

TABLE 8¹
Personal Income Tax Statistics
TAXES PAID BY HIGH INCOME INDIVIDUALS
1997 Taxable Year

Income Concept Class	Number of Returns			Total Tax Liability (Thousands)	Number of Returns by Size of Average Tax Rate ⁶								Number of Returns by Size of Average Tax			
	Total	Non-Taxable	Taxable		Under 1%	1% Under 2%	2% Under 3%	3% Under 5%	5% Under 7%	7% Under 9%	9% and Over ⁷	\$ 1 Under \$ 1,000	\$ 1,000 Under \$ 2,000	\$ 2,000 Under \$ 6,000	\$ 6,000 and Over	
Adjusted Gross Income²																
Under \$ 50,000	9,236,673	3,577,051	5,659,622	\$ 2,737,369	6,202,698	1,463,789	744,770	724,909	88,121	11,649	737	4,798,575	707,234	153,748	66	
50,000 to 100,000	2,298,941	14,252	2,284,689	5,434,490	96,648	320,176	674,779	845,920	343,447	17,708	263	256,483	789,048	1,216,603	22,555	
100,000 to 200,000	703,085	2,270	700,815	4,966,493	5,151	4,503	21,387	258,187	352,584	60,555	719	2,014	4,157	279,877	414,767	
200,000 and over	234,771	714	234,057	10,739,449	1,486	659	1,434	8,988	75,112	137,210	9,881	394	160	1,079	232,424	
Total	12,473,470	3,594,287	8,879,183	\$ 23,877,801	6,305,983	1,789,127	1,442,371	1,838,003	859,263	227,122	11,601	5,057,466	1,500,598	1,651,306	669,812	
AGI Plus Tax Preference Income³																
Under \$ 50,000	9,236,461	3,577,047	5,659,414	\$ 2,736,925	6,202,694	1,463,682	744,770	724,909	88,121	11,548	737	4,798,468	707,234	153,647	66	
50,000 to 100,000	2,299,016	14,252	2,284,763	5,434,507	96,648	320,533	674,739	845,678	343,447	17,708	263	256,589	789,038	1,216,582	22,555	
100,000 to 200,000	702,778	2,270	700,509	4,963,520	5,051	4,643	21,318	258,682	351,872	60,603	609	1,904	4,167	279,989	414,448	
200,000 and over	235,215	718	234,497	10,742,849	1,613	688	1,457	9,548	75,332	137,057	9,519	505	160	1,089	232,743	
Total	12,473,470	3,594,287	8,879,183	\$ 23,877,801	6,306,006	1,789,546	1,442,285	1,838,817	858,771	226,916	11,129	5,057,466	1,500,598	1,651,306	669,812	
AGI Less Investment Interest⁴																
Under \$ 50,000	9,239,051	3,577,948	5,661,103	\$ 2,738,635	6,203,390	1,464,301	745,543	725,115	88,323	11,649	729	4,799,844	707,334	153,854	71	
50,000 to 100,000	2,299,429	13,709	2,285,720	5,443,736	95,169	318,617	675,502	847,843	344,285	17,739	274	255,239	789,009	1,218,766	22,706	
100,000 to 200,000	701,920	2,058	699,862	4,972,044	4,971	4,489	20,248	256,512	353,611	61,359	730	2,066	4,105	277,791	415,899	
200,000 and over	233,070	571	232,498	10,723,386	1,210	512	1,172	8,083	73,317	137,613	11,162	318	149	896	231,135	
Total	12,473,470	3,594,287	8,879,183	\$ 23,877,801	6,304,740	1,787,919	1,442,465	1,837,554	859,537	228,360	12,895	5,057,466	1,500,598	1,651,306	669,812	
Expanded Income⁵																
Under \$ 50,000	9,238,837	3,577,943	5,660,895	\$ 2,738,175	6,203,383	1,464,195	745,543	725,115	88,323	11,548	729	4,799,737	707,334	153,753	70	
50,000 to 100,000	2,299,504	13,709	2,285,794	5,443,752	95,169	318,973	675,462	847,601	344,285	17,739	274	255,345	788,999	1,218,744	22,706	
100,000 to 200,000	701,712	2,056	699,656	4,969,081	4,979	4,630	20,161	256,986	352,910	61,428	619	2,066	4,116	277,876	415,599	
200,000 and over	233,417	579	232,838	10,726,793	1,229	529	1,217	8,633	73,601	137,448	10,760	318	149	934	231,437	
Total	12,473,470	3,594,287	8,879,183	\$ 23,877,801	6,304,760	1,788,327	1,442,383	1,838,336	859,118	228,163	12,382	5,057,466	1,500,598	1,651,306	669,812	

1 Detail may not add to totals due to tolerance and rounding.

2 Adjusted gross income less business expenses and adjustments to income. Transfer payments such as social security, unemployment insurance, and welfare are excluded. Other significant differences from personal income are the inclusion of capital gains and the exclusion of the value of personal services.

3 Tax preference income is the amount reported on Schedule P of the tax return and includes the excluded portion of capital gains, accelerated depreciation amount in excess of straight line, excess depletion and several other statutory amounts.

4 Investment expenses are interest expenses, other than mortgage interest, that do not exceed investment income.

5 Expanded Income is adjusted gross income plus tax preference income less investment expenses.

6 Average tax rate is the net tax divided by the income, as defined in the income concept.

7 These returns with an average tax rate equal to or greater than 9% of the income concept used have either alternative minimum tax or the tax on accumulation distributions. See Revenue and Taxation Code Sections 17062-17066 for alternative minimum tax or Sections 17731-17839 for rules relating to estates, trusts, beneficiaries, and decedents.