 192,390	289	44	117	64	64*	*	60	2,705	11,813	10,160
Over \$192,390	39	7	11	10	11*	*	6	405	12,265	10,160
Foreign Children 11/										
Total	22,060	11,146	7,603	1,484	1,490	337	2,808	202,334	10,507	10,160
By Total Income										
Under \$25,000	512	180	208	57	57	10	76	4,082	9,362	10,160
\$ 25,000 - \$ 49,999	2,978	1,202	1,179	236	281	80	392	24,949	9,644	10,160
\$ 50,000 - \$ 74,999	5,684	2,785	2,016	399	391	93	707	50,804	10,204	10,160
\$ 75,000 - \$ 99,999	5,181	2,771	1,718	313	306	73	630	48,308	10,613	10,160
\$100,000 - \$ 152,390	5,590	3,061	1,792	356	336	45	717	53,574	10,992	10,160
\$152,390 - \$ 192,390	1,517	844	479	94	86	14	197	14,598	11,059	10,160
Over \$192,390	598	303	211	29	33	22	89	6,020	11,827	10,160

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Footnotes follow Table 2005-3

Source: Tabulations of data from individual income tax returns reporting the tax credit for adoption or reporting current-year qualified adoption expenses.

Table 2003-3

Tax Benefits for Adoptions by State, 2003

Total	Number of Returns Reporting Adoption Expenses 1/		Total Tax Benefit 2/ (\$ in 000)	Tax Credit					Employer Exclusion Tax Benefit 6/				
	Returns with Special Needs Adoptions	Returns with Foreign Adoptions		Reported Carry Forwards from Prior Years (\$ in 000)	From Current Year Expenses 3/ (\$ in 000)	Credit Allowable in 2003 4/			Carried Forward to Future Years or Expiring 5/ (\$ in 000)	Total Tax Benefit (\$ in 000)	Mean Benefit of Exclusion (\$)	Median Benefit of Exclusion (\$)	
						Total (\$ in 000)	Mean Credit (\$)	Median Credit (\$)					
All Adoptions	57,230	9,926	19,257	281,054	122,910	439,804	277,089	3,239	4,060	285,625	5,472	954	750
Alabama	851	74	212	3,389	1,341	4,952	3,348	3,458	2,380	2,945	41	837	750
Alaska	259	47	84	1,079	500	1,802	1,074	3,705	2,870	1,229	4	422	340
Arizona	1,165	349	254	5,261	2,036	9,623	5,196	4,031	3,250	6,463	65	776	600
Arkansas	427	56	76	1,522	894	2,354	1,501	2,886	1,870	1,748	21	824	750
California	5,359	1,443	1,298	25,034	9,172	42,667	24,714	4,116	3,280	27,126	320	973	810
Colorado	1,237	176	474	6,275	2,896	9,708	6,171	4,103	3,420	6,433	104	829	748
Connecticut	673	95	363	4,182	1,570	5,758	4,028	4,973	4,410	3,300	153	1,300	1,080
Delaware	148	23	62	762	264	1,044	731	4,456	3,670	577	32	1,173	750
District of Columbia	92	10	48	*	170	778	561	5,784	5,930	387	*	*	*
Florida	2,445	492	737	12,341	4,637	20,011	12,170	4,263	3,430	12,478	171	860	675
Georgia	1,844	254	481	8,486	3,228	12,405	8,307	3,935	2,890	7,326	179	846	750
Hawaii	287	58	94	1,289	455	2,099	1,273	4,055	3,220	1,281	16	934	690
Idaho	468	77	94	1,866	1,557	3,285	1,844	3,141	2,250	2,997	22	616	590
Illinois	2,531	376	971	13,785	5,052	20,402	13,429	4,497	3,700	12,024	356	1,028	750
Indiana	1,577	229	540	7,859	3,702	12,054	7,621	3,957	3,270	8,135	238	1,150	810
Iowa	957	367	223	4,322	2,117	8,629	4,275	3,730	3,020	6,471	47	753	600
Kansas	767	117	201	3,434	1,712	5,654	3,386	3,565	2,610	3,980	47	704	450
Kentucky	802	110	303	3,688	1,901	5,654	3,585	3,685	3,030	3,969	102	911	750
Louisiana	587	46	136	2,625	1,103	3,837	2,599	3,650	2,840	2,341	26	766	600
Maine	257	62	98	1,348	846	2,235	1,322	3,820	3,020	1,760	26	1,031	750
Maryland	1,185	178	545	6,572	2,494	9,638	6,462	4,447	3,680	5,671	110	1,007	750
Massachusetts	1,341	112	788	8,068	3,177	10,999	7,831	4,840	4,250	6,346	239	1,207	1,080
Michigan	2,052	247	850	11,192	5,852	16,298	10,946	4,189	3,550	11,204	246	948	810
Minnesota	1,550	269	669	8,517	4,300	13,354	8,329	4,097	3,390	9,325	188	799	680
Mississippi	311	25	79	1,165	895	1,870	1,156	3,107	2,150	1,610	9	676	600
Missouri	1,452	316	521	7,237	3,382	11,662	7,081	3,963	3,160	7,963	156	844	680
Montana	219	46	51	846	568	1,559	839	3,229	2,330	1,288	7	577	430
Nebraska	373	62	113	1,582	753	2,652	1,563	3,370	2,510	1,842	19	776	750
Nevada	351	92	52	1,528	571	2,515	1,526	3,749	2,590	1,560	2	244	280
New Hampshire	285	29	140	1,823	956	2,344	1,785	4,541	3,690	1,516	38	950	750
New Jersey	1,392	110	642	8,304	2,741	11,523	8,058	4,965	4,310	6,207	246	1,200	1,050
New Mexico	348	68	79	1,430	693	2,391	1,420	3,472	2,530	1,665	10	609	300
New York	2,690	296	1,267	15,399	6,023	22,058	15,079	4,585	3,890	13,002	321	1,233	1,100
North Carolina	1,586	318	490	7,585	3,488	11,631	7,404	3,922	3,160	7,715	181	1,083	810
North Dakota	118	42	19	*	293	1,059	483	3,332	2,480	869	*	*	*
Ohio	2,369	521	797	11,230	4,819	18,264	10,981	3,920	3,150	12,122	250	857	750
Oklahoma	750	121	109	2,696	1,363	4,523	2,675	3,092	2,210	3,212	21	645	460
Oregon	933	186	294	3,947	3,307	7,090	3,899	3,379	2,650	6,498	48	872	700
Pennsylvania	2,523	378	1,106	13,456	5,940	20,372	13,165	4,193	3,460	13,147	291	1,016	750
Rhode Island	167	28	96	1,124	548	1,501	1,107	4,919	4,310	943	17	905	750
South Carolina	801	252	190	3,681	1,775	5,948	3,633	3,726	2,800	4,090	48	764	600
South Dakota	172	15	39	877	465	1,217	862	3,698	3,360	821	15	628	706
Tennessee	1,242	158	364	5,458	2,258	8,242	5,376	3,672	2,670	5,123	82	844	750
Texas	3,736	438	931	17,153	5,724	24,606	16,740	3,937	2,950	13,591	413	918	750
Utah	1,037	104	161	3,902	2,705	6,873	3,814	2,975	2,300	5,764	88	764	690
Vermont	179	60	66	932	507	1,686	924	4,143	3,250	1,269	8	868	750
Virginia	1,495	161	672	7,915	3,314	11,445	7,758	4,351	3,700	7,001	158	973	750
Washington	1,826	472	600	9,155	3,762	15,115	9,056	4,266	3,390	9,821	99	938	750
West Virginia	249	47	46	815	407	1,441	794	2,974	1,650	1,054	21	761	530
Wisconsin	1,426	278	596	8,060	3,918	12,598	7,912	4,293	3,680	8,603	148	991	750
Wyoming	130	26	21	*	229	801	463	3,106	2,390	567	*	*	*
Military 13/	161	7*	96	702	359	1,122	697	3,573	2,880	784	5	427	300
State Not Identified 14/	68	3*	39	158	170	433	138	2,931	1,500	466	20	1,025	680

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* To avoid disclosure, information for state is not shown separately, but is included under "State Not Identified"

Footnotes follow Table 2005-3

Source: Tabulations of data from individual income tax returns reporting the tax credit for adoption or reporting current-year qualified adoption expenses.

Table 2003-3 continued

Tax Benefits for Adoptions by State, 2003

	Number of Adoptions ^{7/}	Age of Adoptee ^{8/}					Number of Returns with Multiple Adoptions ^{9/}	Qualified Adoption Expenses ^{10/}			
		Under 2 years	2 Years to 5 Years	6 Years to 9 Years	10 Years and Over	Not Specified		Total (\$ in 000)	Mean Expense (\$)	Median Expense (\$)	
All Adoptions	Total	65,940	27,191	19,962	8,484	8,903*	1,400*	8,768	470,006	8,213	10,160
Alabama	975	342	310	159	145	19	126	5,274	6,197	4,270	
Alaska	316	89	103	54	63	7	58	1,844	7,119	8,620	
Arizona	1,391	473	401	232	266	19	226	9,948	8,539	10,160	
Arkansas	489	167	130	75	99	18	62	2,476	5,797	3,400	
California	6,234	2,204	2,048	907	944	131	882	44,589	8,320	10,160	
Colorado	1,419	637	424	155	174	29	182	10,230	8,270	10,160	
Connecticut	758	366	230	77	60	25	86	6,596	9,800	10,160	
Delaware	168*	74	53	19	22	*	21	1,216	8,213	10,160	
District of Columbia	103	54	34	7	5	3	11	819	8,907	10,160	
Florida	2,804	1,083	835	407	411	68	362	21,165	8,657	10,160	
Georgia	2,125	849	641	287	310	38	281	13,390	7,261	9,720	
Hawaii	322	126	103	33	55	5	36	2,196	7,653	10,160	
Idaho	546	238	149	85	68	6	78	3,425	7,319	9,120	
Illinois	2,888	1,306	798	356	371	57	361	22,313	8,816	10,160	
Indiana	1,813	781	523	216	256	37	238	13,166	8,349	10,160	
Iowa	1,174	339	423	199	199	14	218	8,893	9,293	10,160	
Kansas	906	384	249	129	126	18	141	5,920	7,718	10,160	
Kentucky	910	368	301	127	109	5	109	6,241	7,782	10,160	
Louisiana	662	294	190	81	87	10	75	3,988	6,794	7,290	
Maine	298	100	116	34	44	4	42	2,356	9,168	10,160	
Maryland	1,373	560	420	153	205	35	190	10,203	8,610	10,160	
Massachusetts	1,454	752	483	93	92	34	114	12,394	9,243	10,160	
Michigan	2,371	1,067	699	277	277	51	321	17,463	8,510	10,160	
Minnesota	1,804	864	525	180	181	54	257	14,280	9,213	10,160	
Mississippi	350*	152	103	46	49	*	42	1,947	6,261	5,410	
Missouri	1,706	677	537	222	235	35	255	12,436	8,565	10,160	
Montana	251	85	69	41	50	6	32	1,607	7,339	10,020	
Nebraska	433	186	140	54	44	9	60	2,750	7,374	10,160	
Nevada	417	133	123	75	78	8	66	2,528	7,203	9,310	
New Hampshire	308	151	88	34	28	7	24	2,579	9,048	10,160	
New Jersey	1,568	770	458	145	139	56	179	12,877	9,251	10,160	
New Mexico	400	133	134	64	62	7	52	2,465	7,082	9,250	
New York	2,999	1,424	912	272	315	76	311	23,846	8,865	10,160	
North Carolina	1,778	713	525	253	253	34	215	12,582	8,035	10,160	
North Dakota	140	50	39	19	27	5	22	1,082	9,169	10,160	
Ohio	2,756	1,129	812	341	406	68	388	19,648	8,294	10,160	
Oklahoma	891	262	272	156	189	12	142	4,651	6,202	3,780	
Oregon	1,076	433	337	144	151	11	143	7,331	7,858	10,160	
Pennsylvania	2,865	1,316	776	317	367	89	345	21,903	8,681	10,160	
Rhode Island	185	98	53	17	14	3	18	1,594	9,542	10,160	
South Carolina	935	368	306	135	105	21	134	6,214	7,758	10,160	
South Dakota	191	106	39	31	12	3	19	1,308	7,602	10,020	
Tennessee	1,433	501	436	255	220	21	191	8,706	7,010	7,000	
Texas	4,334	1,730	1,309	580	649	66	600	26,859	7,189	6,500	
Utah	1,224	671	270	128	115	40	187	7,382	7,118	6,900	
Vermont	210	82	71	29	24	4	31	1,735	9,693	10,160	
Virginia	1,723	736	535	204	202	46	230	12,338	8,253	10,160	
Washington	2,124	785	707	303	287	42	301	15,795	8,650	10,160	
West Virginia	265	102	84	48	48	3	36	1,555	6,246	3,380	
Wisconsin	1,636	728	522	180	174	32	211	13,368	9,374	10,160	
Wyoming	152	59	33	23	34	3	22	823	6,331	5,420	
Military ^{13/}	187	64	54	21	45	3	26	1,147	7,124	7,730	
State Not Identified ^{14/}	78	30	30	5	13*	3*	9	566	8,323	10,010	

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* To avoid disclosure, information for state is not shown separately, but is included under "State Not Identified"

Footnotes follow Table 2005-3

Source: Tabulations of data from individual income tax returns reporting the tax credit for adoption or reporting current-year qualified adoption expenses.

Table 2003-4

**Cumulative Allowance of Adoption Credits from Qualified Adoption Expenses Reported in 2003
By Adjusted Gross Income and Filing Status**

Cumulative Allowance of Adoption Credit (As Percentage of Credit Generated from Qualified Expenses Reported in 2003)			
	2003	2004	2005
<u>All Adoptions</u>			
Total	57.5%	72.9%	78.2%
By Adjusted Gross Income			
Under \$25,000	12.0%	19.3%	23.7%
\$ 25,000- \$ 49,999	24.0%	38.6%	48.1%
\$ 50,000 - \$ 74,999	46.2%	69.7%	76.9%
\$ 75,000 - \$ 99,999	70.0%	88.0%	92.3%
\$100,000 - \$ 152,390	88.1%	94.1%	95.7%
Over \$152,390	57.6%	58.8%	59.2%
By Filing Status			
Married Filing Jointly	58.6%	74.0%	79.2%
Other	49.8%	64.9%	71.1%
<u>Domestic Children, not Special Needs</u>			
Total	66.0%	78.5%	82.5%
By Adjusted Gross Income			
Under \$25,000	14.7%	22.9%	27.5%
\$ 25,000- \$ 49,999	34.5%	48.4%	56.6%
\$ 50,000 - \$ 74,999	58.1%	78.3%	83.6%
\$ 75,000 - \$ 99,999	78.7%	92.2%	94.8%
\$100,000 - \$ 152,390	93.8%	96.6%	97.7%
Over \$152,390	57.8%	58.8%	59.0%
By Filing Status			
Married Filing Jointly	66.5%	79.2%	83.2%
Other	60.8%	71.6%	75.7%
<u>Children with Special Needs (domestic)</u>			
Total	40.7%	59.6%	68.5%
By Adjusted Gross Income			
Under \$25,000	11.0%	17.0%	19.7%
\$ 25,000- \$ 49,999	16.5%	29.8%	39.3%
\$ 50,000 - \$ 74,999	34.6%	58.1%	68.9%
\$ 75,000 - \$ 99,999	58.3%	82.5%	92.0%
\$100,000 - \$ 152,390	77.9%	91.9%	96.4%
Over \$152,390	55.4%	58.4%	58.9%
By Filing Status			
Married Filing Jointly	41.7%	61.0%	70.0%
Other	35.7%	52.3%	60.6%
<u>Foreign Children 11/</u>			
Total	60.4%	76.0%	80.2%
By Adjusted Gross Income			
Under \$25,000	9.7%	17.4%	23.5%
\$ 25,000- \$ 49,999	21.8%	38.5%	49.3%
\$ 50,000 - \$ 74,999	44.4%	70.7%	77.0%
\$ 75,000 - \$ 99,999	69.0%	87.6%	90.8%
\$100,000 - \$ 152,390	87.6%	93.3%	94.3%
Over \$152,390	57.9%	58.9%	59.4%
By Filing Status			
Married Filing Jointly	61.3%	76.8%	80.8%
Other	54.2%	70.4%	76.2%

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Footnotes follow Table 2005-3

Source: Individual income tax returns reporting current year qualified adoption expenses for the adoption tax credit.

Table 2004-1

Tax Benefits for Adoptions by Adjusted Gross Income and Filing Status, 2004

Number of Returns with Adoption Expenses 1/	Total Tax Benefit 2/ (\$ in 000)	Tax Credit							Employer Exclusion Tax Benefit 6/		
		Reported Carry Forwards from Prior Years 3/ (\$ in 000)	From Current Year Expenses 3/ (\$ in 000)	Credit Allowable in 2004 4/			Carried Forward to Future Years or Expiring 5/ (\$ in 000)	Total Tax Benefit (\$ in 000)	Mean Benefit of Exclusion (\$)	Median Benefit of Exclusion (\$)	
				Total (\$ in 000)	Mean Credit (\$)	Median Credit (\$)					
All Adoptions											
Total	59,664	341,625	228,330	474,609	335,346	4,140	3,270	367,593	6,279	949	750
By Adjusted Gross Income											
Under \$25,000	2,173	770	13,359	14,504	743	662	5,000	27,120	27	329	200
\$ 25,000 - \$ 49,999	12,204	28,703	70,663	85,637	28,435	1,551	6,090	127,866	268	459	380
\$ 50,000 - \$ 74,999	17,097	88,445	81,562	132,925	87,550	3,353	5,210	126,937	894	635	490
\$ 75,000 - \$ 99,999	12,752	94,872	39,672	106,045	93,462	5,138	3,890	52,254	1,410	853	750
\$100,000 - \$ 155,860	11,977	110,543	18,816	106,844	108,254	7,641	3,970	17,406	2,289	1,182	1,000
\$155,860 - \$ 195,860	2,707	15,958	2,452	23,509	15,232	5,427	4,540	10,728	726	1,347	1,250
Over \$195,860	754	2,335	1,806	5,146	1,670	6,397	5,910	5,283	666	1,608	1,400
By Filing Status											
Married Filing Jointly	51,503	303,079	194,217	412,786	297,338	4,259	4,940	309,665	5,741	962	750
Other	8,161	38,546	34,113	61,823	38,007	3,396	5,320	57,929	538	831	660
Domestic Children, not Special Needs											
Total	29,922	130,615	80,834	159,037	128,426	3,328	2,360	111,445	2,189	826	630
By Adjusted Gross Income											
Under \$25,000	1,243	345	6,318	4,879	331	505	3,390	10,866	14	312	160
\$ 25,000 - \$ 49,999	6,789	13,400	26,803	27,574	13,286	1,358	4,170	41,091	114	389	300
\$ 50,000 - \$ 74,999	8,855	36,383	27,855	44,325	36,053	2,886	4,340	36,127	330	551	450
\$ 75,000 - \$ 99,999	6,178	35,808	12,515	36,210	35,317	4,278	3,340	13,408	491	750	600
\$100,000 - \$ 155,860	5,363	38,321	5,718	36,011	37,587	6,161	3,270	4,142	734	1,080	1,000
\$155,860 - \$ 195,860	1,182	5,475	883	8,271	5,199	4,358	3,970	3,955	276	1,270	1,120
Over \$195,860	312	884	741	1,769	654	6,285	5,970	1,856	231	1,415	1,320
By Filing Status											
Married Filing Jointly	26,306	118,726	70,994	143,478	116,730	3,422	3,930	97,743	1,996	839	680
Other	3,616	11,890	9,840	15,559	11,696	2,615	3,890	13,703	193	716	470
Children with Special Needs (domestic)											
Total	9,572	56,475	58,533	112,909	56,245	4,173	3,440	115,197	230	658	450
By Adjusted Gross Income											
Under \$25,000	566	262	2,979	6,352	257	1,009	9,980	9,075	5	269	200
\$ 25,000 - \$ 49,999	2,835	6,341	19,354	33,153	6,309	1,649	8,600	46,197	32	420	260
\$ 50,000 - \$ 74,999	3,098	17,777	21,887	36,564	17,732	3,707	7,000	40,720	46	490	300
\$ 75,000 - \$ 99,999	1,723	15,928	9,519	20,755	15,876	5,738	5,150	14,397	52	675	530
\$100,000 - \$ 155,860	1,141	14,430	4,353	13,810	14,366	8,940	6,210	3,797	63	1,006	750
\$155,860 - \$ 195,860	182	1,603	311	2,078	1,579	7,146	6,670	810	24	1,511	1,400
Over \$195,860	27	133	130	196	125	6,942	6,760	201	8	1,203	760
By Filing Status											
Married Filing Jointly	7,697	48,153	48,962	92,358	47,958	4,351	7,480	93,362	195	669	450
Other	1,875	8,322	9,571	20,550	8,287	3,375	7,660	21,835	35	604	330
Foreign Children 11/											
Total	20,170	154,535	88,963	202,663	150,674	5,207	4,450	140,952	3,860	1,067	790
By Adjusted Gross Income											
Under \$25,000	364	163	4,062	3,272	155	730	8,040	7,180	8	420	350
\$ 25,000 - \$ 49,999	2,580	8,962	24,506	24,911	8,839	1,870	6,660	40,578	122	567	450
\$ 50,000 - \$ 74,999	5,144	34,284	31,820	52,035	33,766	3,821	5,230	50,089	518	724	600
\$ 75,000 - \$ 99,999	4,851	43,136	17,638	49,080	42,268	5,896	4,010	24,450	867	942	750
\$100,000 - \$ 155,860	5,473	57,792	8,744	57,024	56,301	8,715	4,020	9,457	1,491	1,249	1,120
\$155,860 - \$ 195,860	1,343	8,880	1,258	13,159	8,454	6,069	4,900	5,963	426	1,393	1,250
Over \$195,860	415	1,317	935	3,181	891	6,409	5,720	3,225	427	1,748	1,650
By Filing Status											
Married Filing Jointly	17,500	136,200	74,261	176,950	132,650	5,377	5,090	118,561	3,550	1,077	810
Other	2,670	18,334	14,702	25,713	18,024	4,225	5,410	22,392	310	969	750

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Footnotes follow Table 2005-3

Source: Tabulations of data from individual income tax returns reporting the tax credit for adoption or reporting current-year qualified adoption expenses.

Table 2004-1 continued

Adoption Tax Credit and Exclusion of Employer Benefits Combined, 2004

	Number of Adoptions 7/	Age of Adoptee 8/					Number of Returns with Multiple Adoptions 9/	Qualified Adoption Expenses 10/		
		Under 2 years	2 Years to 5 Years	6 Years to 9 Years	10 Years and Over	Not Specified		Total (\$ in 000)	Mean Expense (\$)	Median Expense (\$)
All Adoptions										
Total	69,096	27,892	21,156	9,024	9814*	1210*	9,494	503,720	8,443	10,380
By Adjusted Gross Income										
Under \$25,000	2,536	575	892	487	534	48	366	14,722	6,775	5,940
\$ 25,000 - \$ 49,999	14,329	4,172	4,905	2,436	2,571	245	2,134	87,280	7,152	8,300
\$ 50,000 - \$ 74,999	19,943	7,389	6,335	2,811	3,027	381	2,858	137,886	8,065	10,380
\$ 75,000 - \$ 99,999	14,674	6,645	4,260	1,640	1,874	255	1,933	112,566	8,827	10,390
\$100,000 - \$ 155,860	13,698	6,987	3,672	1,329	1,499	211	1,734	115,805	9,669	10,390
\$155,860 - \$ 195,860	3,089	1,685	833	270	260	41	364	27,147	10,028	10,390
Over \$195,860	827	439	259	51	47	31	85	8,315	11,028	10,400
By Filing Status										
Married Filing Jointly	59,825	24,778	18,081	7,740	8,165	1,061	8,367	439,440	8,532	10,380
Other	9,271	3,114	3,075	1,284	1,647	151	1,127	64,280	7,877	10,370
Domestic Children, not Special Needs										
Total	33,368	15,144	7,805	4,397	5,159	863	3,495	169,588	5,668	4,030
By Adjusted Gross Income										
Under \$25,000	1,408	371	471	259	278	29	168	4,992	4,016	1,880
\$ 25,000 - \$ 49,999	7,663	2,576	2,244	1,326	1,348	169	881	28,299	4,168	2,180
\$ 50,000 - \$ 74,999	9,939	4,206	2,387	1,420	1,650	276	1,094	46,301	5,229	3,470
\$ 75,000 - \$ 99,999	6,836	3,498	1,369	755	1,034	180	666	38,530	6,237	5,410
\$100,000 - \$ 155,860	5,908	3,458	1,041	515	730	164	556	38,999	7,272	9,400
\$155,860 - \$ 195,860	1,290	826	233	100	102	29	108	9,651	8,165	10,370
Over \$195,860	324	209	60	22	17	16	22	2,817	9,028	10,370
By Filing Status										
Married Filing Jointly	29,354	13,525	6,678	3,922	4,463	766	3,081	153,043	5,818	4,460
Other	4,014	1,619	1,127	475	696	97	414	16,545	4,576	2,730
Children with Special Needs (domestic)										
Total	12,432	1,627	4,972	2,848	2881*	100*	2,860	113,984	11,908	10,390
By Adjusted Gross Income										
Under \$25,000	709	66	272	166	197	8	143	6,391	11,292	10,390
\$ 25,000 - \$ 49,999	3,670	407	1,458	837	940	28	835	33,340	11,760	10,390
\$ 50,000 - \$ 74,999	4,032	528	1,655	922	894	33	934	36,815	11,883	10,390
\$ 75,000 - \$ 99,999	2,266	334	924	501	483	24	543	20,920	12,141	10,400
\$100,000 - \$ 155,860	1,489	243	564	359	316	7	348	14,023	12,290	10,400
\$155,860 - \$ 195,860	237*	36	89	60	52	*	57	2,198	12,075	10,410
Over \$195,860	29*	13	10	3	3*	*	0	298	11,020	10,410
By Filing Status										
Married Filing Jointly	10,147	1,408	4,166	2,294	2,194	85	2,450	93,282	12,119	10,390
Other	2,285	219	806	554	689	17	410	20,701.64122	11040.87532	10,390
Foreign Children 11/										
Total	23,296	11,121	8,379	1,779	1,770	247	3,139	220,148	10,915	10,390
By Adjusted Gross Income										
Under \$25,000	417	138	149	60	59	11	55	3,332	9,205	10,390
\$ 25,000 - \$ 49,999	2,987	1,186	1,199	272	282	48	416	25,596	9,956	10,380
\$ 50,000 - \$ 74,999	5,947	2,649	2,277	469	480	72	827	54,686	10,681	10,390
\$ 75,000 - \$ 99,999	5,513	2,789	1,939	380	354	51	716	52,895	11,027	10,390
\$100,000 - \$ 155,860	6,165	3,230	1,992	452	451	40	823	62,217	11,647	10,400
\$155,860 - \$ 195,860	1,505	804	477	108	106	10	213	15,065	11,660	10,400
Over \$195,860	420	201	155	24	25	15	56	4,908	13,484	12,880
By Filing Status										
Married Filing Jointly	20,009	9,732	7,058	1,512	1,497	210	2,806	191,779	11,148	10,390
Other	2,945	1,265	1,130	253	260	37	300	26,920	10,178	10,390

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Footnotes follow Table 2005-3

Source: Tabulations of data from individual income tax returns reporting the tax credit for adoption or reporting current-year qualified adoption expenses.

Table 2004-2

Tax Benefits for Adoptions by Total Income, 2004 12/

Number of Returns with Adoption Expenses 1/	Total Tax Benefit 2/ (\$ in 000)	Tax Credit						Employer Exclusion Tax Benefit 6/			
		Reported Carry Forwards from Prior Years (\$ in 000)	From Current Year Expenses 3/ (\$ in 000)	Credit Allowable in 2004 4/			Carried Forward to Future Years or Expiring 5/ (\$ in 000)	Total Tax Benefit (\$ in 000)	Mean Benefit of Exclusion (\$)	Median Benefit of Exclusion (\$)	
				Total (\$ in 000)	Mean Credit (\$)	Median Credit (\$)					
All Adoptions											
Total	59,664	341,625	228,330	474,609	335,346	4,140	3,270	367,593	6,279	949	750
By Total Income											
Under \$25,000	2,646	775	15,782	17,780	743	690	5,000	32,820	32	328	200
\$ 25,000 - \$ 49,999	11,611	27,080	67,151	81,050	26,824	1,530	6,130	121,377	256	457	380
\$ 50,000 - \$ 74,999	16,562	86,374	79,652	128,548	85,563	3,287	5,230	122,636	810	600	450
\$ 75,000 - \$ 99,999	12,689	93,532	40,559	105,449	92,175	5,035	3,910	53,833	1,357	834	750
\$100,000 - \$ 155,860	12,082	111,429	20,007	107,603	109,221	7,521	3,970	18,389	2,208	1,166	1,000
\$155,860 - \$ 195,860	2,839	18,556	2,498	25,016	17,876	5,929	4,480	9,638	681	1,311	1,120
Over \$195,860	1,235	3,880	2,681	9,164	2,945	5,686	5,860	8,901	935	1,646	1,400
Domestic Children, not Special Needs											
Total	29,922	130,615	80,834	159,037	128,426	3,328	2,360	111,445	2,189	826	630
By Total Income											
Under \$25,000	1,498	342	7,362	5,725	326	525	3,190	12,761	16	320	160
\$ 25,000 - \$ 49,999	6,484	12,599	25,537	26,081	12,489	1,331	4,170	39,129	110	384	300
\$ 50,000 - \$ 74,999	8,591	35,665	27,072	42,853	35,371	2,830	4,390	34,554	293	511	410
\$ 75,000 - \$ 99,999	6,151	35,382	12,720	35,828	34,928	4,200	3,360	13,620	453	715	600
\$100,000 - \$ 155,860	5,431	38,755	6,171	36,294	38,047	6,056	3,270	4,418	708	1,062	1,000
\$155,860 - \$ 195,860	1,225	6,414	947	8,769	6,159	4,835	4,090	3,557	255	1,242	1,120
Over \$195,860	542	1,458	1,023	3,487	1,104	5,209	5,970	3,405	354	1,513	1,400
Children with Special Needs (domestic)											
Total	9,572	56,475	58,533	112,909	56,245	4,173	3,440	115,197	230	658	450
By Total Income											
Under \$25,000	722	266	3,575	8,162	261	1,011	9,990	11,476	5	248	180
\$ 25,000 - \$ 49,999	2,708	6,111	18,639	31,658	6,081	1,640	8,610	44,216	30	429	250
\$ 50,000 - \$ 74,999	3,001	17,542	21,595	35,426	17,495	3,644	7,000	39,526	46	497	300
\$ 75,000 - \$ 99,999	1,727	15,752	9,619	20,829	15,703	5,679	5,210	14,746	50	662	500
\$100,000 - \$ 155,860	1,168	14,676	4,606	14,148	14,612	8,792	6,170	4,142	64	1,013	750
\$155,860 - \$ 195,860	199	1,919	296	2,241	1,894	7,547	5,120	642	24	1,427	1,400
Over \$195,860	47	209	203	444	198	6,200	7,470	449	10	1,149	880
Foreign Children 11/											
Total	20,170	154,535	88,963	202,663	150,674	5,207	4,450	140,952	3,860	1,067	790
By Total Income											
Under \$25,000	426	166	4,845	3,893	156	789	8,160	8,582	11	410	360
\$ 25,000 - \$ 49,999	2,419	8,369	22,974	23,312	8,254	1,859	6,680	38,032	115	569	450
\$ 50,000 - \$ 74,999	4,970	33,167	30,984	50,268	32,696	3,744	5,240	48,556	471	688	600
\$ 75,000 - \$ 99,999	4,811	42,398	18,220	48,791	41,543	5,750	4,050	26,467	854	930	750
\$100,000 - \$ 155,860	5,483	57,998	9,230	57,160	56,561	8,600	4,120	9,829	1,437	1,234	1,030
\$155,860 - \$ 195,860	1,415	10,224	1,255	14,006	9,822	6,592	4,820	5,439	402	1,353	1,250
Over \$195,860	646	2,213	1,456	5,233	1,642	5,994	5,860	5,047	571	1,757	1,650

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Footnotes follow Table 2005-3

Source: Tabulations of data from individual income tax returns reporting the tax credit for adoption or reporting current-year qualified adoption expenses.

Table 2004-2 continued

Tax Benefits for Adoptions by Total Income, 2004 12/

Number of Adoptions 7/	Age of Adoptee 8/					Number of Returns with Multiple Adoptions 9/	Qualified Adoption Expenses 10/			
	Under 2 years	2 Years to 5 Years	6 Years to 9 Years	10 Years and Over	Not Specified		Total (\$ in 000)	Mean Expense (\$)	Median Expense (\$)	
All Adoptions										
Total	69,096	27,892	21,156	9,024	9,814*	1,210*	9,494	503,720	8,443	10,380
By Total Income										
Under \$25,000	3,106	660	1,105	595	683	63	467	18,141	6,856	5,980
\$ 25,000 - \$ 49,999	13,624	3,952	4,669	2,337	2,439	227	2,020	82,622	7,116	8,000
\$ 50,000 - \$ 74,999	19,334	7,181	6,145	2,723	2,926	359	2,782	133,137	8,039	10,380
\$ 75,000 - \$ 99,999	14,602	6,576	4,246	1,644	1,877	259	1,922	111,808	8,811	10,390
\$100,000 - \$ 155,860	13,825	7,020	3,709	1,361	1,526	209	1,754	116,332	9,629	10,390
\$155,860 - \$ 195,860	3,244	1,758	876	278	286	46	407	28,237	9,946	10,390
Over \$195,860	1,361	745	406	86	75	49	142	13,442	10,884	10,390
Domestic Children, not Special Needs										
Total	33,368	15,144	7,805	4,397	5,159	863	3,495 #	169,588	5,668	4,030
By Total Income										
Under \$25,000	1,701	422	574	316	352	37	209	5,941	3,966	1,800
\$ 25,000 - \$ 49,999	7,319	2,453	2,142	1,283	1,282	159	841	26,793	4,132	2,140
\$ 50,000 - \$ 74,999	9,645	4,093	2,316	1,376	1,601	259	1,062	44,614	5,193	3,450
\$ 75,000 - \$ 99,999	6,798	3,467	1,365	751	1,033	182	654	38,036	6,184	5,320
\$100,000 - \$ 155,860	5,992	3,481	1,060	536	750	165	570	39,209	7,219	9,210
\$155,860 - \$ 195,860	1,341	861	236	101	111	32	116	9,950	8,123	10,370
Over \$195,860	572	367	112	34	30	29	43	5,045	9,308	10,380
Children with Special Needs (domestic)										
Total	12,432	1,627	4,972	2,848	2,881*	100*	2,860	113,984	11,908	10,390
By Total Income										
Under \$25,000	916	69	352	215	270	10	194	8,207	11,368	10,390
\$ 25,000 - \$ 49,999	3,499	396	1,398	797	883	25	791	31,834	11,755	10,390
\$ 50,000 - \$ 74,999	3,909	526	1,605	890	855	33	908	35,680	11,889	10,390
\$ 75,000 - \$ 99,999	2,270	328	920	510	488	24	543	20,983	12,150	10,400
\$100,000 - \$ 155,860	1,526	248	581	366	323	8	358	14,367	12,300	10,400
\$155,860 - \$ 195,860	254*	42	95	60	57	*	57	2,352	11,818	10,400
Over \$195,860	58*	18	21	10	9*	*	9	561	11,941	10,410
Foreign Children 11/										
Total	23,296	11,121	8,379	1,779	1,770	247	3,139	220,148	10,915	10,390
By Total Income										
Under \$25,000	486	169	178	62	61	16	64	3,979	9,429	10,390
\$ 25,000 - \$ 49,999	2,797	1,100	1,125	256	273	43	386	23,955	9,936	10,380
\$ 50,000 - \$ 74,999	5,760	2,557	2,212	457	467	67	810	52,783	10,663	10,390
\$ 75,000 - \$ 99,999	5,478	2,759	1,934	379	353	53	717	52,583	11,045	10,390
\$100,000 - \$ 155,860	6,185	3,243	1,998	456	452	36	821	62,252	11,605	10,400
\$155,860 - \$ 195,860	1,588	835	508	116	117	12	227	15,686	11,525	10,400
Over \$195,860	660	334	233	39	34	20	81	7,462	12,888	10,410

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Footnotes follow Table 2005-3

Source: Tabulations of data from individual income tax returns reporting the tax credit for adoption or reporting current-year qualified adoption expenses.

Table 2004-3

Tax Benefits for Adoptions by State, 2004

Number of Returns Reporting Adoption Expenses 1/			Total Tax Benefit 2/ (\$ in 000)	Tax Credit						Employer Exclusion Tax Benefit 6/			
Total	Returns with Special Needs Adoptions	Returns with Foreign Adoptions		Reported Carry Forwards from Prior Years (\$ in 000)	From Current Year Expenses 3/ (\$ in 000)	Credit Allowable in 2004 4/			Carried Forward to Future Years or Expiring 5/ (\$ in 000)	Total Tax Benefit (\$ in 000)	Mean Benefit of Exclusion (\$)	Median Benefit of Exclusion (\$)	
						Total (\$ in 000)	Mean Credit (\$)	Median Credit (\$)					
All Adoptions													
Total	59,684	9,572	20,170	341,625	228,330	474,609	335,346	4,140	3,270	367,594	6,279	949	750
Alabama	872	80	207	3,806	2,217	5,225	3,773	3,493	2,470	3,670	33	631	450
Alaska	250	46	75	1,250	1,128	1,730	1,241	3,514	2,530	1,617	10	514	430
Arizona	1,165	288	297	6,597	5,433	9,511	6,514	4,079	3,130	8,431	83	912	750
Arkansas	505	45	89	2,035	1,270	2,924	2,021	3,238	2,020	2,173	14	631	500
California	5,217	1,193	1,356	30,417	20,942	42,731	30,082	4,283	3,460	33,592	335	974	750
Colorado	1,311	197	493	7,788	5,184	10,400	7,662	4,191	3,420	7,923	127	822	630
Connecticut	679	104	347	4,876	2,734	6,047	4,746	4,996	4,100	4,034	129	1,088	840
Delaware	153	13	71	986	420	1,228	935	4,773	4,100	712	51	1,407	1,000
District of Columbia	99	22	38	550	266	826	541	4,624	3,910	561	9	896	810
Florida	2,769	499	847	16,242	10,360	23,377	15,982	4,398	3,420	17,755	260	972	750
Georgia	2,069	244	563	10,528	5,598	14,873	10,287	4,080	3,140	10,185	241	892	750
Hawaii	303	64	112	1,587	991	2,452	1,566	4,024	3,130	1,877	21	1,116	660
Idaho	437	59	102	2,111	2,360	3,074	2,089	3,165	2,240	3,345	23	683	640
Illinois	2,529	368	985	16,052	9,687	21,325	15,660	4,571	3,740	15,351	392	1,013	750
Indiana	1,682	212	566	9,323	6,651	12,506	9,039	3,843	3,020	10,117	284	1,084	750
Iowa	861	295	205	5,132	6,226	7,573	5,067	3,707	3,000	8,732	65	771	700
Kansas	796	143	195	4,066	3,393	5,853	4,006	3,520	2,610	5,240	60	817	560
Kentucky	973	137	372	5,006	3,277	7,507	4,898	3,960	3,240	5,886	109	781	630
Louisiana	660	52	167	3,295	1,518	4,377	3,260	3,909	2,890	2,635	35	870	670
Maine	313	79	108	1,701	1,523	2,696	1,673	3,802	3,130	2,547	28	996	750
Maryland	1,191	185	527	7,497	4,170	10,057	7,378	4,643	3,700	6,849	119	1,179	750
Massachusetts	1,247	115	695	8,909	5,081	11,113	8,661	4,879	4,000	7,534	248	1,158	1,250
Michigan	2,260	278	896	13,722	8,932	18,475	13,459	4,220	3,380	13,949	263	837	750
Minnesota	1,632	200	783	11,102	7,776	14,734	10,851	4,422	3,660	11,659	251	861	630
Mississippi	435	48	102	1,891	997	2,748	1,871	3,544	2,500	1,874	20	1,061	750
Missouri	1,439	283	484	8,018	6,351	11,175	7,865	3,820	2,920	9,662	153	912	750
Montana	218	34	49	1,022	1,053	1,583	1,014	3,054	2,030	1,622	8	657	460
Nebraska	376	51	107	1,839	1,878	2,472	1,813	3,261	2,400	2,537	26	1,257	750
Nevada	359	96	53	1,901	1,284	2,676	1,891	3,882	2,770	2,069	10	646	480
New Hampshire	327	32	169	2,344	1,249	2,914	2,297	4,857	4,070	1,866	47	991	1,000
New Jersey	1,478	134	668	9,843	4,109	12,879	9,551	5,121	4,260	7,438	292	1,238	1,140
New Mexico	378	93	96	1,816	1,429	2,825	1,802	3,699	2,690	2,452	15	544	500
New York	2,604	258	1,183	16,687	10,239	22,004	16,369	4,441	3,570	15,873	318	1,200	1,000
North Carolina	1,711	276	570	9,287	6,114	13,481	9,110	4,036	3,240	10,485	177	909	750
North Dakota	126	38	24	*	740	1,021	665	3,520	3,090	1,096	*	*	*
Ohio	2,431	455	827	13,721	9,374	19,891	13,414	4,092	3,340	15,851	307	884	750
Oklahoma	818	120	158	3,486	2,585	5,217	3,451	3,338	2,400	4,350	34	632	470
Oregon	888	173	273	4,852	5,063	7,250	4,805	3,559	2,800	7,508	47	853	750
Pennsylvania	2,596	320	1,091	15,632	10,385	21,627	15,278	4,212	3,440	16,734	354	1,025	750
Rhode Island	205	28	109	1,328	819	1,669	1,295	4,347	3,430	1,193	33	1,000	1,000
South Carolina	960	295	266	5,273	3,377	7,820	5,171	4,130	3,210	6,026	102	823	710
South Dakota	174	21	46	1,024	844	1,353	1,011	3,650	2,940	1,186	13	702	380
Tennessee	1,377	209	402	6,651	4,477	9,736	6,568	3,702	2,640	7,645	83	809	750
Texas	4,050	511	1,039	20,712	9,992	28,535	20,219	4,077	3,050	18,309	493	930	750
Utah	1,065	117	164	5,103	4,751	7,537	5,052	3,294	2,500	7,235	50	635	500
Vermont	220	78	71	1,298	1,170	2,108	1,291	4,035	3,440	1,987	6	798	690
Virginia	1,579	174	682	9,597	4,880	12,376	9,411	4,544	3,690	7,845	186	953	750
Washington	1,763	442	608	10,566	8,341	15,091	10,459	4,167	3,310	12,972	107	853	750
West Virginia	268	44	72	1,153	1,065	1,728	1,137	3,295	2,240	1,657	16	1,156	750
Wisconsin	1,445	277	599	9,606	7,330	13,293	9,436	4,323	3,620	11,187	170	1,030	750
Wyoming	142	34	15	*	431	904	597	3,225	1,970	739	*	*	*
Military 13/	182	10	107	835	562	1,351	826	3,487	2,800	1,087	9	359	300
State Not Identified 14/	77	3	40	300	304	726	285	3,753	1,720	746	15	839	700

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* To avoid disclosure, information for state is not shown separately, but is included under "State Not Identified"

Footnotes follow Table 2005-3

Source: Tabulations of data from individual income tax returns reporting the tax credit for adoption or reporting current-year qualified adoption expenses.

Table 2004-3 continued

Tax Benefits for Adoptions by State, 2004

	Number of Adoptions 7/	Age of Adoptee 8/					Number of Returns with Multiple Adoptions 9/	Qualified Adoption Expenses 10/		
		Under 2 years	2 Years to 5 Years	6 Years to 9 Years	10 Years and Over	Not Specified		Total (\$ in 000)	Mean Expense (\$)	Median Expense (\$)
All Adoptions										
Total	69,096	27,892	21,156	9,024	9814*	1210*	9,494	503,720	8,443	10,380
Alabama	991	350	305	155	164	17	119	5,416	6,211	4,370
Alaska	293	83	102	52	52	4	43	1,772	7,089	7,850
Arizona	1,422	463	450	250	227	32	260	9,915	8,511	10,370
Arkansas	583	206	180	97	87	13	78	2,992	5,925	3,866
California	6,076	2,301	1,938	835	910	92	863	44,277	8,487	10,380
Colorado	1,495	640	471	162	187	35	186	10,993	8,385	10,380
Connecticut	771	343	251	81	84	12	94	6,590	9,706	10,390
Delaware	158	77	50	11	17	3	5	1,436	9,388	10,390
District of Columbia	114*	33	40	17	22	*	14	858	8,669	10,380
Florida	3,242	1,261	932	445	542	62	476	24,652	8,903	10,380
Georgia	2,409	974	758	292	349	36	341	15,915	7,692	10,360
Hawaii	347	121	112	56	52	6	44	2,523	8,328	10,380
Idaho	506	196	148	64	92	6	69	3,210	7,346	8,280
Illinois	2,882	1,318	828	347	347	42	356	23,090	9,130	10,390
Indiana	1,961	784	563	282	304	28	279	13,776	8,190	10,380
Iowa	1,068	313	377	184	186	8	208	7,936	9,218	10,390
Kansas	925	347	271	140	155	12	130	6,147	7,722	10,370
Kentucky	1,108	470	331	153	143	11	136	8,044	8,267	10,380
Louisiana	740	298	233	88	107	14	81	4,568	6,922	8,110
Maine	349	132	118	54	45	0	36	2,841	9,076	10,390
Maryland	1,381	566	427	183	184	21	191	10,531	8,842	10,380
Massachusetts	1,379	644	472	124	115	24	135	12,116	9,716	10,390
Michigan	2,636	1,190	771	304	332	39	378	19,728	8,729	10,380
Minnesota	1,882	916	539	182	179	66	254	15,813	9,690	10,390
Mississippi	499	190	146	68	90	5	64	2,849	6,550	4,720
Missouri	1,675	632	507	235	272	29	240	12,000	8,339	10,380
Montana	252	94	86	31	32	9	34	1,622	7,442	9,300
Nebraska	432	186	129	68	45	4	58	2,605	6,927	7,370
Nevada	426	138	134	73	76	5	67	2,731	7,607	10,006
New Hampshire	370	166	108	43	41	12	43	3,137	9,594	10,390
New Jersey	1,680	791	502	170	153	44	183	14,166	9,585	10,390
New Mexico	451*	150	132	65	104	*	75	2,902	7,677	10,360
New York	2,914	1,399	844	255	351	65	315	23,397	8,985	10,380
North Carolina	1,969	784	566	273	318	28	259	14,293	8,354	10,380
North Dakota	146	50	43	24	25	4	20	1,042	8,266	10,370
Ohio	2,857	1,116	895	366	405	75	426	21,325	8,772	10,380
Oklahoma	952	278	289	170	209	6	134	5,409	6,613	5,000
Oregon	1,035	376	340	143	158	18	148	7,494	8,439	10,380
Pennsylvania	2,968	1,347	841	334	368	78	373	23,298	8,975	10,360
Rhode Island	235	93	78	26	32	6	30	1,845	8,998	10,380
South Carolina	1,120	417	388	152	149	14	163	8,318	8,665	10,380
South Dakota	195	108	49	22	16	*	23	1,411	8,109	10,370
Tennessee	1,601	570	487	246	276	22	224	10,149	7,370	9,970
Texas	4,741	1,769	1,485	659	778	50	697	30,834	7,613	8,120
Utah	1,245	638	297	139	139	32	180	7,837	7,358	8,160
Vermont	261	84	91	44	38	4	41	2,138	9,718	10,390
Virginia	1,814	752	569	216	247	30	235	13,181	8,347	10,380
Washington	2,082	766	719	296	270	31	320	15,585	8,840	10,380
West Virginia	311	94	93	57	61	6	43	1,807	6,743	5,000
Wisconsin	1,686	733	536	210	170	37	244	14,093	9,753	10,390
Wyoming	167	52	47	28	40	*	27	918	6,465	5,370
Military 13/	215	63	54	46	49	3	33	1,398	7,680	8,240
State Not Identified 14/	101	30	34	7	20*	10*	19	793	10,302	10,390

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* To avoid disclosure, information for state is not shown separately, but is included under "State Not Identified"

Footnotes follow Table 2005-3

Source: Tabulations of data from individual income tax returns reporting the tax credit for adoption or reporting current-year qualified adoption expenses.

Table 2004-4

**Cumulative Allowance of Adoption Credits from Qualified Adoption Expenses Reported in 2004
By Adjusted Gross Income and Filing Status**

	Cumulative Allowance of Adoption Credit (As Percentage of Credit Generated from Qualified Expenses Reported in 2004)	
	2004	2005
All Adoptions		
Total	58.4%	72.8%
By Adjusted Gross Income		
Under \$25,000	12.9%	17.9%
\$ 25,000 - \$ 49,999	22.7%	35.6%
\$ 50,000 - \$ 74,999	44.6%	66.7%
\$ 75,000 - \$ 99,999	68.8%	86.2%
\$100,000 - \$ 155,860	91.0%	97.6%
Over \$155,860	59.7%	60.5%
By Filing Status		
Married Filing Jointly	59.6%	74.2%
Other	49.7%	63.3%
Domestic Children, not Special Needs		
Total	67.0%	79.3%
By Adjusted Gross Income		
Under \$25,000	16.3%	23.6%
\$ 25,000 - \$ 49,999	33.5%	47.5%
\$ 50,000 - \$ 74,999	57.0%	77.4%
\$ 75,000 - \$ 99,999	77.7%	91.3%
\$100,000 - \$ 155,860	94.7%	98.0%
Over \$155,860	58.8%	59.4%
By Filing Status		
Married Filing Jointly	67.4%	80.0%
Other	62.3%	72.7%
Children with Special Needs (domestic)		
Total	39.9%	55.9%
By Adjusted Gross Income		
Under \$25,000	11.2%	13.6%
\$ 25,000 - \$ 49,999	14.5%	24.6%
\$ 50,000 - \$ 74,999	32.9%	53.0%
\$ 75,000 - \$ 99,999	55.4%	76.6%
\$100,000 - \$ 155,860	85.5%	99.1%
Over \$155,860	66.0%	68.6%
By Filing Status		
Married Filing Jointly	41.2%	57.7%
Other	33.9%	47.8%
Foreign Children 11/		
Total	61.4%	76.6%
By Adjusted Gross Income		
Under \$25,000	11.1%	17.5%
\$ 25,000 - \$ 49,999	21.1%	36.4%
\$ 50,000 - \$ 74,999	42.1%	67.1%
\$ 75,000 - \$ 99,999	68.0%	86.6%
\$100,000 - \$ 155,860	90.0%	97.0%
Over \$155,860	59.3%	60.0%
By Filing Status		
Married Filing Jointly	62.5%	77.7%
Other	54.0%	69.3%

Department of the Treasury
Office of Tax Analysis

Footnotes follow Table 2005-3

Source: Individual income tax returns reporting current year qualified adoption expenses for the adoption tax credit.

Table 2005-1

Tax Benefits for Adoptions by Adjusted Gross Income and Filing Status, 2005

Number of Returns with Adoption Expenses 1/	Total Tax Benefit 2/ (\$ in 000)	Tax Credit							Employer Exclusion Tax Benefit 6/		
		Reported Carry Forwards from Prior Years (\$ in 000)	From Current Year Expenses 3/ (\$ in 000)	Credit Allowable in 2005 4/			Carried Forward to Future Years or Expiring 5/ (\$ in 000)	Total Tax Benefit (\$ in 000)	Mean Benefit of Exclusion (\$)	Median Benefit of Exclusion (\$)	
				Total (\$ in 000)	Mean Credit (\$)	Median Credit (\$)					

All Adoptions

Total	56,423	361,527	302,156	467,153	355,319	4,095	3,200	413,990	6,208	965	750
By Adjusted Gross Income											
Under \$25,000	1,945	695	17,106	14,214	668	684	6,130	30,652	27	382	200
\$ 25,000 - \$ 49,999	11,401	29,449	93,041	82,967	29,191	1,507	6,540	146,817	258	464	350
\$ 50,000 - \$ 74,999	15,996	91,245	106,992	127,869	90,368	3,247	5,410	144,492	877	676	500
\$ 75,000 - \$ 99,999	12,059	98,497	52,539	103,853	97,300	4,979	4,170	59,103	1,197	822	750
\$100,000 - \$ 159,450	11,894	121,838	26,476	110,320	119,440	7,528	4,130	17,356	2,398	1,177	1,000
\$159,450 - \$ 199,450	2,414	16,768	3,595	21,904	16,080	5,644	5,720	9,419	689	1,297	1,250
Over \$199,450	714	3,035	2,408	6,016	2,273	6,589	5,400	6,151	761	1,576	1,400
By Filing Status											
Married Filing Jointly	48,490	319,934	255,285	404,555	314,276	4,219	5,210	345,565	5,659	975	750
Other	7,933	41,593	46,871	62,598	41,043	3,340	5,690	68,426	549	875	750

Domestic Children, not Special Needs

Total
By Adjusted Gross Income
Under \$25,000
\$ 25,000 - \$ 49,999
\$ 50,000 - \$ 74,999
\$ 75,000 - \$ 99,999
\$100,000 - \$ 159,450
\$159,450 - \$ 199,450
Over \$199,450
By Filing Status
Married Filing Jointly
Other

Children with Special Needs (domestic)

Total
By Adjusted Gross Income
Under \$25,000
\$ 25,000 - \$ 49,999
\$ 50,000 - \$ 74,999
\$ 75,000 - \$ 99,999
\$100,000 - \$ 159,450
\$159,450 - \$ 199,450
Over \$199,450
By Filing Status
Married Filing Jointly
Other

Foreign Children 11/

Total
By Adjusted Gross Income
Under \$25,000
\$ 25,000 - \$ 49,999
\$ 50,000 - \$ 74,999
\$ 75,000 - \$ 99,999
\$100,000 - \$ 159,450
\$159,450 - \$ 199,450
Over \$199,450
By Filing Status
Married Filing Jointly
Other

Data not available by type of adoption.

Table 2005-1 continued

Adoption Tax Credit and Exclusion of Employer Benefits Combined, 2005

Number of Adoptions 7/	Age of Adoptee 8/					Number of Returns with Multiple Adoptions 9/	Qualified Adoption Expenses 10/		
	Under 2 years	2 Years to 5 Years	6 Years to 9 Years	10 Years and Over	Not Specified		Total (\$ in 000)	Mean Expense (\$)	Median Expense (\$)

All Adoptions

Total	65,810	25,947	20,090	9,061	9,599	1,113	9,387	490,456	8,692	10,620
By Adjusted Gross Income										
Under \$25,000	2,333	559	784	432	514	44	388	14,386	7,396	8,300
\$ 25,000 - \$ 49,999	13,566	3,677	4,798	2,427	2,443	221	2,165	84,232	7,388	8,850
\$ 50,000 - \$ 74,999	18,844	6,838	6,041	2,839	2,830	296	2,848	131,798	8,239	10,630
\$ 75,000 - \$ 99,999	14,018	6,064	4,048	1,700	1,978	228	1,959	108,787	9,021	10,620
\$100,000 - \$ 159,450	13,557	6,902	3,496	1,383	1,536	240	1,663	117,847	9,908	10,620
\$159,450 - \$ 199,450	2,580	1,449	692	241	246	52	266	24,517	10,198	10,630
Over \$199,450	812	458	231	39	52	32	98	8,790	12,311	10,640
By Filing Status										
Married Filing Jointly	56,664	22,882	17,175	7,683	7,939	985	8,174	426,041	8,786	10,620
Other	9,146	3,065	2,915	1,378	1,660	128	1,213	64,415	8,120	10,620

Domestic Children, not Special Needs

Total										
By Adjusted Gross Income										
Under \$25,000										
\$ 25,000 - \$ 49,999										
\$ 50,000 - \$ 74,999										
\$ 75,000 - \$ 99,999										
\$100,000 - \$ 159,450										
\$159,450 - \$ 199,450										
Over \$199,450										
By Filing Status										
Married Filing Jointly										
Other										

Children with Special Needs (domestic)

Total										
By Adjusted Gross Income										
Under \$25,000										
\$ 25,000 - \$ 49,999										
\$ 50,000 - \$ 74,999										
\$ 75,000 - \$ 99,999										
\$100,000 - \$ 159,450										
\$159,450 - \$ 199,450										
Over \$199,450										
By Filing Status										
Married Filing Jointly										
Other										

Foreign Children 11/

Total										
By Adjusted Gross Income										
Under \$25,000										
\$ 25,000 - \$ 49,999										
\$ 50,000 - \$ 74,999										
\$ 75,000 - \$ 99,999										
\$100,000 - \$ 159,450										
\$159,450 - \$ 199,450										
Over \$199,450										
By Filing Status										
Married Filing Jointly										
Other										

Data not available by type of adoption.

Table 2005-2

Tax Benefits for Adoptions by Total Income, 2005 12/

Number of Returns with Adoption Expenses 1/	Total Tax Benefit 2/ (\$ in 000)	Tax Credit						Employer Exclusion Tax Benefit 6/		
		Reported Carry Forwards from Prior Years (\$ in 000)	From Current Year Expenses 3/ (\$ in 000)	Credit Allowable in 2005 4/			Carried Forward to Future Years or Expiring 5/ (\$ in 000)	Total Tax Benefit (\$ in 000)	Mean Benefit of Exclusion (\$)	Median Benefit of Exclusion (\$)
				Total (\$ in 000)	Mean Credit (\$)	Median Credit (\$)				

All Adoptions

Total	56,423	361,527	302,156	467,153	355,319	4,095	3,200	413,990	6,208	965	750
By Total Income											
Under \$25,000	2,368	810	20,837	17,477	778	802	6,130	37,536	33	401	200
\$ 25,000 - \$ 49,999	10,876	27,702	88,681	78,907	27,450	1,489	6,570	140,138	252	465	350
\$ 50,000 - \$ 74,999	15,495	88,853	103,485	123,199	88,073	3,174	5,420	138,610	780	632	450
\$ 75,000 - \$ 99,999	12,038	97,377	53,674	103,738	96,219	4,899	4,230	61,192	1,158	807	750
\$100,000 - \$ 150,000	12,043	122,886	28,139	111,329	120,528	7,387	4,100	18,940	2,357	1,164	1,000
\$150,000 - \$ 190,000	2,517	19,108	3,859	23,059	18,440	6,048	5,700	8,479	668	1,283	1,210
Over \$190,000	1,086	4,792	3,483	9,444	3,831	6,230	5,930	9,095	960	1,614	1,400

Domestic Children, not Special Needs

Total

By Total Income

Under \$25,000
 \$ 25,000 - \$ 49,999
 \$ 50,000 - \$ 74,999
 \$ 75,000 - \$ 99,999
 \$100,000 - \$ 150,000
 \$150,000 - \$ 190,000
 Over \$190,000

Children with Special Needs (domestic)

Total

By Total Income

Under \$25,000
 \$ 25,000 - \$ 49,999
 \$ 50,000 - \$ 74,999
 \$ 75,000 - \$ 99,999
 \$100,000 - \$ 150,000
 \$150,000 - \$ 190,000
 Over \$190,000

Foreign Children 11/

Total

By Total Income

Under \$25,000
 \$ 25,000 - \$ 49,999
 \$ 50,000 - \$ 74,999
 \$ 75,000 - \$ 99,999
 \$100,000 - \$ 150,000
 \$150,000 - \$ 190,000
 Over \$190,000

Data not available by type of adoption.

Department of the Treasury
 Office of Tax Analysis

Footnotes follow Table 2005-3

Source: Tabulations of data from individual income tax returns reporting the tax credit for adoption or reporting current-year qualified adoption expenses.

Table 2005-2 continued

Tax Benefits for Adoptions by Total Income, 2005 12/

Number of Adoptions 7/	Age of Adoptee 8/					Number of Returns with Multiple Adoptions 9/	Qualified Adoption Expenses 10/			
	Under 2 years	2 Years to 5 Years	6 Years to 9 Years	10 Years and Over	Not Specified		Total (\$ in 000)	Mean Expense (\$)	Median Expense (\$)	
Total	65,810	25,947	20,090	9,061	9,599	1,113	9,387	490,456	8,692	10,620
By Total Income										
Under \$25,000	2,853	620	968	580	646	39	485	17,674	7,464	8,260
\$ 25,000 - \$ 49,999	12,955	3,502	4,591	2,321	2,326	215	2,079	80,142	7,369	8,740
\$ 50,000 - \$ 74,999	18,235	6,651	5,859	2,703	2,737	285	2,740	126,844	8,186	10,630
\$ 75,000 - \$ 99,999	14,008	6,058	4,046	1,711	1,960	233	1,970	108,619	9,023	10,620
\$100,000 - \$ 150,000	13,727	6,936	3,536	1,421	1,595	239	1,684	118,777	9,863	10,620
\$150,000 - \$ 190,000	2,803	1,498	739	254	259	53	286	25,518	10,138	10,630
Over \$190,000	1,229	682	351	71	76	49	143	12,883	11,863	10,640

All Adoptions

Domestic Children, not Special Needs

Total

By Total Income

- Under \$25,000
- \$ 25,000 - \$ 49,999
- \$ 50,000 - \$ 74,999
- \$ 75,000 - \$ 99,999
- \$100,000 - \$ 150,000
- \$150,000 - \$ 190,000
- Over \$190,000

Total

By Total Income

- Under \$25,000
- \$ 25,000 - \$ 49,999
- \$ 50,000 - \$ 74,999
- \$ 75,000 - \$ 99,999
- \$100,000 - \$ 150,000
- \$150,000 - \$ 190,000
- Over \$190,000

Total

By Total Income

- Under \$25,000
- \$ 25,000 - \$ 49,999
- \$ 50,000 - \$ 74,999
- \$ 75,000 - \$ 99,999
- \$100,000 - \$ 150,000
- \$150,000 - \$ 190,000
- Over \$190,000

Data not available by type of adoption.

Department of the Treasury
Office of Tax Analysis

Footnotes follow Table 2005-3

Source: Tabulations of data from individual income tax returns reporting the tax credit for adoption or reporting current-year qualified adoption expenses.

Table 2005-3

Tax Benefits for Adoptions by State, 2005

	Number of Returns Reporting Adoption Expenses 1/			Total Tax Benefit 2/ (\$ in 000)	Tax Credit					Employer Exclusion Tax Benefit 6/			
	Total	Returns with Special Needs Adoptions	Returns with Foreign Adoptions		Reported Carry Forwards from Prior Years (\$ in 000)	From Current Year Expenses 3/ (\$ in 000)	Credit Allowable in 2004 4/			Carried Forward to Future Years or Expiring 5/ (\$ in 000)	Total Tax Benefit (\$ in 000)	Mean Benefit of Exclusion (\$)	Median Benefit of Exclusion (\$)
							Total (\$ in 000)	Mean Credit (\$)	Median Credit (\$)				
All Adoptions	56,423			109,298	302,156	467,153	355,319	4,095	3,200	413,990	6,208	965	750
Alabama	813			3,965	2,849	4,942	3,938	3,482	2,430	3,853	27	548	500
Alaska	230			1,400	1,385	1,732	1,392	3,878	2,900	1,726	8	609	300
Arizona	1,120			7,097	6,891	9,673	7,012	4,051	3,160	9,552	85	889	750
Arkansas	539			2,298	1,702	3,289	2,281	3,244	2,070	2,711	17	564	500
California	4,911			31,837	25,992	42,404	31,249	4,287	3,380	37,147	388	1,037	840
Colorado	1,306			8,881	6,772	11,206	8,767	4,353	3,500	9,211	114	803	700
Connecticut	568			4,575	2,968	5,542	4,446	4,771	3,990	4,064	129	1,150	1,000
Delaware	116			784	523	999	749	4,025	3,340	773	35	1,452	1,250
District of Columbia	104			*	381	985	658	4,948	3,620	708	*	*	*
Florida	2,637			16,784	13,905	22,822	16,574	4,184	3,170	20,154	210	977	750
Georgia	1,973			11,259	7,908	14,425	11,037	3,994	2,900	11,297	223	859	680
Hawaii	244			1,391	1,551	1,997	1,382	3,755	2,760	2,167	9	806	450
Idaho	420			2,370	2,789	3,101	2,358	3,379	2,400	3,532	11	591	490
Illinois	2,192			16,027	12,068	18,901	15,655	4,466	3,600	15,314	372	1,050	750
Indiana	1,580			9,662	8,811	12,349	9,449	3,851	3,010	11,711	233	1,149	830
Iowa	959			5,577	8,310	8,573	5,503	3,465	2,850	11,380	75	776	630
Kansas	798			4,903	4,770	6,412	4,825	3,811	2,870	6,357	78	807	600
Kentucky	913			5,300	5,136	7,066	5,189	3,739	2,880	7,014	110	837	750
Louisiana	531			2,981	1,791	3,878	2,942	3,856	3,040	2,726	38	851	750
Maine	326			1,967	2,000	2,896	1,947	3,787	3,310	2,949	20	956	750
Maryland	1,114			7,685	5,021	9,399	7,557	4,493	3,660	6,863	128	1,143	840
Massachusetts	1,041			8,433	5,789	9,665	8,200	4,707	3,790	7,254	233	1,135	1,000
Michigan	2,168			14,380	12,078	18,343	14,141	4,150	3,320	16,279	240	853	750
Minnesota	1,538			11,608	10,419	14,808	11,297	4,274	3,490	13,930	310	1,038	750
Mississippi	377			1,728	1,544	2,265	1,716	3,280	2,120	2,093	13	672	600
Missouri	1,418			8,833	8,493	12,011	8,680	3,866	2,940	11,824	153	975	750
Montana	199			1,026	1,511	1,544	1,022	3,145	2,280	2,033	4	413	380
Nebraska	394			2,014	2,243	2,847	1,988	3,347	2,480	3,103	26	767	680
Nevada	400			2,110	1,593	3,262	2,102	3,879	2,910	2,753	8	444	380
New Hampshire	292			2,305	1,702	2,679	2,262	4,461	3,600	2,119	43	1,052	750
New Jersey	1,240			9,365	5,541	11,082	9,120	4,895	3,920	7,503	246	1,240	1,140
New Mexico	353			2,038	1,985	2,621	2,022	3,723	2,660	2,584	16	668	530
New York	2,440			17,704	12,438	22,126	17,361	4,591	3,700	17,183	322	1,212	1,200
North Carolina	1,839			10,550	8,940	13,332	10,316	4,035	3,090	11,955	233	1,066	750
North Dakota	151			912	970	1,302	906	3,668	3,110	1,366	6	646	410
Ohio	2,303			15,018	13,134	19,315	14,728	4,076	3,320	17,721	291	835	750
Oklahoma	760			3,444	3,893	4,978	3,413	3,094	2,250	5,458	31	694	530
Oregon	904			5,720	6,804	7,702	5,671	3,760	3,050	8,836	49	783	630
Pennsylvania	2,369			16,412	13,569	20,537	16,064	4,190	3,310	18,041	347	1,037	750
Rhode Island	172			1,454	948	1,683	1,423	4,991	4,110	1,209	31	1,040	1,000
South Carolina	949			5,668	4,557	7,853	5,535	4,016	3,150	6,876	133	887	750
South Dakota	157			1,146	1,102	1,243	1,133	3,763	3,220	1,212	14	622	580
Tennessee	1,324			7,505	6,234	9,846	7,412	3,741	2,830	8,668	93	827	750
Texas	3,910			22,567	14,844	26,132	22,093	4,071	3,070	20,883	474	938	750
Utah	1,007			5,330	5,953	7,504	5,278	3,214	2,400	8,179	52	697	600
Vermont	187			1,445	1,832	1,880	1,437	3,971	3,350	2,275	8	778	830
Virginia	1,588			10,601	5,867	13,113	10,393	4,601	3,750	8,587	208	936	750
Washington	1,718			11,781	11,582	15,371	11,679	4,180	3,400	15,273	101	954	780
West Virginia	262			1,211	1,367	1,784	1,199	3,189	2,130	1,952	11	638	550
Wisconsin	1,389			10,125	9,835	13,112	9,954	4,120	3,460	12,993	171	1,105	1,000
Wyoming	135			*	592	844	677	3,272	2,090	759	*	*	*
Military 13/	178			913	769	1,296	903	3,486	2,930	1,162	10	363	300
State Not Identified 14/	67			285	504	484	266	3,457	2,260	722	19	794	710

Department of the Treasury
Office of Tax Analysis

* To avoid disclosure, information for state is not shown separately, but is included under "State Not Identified"

Footnotes follow Table 2005-3

Source: Tabulations of data from individual income tax returns reporting the tax credit for adoption or reporting current-year qualified adoption expenses.

Table 2005-3 continued

Tax Benefits for Adoptions by State, 2005

	Number of Adoptions 7/	Age of Adoptee 8/					Number of Returns with Multiple Adoptions 9/	Qualified Adoption Expenses 10/		
		Under 2 years	2 Years to 5 Years	6 Years to 9 Years	10 Years and Over	Not Specified		Total (\$ In 000)	Mean Expense (\$)	Median Expense (\$)
All Adoptions	65,810	25,947	20,090	9,061	9,599	1,113	9,387	490,456	8,692	10,620
Total	65,810	25,947	20,090	9,061	9,599	1,113	9,387	490,456	8,692	10,620
Alabama	933	315	286	146	176	10	120	5,071	6,237	4,080
Alaska	270*	86	86	49	49	*	41	1,770	7,696	10,390
Arizona	1,344	468	410	206	241	19	224	10,029	8,955	10,620
Arkansas	621	220	165	120	106	10	82	3,371	6,253	4,050
California	5,782	2,073	1,887	808	930	84	871	43,733	8,905	10,620
Colorado	1,516	636	485	179	189	27	210	11,665	8,932	10,620
Connecticut	649	278	213	76	69	13	81	5,990	10,547	10,630
Delaware	130	51	34	16	23	6	14	1,080	9,312	10,630
District of Columbia	115*	50	26	14	25	*	13	1,004	9,654	10,630
Florida	3,095	1,117	909	424	581	64	458	23,709	8,991	10,620
Georgia	2,277	878	718	301	350	30	304	15,237	7,723	10,370
Hawaii	286	85	93	35	67	6	42	2,020	8,280	10,620
Idaho	484	205	135	77	61	6	64	3,154	7,510	10,490
Illinois	2,540	1,080	753	340	331	36	348	20,244	9,235	10,630
Indiana	1,831	779	552	229	245	26	251	13,262	8,394	10,620
Iowa	1,205	321	433	249	185	17	246	8,873	9,253	10,630
Kansas	966	368	268	164	149	17	168	6,750	8,459	10,610
Kentucky	1,055	400	369	139	140	7	142	7,502	8,217	10,620
Louisiana	601	234	188	81	85	13	70	3,970	7,477	10,160
Maine	377	135	115	52	68	7	51	2,988	9,165	10,630
Maryland	1,268	514	356	177	196	25	154	9,901	8,888	10,620
Massachusetts	1,180	567	395	105	99	14	139	10,477	10,065	10,630
Michigan	2,575	1,122	732	347	336	38	407	19,260	8,884	10,630
Minnesota	1,851	806	538	227	226	54	313	16,004	10,406	10,630
Mississippi	428	138	124	71	89	6	51	2,326	6,169	3,760
Missouri	1,686	607	546	241	245	27	248	12,605	8,889	10,630
Montana	239	73	79	40	42	5	40	1,564	7,862	10,390
Nebraska	468	182	158	58	62	8	74	2,968	7,532	8,650
Nevada	475	137	155	74	99	10	75	3,317	8,293	10,610
New Hampshire	339	150	90	44	52	3	47	2,907	9,955	10,630
New Jersey	1,397	675	413	142	132	35	157	12,050	9,718	10,630
New Mexico	424	138	114	81	85	6	71	2,885	7,607	10,610
New York	2,781	1,291	800	303	343	44	341	23,242	9,526	10,630
North Carolina	1,883	768	551	279	256	29	244	14,060	8,579	10,620
North Dakota	173*	73	52	28	20	*	23	1,332	8,824	10,630
Ohio	2,683	1,104	825	361	347	46	380	20,428	8,870	10,630
Oklahoma	892	247	279	152	205	9	132	5,104	6,716	5,000
Oregon	1,055	389	356	157	132	21	151	7,884	8,721	10,620
Pennsylvania	2,730	1,232	775	332	329	62	361	21,725	9,171	10,630
Rhode Island	197*	99	56	22	20	*	27	1,796	10,445	10,630
South Carolina	1,114	411	328	190	168	17	165	8,402	8,853	10,620
South Dakota	173	89	36	20	24	4	16	1,293	8,234	10,630
Tennessee	1,511	560	447	219	256	29	187	10,203	7,707	10,390
Texas	4,602	1,728	1,440	653	734	47	692	29,835	7,630	7,980
Utah	1,189	593	301	134	112	49	182	7,756	7,702	8,970
Vermont	213	79	67	38	29	0	26	1,908	10,202	10,630
Virginia	1,810	732	547	208	290	33	222	13,900	8,753	10,620
Washington	2,043	698	720	324	262	39	325	15,748	9,166	10,630
West Virginia	313	91	112	53	49	8	51	1,829	6,983	5,280
Wisconsin	1,616	730	436	204	210	36	227	13,781	9,921	10,630
Wyoming	158	60	38	33	27	0	23	850	6,293	4,050
Military 13/	206*	58	64	34	50	*	30	1,343	7,548	8,440
State Not Identified 14/	81	27	35	5	3	11	6	548	8,180	10,400

Department of the Treasury
Office of Tax Analysis

* To avoid disclosure, information for state is not shown separately, but is included under "State Not Identified"

Footnotes follow Table 2005-3

Source: Tabulations of data from individual income tax returns reporting the tax credit for adoption or reporting current-year qualified adoption expenses.

NOTES TO THE TABLES

- Details may not add totals due to rounding.
 - Excludes a small number of tax returns with significant, unresolved data inconsistencies.
 - The income classes above \$75,000 for 1999 through 2001 and above \$150,000 (or \$150,000 indexed for inflation) beginning for 2002 represent income ranges at which benefits are either partially or fully phased out. The phaseout range was increased statutorily beginning for 2002. Beginning for 2003, the beginning and end (but not the width) of the phaseout range are adjusted annually for inflation.
- 1/ Number of tax returns reporting qualified adoption expenses in current year. Excludes tax returns reporting only adoption credits carried forward from prior year. Returns reporting only credits carried forward are included in the carry forward information.
 - 2/ Total tax benefits are the sum of the tax credits allowable in the current year and the tax value of the employer exclusion.
 - 3// Tax credit from current year expenses is the tax credit generated from qualified expenses reported on the current-year return as reduced by the income-related phaseout, if applicable.
 - 4/ Tax credits allowable in the current year are the credits that actually reduce tax liability in the current year. Such credits may be attributable to qualified expenses reported on the current-year tax returns and unused credits carried forward from prior years, or both. Means and medians are calculated for those with positive values for tax credits.
 - 5/ The tax credit carried forward to future years or expiring is the difference between total tax credits available for the current year (tax credit generated in the current year plus any credits carried forward from prior years) less tax credit allowable in the current year. The numbers shown may overstate the credits available in future years because they do not exclude unused credits carried forward from prior years that expire in the current year.
 - 6/ The total of the tax benefits from employer exclusions reported for the current year. Tax benefit is calculated as the nontaxable portion of the exclusion multiplied by the marginal tax rate on the first dollar of the excluded amount. Means and medians are reported only for those with positive exclusion values.
 - 7/ Number of adoptions is the total number of children for whom qualified adoption expenses were reported on the current-year tax return. This excludes children for whom only adoption credit carried forward from prior years is reported. Because qualified adoption expenses for an adoptee can be reported in more than one year, summing the number of adoptees across years will overstate the number of children for whom qualified adoption expenses were incurred.

NOTES TO THE TABLES - continued

- 8/ The number of children in each age category for whom adoption expenses were reported in the current-year tax return. This excludes children for whom only adoption credit carried forward from prior years is reported. The age of each adoptee is calculated from the year of birth.
- 9/ The number of returns with multiple adoptions is the number of returns reporting qualified adoption expenses in the current year for two or more children. Families reporting qualified adoption expenses or carried forward credits for more than two children are required to file multiple Forms 8839. However, the data available for this compilation include only the first Form 8839 and an indicator for additional forms. Such returns were tabulated as reporting only two adoptions. In each year, there were 12 or fewer such returns.
- 10/ Total qualified adoption expenses reported for the current year do not include expenses reported in prior years. This total is the sum of qualified expenses reported for the tax credit and the employer exclusion, both excludable and non-excludable portions of employer benefits. The total includes expenses in excess of the amounts for which tax benefits are available only to the extent that they were reported on tax returns. Means and medians are calculated for those with positive values of qualified adoption expenses.
- 11/ Foreign adoptees may not be categorized as children with special needs. Foreign adoptees with special needs are categorized as foreign adoptees.
- 12/ Total income is income before deduction of "adjustments to income." Total income is equivalent to adjusted gross income (AGI) plus statutory adjustments.
- 13/ This category includes tax returns of military personnel with APO and FPO addresses.
- 14/ This category includes combined information for Puerto Rico, U.S. Virgin Island, other U.S. protectorates, and returns with unknown addresses. Certain columns also include information for states that cannot be shown separately to avoid disclosure of information about individual taxpayers. Since data included in the State Not Identified row to avoid disclosure are not consistent across columns, any percentages calculated for the State Not Identified row would not be meaningful.