

**General Description Booklet**  
**for the**  
**1995 PUBLIC USE TAX FILE**

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# 1995 STATISTICS OF INCOME PUBLIC USE TAX FILE

## INTRODUCTION

The Internal Revenue Service 1995 Public Use Tax File, which contains 103,117 records, was selected as part of the Statistics of Income program that was designed to tabulate and present statistical information for the 118.2 million Form 1040, Form 1040A, and Form 1040EZ Federal Individual Income Tax Returns filed for Tax Year 1995.

The Tax Files which have been produced since 1960, consist of detailed information taken from SOI sample records. The public use versions of these sample files are sold in an unidentifiable form, with names, Social Security Numbers (SSN), and other similar information omitted. The primary uses made of these files have been to simulate the administrative and revenue impact of tax law changes, as well as to provide general statistical tabulations relating to sources of income and taxes paid by individuals.

The Individual Tax File is designed for making national level estimates. The 1995 Tax File can be purchased through the Internal Revenue Service, Statistics of Income Division. Any questions concerning the cost and acquisition of the current Individual Tax File should be directed to:

Daniel F. Skelly, Director  
Statistics of Income Division OP:RS:S  
Internal Revenue Service  
P.O. Box 2608  
Washington, DC 20013-2608

Telephone number: (202) 874-0700  
Fax number: (202) 874-1198

Individual Public Use Tax Files for each of the Tax Years 1960, 1962, and 1966 through 1991 are available through the National Archives and Records Service. Questions concerning cost, acquisition, and delivery of these historical tax model files, should be addressed to:

Reference Services  
Center for Electronic Records, (NSXA)  
National Archives and Records Administration  
8601 Adelphi Road  
College Park, MD 20740-6001  
(301) 713-6630

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The Archives order number for any of the above-mentioned historical Public Use Tax Model Files is 374-109-(A). In addition to the order number, the requester should also specify the tax year and version (Individual or State) of the file under consideration.

Please refer to the sections of this booklet titled "Individual Tax File Sample Description" for a more detailed discussion of the Tax File.

### **DISCLOSURE AVOIDANCE PROCEDURES**

To preserve the character of the microdata file while also protecting the identity of individuals, we have incorporated the following procedural changes in the Individual Tax File.

First, to make sure that it will be impossible to know whether a given taxpayer is represented in the sample, we have subsampled our 100 percent sample<sup>1</sup> at a 33 percent rate.

Second, those records that remain in our file from the 100 percent sample have been combined with other high income returns for the following processing changes:

As in past years, the State codes and all other geographic indicators have been removed for all high income records. Other codes and fields removed for these returns include: age and blindness indicators (for both primary and secondary taxpayers), alimony paid, and alimony received. Also, certain codes (age status, marital status, and exemptions for children living at home) have been modified (see section on Code Definitions for specific changes).

Then, all of the high income returns have been sorted from largest to smallest for the field "State and local income taxes deductions". In this field, for every three records, in descending order, the average State and local income taxes deduction has been

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<sup>1</sup>Returns sampled at 100 percent for the Statistics of Income program include those with total income or loss of \$5,000,000 or more; those with business plus farm receipts of \$50,000,000 or more; and nontaxable returns with adjusted gross incomes or expanded incomes of \$200,000 or more.

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determined and that value has been placed in the State and local income taxes deduction field for each of the three records. This has been done over that part of the sample containing non-zero values in these fields. If the last group of records contains fewer than three, these records have been combined with the group of three immediately before it. This method of disguising data is called "blurring".

High income returns have then been separated into 35 different classes based on age, marital status, the number of children living at home, and the size of salaries and wages. Within each of these 35 classes, returns have been sorted on salaries and wages. This field has then been blurred over consecutive records as described above for State and local income tax deductions. However, records have only been averaged with other records in the same class. Therefore, records within one of the 35 classes have not been averaged with records in any of the other 34 classes. The file was then sorted on real estate tax deductions (again, within the 35 classes), and on home mortgage financial institutions and the same blurring procedure was repeated on each field.<sup>2</sup>

Third, all lower income returns (records with an adjusted gross income of less than \$200,000 and not from our 100 percent sample) have been blurred, nationally, for alimony paid and alimony received and home mortgage interest paid to financial institutions. Then, all lower income returns were sorted by State. After this sort, the records were blurred for real estate tax deductions and State and local income taxes deduction (State of Wisconsin, only, for this last item) in the same manner as described above. The only difference between the processing of these records and that of the high income returns is that the lower income returns have been sorted for real estate tax deduction by individual state with no records from two different States being combined when averaging a field over a series of records.

Fourth, for all records on the file, all fields on the file have been rounded to the four most significant digits (e.g., \$14,371 = \$14,370 and \$228,867 = \$228,900).

Since individual records in this file may or may not contain data from just one tax return--and never contain the full item content of any one tax return--we request that researchers make these facts clear in publishing their findings. In particular, they should refrain from using any language that would imply that they had access to individual taxpayers' records.

The following table shows the number of returns in the sample for each State, and the number

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<sup>2</sup>For greater details on this and other disclosure protection techniques used by the Statistics of Income Division, see: Strudler, Michael; Oh, H. Lock; and Scheuren, Fritz. "Protection of Taxpayer Confidentiality on the IRS Tax Model." Statistics of Income and Related Administrative Record Research: 1986, Internal Revenue Service.

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not State-coded for disclosure reasons as described above.

### SAMPLE BY STATE

State	Unweighted Records	Weighted Records	State	Unweighted Records	Weighted Records
High Income	42,519	1,311,292	Nebraska	452	771,798
Alabama	865	1,837,955	Nevada	393	747,135
Alaska	223	287,217	New Hampshire	283	562,219
Arizona	946	1,840,630	New Jersey	1,911	3,724,558
Arkansas	536	1,029,290	New Mexico	373	711,114
California	8,080	13,523,135	New York	3,977	7,727,484
Colorado	960	1,735,335	North Carolina	1,555	3,290,615
Connecticut	799	1,490,075	North Dakota	167	242,886
Delaware	180	359,658	Ohio	2,412	5,255,672
District of Columbia	132	277,228	Oklahoma	733	1,375,518
Florida	3,359	6,526,468	Oregon	782	1,413,815
Georgia	1,533	3,180,327	Pennsylvania	2,658	5,216,534
Hawaii	277	514,830	Rhode Island	225	437,408
Idaho	273	464,207	South Carolina	794	1,686,552
Illinois	2,714	5,281,365	South Dakota	231	391,124
Indiana	1,202	2,463,974	Tennessee	1,142	2,427,995
Iowa	797	1,441,226	Texas	4,054	7,893,305
Kansas	623	1,133,736	Utah	406	805,563
Kentucky	783	1,680,930	Vermont	154	301,265
Louisiana	838	1,718,830	Virginia	1,462	2,884,303
Maine	264	512,746	Washington	1,309	2,491,724
Maryland	1,181	2,415,108	West Virginia	315	703,102
Massachusetts	1,482	2,833,174	Wisconsin	1,186	2,357,643
Michigan	2,024	4,286,807	Wyoming	119	193,742
Minnesota	1,179	2,238,670	APO/FPO	86	227,238
Mississippi	493	1,036,512	Puerto Rico/V I	18	50,812
Missouri	1,147	2,276,336	Other Than Above	278	244,905
Montana	233	385,243			

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**RECORD LAYOUT**

**2 Digit Codes**

(all codes are 2 characters in length - PIC 99)

1. AGEX	14. F6251	27. TFORM
2. AGIR1	15. F8582	28. TXST
3. CYCLE	16. F8606	29. XBI*
4. DSI	17. MARS	30. XFPT
5. EFI	18. PCI	31. XFST
6. EIC	19. PREP	32. XOCAH
7. ELECT	20. PSV	33. XOCAWH
8. FDED	21. REGION*	34. XODEP
9. FLPDYR	22. SCHB	35. XOPAR
10. FLPDMO	23. SCHCF	36. XTOT
11. F2441	24. SCHE	
12. F2555	25. SPECTX	
13. F3800	26. STATE*	

\* Only present for returns that sampled at less than a 100% rate and where AGI was less than \$200,000.

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## RECORD LAYOUT

### Amount Fields and Large Codes

<u>Field No</u>	<u>Fields</u>
Income	
1.	Salaries and Wages <sup>1/</sup>
2.	Taxable Interest
3.	Tax-exempt Interest Income
4.	Dividends
5.	State Income Tax Refunds
6.	Alimony Received <sup>2/</sup>
7.	Business or Profession Net Income Less Loss (Schedule C) (+/-)
8.	Sales of Capital Assets Reported on Sch. D Net Gain Less Loss in AGI (+/-)
9.	Capital Gain Distributions Reported On Form 1040
10.	Sales of Prop. other than Capital Assets Net Gain Less Loss (+/-)(Form 4797)
11.	Taxable IRA Distribution
12.	Total Pensions and Annuities
13.	Pensions and Annuities in AGI
14.	Schedule E Net Income Less Loss (+/-)
15.	Farm Net Income Less Loss (Schedule F) (+/-)
16.	Unemployment Compensation
17.	Total Social Security Benefits (SOI)
18.	Social Security Benefits in AGI
19.	RESERVED
20.	RESERVED
21.	RESERVED
Statutory Adjustments	
22.	Payments to Individual Retirement Account (IRA) (Primary)
23.	Payments to Individual Retirement Account (IRA) (Secondary)
24.	Moving Expenses
25.	Deduction for Self-employment Tax
26.	Self-Employed Health Insurance Deduction
27.	Payments to a Keogh Plan
28.	Forfeited Interest Penalty
29.	Alimony Paid <sup>2/</sup>
30.	RESERVED
31.	RESERVED
32.	RESERVED

Note: See page 12 for this section's footnotes.



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### Adjusted Gross Income

33. Adjusted Gross Income Less Deficit (AGI) (+/-)

### Tax Computation

34. Standard Deduction (if used) or Itemized Deductions (whether or not used)  
35. Exemption Amount  
36. Taxable Income  
37. Tax on Taxable Income  
38. Computed Income Tax (SOI)  
39. Income Tax Before Credits  
40. Income Subject to Tax (SOI)  
41. Marginal Tax Base (SOI)  
42. Tax Generated - Tax Rate Tables (SOI)

### Credits

43. Total Tax Credits (SOI)  
44. Child and Dependent Care  
45. Elderly or Disabled  
46. Foreign Tax  
47. General Business Credit  
48. Other Tax Credits (Not Included in the Other Credit fields) (SOI)  
49. Credit for Prior Year Minimum Tax

### Other Taxes

50. Total Income Tax (SOI)  
51. Income Tax after Credits (SOI)  
52. Self-Employment Tax  
53. Alternative Minimum Tax  
54. Recapture Taxes (Includes Form 4255, Recapture Tax of Investment Credit and Form 8611, Recapture of Low Income Housing Credit)  
55. Social Security Tax on Tip Income Not Reported to Employer  
56. Penalty Tax on Qualified Retirement Plans  
57. Total Tax Liability (SOI)

Note: See page 12 for this section's footnotes.

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### Payments

- 58. Income Tax Withheld
- 59. Estimated Tax Payments
- 60. Earned Income for Earned Income Credit (SOI)
- 61. EIC Used to Offset Income Tax Before Credits (SOI)
- 62. EIC Used to Offset All Other Taxes Except Advance EIC (SOI)
- 63. EIC Refundable Portion (SOI)
- 64. Amount Paid with Form 4868
- 65. Excess Social Security/RRTA
- 66. Credit for Federal Tax on Special Fuels and Oils
- 67. Regulated Investment Company Credit
- 68. Total Tax Payments (SOI)

### Refund or Amount You Owe

- 69. Balance Due (Overpayment) (+/-)
- 70. Overpayment Credited to Next Year's Tax
- 71. Predetermined Estimated Tax Penalty

### Itemized Deductions (Schedule A):

#### Medical and Dental Expense Deductions

- 72. Medical and Dental Expenses Subject to Reduction by AGI Limit
- 73. Limited Medical and Dental Expenses Deduction

#### Taxes Paid Deductions

- 74. State and Local Income Taxes <sup>1/</sup>
- 75. Real Estate Taxes <sup>3/</sup>
- 76. RESERVED
- 77. RESERVED

#### Interest Paid Deductions

- 78. Home Mortgage Interest & Points Paid to Financial Institutions <sup>3/</sup>
- 79. Home Mortgage Paid to Individuals
- 80. Deductible Points Not Reported on Form 1098
- 81. Investment Interest Paid
- 82. Total Interest

Note: See page 12 for this section's footnotes.

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### Gifts to Charity

- 83. Cash Contributions
- 84. Other than Cash Contributions
- 85. RESERVED
- 86. Contributions Deduction, Total

### Miscellaneous Deductions (Subject to 2% Limitation)

- 87. Net Limited Miscellaneous Deductions
- 88. Unreimbursed Employee Business Expense
- 89. Tax Preparation Fees
- 90. Total Miscellaneous Deductions Subject to Agi Limitation

### Other

- 91. Casualty or Theft Loss
- 92. RESERVED
- 93. RESERVED

### Itemized Deduction Limitation

- 94. Itemized Deduction Limitation (SOI)

### Interest and Dividend Income (Schedule B)

- 95. Nontaxable Distributions

### Combined Schedule C Income and Some Deduction Items

- 96. Net Receipts (+/-)
- 97. Cost of Goods Sold And/or Operations
- 98. Business Receipts (+/-) (SOI)
- 99. Total Income or Loss (+/-)
- 100. Car and Truck Expenses
- 101. Commissions and Fees
- 102. Depreciation
- 103. Insurance
- 104. Mortgage Interest
- 105. Other Interest
- 106. Office Expenses
- 107. Rent - Other Business Property
- 108. Wages (Less Jobs Credit)
- 109. Total Expenses<sup>1/</sup>
- 110. RESERVED

Note: See page 12 for this section's footnotes.

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### Capital Gains (Schedule D)

- 111. Short-term Gains
- 112. Short-term Losses (Before Carryover)
- 113. RESERVED
- 114. Long Term Gain from Other Forms Carried to Schedule D
- 115. Long Term Loss from Other Forms Carried to Schedule D
- 116. Schedule D Capital Gain Distributions
- 117. Long-term Gain
- 118. Long-term Losses (Before Carryover)
- 119. RESERVED

### Supplemental Income and Loss (Schedule E)

#### Rental Real Estate and Royalties

- 120. Total Rents Received
- 121. Total Royalties Received
- 122. Rental Expenses: Mortgage Interest
- 123. Rent/royalty Expenses Other Interest
- 124. Royalty Depletion
- 125. Rental Depreciation
- 126. Rent Net Income or Loss (+/-)
- 127. Royalty Net Income or Loss (+/-)
- 128. Deductible Rental Real Estate Loss
- 129. RESERVED
- 130. Rent/royalty Net Income
- 131. Rent/royalty Net Loss

#### Partnerships

- 132. Total Passive Income
- 133. Total Non-passive Income
- 134. Total Passive Loss
- 135. Total Non-passive Loss
- 136. Partnership Section 179 Expense Deduction

Note: See page 12 for this section's footnotes.

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### Small Business Corporation

- 137. Total Passive Income
- 138. Total Non-passive Income
- 139. Total Passive Loss Allowed
- 140. Total Non-passive Loss
- 141. Combined Partnership and S Corporation Net Income/loss (+/-)
- 142. S-corp. Section 179 Expense Deduction

### Estate or Trust

- 143. Total Income
- 144. Total Loss

### Farm Rental

- 145. Farm Rent Net Income or Loss (Not included in any other rent field) (+/-)

### Schedule SE - Self Employment Income

- 146. Net Earnings from Self-Employment, Total (SOI)
- 147. Net Earnings from Self-Employment, Secondary Taxpayer (SOI)

### Child Care Credit (Form 2441)

- 148. Qualifying Expenses Limitation
- 149. Earned Income Limitation (SOI)
- 150. Qualified Expenses Limited to Earned Income (SOI)

### General Business Credit (Form 3800)

- 151. Investment (Included in General Business Credit)
- 152. Jobs (Included in General Business Credit)
- 153. Alcohol Used as Fuel (Included in General Business Credit)
- 154. Increasing Research Activities (Included in General Business Credit)
- 155. Low Income Housing (Included in General Business Credit)

### Investment Interest Expense Deduction (Form 4952)

- 156. Disallowed Investment Interest Expense to be Carried Forward
- 157. Investment Interest Expense
- 158. Amount Elected for Inclusion in Investment Income

Note: See page 12 for this section's footnotes.

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### Alternative Minimum Tax Computation (Form 6251)

- 159. Accelerated Depreciation
- 160. Combined Tax Preferences (SOI)
- 161. Net Operating Loss Tax Preference (SOI)
- 162. Other Adjustments and Preferences (+/-)
- 163. Total Adjustments and Preferences (+/-)
- 164. Tentative Alternative Minimum Taxable Income
- 165. Alternative Tax Foreign Tax Credit

### Passive Activity Loss Limitation (Form 8582)

- 166. Total Current Year Passive Net Income (SOI)
- 167. Total Current Year Passive Net Losses (SOI)
- 168. Total Losses Allowed from All Passive Activities for 1995
- 169. RESERVED

### Minimum Tax Credit (Form 8801)

- 170. RESERVED
- 171. Minimum Tax Credit Carryforward to 1995

### Miscellaneous Codes

- 172. Return Id
- 173. RESERVED
- 174. RESERVED
- 175. Decimal Weight
- 176. Sample Count
- 177. Population Count
- 178. Sample Code
- 179. Marginal Tax Rate Code (SOI)

<sup>1/</sup>Blurred for high income returns (note: State and local income taxes deduction is also blurred for low income returns in Wisconsin); See the section on Disclosure Avoidance Procedures for a more complete explanation.

<sup>2/</sup> Blurred for lower income returns, reserved for high income returns.

<sup>3/</sup> Blurred for all returns.

<sup>4/</sup> For Schedule C-EZ filers, no detail is available for this field.

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**CODE DEFINITIONS**

1. AGEX	Age Indicator:	
	(A) No Age Status for either taxpayer.....	0
	(B) Only primary taxpayer indicates age 65 or over .....	1
	(C) Only secondary taxpayer indicates age 65 or over .....	2
	(D) Both spouses indicate age 65 or over.....	3

*NOTE: For high income returns with values greater than 1, this code was set equal to 1.*

2. AGIR1	Adjusted Gross Income (AGI) Range:	
	No AGI (includes deficit) .....	00
	\$ 1 under \$ 1,000 .....	01
	\$ 1,000 under \$ 2,000 .....	02
	\$ 2,000 under \$ 3,000 .....	03
	\$ 3,000 under \$ 4,000 .....	04
	\$ 4,000 under \$ 5,000 .....	05
	\$ 5,000 under \$ 6,000 .....	06
	\$ 6,000 under \$ 7,000 .....	07
	\$ 7,000 under \$ 8,000 .....	08
	\$ 8,000 under \$ 9,000 .....	09
	\$ 9,000 under \$ 10,000 .....	10
	\$ 10,000 under \$ 11,000 .....	11
	\$ 11,000 under \$ 12,000 .....	12
	\$ 12,000 under \$ 13,000 .....	13
	\$ 13,000 under \$ 14,000 .....	14
	\$ 14,000 under \$ 15,000 .....	15
	\$ 15,000 under \$ 16,000 .....	16
	\$ 16,000 under \$ 17,000 .....	17
	\$ 17,000 under \$ 18,000 .....	18
	\$ 18,000 under \$ 19,000 .....	19
	\$ 19,000 under \$ 20,000 .....	20
	\$ 20,000 under \$ 25,000 .....	21
	\$ 25,000 under \$ 30,000 .....	22
	\$ 30,000 under \$ 40,000 .....	23
	\$ 40,000 under \$ 50,000 .....	24
	\$ 50,000 under \$ 75,000 .....	25
	\$ 75,000 under \$ 100,000 .....	26
	\$ 100,000 under \$ 200,000.....	27
	\$ 200,000 under \$ 500,000.....	28
	\$ 500,000 under \$ 1,000,000.....	29
	\$1,000,000 or more.....	30

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3. CYCLE CYCLE

Individual Master File return posting cycle (week) code .....04-52  
(Each number represents the nth week of the year)

4. DSI Dependent Status Indicator:

(A) Taxpayer not being claimed as a dependent on another  
tax return ..... 0  
(B) Taxpayer claimed as a dependent on another tax return ..... 1

5. EFI Electronic Filing Indicator:

(A) Return not filed electronically ..... 0  
(B) Return filed electronically ..... 1

6. EIC Earned Income Credit Code:

(A) No children claimed ..... 0  
(B) One child claimed ..... 1  
(C) Two children claimed ..... 2

*(Note: This field does not indicate whether the Earned Income Credit was claimed)*

7. ELECT President Elect Campaign Fund Boxes:

(A) No "yes" boxes checked ..... 0  
(B) One "yes" box or both "yes" & "no" boxes checked) ..... 1  
(C) Two "yes" boxes checked ..... 2

8. FDED Form of Deduction Code:

(A) Itemized deductions ..... 1  
(B) Standard deduction ..... 2  
(C) Taxpayer did not use itemized or standard deduction ..... 3

*Note: Unused total itemized deductions may be shown in field 34 if provided by the taxpayer.*



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9. FLPDYR Filing (Accounting), Year:  
Tax Year .....01-96

10. FLPDMO Filing (Accounting) Period:  
Month Taxpayer's year ended.....01-12

11. F2441 Form 2441, Child Care Credit Qualified Individual:  
(A) No Form 2441 attached to return.....0  
(B) Number of qualifying individuals.....1-9

*NOTE: For high income returns with values greater than 3, this code was set equal to 3*

12. F2555 Form 2555, Foreign Earned Income:  
(A) No Form 2555 attached to the return.....0  
(B) Number of Forms 2555 attached .....1-2

13. F3800 Form 3800, General Business credit:  
(A) No Form 3800 attached to return.....0  
(B) Form 3800 attached to return.....1

14. F6251 Form 6251, Alternative Minimum Tax:  
(A) No Form 6251 attached to the return.....0  
(B) Form 6251 attached to the return.....1

15. F8582 Form 8582, Passive Activity Loss Limitation:  
(A) No Form 8582 attached to return.....0  
(B) Form 8582 attached to return.....1

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16. F8606	Form 8606, Nondeductible IRA Contributions:	
	(A) No Form 8606 attached to return.....	0
	(B) Number of Forms 8606 attached to return.....	1-2
17. MARS	Marital (Filing) Status:	
	(A) Single .....	1
	(B) Married filing a joint return .....	2
	(C) Married filing separately & <u>not</u> claiming a spousal exemption..	3
	(D) Head of household.....	4
	(E) Widow(er) with dependent child (surviving spouse).....	5
	(F) Married filing separately and claiming a spousal exemption.....	6
<i>NOTE: For high income returns with values equal to 5, this code was set equal to 2.</i>		
18. PCI	Form 1040PC indicator	
	(A) Return not filed as Form 1040PC .....	0
	(B) Return filed as Form 1040PC .....	1
19. PREP	Tax Preparer:	
	(A) No preparer other than taxpayer indicated on the form.....	0
	(B) Return prepared by paid tax preparer .....	1
	(C) IRS prepared return .....	2
	(D) IRS reviewed return.....	3
	(E) Voluntary Income Tax Assistance prepared return.....	4
	(F) Self help .....	5
	(G) Tax Counseling for the elderly .....	6
	(H) Outreach program.....	7
20. PSV	Primary Stratifying Variable:	
	(A) Positive Income GT OR EQ to Negative Income .....	1
	(B) Negative Income GT Positive Income .....	2

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21. REGION IRS Regions:

(A) Central.....	1
(B) Mid-Atlantic .....	2
(C) Midwest.....	3
(D) North Atlantic.....	4
(E) Southeast .....	5
(F) Southwest .....	6
(G) Western .....	7

*NOTE: For high income returns this code was set equal to zero.*

22. SCHB Schedule B Indicator:

(A) No Schedule B attached to return.....	0
(B) Schedule B attached to return .....	1

23. SCHCF Schedule C or F Indicator:

(A) Neither Schedule C or F present.....	0
(B) Schedule C present only .....	1
(C) Schedule F present only .....	2
(D) Schedule C and F present Schedule C Gross Receipts Larger ..	3
(E) Schedule C and F present Schedule F Gross Receipts Larger ...	4

24. SCHE Schedule E Indicator:

(A) No Schedule E attached to the return.....	0
(B) Schedule E attached to the return.....	1

25. SPECTX Special Tax Computation:

(A) No entry .....	0
(B) Form 4970 tax used .....	1
(C) Form 4972 tax used .....	2
(D) Both Form 4972 and Form 4970 taxes used .....	3
(E) Type not determinable or prior year return with any combination of the additional taxes.....	4

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26. STATE:

Code	<u>STATE NAME</u>	Code	<u>STATE NAME</u>
1	Alabama	29	Nevada
2	Alaska	30	New Hampshire
3	Arizona	31	New Jersey
4	Arkansas	32	New Mexico
5	California	33	New York
6	Colorado	34	North Carolina
7	Connecticut	35	North Dakota
8	Delaware	36	Ohio
9	District of Columbia	37	Oklahoma
10	Florida	38	Oregon
11	Georgia	39	Pennsylvania
12	Hawaii	40	Rhode Island
13	Idaho	41	South Carolina
14	Illinois	42	South Dakota
15	Indiana	43	Tennessee
16	Iowa	44	Texas
17	Kansas	45	Utah
18	Kentucky	46	Vermont
19	Louisiana	47	Virginia
20	Maine	48	Washington
21	Maryland	49	West Virginia
22	Massachusetts	50	Wisconsin
23	Michigan	51	Wyoming
24	Minnesota	52	APO/FPO
25	Mississippi	53	Puerto Rico
26	Missouri	53	Virgin Islands
27	Montana	54	Guam
28	Nebraska	54	U.S. Citizens Abroad

*NOTE: For high income returns this code was set equal to zero.*

27. TFORM Form of Return:

(A) 1040 Return .....	0
(B) 1040A Return.....	1
(C) 1040EZ Return.....	2
(D) 1040PC Return.....	3
(E) 1040T Return .....	4

**1995 STATISTICS OF INCOME PUBLIC USE TAX FILE**

28. TXST      TAX STATUS:
- (A) No tax owed and IRS did not compute tax.....0
  - (B) Regular tax only, not computed by IRS .....1
  - (C) Taxes are owed and IRS computed tax.....2
  - (D) No taxes due as computed by IRS.....3
  - (E) Tax based on Form 8615, Schedule D tax has no entry .....4
  - (F) Form 8814 tax at children's 15% rate; Sched D tax has no entry .....5
  - (G) Form 8814 tax at children's 15% rate; Sched D tax has entry.....6
  - (H) Sch. D tax has an entry, no tax from Form 8615 or Form 8814 .....7
  - (I) Tax based on Form 8615, Schedule D tax also has an entry .....8
- 
29. XBI      Primary or Secondary Taxpayer Blindness Indicator:
- (A) Neither the primary nor secondary taxpayer is blind .....0
  - (B) Either the primary or secondary taxpayer is blind .....1
  - (C) Both the primary and secondary taxpayer is blind.....2
- 
30. XFPT      Primary Taxpayer Exemption:
- (A) No exemption for primary taxpayer (dep. of another taxpayer .....0
  - (B) Primary taxpayer exemption.....1
- 
31. XFST      Secondary Taxpayer Exemption:
- (A) No secondary taxpayer or joint return filed be dependents.....0
  - (B) Secondary taxpayer exemption.....1
- 
32. XOCAH    Exemptions for Children Living at Home:
- Number of children ..... 0-99

*NOTE: For high income returns with values greater than 3, this code was set equal to 3.*

**1995 STATISTICS OF INCOME PUBLIC USE TAX FILE**

33. XOCAWH

Exemptions for Children Living Away from Home:

Number of children ..... 0-99

*NOTE: For high income returns with values greater than 3 for XOCAH, this code, XOCAWH was set equal to 0.*

34. XODEP Exemptions for Other Dependents:

Number of other dependents ..... 0-99

*NOTE: For high income returns with values greater than 3 for XOCAH, this code, XODEP was set equal to 0.*

35. XOPAR Exemptions for Parents Living at Home or Away from Home:

Number of parents .....0-9

*NOTE: For high income returns with values greater than 3 for XOCAH, this code, XOPAR was set equal to 0.*

36. XTOT Total Exemptions:

Number of exemptions..... 01-99

## 1995 STATISTICS OF INCOME PUBLIC USE TAX FILE

### EXPLANATION OF FIELDS NOT ABSTRACTED DIRECTLY FROM TAX FORMS

The following explanations define data fields contained in the 1995 Individual Tax File that have not been abstracted directly from a specific line on Forms 1040, 1040A, 1040EZ, or the accompanying schedules and forms. Field numbers not appearing in this section have been entered on the specific lines on the forms or schedules from which the data were abstracted. Refer to the "1995 Federal Tax Forms" section of this booklet for further information.

<u>Field Number</u>	<u>Definition</u>
9	<b>CAPITAL GAINS DISTRIBUTIONS REPORTED ON FORM 1040</b> Present when taxpayer has Capital Gain Distributions reported on Form 1099-DIV (or a substitute statement) but does not need to file Schedule D for other capital transactions. Reported on Form 1040 Line 13.
17	<b>TOTAL SOCIAL SECURITY BENEFITS</b> Total Social Security Benefits for taxpayers with taxable social security benefits.
34	<b>DEDUCTIONS</b> This is either Total Standard Deduction or Total Itemized Deductions. Only one can appear on each return. (Note: If the taxpayer had no income, but still included the total itemized deductions for which he/she was eligible, this amount is shown in Field 34.)
38	<b>COMPUTED INCOME TAX</b> This is a computed amount arrived at by applying the Tax Rate Schedules to Taxable Income, without regard to the type of computation used by the taxpayer.
40	<b>INCOME SUBJECT TO TAX</b> For taxpayers filing current year returns, "Income Subject to Tax" is identical to taxable income except for: those dependents paying "kiddie" tax from Form 8615; and those returns with long-term capital gains taxed at the 28 percent rate (TXST equals 6 or 7). For dependents filing Form 8615 (TXST = 4 or 8), this is the income taxed at child's rate. For taxpayers with long-term capital gains, this is only the income taxed at the regular rates (not any capital gains that were taxed at the maximum capital gains rate of 28 percent). For prior year returns, "income subject to tax" is computed by using the Tax Year tax rate schedule to impute a hypothetical taxable income amount necessary to yield the given amount of tax reported.

## 1995 STATISTICS OF INCOME PUBLIC USE TAX FILE

- 41           **MARGINAL TAX BASE**  
This is the amount of income subject to tax at the marginal tax rate applicable to the return (TXRT), using the 1995 Tax Rate Schedules for all returns. (See Income Subject to Tax).
- 42           **TAX GENERATED**  
This is a computed amount arrived at by applying the Tax Rate Schedules to Income Subject to Tax.
- 43           **TOTAL TAX CREDITS (SOI)**  
Total credits from Form 1040 (line 45) or 1040A (line 24c) plus EARNED INCOME CREDIT USED TO OFFSET INCOME TAX BEFORE CREDITS (F61).
- 48           **OTHER TAX CREDITS (NOT INCLUDED IN THE OTHER CREDIT FIELDS)**  
The sum of the amounts for Other Tax Credits on Form 1040 line 44 for which separate fields have not been listed.
- 50           **TOTAL INCOME TAX**  
Income Tax After Credits (F51) plus Alternative Minimum Tax (F53).
- 51           **INCOME TAX AFTER CREDITS (SOI)**  
Income Tax after Credits from Form 1040 (line 46) or 1040A (line 25) minus the amount of Earned Income Credit used to offset Income Tax Before Credits. For Form 1040EZ, which does not allow for any credits or any other taxes, this is the same as "Total Tax Liability."
- 57           **TOTAL TAX LIABILITY (SOI)**  
Total tax liability (Form 1040, line 54, Form 1040A, line 28, Form 1040-EZ, line 10) minus Advance Earned Income Credit (line 52, Form 1040) payments minus EIC USED TO OFFSET INCOME TAX BEFORE CREDITS (F61) minus EIC USED TO OFFSET ALL OTHER TAXES EXCEPT ADVANCE EIC (F62).
- 61           **EARNED INCOME CREDIT USED TO OFFSET INCOME TAX BEFORE CREDITS**  
This amount is the lesser of: Total Earned Income Credit or Income Tax Before Credits (F39) minus all credits except the Earned Income Credit.



## 1995 STATISTICS OF INCOME PUBLIC USE TAX FILE

- 62-63 If Total Earned Income Credit (EIC) is greater than Income Tax Before Credits (reduced by all credits except the Earned Income Credit), the following fields are computed:
- 62 - EARNED INCOME CREDIT USED TO OFFSET ALL OTHER TAXES EXCEPT ADVANCE EIC  
The lesser of:
1. Total EIC minus Earned Income Credit used to offset Income Tax Before Credits (F61); or
  2. The sum of all other taxes (fields 52 through 56).
- 63 - EARNED INCOME CREDIT, REFUNDABLE PORTION  
EIC minus F61 minus F62 (see above for definitions and conditions).
- 68 TOTAL TAX PAYMENTS  
Total payments shown on the tax form, minus the total Earned Income Credit (Form 1040 line 61 minus line 57). This is limited to zero if there is a refundable EIC.
- 98 BUSINESS RECEIPTS  
Line 3 plus line 6 of Schedule C.
- 112 SHORT-TERM LOSSES  
All short-term capital losses shown in column (f) except for the short-term capital loss carryover.
- 118 LONG-TERM LOSSES  
All long-term capital losses shown in column (f) except for the long-term capital loss carryover.
- 146 NET EARNINGS FROM SELF-EMPLOYMENT INCOME  
The lesser of line 6 (net Schedule SE earnings) or 9 (maximum amount subject to Social Security tax) on the combined Schedule SE. For the short form, Schedule SE, this is line 4.
- 147 NET EARNINGS FROM SELF-EMPLOYMENT INCOME, SECONDARY TAXPAYER  
The lesser of line 6 (net Schedule SE earnings) or 9 (maximum amount subject to Social Security tax) on the secondary taxpayer's Schedule SE. For the short form,

## 1995 STATISTICS OF INCOME PUBLIC USE TAX FILE

Schedule SE, this is line 4.

- 149      **EARNED INCOME LIMITATION**  
The smaller of line 5 or 6 (primary or secondary earned income), Form 2441.
- 160      **COMBINED TAX PREFERENCES**  
Sum of the amounts on lines 4, 7, 8, 9, 10, 11, 12 and 13, Form 6251. The amounts on lines 1, 2, 3, 5 and 6 can be determined from items on Form 1040 or Schedule A.
- 161      **NET OPERATING LOSS TAX PREFERENCE**  
Line 17 less line 20, Form 6251.
- 166      **TOTAL CURRENT YEAR PASSIVE NET INCOME**  
Lines 1A + 2A, Form 8582
- 167      **TOTAL CURRENT YEAR PASSIVE NET LOSSES**  
Lines 1b + 2b, Form 8582
- 172      **RETURN ID**  
A unique number assigned for each sampled tax return during processing.
- 175      **DECIMAL WEIGHT**  
This field was derived by dividing the computer population count of returns in a sample stratum by the number of sample returns for that stratum (carried to two decimal places). The decimal place is implied. All estimates derived from this file must be multiplied by this decimal weight and divided by 100.
- 176      **SAMPLE COUNT**  
The number of sampled tax returns found in the given sample code.
- 177      **POPULATION COUNT**  
The number of tax returns in the population for a given sample code.
- 178      **SAMPLE CODE**
- |  |         |
|--|---------|
| (A) Nonbusiness Nonfarm returns.....                     | 001-024 |
| (B) High Income Nontaxable (HINT) Returns.....           | 101     |
| (C) Expanded HINT, but not HINT.....                     | 129     |
| (D) PSAMP GE 101 and LE 124; Return is not a HINT.....   | 130     |
| (E) Large Business Returns.....                          | 201     |
| (F) PSAMP GE 101 and LE 224; not a Large Business.....   | 230     |
| (G) Business & Non-Business Foreign Tax Credit Returns.. | 401-424 |

## 1995 STATISTICS OF INCOME PUBLIC USE TAX FILE

(H) Business Farm and Non-Farm Returns.....	601-624
(I) Farm Nonbusiness Returns.....	801-824

Note: See Sample Description for description of sample codes

179

### MARGINAL TAX RATE

Top rate from tax rate schedule that applies to income subject to tax. See definition for field number 40 (Income Subject to Tax). Note that this field uses an implied decimal point (39.6 is represented by 390).

## TECHNICAL DESCRIPTION OF THE FILE

The State Nonpublic Use file is available on CD-ROM in ASCII format. The record length is 2237 where the last byte is an end of record marker.

All codes are unsigned. The data fields are signed positive or negative, whichever is appropriate, in the first character position of the field.

Codes are 2 characters in length with leading zeros. The largest value is 99. The fields in the file are 12 characters in length with leading zeros and with "+" or "-" leading signs. Weight factors are provided to accommodate a decimal integer weighting system.

# 1995 STATISTICS OF INCOME PUBLIC USE TAX FILE

## SAMPLE DESCRIPTION

This section describes the sample design and selection, the method of estimation, the sampling variability of the estimates, and the methodology of computing confidence intervals.

### Domain of Study

The data in this file are estimates from a probability sample of unaudited Individual Income Tax Returns, Forms 1040, 1040A, 1040EZ, 1040PC, 1040T and 1040TEL (including electronic returns) filed by U.S. citizens and residents during Calendar Year 1996.

All returns processed during 1996 were subjected to sampling except tentative and amended returns. Tentative returns were not subjected to sampling because the revised returns may have been sampled later, while amended returns were excluded because the original returns had already been subjected to sampling. A small percentage of returns were not identified as tentative or amended until after sampling. These returns, along with those that contained no income information, were excluded in calculating estimates. This resulted in a small difference between the population total (118,650,252 returns) reported in Table A and the estimated total of all returns (118,218,333 returns) generated using the Public Use Tax File. In addition, the perfection of money amounts during Statistics of Income processing, as well as the blurring techniques used in creation of the Public Use File, may have shifted some returns from one income class to another, making it impossible to replicate Table A exactly from the Public Use sample.

The records found in this file are intended to represent all returns filed for Tax Year 1995. While about 97 percent of the returns processed during Calendar Year 1996 were for Tax Year 1995, a few were for noncalendar years ending during 1995 and 1996, and some were returns for prior years. Returns for prior years were used in place of 1995 returns received and processed after December 31, 1996. This was done in the belief that the characteristics of returns due, but not yet processed, could best be represented by the returns for previous income years that were processed in 1996.

### Sample Design and Selection

The sample design is a stratified probability sample, in which the population of tax returns is classified into subpopulations, called strata, and a sample is selected independently from each stratum. Strata are defined by:

1. Nontaxable with adjusted gross income or expanded income of \$200,000 or over and no alternative minimum tax.
2. High combined business and farm total receipts of \$50,000,000 or more.

## 1995 STATISTICS OF INCOME PUBLIC USE TAX FILE

3. Presence or absence of special Forms or Schedules (Form 2555, Form 1116, Form 1040 Schedule C, and Form 1040 Schedule F).
4. Total gross positive or negative income. Sixty variables are used to derive positive and negative incomes.
5. Potential usefulness of the return for tax policy modeling. Thirty-two variables are used to determine how useful the return is for tax modeling purposes.

Table A shows the population and sample count for each stratum after collapsing some strata with the same sampling rates. The sampling rates range from 0.02 percent to 100 percent.

Tax data processed to the IRS Individual Master File at the Martinsburg Computing Center during Calendar Year 1996 were used to assign each taxpayer's record to the appropriate stratum and to determine whether or not the record should be included in the sample. Records are selected for the sample either if they possess certain combinations of the four ending digits of the social security number, or if their ending five digits of an eleven-digit number generated by a mathematical transformation of the SSN is less than or equal to the stratum sampling rate times 100,000.

### **Data Capture and Cleaning**

Data capture for the SOI sample begins with the designation of a sample of administrative records. While the sample was being selected, the process was continually monitored for sample selection and data collection errors. In addition, a small subsample of returns was selected and independently reviewed, analyzed, and processed for a quality evaluation.

The administrative data and controlling information for each record designated for this sample was loaded onto an online database at the Cincinnati Service Center. Computer data for the selected administrative records were then used to identify inconsistencies, questionable values, and missing values as well as any additional variables that an editor needed to extract for each record. The editors use a hardcopy of the taxpayer's return to enter the required information onto the online system. Data are also adjusted during editing in an attempt to achieve consistent statistical definitions. For example, a taxpayer may report director's fees on the other income line of the Form 1040 return. If this situation was detected during editing, the amount of director's fees were added to the salaries and wages field.

After the completion of service center review, data were further validated, tested, and balanced at the Detroit Computing Center. Adjustments and imputations for selected fields were used to make each record internally consistent.

## 1995 STATISTICS OF INCOME PUBLIC USE TAX FILE

Some returns designated for the sample were not available for SOI processing because other areas of IRS needed the return at the same time. For Tax Year 1995, 0.23 percent of the sample returns were unavailable.

### **Method of Estimation**

Weights were obtained by dividing the population count of returns in a stratum by the number of sample returns for that stratum. The weights were adjusted to correct for misclassified returns.

**Table A.—Number of Individual Income Tax Returns in the Population and Sample by Sampling Strata for 1995**

Description of the sample strata	Description of the sample strata										Number of returns	
	Degree of interest <sup>3</sup>	Form 1040, with Form 1116 or Form 2555 (Sample Codes 401-424)		Form 1040, with Schedule C but without Form 1116 or Form 2555 (Sample Codes 601-624)		Form 1040, with Schedule F but without Form 1116 or Form 2555 (Sample Codes 801-824)		All other returns (Sample Codes 001-024)		Population counts	Sample counts	
		(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)			(9)
<b>Total.....</b>		1,550,534	13,775	16,331,658	28,283	1,639,817	3,739	99,125,672	56,465	118,650,252 <sup>1</sup>	103,117	
<b>Negative Income</b>												
\$10,000,000 or more.....	All	102	34	568	188	85	28	851	283	1,606	533	
\$5,000,000 under \$10,000,000.....	All	79	26	688	229	123	41	828	276	1,718	572	
\$2,000,000 under \$5,000,000.....	All	338	99	2,884	851	543	155	3,012	926	6,777	2,031	
\$1,000,000 under \$2,000,000.....	All	665	89	6,085	824	1,370	191	5,875	856	13,995	1,960	
\$500,000 under \$1,000,000.....	All	1,499	40	16,135	461	4,112	106	13,291	387	35,037	994	
\$250,000 under \$500,000.....	All	..	..	..	..	..	..	..	..	81,358	669	
\$120,000 under \$250,000.....	All	..	..	..	..	..	..	..	..	169,285	656	
\$60,000 under \$120,000.....	All	..	..	..	..	..	..	..	..	238,445	570	
Under \$60,000.....	All	..	..	..	..	..	..	..	..	791,206	674	
<b>Positive Income</b>												
Under \$30,000.....	1	..	..	..	..	..	..	..	..	26,425,079	5,636	
Under \$30,000.....	2	81,883	31	1,679,955	548	127,325	48	28,300,200	8,994	30,189,363	9,621	
Under \$30,000.....	3-4	114,708	109	3,194,129	2,481	198,955	173	5,510,279	4,435	9,018,071	7,198	
\$30,000 under \$60,000.....	1-2	118,649	43	1,722,822	553	206,357	73	19,922,265	6,512	21,970,093	7,181	
\$30,000 under \$60,000.....	3-4	173,838	160	3,170,139	2,780	290,543	254	4,523,998	4,106	8,158,518	7,300	
\$60,000 under \$120,000.....	1-3	240,416	81	1,848,472	645	259,105	84	9,490,132	3,218	11,838,125	4,028	
\$60,000 under \$120,000.....	4	194,613	181	2,082,670	2,090	181,382	183	1,760,844	1,735	4,219,509	4,189	
\$120,000 under \$250,000.....	1-3	152,367	187	433,121	556	122,903	168	1,318,350	1,709	2,026,741	2,620	
\$120,000 under \$250,000.....	4	180,538	505	990,957	2,784	66,339	160	694,100	1,916	1,931,934	5,365	
\$250,000 under \$500,000.....	All	167,959	1,125	423,066	2,718	62,577	390	116,403	2,624	1,069,005	6,857	
\$500,000 under \$1,000,000.....	All	75,634	1,822	112,868	2,658	15,975	383	34,543	2,780	320,872	7,683	
\$1,000,000 under \$2,000,000.....	All	28,988	3,355	26,587	3,122	4,176	505	12,546	4,031	94,294	11,013	
\$2,000,000 under \$5,000,000.....	All	13,166	4,196	8,439	2,713	1,352	422	35,503	3,873	35,503	11,204	
\$5,000,000 under \$10,000,000.....	All	3,200	1066	1,548	515	246	82	7,382	796	7,382	2,459	
\$10,000,000 or more.....	All	1,892	626	652	217	96	32	1,125	374	3,765	1,249	

<sup>1</sup> This population includes an estimated 431,925 returns that were excluded from other tables in this report because they contained no income information or tentative returns identified after sampling.

<sup>2</sup> This population includes 159 Form 1040 returns that were misclassified because of bad data collected during revenue processing.

<sup>3</sup> Each population member is assigned a degree of interest based on how useful it is for tax modeling purposes. Degree of interest ranges from one (1) to four (4), with a one being assigned to returns that are the least interesting, and a four being assigned to those that are the most interesting. "All" refers to income classes for which returns with all four degrees of interest are assigned.

-- Data combined

# 1995 STATISTICS OF INCOME PUBLIC USE TAX FILE

## Weighted counts for each code field

	AGEX
104,030,672	0
8,711,539	1
308,460	2
5,167,662	3

	AGIR1
944,138	0
2,259,680	1
3,281,917	2
3,244,152	3
3,102,146	4
2,758,236	5
2,843,233	6
2,836,722	7
2,666,396	8
2,926,271	9
2,709,786	10
2,662,613	11
2,842,423	12
2,712,852	13
2,709,583	14
2,634,609	15
2,484,031	16
2,352,659	17
2,150,469	18
2,251,825	19
2,146,659	20
9,970,095	21
7,847,861	22
12,380,341	23
9,098,759	24
13,679,024	25
5,374,492	26
4,074,852	27
1,007,140	28
178,372	29
86,996	30

	CYCLE
495,795	4
1,100,899	5
2,848,094	6
4,310,079	7
4,929,817	8
4,523,216	9
6,323,832	10
6,899,358	11
6,928,597	12
6,350,536	13
5,835,778	14
5,522,449	15
5,163,822	16
6,039,956	17



# 1995 STATISTICS OF INCOME PUBLIC USE TAX FILE

5,515,022	18
6,330,439	19
6,661,556	20
4,627,983	21
3,165,276	22
2,304,632	23
2,936,666	24
3,201,043	25
2,909,187	26
2,607,878	27
1,505,469	28
1,243,682	29
1,329,398	30
918,930	31
556,337	32
208,340	33
248,444	34
350,909	35
570,391	36
604,237	37
539,276	38
191,060	39
189,129	40
149,548	41
145,416	42
76,980	43
195,323	44
410,898	45
540,541	46
261,565	47
120,667	48
71,510	49
75,201	50
106,615	51
76,555	52

DSI

108,056,542	0
10,161,791	1

EFI

103,494,115	0
14,724,218	1

EIC

102,316,084	0
8,317,300	1
7,584,949	2

ELECT

99,698,249	0
11,091,414	1
7,428,670	2

# 1995 STATISTICS OF INCOME PUBLIC USE TAX FILE

FDED	
34,007,685	1
83,222,778	2
987,871	3

FLPDYR	
3	81
135	84
3,146	87
4,346	89
19,412	90
53,372	91
120,778	92
634,230	93
1,824,151	94
115,553,154	95
5,605	96

FLPDMO	
557	1
1,936	2
33	3
56	4
3	5
184	6
118	7
159	8
3,190	9
180	10
18	11
118,211,900	12

F2441	
111,735,887	0
3,987,315	1
2,494,471	2
622	3
37	4

F2555	
117,948,165	0
240,504	1
29,665	2

F3800	
117,874,192	0
344,141	1

F6251	
114,033,489	0

# 1995 STATISTICS OF INCOME PUBLIC USE TAX FILE

4,184,844                      1

F8582

114,667,824	0
3,550,509	1

F8606

116,823,078	0
868,448	1
526,807	2

MARS

50,887,387	1
49,037,028	2
2,578,076	3
15,551,230	4
114,712	5
49,900	6

PCI

111,115,616	0
7,102,717	1

PREP

58,079,592	0
58,964,491	1
65,592	2
16,389	3
526,696	4
30,144	5
535,428	6

PSV

116,879,920	1
1,338,413	2

REGION

1,311,292	0
14,390,486	1
15,173,104	2
15,386,292	3
13,864,370	4
22,734,544	5
15,688,943	6
19,669,302	7

SCHB

# 1995 STATISTICS OF INCOME PUBLIC USE TAX FILE

82,968,157	0
35,250,176	1

## SCHCF

-----	
100,114,417	0
15,859,895	1
1,682,484	2
350,230	3
211,308	4

## SCHE

-----	
103,745,434	0
14,472,899	1

## SPECTX

-----	
118,153,186	0
10,006	1
47,406	2
3	3
7,733	4

## STATE

-----	
1,311,292	0
1,837,955	1
287,217	2
1,840,630	3
1,029,290	4
13,523,135	5
1,735,335	6
1,490,075	7
359,658	8
277,228	9
6,526,468	10
3,180,327	11
514,830	12
464,207	13
5,281,365	14
2,463,974	15
1,441,226	16
1,133,736	17
1,680,930	18
1,718,830	19
512,746	20
2,415,108	21
2,833,174	22
4,286,807	23
2,238,670	24
1,036,512	25
2,276,336	26
385,243	27
771,798	28
747,135	29
562,219	30
3,724,558	31
711,114	32

# 1995 STATISTICS OF INCOME PUBLIC USE TAX FILE

7,727,484	33
3,290,615	34
242,886	35
5,255,672	36
1,375,518	37
1,413,815	38
5,216,534	39
437,408	40
1,686,552	41
391,124	42
2,427,995	43
7,893,305	44
805,563	45
301,265	46
2,884,303	47
2,491,724	48
703,102	49
2,357,643	50
193,742	51
227,238	52
50,812	53
244,905	54

## TFORM

64,774,749	0
24,463,265	1
21,644,178	2
7,102,717	3
233,424	4

## TXST

23,574,263	0
92,037,922	1
103,149	2
161,628	3
311,658	4
122,389	5
31,173	6
1,875,454	7
697	8

## XBI

117,923,542	0
291,188	1
3,603	2

## XFPT

10,167,028	0
108,051,305	1

## XFST

69,142,980	0
49,075,354	1

# 1995 STATISTICS OF INCOME PUBLIC USE TAX FILE

## XOCAH

77,021,283	0
18,851,037	1
15,056,130	2
5,289,093	3
1,449,002	4
416,272	5
71,887	6
35,108	7
16,012	8
8,668	9
1,015	11
2,827	12

## XOCAWH

117,322,910	0
669,758	1
166,105	2
53,732	3
797	4
5,023	5
9	7

## XOODEP

116,015,145	0
1,664,019	1
398,177	2
77,533	3
52,968	4
7,432	5
3,059	6

## XOPAR

116,349,430	0
1,574,867	1
266,761	2
24,207	3
3,067	4

## XTOT

10,165,741	0
42,358,379	1
31,549,074	2
14,925,871	3
12,241,501	4
4,811,756	5
1,571,608	6
405,166	7
121,724	8
33,430	9
20,675	10
9,504	11

1995 STATISTICS OF INCOME PUBLIC USE TAX FILE

45	12
1,024	13
2,827	14
9	19

IE

-----	
118,193,442	0
24,892	1

MIDR

-----	
117,652,022	0
566,311	1

# 1995 STATISTICS OF INCOME PUBLIC USE TAX FILE

Weighted counts for each amount field

F1 ----- 3,200,182,499,919	F14 ----- 150,748,280,046	F33 ----- 4,189,239,525,060
F2 ----- 153,771,389,495	F15 ----- -7,856,608,461	F34 ----- 948,867,368,487
F3 ----- 48,504,145,498	F16 ----- 19,336,402,500	F35 ----- 584,509,738,018
F4 ----- 94,009,003,558	F17 ----- 119,295,053,667	F36 ----- 2,812,320,960,310
F5 ----- 12,238,936,584	F18 ----- 45,716,782,497	F37 ----- 595,085,392,750
F6 ----- 4,083,053,107	F22 ----- 5,944,571,381	F38 ----- 604,640,722,870
F7 ----- 169,543,086,713	F23 ----- 2,393,326,368	F39 ----- 595,505,589,810
F8 ----- 166,760,938,507	F24 ----- 1,720,232,418	F40 ----- 2,705,297,791,180
F9 ----- 3,656,297,797	F25 ----- 13,341,976,870	F41 ----- 1,495,361,654,530
F10 ----- -2,865,832,104	F26 ----- 2,601,234,431	F42 ----- 564,980,751,528
F11 ----- 37,311,431,430	F27 ----- 8,733,048,293	F43 ----- 9,983,256,941
F12 ----- 311,302,882,072	F28 ----- 203,761,209	F44 ----- 2,517,944,822
F13 ----- 221,033,424,248	F29 ----- 3,728,684,005	F45 ----- 48,028,245



## 1995 STATISTICS OF INCOME PUBLIC USE TAX FILE

F46 ----- 2,901,586,299	F60 ----- 216,552,841,986	F74 ----- 113,933,189,760
F47 ----- 707,597,343	F61 ----- 3,145,739,958	F75 ----- 67,047,456,386
F48 ----- 190,965,827	F62 ----- 1,981,009,691	F78 ----- 196,772,560,161
F49 ----- 471,397,872	F63 ----- 20,828,834,172	F79 ----- 6,305,388,664
F50 ----- 587,807,908,721	F64 ----- 25,211,288,271	F80 ----- 1,588,528,518
F51 ----- 585,522,057,624	F65 ----- 1,080,982,048	F81 ----- 10,098,440,689
F52 ----- 26,679,456,564	F66 ----- 123,725,246	F82 ----- 214,764,655,286
F53 ----- 2,285,871,837	F67 ----- 46,102,331	F83 ----- 59,479,979,309
F54 ----- 44,284,741	F68 ----- 643,755,411,210	F84 ----- 13,631,200,291
F55 ----- 43,650,587	F69 ----- -48,523,536,842	F86 ----- 74,961,082,668
F56 ----- 1,778,626,144	F70 ----- 14,984,360,072	F87 ----- 31,024,262,773
F57 ----- 615,171,337,424	F71 ----- 857,732,616	F88 ----- 32,569,347,298
F58 ----- 495,055,335,885	F72 ----- 41,355,376,285	F89 ----- 2,622,873,301
F59 ----- 122,237,492,719	F73 ----- 26,955,669,054	F90 ----- 45,846,750,527

## 1995 STATISTICS OF INCOME PUBLIC USE TAX FILE

F91 ----- 1,753,653,557	F107 ----- 21,444,519,693	F124 ----- 599,892,068
F94 ----- 15,537,599,663	F108 ----- 54,393,525,902	F125 ----- 34,092,335,358
F95 ----- 4,633,741,157	F109 ----- 327,963,998,317	F126 ----- 7,738,494,220
F96 ----- 810,567,472,172	F111 ----- 36,869,271,816	F127 ----- 4,882,254,238
F97 ----- 320,759,754,697	F112 ----- 21,834,038,561	F128 ----- 28,618,482,318
F98 ----- 821,576,609,795	F114 ----- 53,648,877,936	F130 ----- 45,375,917,885
F99 ----- 500,816,929,036	F115 ----- 1,171,017,459	F131 ----- 31,612,740,475
F100 ----- 32,752,632,863	F116 ----- 10,781,053,844	F132 ----- 21,590,630,671
F101 ----- 9,705,403,268	F117 ----- 184,555,522,121	F133 ----- 54,895,843,231
F102 ----- 26,185,282,070	F118 ----- 38,652,977,598	F134 ----- 12,265,078,975
F103 ----- 12,970,654,465	F120 ----- 157,950,320,453	F135 ----- 14,106,524,562
F104 ----- 4,082,316,511	F121 ----- 6,408,365,122	F136 ----- 1,009,279,493
F105 ----- 5,862,883,472	F122 ----- 42,862,861,810	F137 ----- 18,008,513,771
F106 ----- 8,371,635,244	F123 ----- 4,641,507,090	F138 ----- 94,555,648,944

**1995 STATISTICS OF INCOME PUBLIC USE TAX FILE**

F139 ----- 2,964,298,840	F150 ----- 12,789,997,948	F161 ----- 21,759,683,576
F140 ----- 27,539,832,872	F151 ----- 67,117,667	F162 ----- 985,000,684
F141 ----- 127,207,387,701	F152 ----- 37,459,384	F163 ----- 60,114,424,974
F142 ----- 3,957,834,796	F153 ----- 11,227,840	F164 ----- 537,717,073,437
F143 ----- 7,145,528,738	F154 ----- 85,255,257	F165 ----- 2,138,236,204
F144 ----- 669,083,485	F155 ----- 540,085,669	F166 ----- 44,556,373,562
F145 ----- 3,297,520,321	F156 ----- 5,659,341,217	F167 ----- 27,644,481,735
F146 ----- 159,828,079,016	F157 ----- 10,716,106,014	F168 ----- 24,793,432,709
F147 ----- 22,342,346,388	F158 ----- 1,124,498,253	F171 ----- 2,014,459,418
F148 ----- 12,976,479,608	F159 ----- 142,295,803	
F149 ----- 134,961,786,886	F160 ----- 47,966,460,744	

1995 STATISTICS OF INCOME PUBLIC USE TAX FILE

1995  
FEDERAL TAX FORMS  
(WITH ELEMENT NUMBERS REFERENCED)

FIELD NUMBERS

Field Numbers presented on the tax forms and schedules lines can be used to cross reference to the Core Record Layout. An example of this is line 7 on the Form 1040 which has a field number of 1.

---

7 Wages, salaries, tips, etc.----- 1

On the Core Record Layout it would appear as " 1" to the left of the Salaries and Wages line. See example below.

-- Record Layout--

1. SALARIES AND WAGES
2. TAXABLE INTEREST INCOME
3. TAX-EXEMPT INTEREST INCOME

Another example, Line 8a, Taxable Interest Income, on the Form 1040 (see below) has a field number of 2. This field number is cross referenced to the Taxable Interest Income line on the 1995 Core Record Layout which contains the number 2 to the left of the line (see above).

---

8a Taxable Interest Income----- 2

For the year Jan. 1—Dec. 31, 1995, or other tax year beginning 1995, ending 19 OMB No. 1545-0074

Label

(See instructions on page 11.)

Use the IRS label. Otherwise, please print or type.

Form with fields for name, address, and state.

Your social security number

Spouse's social security number

For Privacy Act and Paperwork Reduction Act Notice, see page 7.

Presidential Election Campaign

Do you want \$3 to go to this fund? If a joint return, does your spouse want \$3 to go to this fund?

Yes No Note: Checking "Yes" will not change your tax or reduce your refund.

Filing Status

(See page 11.)

Check only one box.

- 1 Single
2 Married filing joint return (even if only one had income)
3 Married filing separate return. Enter spouse's social security no. above and full name here.
4 Head of household (with qualifying person). (See page 12.) If the qualifying person is a child but not your dependent, enter this child's name here.
5 Qualifying widow(er) with dependent child (year spouse died 19 ). (See page 12.)

Exemptions

(See page 12.)

6a Yourself. If your parent (or someone else) can claim you as a dependent on his or her tax return, do not check box 6a. But be sure to check the box on line 33b on page 2

6b Spouse

Table with columns: (1) First name, Last name, (2) Dependent's social security number, (3) Dependent's relationship to you, (4) No. of months lived in your home in 1995.

No. of boxes checked on 6a and 6b
No. of your children on 6c who:
lived with you
didn't live with you due to divorce or separation (see page 14)
Dependents on 6c not entered above

d If your child didn't live with you but is claimed as your dependent under a pre-1985 agreement, check here
e Total number of exemptions claimed

Add numbers entered on lines above XTOT

Income

Attach Copy B of your Forms W-2, W-2G, and 1099-R here.

If you did not get a W-2, see page 14.

Enclose, but do not attach, your payment and payment voucher. See page 33.

- 7 Wages, salaries, tips, etc. Attach Form(s) W-2
8a Taxable interest income (see page 15). Attach Schedule B if over \$400
8b Tax-exempt interest (see page 15). DON'T include on line 8a: 3
9 Dividend income. Attach Schedule B if over \$400
10 Taxable refunds, credits, or offsets of state and local income taxes (see page 15)
11 Alimony received
12 Business income or (loss). Attach Schedule C or C-EZ
13 Capital gain or (loss). If required, attach Schedule D (see page 16)
14 Other gains or (losses). Attach Form 4797
15a Total IRA distributions 15a 12 b Taxable amount (see page 16)
16a Total pensions and annuities 16a 12 b Taxable amount (see page 16)
17 Rental real estate, royalties, partnerships, S corporations, trusts, etc. Attach Schedule E
18 Farm income or (loss). Attach Schedule F
19 Unemployment compensation (see page 17)
20a Social security benefits 20a 17 b Taxable amount (see page 18)
21 Other income. List type and amount—see page 18
22 Add the amounts in the far right column for lines 7 through 21. This is your total income

Table with columns for line numbers and amounts.

Adjustments to Income

- 23a Your IRA deduction (see page 19) 23a 22
23b Spouse's IRA deduction (see page 19) 23b 23
24 Moving expenses. Attach Form 3903 or 3903-F 24 24
25 One-half of self-employment tax 25 25
26 Self-employed health insurance deduction (see page 21) 26 26
27 Keogh & self-employed SEP plans. If SEP, check 27 27
28 Penalty on early withdrawal of savings 28 28
29 Alimony paid. Recipient's SSN 29 29
30 Add lines 23a through 29. These are your total adjustments 30

Adjusted Gross Income

31 Subtract line 30 from line 22. This is your adjusted gross income. If less than \$26,673 and a child lived with you (less than \$9,230 if a child didn't live with you), see "Earned Income Credit" on page 27

31 33

Tax Computation

(See page 23.)

If you want the IRS to figure your tax, see page 35.

Credits

(See page 24.)

Other Taxes

(See page 25.)

Payments

Attach Forms W-2, W-2G, and 1099-R on the front.

Refund or Amount You Owe

Sign Here

Keep a copy of this return for your records.

Paid Preparer's Use Only

<b>32</b>	Amount from line 31 (adjusted gross income)			<b>32</b>	
<b>33a</b>	Check if: <input type="checkbox"/> You were 65 or older, <input type="checkbox"/> Blind; <input type="checkbox"/> Spouse was 65 or older, <input type="checkbox"/> Blind. Add the number of boxes checked above and enter the total here				
<b>b</b>	If your parent (or someone else) can claim you as a dependent, check here				
<b>c</b>	If you are married filing separately and your spouse itemizes deductions or you are a dual-status alien, see page 23 and check here				
<b>34</b>	Enter the larger of your: <b>Itemized deductions</b> from Schedule A, line 28. <b>OR</b> <b>Standard deduction</b> shown below for your filing status. <b>But if you checked any box on line 33a or b, go to page 23 to find your standard deduction. If you checked box 33c, your standard deduction is zero.</b> • Single—\$3,900 • Married filing jointly or Qualifying widow(er)—\$6,550 • Head of household—\$5,750 • Married filing separately—\$3,275			<b>34</b>	34
<b>35</b>	Subtract line 34 from line 32			<b>35</b>	
<b>36</b>	If line 32 is \$86,025 or less, multiply \$2,500 by the total number of exemptions claimed on line 6e. If line 32 is over \$86,025, see the worksheet on page 23 for the amount to enter			<b>36</b>	35
<b>37</b>	<b>Taxable income.</b> Subtract line 36 from line 35. If line 36 is more than line 35, enter -0-			<b>37</b>	36
<b>38</b>	Tax. Check if from <b>a</b> <input type="checkbox"/> Tax Table, <b>b</b> <input type="checkbox"/> Tax Rate Schedules, <b>c</b> <input type="checkbox"/> Capital Gain Tax Worksheet, or <b>d</b> <input type="checkbox"/> Form 8615 (see page 24). Amount from Form(s) 8814 <b>e</b>			<b>38</b>	37
<b>39</b>	Additional taxes. Check if from <b>a</b> <input type="checkbox"/> Form 4970 <b>b</b> <input type="checkbox"/> Form 4972			<b>39</b>	
<b>40</b>	Add lines 38 and 39			<b>40</b>	39
<b>41</b>	Credit for child and dependent care expenses. Attach Form 2441	<b>41</b>	44		
<b>42</b>	Credit for the elderly or the disabled. Attach Schedule R	<b>42</b>	45		
<b>43</b>	Foreign tax credit. Attach Form 1116	<b>43</b>	46		
<b>44</b>	Other credits (see page 25). Check if from <b>a</b> <input type="checkbox"/> Form 3800 <b>b</b> <input type="checkbox"/> Form 8396 <b>c</b> <input type="checkbox"/> Form 8801 <b>d</b> <input type="checkbox"/> Form (specify)	<b>44</b>			
<b>45</b>	Add lines 41 through 44			<b>45</b>	
<b>46</b>	Subtract line 45 from line 40. If line 45 is more than line 40, enter -0-			<b>46</b>	
<b>47</b>	Self-employment tax. Attach Schedule SE			<b>47</b>	52
<b>48</b>	Alternative minimum tax. Attach Form 6251			<b>48</b>	53
<b>49</b>	Recapture taxes. Check if from <b>a</b> <input type="checkbox"/> Form 4255 <b>b</b> <input type="checkbox"/> Form 8611 <b>c</b> <input type="checkbox"/> Form 8828			<b>49</b>	54
<b>50</b>	Social security and Medicare tax on tip income not reported to employer. Attach Form 4137			<b>50</b>	55
<b>51</b>	Tax on qualified retirement plans, including IRAs. If required, attach Form 5329			<b>51</b>	56
<b>52</b>	Advance earned income credit payments from Form W-2			<b>52</b>	
<b>53</b>	Household employment taxes. Attach Schedule H			<b>53</b>	180
<b>54</b>	Add lines 46 through 53. This is your <b>total tax</b>			<b>54</b>	
<b>55</b>	Federal income tax withheld. If any is from Form(s) 1099, check <input type="checkbox"/>	<b>55</b>	58		
<b>56</b>	1995 estimated tax payments and amount applied from 1994 return	<b>56</b>	59		
<b>57</b>	<b>Earned income credit.</b> Attach Schedule EIC if you have a qualifying child. Nontaxable earned income: amount and type	<b>57</b>			
<b>58</b>	Amount paid with Form 4868 (extension request)	<b>58</b>	64		
<b>59</b>	Excess social security and RRTA tax withheld (see page 32)	<b>59</b>	65		
<b>60</b>	Other payments. Check if from <b>a</b> <input type="checkbox"/> Form 2439 <b>b</b> <input type="checkbox"/> Form 4136	<b>60</b>			
<b>61</b>	Add lines 55 through 60. These are your <b>total payments</b>			<b>61</b>	
<b>62</b>	If line 61 is more than line 54, subtract line 54 from line 61. This is the amount you <b>OVERPAID</b>	<b>62</b>		<b>62</b>	69 (-)
<b>63</b>	Amount of line 62 you want <b>REFUNDED TO YOU</b>	<b>63</b>		<b>63</b>	
<b>64</b>	Amount of line 62 you want <b>APPLIED TO YOUR 1996 ESTIMATED TAX</b>	<b>64</b>	70		
<b>65</b>	If line 54 is more than line 61, subtract line 61 from line 54. This is the <b>AMOUNT YOU OWE</b> . For details on how to pay and use <b>Form 1040-V</b> , Payment Voucher, see page 33	<b>65</b>		<b>65</b>	69 (+)
<b>66</b>	Estimated tax penalty (see page 33). Also include on line 65	<b>66</b>	71		

Under penalties of perjury, I declare that I have examined this return and accompanying schedules and statements, and to the best of my knowledge and belief, they are true, correct, and complete. Declaration of preparer (other than taxpayer) is based on all information of which preparer has any knowledge.

Your signature	Date	Your occupation
Spouse's signature. If a joint return, BOTH must sign.	Date	Spouse's occupation

Preparer's signature	PPREP	Date	Check if self-employed <input type="checkbox"/>	Preparer's social security no.
Firm's name (or yours if self-employed) and address		EIN		ZIP code

**Earned Income Credit Worksheet—Line 57**  
(keep for your records)



**Caution:** If you were a household employee who didn't receive a Form W-2 because your employer paid you less than \$1,000 in 1995 or you were a minister or member of a religious order, see **Special Rules** on page 29 before completing this worksheet. Also, see **Special Rules** if Form 1040, line 7, includes any amount paid to an inmate in a penal institution.

1. Enter the amount from Form 1040, line 7 . . . . .	1. _____
2. If you received a taxable scholarship or fellowship grant that wasn't reported on a W-2 form, enter that amount here . . . . .	2. _____
3. Subtract line 2 from line 1 . . . . .	3. _____
4. Enter any <b>nontaxable earned income</b> (see this page). Types of nontaxable earned income include contributions to a 401(k) plan, and military housing and subsistence. These should be shown in box 13 of your W-2 form . . . . .	4. _____
5. If you were self-employed or used Schedule C or C-EZ as a statutory employee, enter the amount from the worksheet on page 29 . . . . .	5. _____
6. Add lines 3, 4, and 5 . . . . .	6. <u>60</u>
7. Look up the amount on <b>line 6</b> above in the <b>EIC Table</b> on pages <b>30-31</b> to find your credit. Enter the credit here . . . . .	7. _____
If line 7 is zero, <b>stop</b> . You <b>cannot</b> take the credit. Enter "No" next to Form 1040, line 57.	
8. Enter the amount from Form 1040, line 31 . . . . .	8. _____
<b>9. Is line 8 less than—</b>	
• \$5,150 if you don't have a qualifying child?	
• \$11,300 if you have at least one qualifying child?	
<input type="checkbox"/> <b>YES</b> . Go to line 10 now.	
<input type="checkbox"/> <b>NO</b> . Look up the amount on <b>line 8</b> above in the <b>EIC Table</b> on pages <b>30-31</b> to find your credit. Enter the credit here . . . . .	
9. _____	
<b>10. Earned income credit.</b>	
• If you checked "YES" on line 9, enter the amount from line 7.	
• If you checked "NO" on line 9, enter the <b>smaller</b> of line 7 or line 9. . . . .	
10. _____	
<b>Next:</b> Take the amount from line 10 above and enter it on Form 1040, line 57.	

**AND**

If you had any nontaxable earned income (see line 4 above), enter the amount and type of that income in the spaces provided on line 57.

**AND**

Complete **Schedule EIC** and attach it to your return **ONLY** if you have a qualifying child.

**Note:** If you owe the alternative minimum tax (Form 1040, line 48), subtract it from the amount on line 10 above. Then, enter the result (if more than zero) on Form 1040, line 57. Also, replace the amount on line 10 above with the amount entered on Form 1040, line 57.

Temporary absences, such as for school, vacation, or medical care, count as time lived at home.

**Married Child**

If your child was married at the end of 1995, that child is a qualifying child only if you can claim him or her as your dependent on Form 1040, line 6c. But if this child's other parent claimed him or her as a dependent under the rules on page 13 for **Children of Divorced or Separated Parents**, this child is your qualifying child.

**Qualifying Child of More Than One Person**

If a child meets the conditions to be a qualifying child of more than one person, only the person who had the **highest** adjusted gross income for 1995 may treat that child as a qualifying child. The other person(s) **cannot** claim the credit for people who do not have a qualifying child. If the other person is your spouse and you are filing a joint return, this rule doesn't apply. If you cannot take the credit because of this rule, enter "No" next to line 57.

**Example.** You and your 5-year-old daughter moved in with your mother in April 1995. You are not a qualifying child of your mother. Your daughter meets the conditions to be a

qualifying child for both you and your mother. Your adjusted gross income for 1995 was \$8,000 and your mother's was \$14,000. Because your mother's adjusted gross income was higher, your daughter is your mother's qualifying child. You **cannot** take any EIC.

**Taxable Earned Income**

This is usually the amount reported on Form 1040, line 7, plus your earnings from self-employment. (Use the worksheet on page 29 to figure your earnings from self-employment.) But if line 7 of Form 1040 includes an amount for a taxable scholarship or fellowship grant that wasn't reported on a W-2 form or an amount paid to an inmate in a penal institution, subtract that amount from the total on line 7. The result plus your earnings from self-employment is your taxable earned income for purposes of the EIC. If you subtracted income paid to an inmate, also enter "PRI" and the amount subtracted on the dotted line next to line 7 of Form 1040.

Also, if line 7 of Form 1040 includes any amount paid to a household employee who didn't receive a W-2 form, see **Special Rules** on the next page.

**Nontaxable Earned Income**

Certain earned income is not taxable, but it must be included to see if you can take the earned income credit. It is also used to figure the credit. It includes anything of value (money, goods, or services) that is not taxable which you received from your employer for your work. Some examples are listed below.

- Basic quarters and subsistence allowances, the value of in-kind quarters and subsistence, and combat zone excluded pay received from the U.S. military. These amounts should be shown in box 13 of your 1995 W-2 form with code "Q."
- Housing allowances or rental value of a parsonage for clergy members. But if you are filing Schedule SE, see **Special Rules** on the next page.
- Meals and lodging provided for the convenience of your employer.
- Voluntary salary deferrals. If you chose to have your employer contribute part of your pay to certain retirement plans (such as a 401(k) plan or the Federal Thrift Savings Plan) instead of having it paid to you, the "Deferred compensation" box in box 15 of your W-2 form should be checked. The amount deferred should be shown in box 13 of your W-2 form.

• Excludable dependent care benefits from Form 2441, line 19.

• Voluntary salary reductions, such as under a cafeteria plan, unless they are included in box 1 of your W-2 form(s). For details, get **Pub. 596**, Earned Income Credit.

**TIP**

*Nontaxable earned income does not include welfare benefits.*

Label

(See page 19.)

Use the IRS label. Otherwise, please print or type.

Form with fields for name, address, and state.

Fields for social security numbers.

For Privacy Act and Paperwork Reduction Act Notice, see page 11.

Presidential Election Campaign Fund

Do you want \$3 to go to this fund? If a joint return, does your spouse want \$3 to go to this fund?

Yes/No ELECT box.

Note: Checking "Yes" will not change your tax or reduce your refund.

Check the box for your filing status

(See page 20.) Check only one box.

- 1 Single, 2 Married filing joint return, 3 Married filing separate return, 4 Head of household, 5 Qualifying widow(er)

Figure your exemptions

(See page 22.)

If more than seven dependents, see page 25.

Table for dependents with columns for name, social security number, relationship, and months lived in home.

No. of boxes checked on 6a and 6b, No. of your children on 6c who: lived with you, didn't live with you due to divorce or separation, Dependents on 6c not entered above, Add numbers entered on lines above

Figure your adjusted gross income

Attach Copy B of your Forms W-2 and 1099-R here. If you didn't get a W-2, see page 27. Enclose, but do not attach, any payment.

Main table for adjusted gross income with rows 7 through 16.



51A5AAA



**Figure your standard deduction, exemption amount, and taxable income**

**17** Enter the amount from line 16. 17

**AGEX** **XBI**

**18a** Check if:  You were 65 or older  Blind  Spouse was 65 or older  Blind } Enter number of boxes checked ▶ 18a

**b** If your parent (or someone else) can claim you as a dependent, check here. ▶ 18b  DSI

**c** If you are married filing separately and your spouse itemizes deductions, see page 40 and check here. ▶ 18c

**19** Enter the **standard deduction** shown below for your filing status. **But if you checked any box on line 18a or b, go to page 40 to find your standard deduction. If you checked box 18c, enter -0-.**

- Single—\$3,900
- Married filing jointly or Qualifying widow(er)—\$6,550
- Head of household—\$5,750
- Married filing separately—\$3,275

	19	34
--	----	----

**20** Subtract line 19 from line 17. If line 19 is more than line 17, enter -0-. 20

**21** Multiply \$2,500 by the total number of exemptions claimed on line 6e. 21 35

**22** Subtract line 21 from line 20. If line 21 is more than line 20, enter -0-. This is your **taxable income**. ▶ 22 36

**Figure your tax, credits, and payments**

If you want the IRS to figure your tax, see the instructions for line 22 on page 41.

**23** Find the tax on the amount on line 22. Check if from:  
 Tax Table (pages 65-70) or  Form 8615 (see page 42). 23 37

**24a** Credit for child and dependent care expenses. Attach Schedule 2. 24a 44

**b** Credit for the elderly or the disabled. Attach Schedule 3. 24b 45

**c** Add lines 24a and 24b. These are your **total credits**. 24c

**25** Subtract line 24c from line 23. If line 24c is more than line 23, enter -0-. 25

**26** Advance earned income credit payments from Form W-2. 26

**27** Household employment taxes. Attach Schedule H. 27 180

**28** Add lines 25, 26, and 27. This is your **total tax**. ▶ 28

**29a** Total Federal income tax withheld. If any is from Form(s) 1099, check here. ▶  29a 58

**b** 1995 estimated tax payments and amount applied from 1994 return. 29b 59

**c** **Earned income credit.** Attach Schedule EIC if you have a qualifying child. 29c  
 Nontaxable earned income: amount ▶ and type ▶

**d** Add lines 29a, 29b, and 29c (don't include nontaxable earned income). These are your **total payments**. ▶ 29d

**Figure your refund or amount you owe**

**30** If line 29d is more than line 28, subtract line 28 from line 29d. This is the amount you **overpaid**. 30 69 (-)

**31** Amount of line 30 you want **refunded to you**. 31

**32** Amount of line 30 you want **applied to your 1996 estimated tax**. 32 70

**33** If line 28 is more than line 29d, subtract line 29d from line 28. This is the **amount you owe**. For details on how to pay, including what to write on your payment, see page 55. 33 69 (+)

**34** Estimated tax penalty (see page 55). Also, include on line 33. 34 71

**Sign your return**

Under penalties of perjury, I declare that I have examined this return and accompanying schedules and statements, and to the best of my knowledge and belief, they are true, correct, and accurately list all amounts and sources of income I received during the tax year. Declaration of preparer (other than the taxpayer) is based on all information of which the preparer has any knowledge.

Keep a copy of this return for your records.	Your signature	Date	Your occupation
	Spouse's signature. If joint return, BOTH must sign.	Date	Spouse's occupation
<b>Paid preparer's use only</b>	Preparer's signature ▶ PPREP	Date	Preparer's SSN
	Firm's name (or yours if self-employed) and address	EIN	ZIP code



Department of the Treasury—Internal Revenue Service  
**Form 1040EZ Income Tax Return for Single and Joint Filers With No Dependents 1995**

OMB No. 1545-0675

<b>Use the IRS label here</b>	Your first name and initial	Last name
	If a joint return, spouse's first name and initial	Last name
	Home address (number and street). If you have a P.O. box, see page 11.	Apt. no.
	City, town or post office, state, and ZIP code. If you have a foreign address, see page 11.	

STATE

**Your social security number**

--	--	--	--

**Spouse's social security number**

--	--	--	--

**See instructions on back and in Form 1040EZ booklet.**

**Presidential Election Campaign** (See page 11.)

**Note:** Checking "Yes" will not change your tax or reduce your refund.

Do you want \$3 to go to this fund?  Yes  No

If a joint return, does your spouse want \$3 to go to this fund?  Yes  No

Yes No  
**ELECT**

**Income**

Attach Copy B of Form(s) W-2 here. Enclose, but do not attach, any payment with your return.

**Note:** You must check Yes or No.

**1** Total wages, salaries, and tips. This should be shown in box 1 of your W-2 form(s). Attach your W-2 form(s). 1

**2** Taxable interest income of \$400 or less. If the total is over \$400, you cannot use Form 1040EZ. 2

**3** Unemployment compensation (see page 14). 3

**4** Add lines 1, 2, and 3. This is your **adjusted gross income**. If less than \$9,230, see page 15 to find out if you can claim the earned income credit on line 8. 4

**5** Can your parents (or someone else) claim you on their return?  
 **Yes.** Do worksheet on back; enter amount from line G here.  **No.** If **single**, enter 6,400.00. If **married**, enter 11,550.00. For an explanation of these amounts, see back of form. 5

**6** Subtract line 5 from line 4. If line 5 is larger than line 4, enter 0. This is your **taxable income**. 6

	<b>Dollars</b>	<b>Cents</b>
1		
2		
33		
36		

**Payments and tax**

**7** Enter your Federal income tax withheld from box 2 of your W-2 form(s). 7

**8** **Earned income credit** (see page 15). Enter type and amount of nontaxable earned income below.  
 Type \$ 8

**9** Add lines 7 and 8 (don't include nontaxable earned income). These are your **total payments**. 9

**10** **Tax.** Use the amount on line 6 to find your tax in the tax table on pages 29-33 of the booklet. Then, enter the tax from the table on this line. 10

58		
37		

**Refund or amount you owe**

**11** If line 9 is larger than line 10, subtract line 10 from line 9. This is your **refund**. 11

**12** If line 10 is larger than line 9, subtract line 9 from line 10. This is the **amount you owe**. See page 22 for details on how to pay and what to write on your payment. 12

69 (-)		
69 (+)		

I have read this return. Under penalties of perjury, I declare that to the best of my knowledge and belief, the return is true, correct, and accurately lists all amounts and sources of income I received during the tax year.

**Sign your return**

Keep a copy of this form for your records.

Your signature		Spouse's signature If joint return	
Date	Your occupation	Date	Spouse's occupation

**For IRS Use Only — Please do not write in boxes below.**

1	2	3	4	5
6	7	8	9	10

PPREP

**Use this form if**

- Your filing status is single or married filing jointly.
- You do not claim any dependents.
- You had **only** wages, salaries, tips, taxable scholarship or fellowship grants, or unemployment compensation, and your taxable interest income was \$400 or less. **But** if you earned tips, including allocated tips, that are not included in box 5 and box 7 of your W-2, you may not be able to use Form 1040EZ. See page 13.
- You did not receive any advance earned income credit payments.
- You (and your spouse if married) were under 65 on January 1, 1996, and not blind at the end of 1995.
- Your taxable income (line 6) is less than \$50,000.

**Caution:** *If married and either you or your spouse had total wages of over \$61,200, you may not be able to use this form. See page 9.*

If you are not sure about your filing status, see page 10. If you have questions about dependents, call Tele-Tax (see page 27) and listen to topic 354. If you **can't use this form**, call Tele-Tax (see page 27) and listen to topic 352.

**Filling in your return**

Because this form is read by a machine, please print your numbers inside the boxes like this:

9 8 7 6 5 4 3 2 1 0

Do not type your numbers. Do not use dollar signs.

If you received a scholarship or fellowship grant or tax-exempt interest income, such as on municipal bonds, see the booklet before filling in the form. Also, see the booklet if you received a Form 1099-INT showing income tax withheld.

**Remember,** you must report all wages, salaries, and tips even if you don't get a W-2 form from your employer. You must also report all your taxable interest income, including interest from banks, savings and loans, credit unions, etc., even if you don't get a Form 1099-INT.

If you paid someone to prepare your return, see page 22.

**Worksheet for dependents who checked "Yes" on line 5**

Use this worksheet to figure the amount to enter on line 5 if someone can claim you (or your spouse if married) as a dependent, even if that person chooses not to do so. To find out if someone can claim you as a dependent, call Tele-Tax (see page 27) and listen to topic 354.

- |  |   |
|--|---|
| <p>A. Enter the amount from line 1 on the front.</p> <p>B. Minimum standard deduction.</p> <p>C. Enter the LARGER of line A or line B here.</p> <p>D. Maximum standard deduction. If single, enter 3,900.00; if married, enter 6,550.00.</p> <p>E. Enter the SMALLER of line C or line D here. This is your standard deduction.</p> <p>F. Exemption amount.</p> <ul style="list-style-type: none"> <li>• If single, enter 0.</li> <li>• If married and both you and your spouse can be claimed as dependents, enter 0.</li> <li>• If married and only one of you can be claimed as a dependent, enter 2,500.00.</li> </ul> <p>G. Add lines E and F. Enter the total here and on line 5 on the front.</p> | <p>A. _____</p> <p>B. <u>650.00</u></p> <p>C. _____</p> <p>D. _____</p> <p>E. _____</p> <p>F. _____</p> <p>G. _____</p> |
|--|---|

**If you checked "No" on line 5** because no one can claim you (or your spouse if married) as a dependent, enter on line 5 the amount shown below that applies to you.

- Single, enter 6,400.00. This is the total of your standard deduction (3,900.00) and personal exemption (2,500.00).
- Married, enter 11,550.00. This is the total of your standard deduction (6,550.00), exemption for yourself (2,500.00), and exemption for your spouse (2,500.00).

**Avoid mistakes**

See page 5 of the Form 1040EZ booklet for a list of common mistakes to avoid. Errors will delay your refund.

**Mailing your return**

Mail your return by **April 15, 1996**. Use the envelope that came with your booklet. If you don't have that envelope, see page 36 for the address to use.

**SCHEDULES A&B**  
**(Form 1040)**

**Schedule A—Itemized Deductions**

(Schedule B is on back)

OMB No. 1545-0074

**1995**

Attachment  
Sequence No. **07**

Department of the Treasury  
Internal Revenue Service (99)

▶ **Attach to Form 1040.** ▶ See Instructions for Schedules A and B (Form 1040).

Name(s) shown on Form 1040

Your social security number

<b>Medical and Dental Expenses</b>	<b>1</b>	<b>Caution:</b> Do not include expenses reimbursed or paid by others. Medical and dental expenses (see page A-1) . . . . .	<b>1</b>	72	<b>4</b>	73
	<b>2</b>	Enter amount from Form 1040, line 32 . . . . .	<b>2</b>			
	<b>3</b>	Multiply line 2 above by 7.5% (.075) . . . . .	<b>3</b>			
	<b>4</b>	Subtract line 3 from line 1. If line 3 is more than line 1, enter -0- . . . . .				
<b>Taxes You Paid</b> (See page A-1.)	<b>5</b>	State and local income taxes . . . . .	<b>5</b>	74	<b>9</b>	
	<b>6</b>	Real estate taxes (see page A-2) . . . . .	<b>6</b>	75		
	<b>7</b>	Personal property taxes . . . . .	<b>7</b>			
	<b>8</b>	Other taxes. List type and amount ▶ . . . . .	<b>8</b>			
	<b>9</b>	Add lines 5 through 8 . . . . .				
<b>Interest You Paid</b> (See page A-2.)	<b>10</b>	Home mortgage interest and points reported to you on Form 1098 . . . . .	<b>10</b>	78	<b>14</b>	82
	<b>11</b>	Home mortgage interest not reported to you on Form 1098. If paid to the person from whom you bought the home, see page A-3 and show that person's name, identifying no., and address ▶ . . . . .				
	<b>12</b>	Points not reported to you on Form 1098. See page A-3 for special rules . . . . .	<b>12</b>	79		
	<b>13</b>	Investment interest. If required, attach Form 4952. (See page A-3.) . . . . .	<b>13</b>	80		
<b>Note:</b> Personal interest is not deductible.	<b>14</b>	Add lines 10 through 13 . . . . .			<b>14</b>	81
	<b>15</b>	Gifts by cash or check. If you made any gift of \$250 or more, see page A-3 . . . . .	<b>15</b>	83	<b>18</b>	86
If you made a gift and got a benefit for it, see page A-3.	<b>16</b>	Other than by cash or check. If any gift of \$250 or more, see page A-3. If over \$500, you <b>MUST</b> attach Form 8283 . . . . .	<b>16</b>	84		
	<b>17</b>	Carryover from prior year . . . . .	<b>17</b>			
<b>18</b>	Add lines 15 through 17 . . . . .			<b>18</b>	86	
<b>Casualty and Theft Losses</b>	<b>19</b>	Casualty or theft loss(es). Attach Form 4684. (See page A-4.) . . . . .			<b>19</b>	91
<b>Job Expenses and Most Other Miscellaneous Deductions</b> (See page A-5 for expenses to deduct here.)	<b>20</b>	Unreimbursed employee expenses—job travel, union dues, job education, etc. If required, you <b>MUST</b> attach Form 2106 or 2106-EZ. (See page A-5.) ▶ . . . . .	<b>20</b>	88	<b>26</b>	87
	<b>21</b>	Tax preparation fees . . . . .	<b>21</b>	89		
	<b>22</b>	Other expenses—investment, safe deposit box, etc. List type and amount ▶ . . . . .	<b>22</b>			
	<b>23</b>	Add lines 20 through 22 . . . . .	<b>23</b>	90		
	<b>24</b>	Enter amount from Form 1040, line 32 . . . . .	<b>24</b>			
	<b>25</b>	Multiply line 24 above by 2% (.02) . . . . .	<b>25</b>			
<b>26</b>	Subtract line 25 from line 23. If line 25 is more than line 23, enter -0- . . . . .			<b>26</b>	87	
<b>Other Miscellaneous Deductions</b>	<b>27</b>	Other—from list on page A-5. List type and amount ▶ . . . . .			<b>27</b>	
<b>Total Itemized Deductions</b>	<b>28</b>	Is Form 1040, line 32, over \$114,700 (over \$57,350 if married filing separately)? <b>NO.</b> Your deduction is not limited. Add the amounts in the far right column for lines 4 through 27. Also, enter on Form 1040, line 34, the <b>larger</b> of this amount or your standard deduction. <b>YES.</b> Your deduction may be limited. See page A-5 for the amount to enter.			<b>28</b>	

## Line 20

### Unreimbursed Employee Expenses

Enter the total job expenses you paid for which you were not reimbursed. (Amounts your employer included in box 1 of your W-2 form are not considered reimbursements.) But you **MUST** fill in and attach **Form 2106**, Employee Business Expenses, if **either** of the following applies:

1. You claim any travel, transportation, meal, or entertainment expenses for your job, OR
2. Your employer paid you for any of your job expenses reportable on line 20.

**TIP** If you used your own vehicle and item 2 does not apply, you may be able to file **Form 2106-EZ**, Unreimbursed Employee Business Expenses, instead.

If you don't have to file Form 2106 or 2106-EZ, list the type and amount of each expense on the dotted lines next to line 20. If you need more space, attach a statement showing the type and amount of each expense. Enter one total on line 20.

Examples of expenses to include on line 20 are:

- Travel, transportation, meal, or entertainment expenses.
- Union dues.
- Safety equipment, small tools, and supplies you needed for your job.
- Uniforms your employer said you must have, and which you may not usually wear away from work.
- Protective clothing required in your work, such as hard hats, safety shoes, and glasses.
- Physical examinations your employer said you must have.
- Dues to professional organizations and chambers of commerce.
- Subscriptions to professional journals.
- Fees to employment agencies and other costs to look for a new job in your present occupation, even if you do not get a new job.
- Business use of part of your home, but only if you use that part exclusively and on a regular basis in your work and for the convenience of your employer. For details, including limits that apply, call Tele-Tax (see page 36) and listen to topic 509 or get **Pub. 587**, Business Use of Your Home.
- Educational expenses you paid that were required by your employer, or by law or regulation, to keep your salary or job. In general, you may also include the cost of keeping or improving skills you must have in your job. For more details, call Tele-Tax (see page 36) and listen to topic 513 or get **Pub. 508**. Some educational expenses are not deductible. See **Examples of Expenses You May Not Deduct** on page A-4.

## Line 21

### Tax Preparation Fees

Enter the total fees you paid for preparation of your tax return, including fees paid for filing your return electronically. But **do not** include fees deducted elsewhere, such as on Schedule C, C-EZ, E, or F.

## Line 22

### Other Expenses

Enter the total amount you paid to produce or collect taxable income and manage or protect property held for earning income. But **do not** include any expenses deducted elsewhere such as on Schedule C, C-EZ, E, or F. List the type and amount of each expense on the dotted lines next to line 22. If you need more space, attach a statement showing the type and amount of each expense. Enter one total on line 22.

Examples of expenses to include on line 22 are:

- Safe deposit box rental.
- Certain legal and accounting fees.
- Clerical help and office rent.
- Custodial (e.g., trust account) fees.
- Your share of the investment expenses of a regulated investment company.
- Certain losses on nonfederally insured deposits in an insolvent or bankrupt financial institution. For details, including limits on the amount you may deduct, see Pub. 529.
- Deduction for repayment of amounts under a claim of right if \$3,000 or less.
- Certain expenses related to an activity not engaged in for profit. For details, get **Pub. 535**, Business Expenses.

## Line 27

### Other Miscellaneous Deductions

Enter your total other miscellaneous deductions that are not subject to the 2% AGI limit. List the type and amount of each expense on the dotted lines next to line 27. If you need more space, attach a statement showing the type and amount of each expense.

Enter one total on line 27. Only the expenses listed below can be deducted on this line:

- Gambling losses, but only to the extent of gambling winnings reported on Form 1040, line 21.
  - Federal estate tax on income in respect of a decedent.
  - Amortizable bond premium on bonds acquired before October 23, 1986.
  - Deduction for repayment of amounts under a claim of right if more than \$3,000. Get **Pub. 525**, Taxable and Nontaxable Income, for details.
  - Certain unrecovered investment in a pension. Get **Pub. 529**, Miscellaneous Deductions, for details.
  - Impairment-related work expenses of a disabled person.
- For more details on these expenses, see Pub. 529.

### Moving Expenses Incurred Before 1994.

You may be able to deduct moving expenses you incurred before 1994 that you did not deduct on a prior year's return. But you must use the **1994 Form 3903**, Moving Expenses, or the **1994 Form 3903-F**, Foreign Moving Expenses, to do so. To get the 1994 form, call 1-800-TAX-FORM (1-800-829-3676) or write to us at the address shown on page 39 that applies to you.

## Total Itemized Deductions

### Line 28

If the amount on Form 1040, line 32, is over \$114,700 (over \$57,350 if married filing separately), use the worksheet on this page to figure the amount to enter on line 28.

### Itemized Deductions Worksheet—Line 28 (keep for your records)

1. Add the amounts on Schedule A, lines 4, 9, 14, 18, 19, 26, and 27	1. _____
2. Add the amounts on Schedule A, lines 4, 13, and 19, plus any gambling losses included on line 27	2. _____
<b>Caution:</b> Be sure your total gambling losses are clearly identified on the dotted line next to line 27.	
3. Subtract line 2 from line 1. If the result is zero, <b>stop here</b> ; enter the amount from line 1 above on Schedule A, line 28, and see the <b>Note</b> below	3. _____
4. Multiply line 3 above by 80% (.80)	4. _____
5. Enter the amount from Form 1040, line 32	5. _____
6. Enter \$114,700 (\$57,350 if married filing separately)	6. _____
7. Subtract line 6 from line 5. If the result is zero or less, <b>stop here</b> ; enter the amount from line 1 above on Schedule A, line 28, and see the <b>Note</b> below	7. _____
8. Multiply line 7 above by 3% (.03)	8. _____
9. Enter the <b>smaller</b> of line 4 or line 8	9. <u>94</u>
10. <b>Total itemized deductions.</b> Subtract line 9 from line 1. Enter the result here and on Schedule A, line 28, and see the <b>Note</b> below	10. _____

**Note:** Also enter on Form 1040, line 34, the **larger** of the amount you enter on Schedule A, line 28, or your standard deduction.

Name(s) shown on Form 1040. Do not enter name and social security number if shown on other side.

Your social security number

### Schedule B—Interest and Dividend Income

Attachment Sequence No. 08

#### Part I Interest Income

(See pages 15 and B-1.)

**Note:** If you received a Form 1099-INT, Form 1099-OID, or substitute statement from a brokerage firm, list the firm's name as the payer and enter the total interest shown on that form.

**Note:** If you had over \$400 in taxable interest income, you must also complete Part III.

- 1 List name of payer. If any interest is from a seller-financed mortgage and the buyer used the property as a personal residence, see page B-1 and list this interest first. Also, show that buyer's social security number and address ▶
- 2 Add the amounts on line 1
- 3 Excludable interest on series EE U.S. savings bonds issued after 1989 from Form 8815, line 14. You MUST attach Form 8815 to Form 1040
- 4 Subtract line 3 from line 2. Enter the result here and on Form 1040, line 8a ▶

		Amount
1		
2		
3		
4		

#### Part II Dividend Income

(See pages 15 and B-1.)

**Note:** If you received a Form 1099-DIV or substitute statement from a brokerage firm, list the firm's name as the payer and enter the total dividends shown on that form.

**Note:** If you had over \$400 in gross dividends and/or other distributions on stock, you must also complete Part III.

- 5 List name of payer. Include gross dividends and/or other distributions on stock here. Any capital gain distributions and nontaxable distributions will be deducted on lines 7 and 8 ▶
- 6 Add the amounts on line 5
- 7 Capital gain distributions. Enter here and on Schedule D\* 7
- 8 Nontaxable distributions. (See the inst. for Form 1040, line 9.) 8 95
- 9 Add lines 7 and 8
- 10 Subtract line 9 from line 6. Enter the result here and on Form 1040, line 9 ▶  
\*If you do not need Schedule D to report any other gains or losses, see the instructions for Form 1040, line 13, on page 16.

		Amount
5		
6		
7		
8		
9		
10		

#### Part III Foreign Accounts and Trusts

(See page B-2.)

- If you had over \$400 of interest or dividends or had a foreign account or were a grantor of, or a transferor to, a foreign trust, you must complete this part.
- |   | Yes | No |
|---|-----|----|
| 11a At any time during 1995, did you have an interest in or a signature or other authority over a financial account in a foreign country, such as a bank account, securities account, or other financial account? See page B-2 for exceptions and filing requirements for Form TD F 90-22.1 |     |    |
| b If "Yes," enter the name of the foreign country ▶   |     |    |
| 12 Were you the grantor of, or transferor to, a foreign trust that existed during 1995, whether or not you have any beneficial interest in it? If "Yes," you may have to file Form 3520, 3520-A, or 926   |     |    |

**SCHEDULE C  
(Form 1040)**

**Profit or Loss From Business**

(Sole Proprietorship)

OMB No. 1545-0074

**1995**

Department of the Treasury  
Internal Revenue Service (99)

► Partnerships, joint ventures, etc., must file Form 1065.

► Attach to Form 1040 or Form 1041. ► See Instructions for Schedule C (Form 1040).

Attachment  
Sequence No. **09**

Name of proprietor \_\_\_\_\_ Social security number (SSN) \_\_\_\_\_

**A** Principal business or profession, including product or service (see page C-1) \_\_\_\_\_ **B** Enter principal business code (see page C-6) ► | | | | | | | | | |

**C** Business name. If no separate business name, leave blank. \_\_\_\_\_ **D** Employer ID number (EIN), if any \_\_\_\_\_

**E** Business address (including suite or room no.) ► \_\_\_\_\_  
City, town or post office, state, and ZIP code \_\_\_\_\_

**F** Accounting method: (1)  Cash (2)  Accrual (3)  Other (specify) ► \_\_\_\_\_

**G** Method(s) used to value closing inventory: (1)  Cost (2)  Lower of cost or market (3)  Other (attach explanation) (4)  Does not apply (if checked, skip line H)

**H** Was there any change in determining quantities, costs, or valuations between opening and closing inventory? If "Yes," attach explanation \_\_\_\_\_

**I** Did you "materially participate" in the operation of this business during 1995? If "No," see page C-2 for limit on losses. \_\_\_\_\_

**J** If you started or acquired this business during 1995, check here \_\_\_\_\_

**Part I Income**

<b>1</b> Gross receipts or sales. <b>Caution:</b> If this income was reported to you on Form W-2 and the "Statutory employee" box on that form was checked, see page C-2 and check here		<b>1</b>	
<b>2</b> Returns and allowances		<b>2</b>	
<b>3</b> Subtract line 2 from line 1		<b>3</b>	96
<b>4</b> Cost of goods sold (from line 40 on page 2)		<b>4</b>	97
<b>5</b> <b>Gross profit.</b> Subtract line 4 from line 3		<b>5</b>	
<b>6</b> Other income, including Federal and state gasoline or fuel tax credit or refund (see page C-2)		<b>6</b>	
<b>7</b> <b>Gross income.</b> Add lines 5 and 6		<b>7</b>	99

**Part II Expenses.** Enter expenses for business use of your home **only** on line 30.

<b>8</b> Advertising	<b>8</b>		<b>19</b> Pension and profit-sharing plans	<b>19</b>	
<b>9</b> Bad debts from sales or services (see page C-3)	<b>9</b>		<b>20</b> Rent or lease (see page C-4):		
<b>10</b> Car and truck expenses (see page C-3)	<b>10</b>	100	<b>a</b> Vehicles, machinery, and equipment	<b>20a</b>	
<b>11</b> Commissions and fees	<b>11</b>	101	<b>b</b> Other business property	<b>20b</b>	107
<b>12</b> Depletion	<b>12</b>		<b>21</b> Repairs and maintenance	<b>21</b>	
<b>13</b> Depreciation and section 179 expense deduction (not included in Part III) (see page C-3)	<b>13</b>	102	<b>22</b> Supplies (not included in Part III)	<b>22</b>	
<b>14</b> Employee benefit programs (other than on line 19)	<b>14</b>		<b>23</b> Taxes and licenses	<b>23</b>	
<b>15</b> Insurance (other than health)	<b>15</b>	103	<b>24</b> Travel, meals, and entertainment:		
<b>16</b> Interest:			<b>a</b> Travel	<b>24a</b>	
<b>a</b> Mortgage (paid to banks, etc.)	<b>16a</b>	104	<b>b</b> Meals and entertainment		
<b>b</b> Other	<b>16b</b>	105	<b>c</b> Enter 50% of line 24b subject to limitations (see page C-4)		
<b>17</b> Legal and professional services	<b>17</b>		<b>d</b> Subtract line 24c from line 24b	<b>24d</b>	
<b>18</b> Office expense	<b>18</b>	106	<b>25</b> Utilities	<b>25</b>	
<b>28</b> <b>Total expenses</b> before expenses for business use of home. Add lines 8 through 27 in columns.	<b>28</b>	109	<b>26</b> Wages (less employment credits)	<b>26</b>	108
<b>29</b> Tentative profit (loss). Subtract line 28 from line 7	<b>29</b>		<b>27</b> Other expenses (from line 46 on page 2)	<b>27</b>	
<b>30</b> Expenses for business use of your home. Attach <b>Form 8829</b>	<b>30</b>		<b>31</b> <b>Net profit or (loss).</b> Subtract line 30 from line 29.	<b>31</b>	
<b>31</b> <b>Net profit or (loss).</b> Subtract line 30 from line 29.			• If a profit, enter on <b>Form 1040, line 12</b> , and ALSO on <b>Schedule SE, line 2</b> (statutory employees, see page C-5). Estates and trusts, enter on Form 1041, line 3.		
<b>32</b> If you have a loss, you <b>MUST</b> go on to line 32.			• If a loss, you <b>MUST</b> go on to line 32.		
<b>32</b> If you have a loss, check the box that describes your investment in this activity (see page C-5).			• If you checked 32a, enter the loss on <b>Form 1040, line 12</b> , and ALSO on <b>Schedule SE, line 2</b> (statutory employees, see page C-5). Estates and trusts, enter on Form 1041, line 3.	<b>32a</b> <input type="checkbox"/>	All investment is at risk.
• If you checked 32b, you <b>MUST</b> attach <b>Form 6198</b> .			• If you checked 32b, you <b>MUST</b> attach <b>Form 6198</b> .	<b>32b</b> <input type="checkbox"/>	Some investment is not at risk.

**SCHEDULE D  
(Form 1040)**

**Capital Gains and Losses**

OMB No. 1545-0074

**1995**

Attachment  
Sequence No. **12**

Department of the Treasury  
Internal Revenue Service (99)  
Name(s) shown on Form 1040

▶ **Attach to Form 1040.** ▶ **See Instructions for Schedule D (Form 1040).**  
▶ **Use lines 20 and 22 for more space to list transactions for lines 1 and 9.**

Your social security number

**Part I Short-Term Capital Gains and Losses—Assets Held One Year or Less**

(a) Description of property (Example: 100 sh. XYZ Co.)	(b) Date acquired (Mo., day, yr.)	(c) Date sold (Mo., day, yr.)	(d) Sales price (see page D-3)	(e) Cost or other basis (see page D-3)	(f) LOSS If (e) is more than (d), subtract (d) from (e)	(g) GAIN If (d) is more than (e), subtract (e) from (d)
1						
2	Enter your short-term totals, if any, from line 21 . . . . .		2			
3	<b>Total short-term sales price amounts.</b> Add column (d) of lines 1 and 2 . . . . .		3			
4	Short-term gain from Forms 2119 and 6252, and short-term gain or loss from Forms 4684, 6781, and 8824 . . . . .				4	
5	Net short-term gain or loss from partnerships, S corporations, estates, and trusts from Schedule(s) K-1 . . . . .				5	
6	Short-term capital loss carryover. Enter the amount, if any, from line 9 of your 1994 Capital Loss Carryover Worksheet . . . . .				6	
7	Add lines 1 through 6 in columns (f) and (g) . . . . .				7	( ) 111
8	<b>Net short-term capital gain or (loss).</b> Combine columns (f) and (g) of line 7 . . . . . ▶				8	

**Part II Long-Term Capital Gains and Losses—Assets Held More Than One Year**

9						
10	Enter your long-term totals, if any, from line 23 . . . . .		10			
11	<b>Total long-term sales price amounts.</b> Add column (d) of lines 9 and 10 . . . . .		11			
12	Gain from Form 4797; long-term gain from Forms 2119, 2439, and 6252; and long-term gain or loss from Forms 4684, 6781, and 8824 . . . . .				12	115 114
13	Net long-term gain or loss from partnerships, S corporations, estates, and trusts from Schedule(s) K-1 . . . . .				13	
14	Capital gain distributions . . . . .				14	116
15	Long-term capital loss carryover. Enter the amount, if any, from line 14 of your 1994 Capital Loss Carryover Worksheet . . . . .				15	
16	Add lines 9 through 15 in columns (f) and (g) . . . . .				16	( ) 117
17	<b>Net long-term capital gain or (loss).</b> Combine columns (f) and (g) of line 16 . . . . . ▶				17	

**Part III Summary of Parts I and II**

18	Combine lines 8 and 17. If a loss, go to line 19. If a gain, enter the gain on Form 1040, line 13. <b>Note:</b> If both lines 17 and 18 are gains, see the <b>Capital Gain Tax Worksheet</b> on page 24 . . . . .		18	
19	If line 18 is a loss, enter here and as a (loss) on Form 1040, line 13, the <b>smaller</b> of these losses: a The loss on line 18; <b>or</b> b (\$3,000) or, if married filing separately, (\$1,500) . . . . .		19	( )
	<b>Note:</b> See the <b>Capital Loss Carryover Worksheet</b> on page D-3 if the loss on line 18 exceeds the loss on line 19 <b>or</b> if Form 1040, line 35, is a loss.			



**SCHEDULE E  
(Form 1040)**

Department of the Treasury  
Internal Revenue Service (99)

**Supplemental Income and Loss**  
(From rental real estate, royalties, partnerships,  
S corporations, estates, trusts, REMICs, etc.)

OMB No. 1545-0074

**1995**

Attachment  
Sequence No. **13**

▶ Attach to Form 1040 or Form 1041. ▶ See Instructions for Schedule E (Form 1040).

Name(s) shown on return

Your social security number

**Part I** **Income or Loss From Rental Real Estate and Royalties** Note: Report income and expenses from your business of renting personal property on **Schedule C** or **C-EZ** (see page E-1). Report farm rental income or loss from **Form 4835** on page 2, line 39.

1	Show the kind and location of each rental real estate property:	2	For each rental real estate property listed on line 1, did you or your family use it for personal purposes for more than the greater of 14 days or 10% of the total days rented at fair rental value during the tax year? (See page E-1.)	Yes	No
A	.....			A	
B	.....			B	
C	.....			C	

Income:	Properties			Totals (Add columns A, B, and C.)
	A	B	C	
<b>3</b> Rents received . . . . .	<b>3</b>			<b>3</b> 120
<b>4</b> Royalties received . . . . .	<b>4</b>			<b>4</b> 121
<b>Expenses:</b>				
<b>5</b> Advertising . . . . .	<b>5</b>			
<b>6</b> Auto and travel (see page E-2) . . . . .	<b>6</b>			
<b>7</b> Cleaning and maintenance . . . . .	<b>7</b>			
<b>8</b> Commissions . . . . .	<b>8</b>			
<b>9</b> Insurance . . . . .	<b>9</b>			
<b>10</b> Legal and other professional fees . . . . .	<b>10</b>			
<b>11</b> Management fees . . . . .	<b>11</b>			
<b>12</b> Mortgage interest paid to banks, etc. (see page E-2) . . . . .	<b>12</b>			<b>12</b> 122
<b>13</b> Other interest . . . . .	<b>13</b>		123	
<b>14</b> Repairs . . . . .	<b>14</b>			
<b>15</b> Supplies . . . . .	<b>15</b>			
<b>16</b> Taxes . . . . .	<b>16</b>			
<b>17</b> Utilities . . . . .	<b>17</b>			
<b>18</b> Other (list) ▶ .....	<b>18</b>			
.....				
.....				
<b>19</b> Add lines 5 through 18 . . . . .	<b>19</b>			<b>19</b>
<b>20</b> Depreciation expense or depletion (see page E-2) . . . . .	<b>20</b>	125	124	<b>20</b>
<b>21</b> Total expenses. Add lines 19 and 20 . . . . .	<b>21</b>			
<b>22</b> Income or (loss) from rental real estate or royalty properties. Subtract line 21 from line 3 (rents) or line 4 (royalties). If the result is a (loss), see page E-2 to find out if you must file <b>Form 6198</b> . . . . .	<b>22</b>	126	127	
<b>23</b> Deductible rental real estate loss. <b>Caution:</b> Your rental real estate loss on line 22 may be limited. See page E-3 to find out if you must file <b>Form 8582</b> . Real estate professionals must complete line 42 on page 2 . . . . .	<b>23</b>	( 128 )	( )	( )
<b>24</b> <b>Income.</b> Add positive amounts shown on line 22. <b>Do not</b> include any losses . . . . .	<b>24</b>			130
<b>25</b> <b>Losses.</b> Add royalty losses from line 22 and rental real estate losses from line 23. Enter the total losses here . . . . .	<b>25</b>	( 131 )		
<b>26</b> Total rental real estate and royalty income or (loss). Combine lines 24 and 25. Enter the result here. If Parts II, III, IV, and line 39 on page 2 do not apply to you, also enter this amount on Form 1040, line 17. Otherwise, include this amount in the total on line 40 on page 2 . . . . .	<b>26</b>			

Name(s) shown on return. Do not enter name and social security number if shown on other side.

Your social security number

Note: If you report amounts from farming or fishing on Schedule E, you must enter your gross income from those activities on line 41 below. Real estate professionals must complete line 42 below.

Part II Income or Loss From Partnerships and S Corporations Note: If you report a loss from an at-risk activity, you MUST check either column (e) or (f) of line 27 to describe your investment in the activity. See page E-4. If you check column (f), you must attach Form 6198.

Table with 5 main columns: (a) Name, (b) Enter P for partnership; S for S corporation, (c) Check if foreign partnership, (d) Employer identification number, (e) Investment At Risk? (All is at risk / Some is not at risk). Includes sub-tables for Passive Income and Loss and Nonpassive Income and Loss, and summary rows 28a-31.

Part III Income or Loss From Estates and Trusts

Table with 4 main columns: (a) Name, (b) Employer identification number, (c) Passive deduction or loss allowed (attach Form 8582 if required), (d) Passive income from Schedule K-1, (e) Deduction or loss from Schedule K-1, (f) Other income from Schedule K-1. Includes summary rows 33a-36.

Part IV Income or Loss From Real Estate Mortgage Investment Conduits (REMICs)—Residual Holder

Table with 5 main columns: (a) Name, (b) Employer identification number, (c) Excess inclusion from Schedules Q, line 2c (see page E-4), (d) Taxable income (net loss) from Schedules Q, line 1b, (e) Income from Schedules Q, line 3b. Includes summary row 38.

Part V Summary

Summary table with 4 main columns: Description, Line number, Amount, and another column. Includes rows 39-42 for reconciliation of farming and fishing income and real estate professionals.



**SCHEDULE SE  
(Form 1040)**

**Self-Employment Tax**

OMB No. 1545-0074

**1995**

Department of the Treasury  
Internal Revenue Service (99)

▶ See Instructions for Schedule SE (Form 1040).

▶ Attach to Form 1040.

Attachment  
Sequence No. **17**

Name of person with **self-employment** income (as shown on Form 1040)

Social security number of person  
with **self-employment** income ▶

**Who Must File Schedule SE**

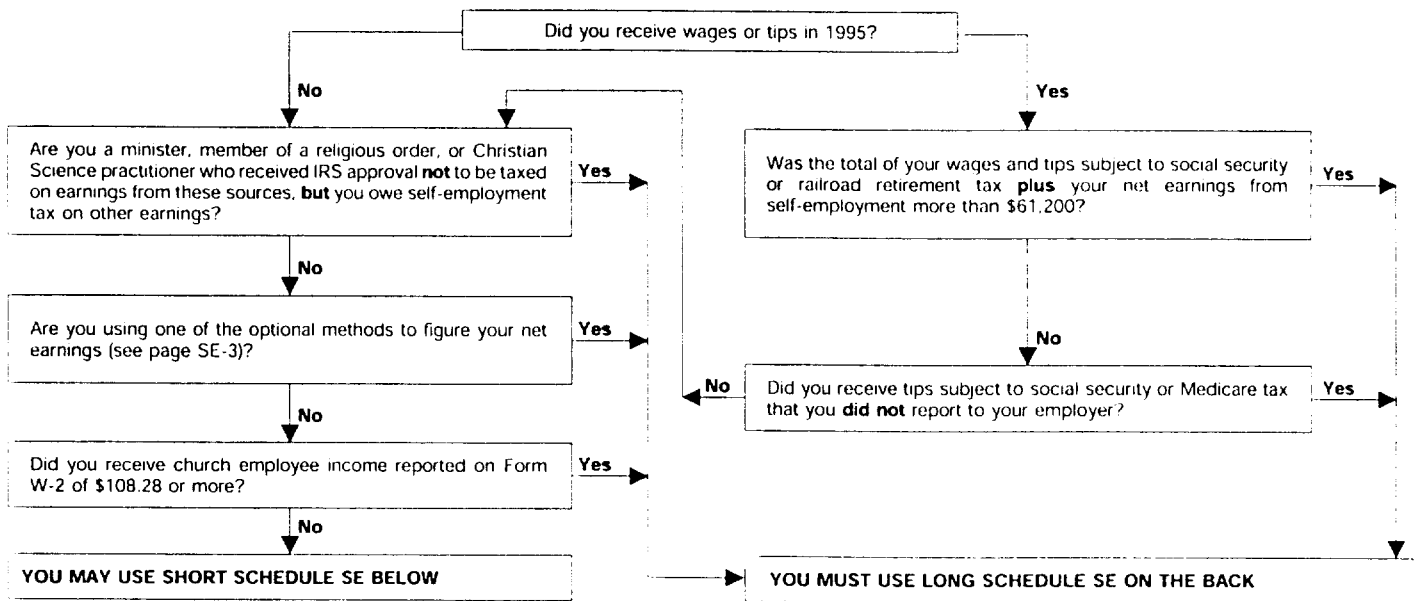
You must file Schedule SE if:

- You had net earnings from self-employment from **other than** church employee income (line 4 of Short Schedule SE or line 4c of Long Schedule SE) of \$400 or more, **OR**
- You had church employee income of \$108.28 or more. Income from services you performed as a minister or a member of a religious order **is not** church employee income. See page SE-1.

**Note:** Even if you have a loss or a small amount of income from self-employment, it may be to your benefit to file Schedule SE and use either "optional method" in Part II of Long Schedule SE. See page SE-3.

**Exception.** If your only self-employment income was from earnings as a minister, member of a religious order, or Christian Science practitioner **and** you filed Form 4361 and received IRS approval not to be taxed on those earnings, **do not** file Schedule SE. Instead, write "Exempt-Form 4361" on Form 1040, line 47.

**May I Use Short Schedule SE or MUST I Use Long Schedule SE?**



**Section A—Short Schedule SE. Caution:** Read above to see if you can use Short Schedule SE.

<b>1</b> Net farm profit or (loss) from Schedule F, line 36, and farm partnerships, Schedule K-1 (Form 1065), line 15a . . . . .	<b>1</b>
<b>2</b> Net profit or (loss) from Schedule C, line 31; Schedule C-EZ, line 3; and Schedule K-1 (Form 1065), line 15a (other than farming). Ministers and members of religious orders see page SE-1 for amounts to report on this line. See page SE-2 for other income to report . . . . .	<b>2</b>
<b>3</b> Combine lines 1 and 2 . . . . .	<b>3</b>
<b>4</b> <b>Net earnings from self-employment.</b> Multiply line 3 by 92.35% (.9235). If less than \$400, <b>do not</b> file this schedule; you do not owe self-employment tax . . . . . ▶	<b>4</b>
<b>5</b> <b>Self-employment tax.</b> If the amount on line 4 is: • \$61,200 or less, multiply line 4 by 15.3% (.153). Enter the result here and on <b>Form 1040, line 47.</b> • More than \$61,200, multiply line 4 by 2.9% (.029). Then, add \$7,588.80 to the result. Enter the total here and on <b>Form 1040, line 47.</b>	<b>5</b>
<b>6</b> <b>Deduction for one-half of self-employment tax.</b> Multiply line 5 by 50% (.5). Enter the result here and on <b>Form 1040, line 25</b> . . . . . <b>6</b>	

Name of person with **self-employment** income (as shown on Form 1040)

Social security number of person with **self-employment** income ▶

**Section B—Long Schedule SE**

**Part I Self-Employment Tax**

**Note:** If your only income subject to self-employment tax is **church employee income**, skip lines 1 through 4b. Enter -0- on line 4c and go to line 5a. Income from services you performed as a minister or a member of a religious order is **not church employee income**. See page SE-1.

**A** If you are a minister, member of a religious order, or Christian Science practitioner **and** you filed Form 4361, but you had \$400 or more of **other** net earnings from self-employment, check here and continue with Part I. . . . ▶

<b>1</b> Net farm profit or (loss) from Schedule F, line 36, and farm partnerships, Schedule K-1 (Form 1065), line 15a. <b>Note:</b> Skip this line if you use the farm optional method. See page SE-3 . . . . .	<b>1</b>		
<b>2</b> Net profit or (loss) from Schedule C, line 31; Schedule C-EZ, line 3; and Schedule K-1 (Form 1065), line 15a (other than farming). Ministers and members of religious orders see page SE-1 for amounts to report on this line. See page SE-2 for other income to report. <b>Note:</b> Skip this line if you use the nonfarm optional method. See page SE-3. . . . .	<b>2</b>		
<b>3</b> Combine lines 1 and 2 . . . . .	<b>3</b>		
<b>4a</b> If line 3 is more than zero, multiply line 3 by 92.35% (.9235). Otherwise, enter amount from line 3	<b>4a</b>		
<b>b</b> If you elected one or both of the optional methods, enter the total of lines 15 and 17 here . . . . .	<b>4b</b>		
<b>c</b> Combine lines 4a and 4b. If less than \$400, <b>do not</b> file this schedule; you do not owe self-employment tax. <b>Exception.</b> If less than \$400 and you had <b>church employee income</b> , enter -0- and continue ▶	<b>4c</b>		
<b>5a</b> Enter your <b>church employee income</b> from Form W-2. <b>Caution:</b> See page SE-1 for definition of church employee income . . . . .	<b>5a</b>		
<b>b</b> Multiply line 5a by 92.35% (.9235). If less than \$100, enter -0- . . . . .	<b>5b</b>		
<b>6 Net earnings from self-employment.</b> Add lines 4c and 5b . . . . .	<b>6</b>		
<b>7</b> Maximum amount of combined wages and self-employment earnings subject to social security tax or the 6.2% portion of the 7.65% railroad retirement (tier 1) tax for 1995 . . . . .	<b>7</b>	61,200	00
<b>8a</b> Total social security wages and tips (total of boxes 3 and 7 on Form(s) W-2) and railroad retirement (tier 1) compensation . . . . .	<b>8a</b>		
<b>b</b> Unreported tips subject to social security tax (from Form 4137, line 9)	<b>8b</b>		
<b>c</b> Add lines 8a and 8b . . . . .	<b>8c</b>		
<b>9</b> Subtract line 8c from line 7. If zero or less, enter -0- here and on line 10 and go to line 11 ▶	<b>9</b>		
<b>10</b> Multiply the <b>smaller</b> of line 6 or line 9 by 12.4% (.124) . . . . .	<b>10</b>		
<b>11</b> Multiply line 6 by 2.9% (.029). . . . .	<b>11</b>		
<b>12 Self-employment tax.</b> Add lines 10 and 11. Enter here and on <b>Form 1040, line 47</b> . . . . .	<b>12</b>		
<b>13 Deduction for one-half of self-employment tax.</b> Multiply line 12 by 50% (.5). Enter the result here and on <b>Form 1040, line 25</b> . . . . .	<b>13</b>		

**Part II Optional Methods To Figure Net Earnings** (See page SE-3.)

<b>Farm Optional Method.</b> You may use this method <b>only</b> if:			
• Your gross farm income <sup>1</sup> was not more than \$2,400, <b>or</b>			
• Your gross farm income <sup>1</sup> was more than \$2,400 and your net farm profits <sup>2</sup> were less than \$1,733.			
<b>14</b> Maximum income for optional methods . . . . .	<b>14</b>	1,600	00
<b>15</b> Enter the <b>smaller</b> of: two-thirds (2/3) of gross farm income <sup>1</sup> (not less than zero) <b>or</b> \$1,600. Also, include this amount on line 4b above . . . . .	<b>15</b>		
<b>Nonfarm Optional Method.</b> You may use this method <b>only</b> if:			
• Your net nonfarm profits <sup>3</sup> were less than \$1,733 and also less than 72.189% of your gross nonfarm income, <sup>4</sup> <b>and</b>			
• You had net earnings from self-employment of at least \$400 in 2 of the prior 3 years.			
<b>Caution:</b> You may use this method no more than five times.			
<b>16</b> Subtract line 15 from line 14 . . . . .	<b>16</b>		
<b>17</b> Enter the <b>smaller</b> of: two-thirds (2/3) of gross nonfarm income <sup>4</sup> (not less than zero) <b>or</b> the amount on line 16. Also, include this amount on line 4b above . . . . .	<b>17</b>		

<sup>1</sup>From Schedule F, line 11, and Schedule K-1 (Form 1065), line 15b. <sup>2</sup>From Schedule C, line 31; Schedule C-EZ, line 3; and Schedule K-1 (Form 1065), line 15a. <sup>3</sup>From Schedule F, line 36, and Schedule K-1 (Form 1065), line 15a. <sup>4</sup>From Schedule C, line 7; Schedule C-EZ, line 1; and Schedule K-1 (Form 1065), line 15c.

Department of the Treasury  
Internal Revenue Service (99)

▶ Attach to Form 1040.  
▶ See separate instructions.

Name(s) shown on Form 1040

Your social security number

You need to understand the following terms to complete this form:  
**Qualifying Person(s), Dependent Care Benefits, Qualified Expenses, and Earned Income.** See **Important Terms** on page 1 of the Form 2441 instructions.

**Part I** **Persons or Organizations Who Provided the Care**—You must complete this part.  
(If you need more space, use the bottom of page 2.)

1	(a) Care provider's name	(b) Address (number, street, apt. no., city, state, and ZIP code)	(c) Identifying number (SSN or EIN)	(d) Amount paid (see instructions)

2 Add the amounts in column (d) of line 1 . . . . . **2**

3 Enter the number of **qualifying persons** cared for in 1995 . . . . . ▶

Did you receive dependent care benefits?	NO	▶ Complete only Part II below.
	YES	▶ Complete Part III on the back now.

**Part II** **Credit for Child and Dependent Care Expenses**

4	Enter the amount of <b>qualified expenses</b> you incurred and paid in 1995. DO NOT enter more than \$2,400 for one qualifying person or \$4,800 for two or more persons. If you completed Part III, enter the amount from line 25 . . . . .	4	148																																														
5	Enter YOUR <b>earned income</b> . . . . .	5																																															
6	If married filing a joint return, enter YOUR SPOUSE'S earned income (if student or disabled, see the instructions); <b>all others</b> , enter the amount from line 5 . . . . .	6																																															
7	Enter the <b>smallest</b> of line 4, 5, or 6 . . . . .	7	150																																														
8	Enter the amount from Form 1040, line 32 . . . . .	8																																															
9	Enter on line 9 the decimal amount shown below that applies to the amount on line 8	9	X .																																														
	<table border="1"> <thead> <tr> <th colspan="2">If line 8 is—</th> <th rowspan="2">Decimal amount is</th> <th colspan="2">If line 8 is—</th> <th rowspan="2">Decimal amount is</th> </tr> <tr> <th>Over</th> <th>But not over</th> <th>Over</th> <th>But not over</th> </tr> </thead> <tbody> <tr> <td>\$0—10,000</td> <td></td> <td>.30</td> <td>\$20,000—22,000</td> <td></td> <td>.24</td> </tr> <tr> <td>10,000—12,000</td> <td></td> <td>.29</td> <td>22,000—24,000</td> <td></td> <td>.23</td> </tr> <tr> <td>12,000—14,000</td> <td></td> <td>.28</td> <td>24,000—26,000</td> <td></td> <td>.22</td> </tr> <tr> <td>14,000—16,000</td> <td></td> <td>.27</td> <td>26,000—28,000</td> <td></td> <td>.21</td> </tr> <tr> <td>16,000—18,000</td> <td></td> <td>.26</td> <td>28,000—No limit</td> <td></td> <td>.20</td> </tr> <tr> <td>18,000—20,000</td> <td></td> <td>.25</td> <td></td> <td></td> <td></td> </tr> </tbody> </table>	If line 8 is—		Decimal amount is	If line 8 is—		Decimal amount is	Over	But not over	Over	But not over	\$0—10,000		.30	\$20,000—22,000		.24	10,000—12,000		.29	22,000—24,000		.23	12,000—14,000		.28	24,000—26,000		.22	14,000—16,000		.27	26,000—28,000		.21	16,000—18,000		.26	28,000—No limit		.20	18,000—20,000		.25					
If line 8 is—		Decimal amount is	If line 8 is—		Decimal amount is																																												
Over	But not over		Over	But not over																																													
\$0—10,000		.30	\$20,000—22,000		.24																																												
10,000—12,000		.29	22,000—24,000		.23																																												
12,000—14,000		.28	24,000—26,000		.22																																												
14,000—16,000		.27	26,000—28,000		.21																																												
16,000—18,000		.26	28,000—No limit		.20																																												
18,000—20,000		.25																																															
10	Multiply <b>line 7</b> by the decimal amount on line 9. Enter the result. Then, see the instructions for the amount of credit to enter on Form 1040, line 41 . . . . .	10																																															

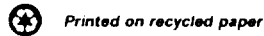
**Caution:** If you paid a person who worked in your home, you may have to pay employment taxes. See the instructions for Form 1040, line 53, on page 26.

**Part III Dependent Care Benefits**—Complete this part **only** if you received these benefits.

<b>11</b>	Enter the total amount of <b>dependent care benefits</b> you received for 1995. This amount should be shown in box 10 of your W-2 form(s). <b>DO NOT</b> include amounts that were reported to you as wages in box 1 of Form(s) W-2 . . . . .	<b>11</b>	
<b>12</b>	Enter the amount forfeited, if any. See the instructions . . . . .	<b>12</b>	
<b>13</b>	Subtract line 12 from line 11 . . . . .	<b>13</b>	
<b>14</b>	Enter the total amount of <b>qualified expenses</b> incurred in 1995 for the care of the qualifying person(s) . . . . .	<b>14</b>	
<b>15</b>	Enter the <b>smaller</b> of line 13 or 14 . . . . .	<b>15</b>	
<b>16</b>	Enter YOUR <b>earned income</b> . . . . .	<b>16</b>	
<b>17</b>	If married filing a joint return, enter YOUR SPOUSE'S earned income (if student or disabled, see the line 6 instructions); if married filing a separate return, see the instructions for the amount to enter; <b>all others</b> , enter the amount from line 16 . . . . .	<b>17</b>	
<b>18</b>	Enter the <b>smallest</b> of line 15, 16, or 17 . . . . .	<b>18</b>	
<b>19</b>	<b>Excluded benefits.</b> Enter here the <b>smaller</b> of the following: <ul style="list-style-type: none"> <li>• The amount from line 18, or</li> <li>• \$5,000 (\$2,500 if married filing a separate return <b>and</b> you were required to enter your spouse's earned income on line 17).</li> </ul>	<b>19</b>	
<b>20</b>	<b>Taxable benefits.</b> Subtract line 19 from line 13. Also, include this amount on Form 1040, line 7. On the dotted line next to line 7, write "DCB" . . . . .	<b>20</b>	

To claim the child and dependent care credit, complete lines 21–25 below, and lines 4–10 on the front of this form.

<b>21</b>	Enter the amount of qualified expenses you incurred and paid in 1995. <b>DO NOT</b> include on this line any excluded benefits shown on line 19 . . . . .	<b>21</b>	
<b>22</b>	Enter \$2,400 (\$4,800 if two or more qualifying persons) . . . . .	<b>22</b>	
<b>23</b>	Enter the amount from line 19 . . . . .	<b>23</b>	
<b>24</b>	Subtract line 23 from line 22. If zero or less, <b>STOP</b> . You cannot take the credit. <b>Exception.</b> If you paid 1994 expenses in 1995, see the line 10 instructions . . . . .	<b>24</b>	
<b>25</b>	Enter the <b>smaller</b> of line 21 or 24 here <b>and</b> on line 4 on the front of this form . . . . .	<b>25</b>	



Department of the Treasury  
Internal Revenue Service

▶ **Attach to your tax return.**  
▶ **See separate instructions.**

**1995**  
Attachment  
Sequence No. **22**

Name(s) shown on return

Identifying number

**Part I Tentative Credit**

<b>1a</b> Current year investment credit (Form 3468, Part I)	<b>1a</b>	151
<b>b</b> Current year jobs credit (Form 5884, Part I)	<b>1b</b>	152
<b>c</b> Current year credit for alcohol used as fuel (Form 6478)	<b>1c</b>	153
<b>d</b> Current year credit for increasing research activities (Form 6765, Part I)	<b>1d</b>	154
<b>e</b> Current year low-income housing credit (Form 8586, Part I)	<b>1e</b>	155
<b>f</b> Current year enhanced oil recovery credit (Form 8830, Part I)	<b>1f</b>	
<b>g</b> Current year disabled access credit (Form 8826, Part I)	<b>1g</b>	
<b>h</b> Current year renewable electricity production credit (Form 8835, Part I)	<b>1h</b>	
<b>i</b> Current year Indian employment credit (Form 8845, Part I)	<b>1i</b>	
<b>j</b> Current year credit for employer social security and Medicare taxes paid on certain employee tips (Form 8846, Part I)	<b>1j</b>	
<b>k</b> Current year credit for contributions to selected community development corporations (Form 8847, Part I)	<b>1k</b>	
<b>l</b> Current year trans-Alaska pipeline liability fund credit (see instructions)	<b>1l</b>	
<b>m</b> <b>Current year general business credit.</b> Add lines 1a through 1l	<b>1m</b>	
<b>2</b> Passive activity credits included on line 1m (see instructions)	<b>2</b>	
<b>3</b> Subtract line 2 from line 1m.	<b>3</b>	
<b>4</b> Passive activity credits allowed for 1995 (see instructions)	<b>4</b>	
<b>5</b> Carryforward of general business, WIN, or ESOP credit to 1995 (see instructions for the schedule to attach)	<b>5</b>	
<b>6</b> Carryback of general business credit to 1995 (see instructions)	<b>6</b>	
<b>7</b> <b>Tentative general business credit.</b> Add lines 3 through 6	<b>7</b>	

**Part II General Business Credit Limitation Based on Amount of Tax**

<b>8a</b> Individuals. Enter amount from Form 1040, line 40	}	<b>8</b>
<b>b</b> Corporations. Enter amount from Form 1120, Schedule J, line 3 (or Form 1120-A, Part I, line 1)		
<b>c</b> Other filers. Enter regular tax before credits from your return.		
<b>9a</b> Credit for child and dependent care expenses (Form 2441, line 10)	<b>9a</b>	
<b>b</b> Credit for the elderly or the disabled (Schedule R (Form 1040), line 20)	<b>9b</b>	
<b>c</b> Mortgage interest credit (Form 8396, line 11)	<b>9c</b>	
<b>d</b> Foreign tax credit (Form 1116, line 32, or Form 1118, Sch. B, line 12)	<b>9d</b>	
<b>e</b> Possessions tax credit (Form 5735)	<b>9e</b>	
<b>f</b> Orphan drug credit (Form 6765)	<b>9f</b>	
<b>g</b> Credit for fuel from a nonconventional source	<b>9g</b>	
<b>h</b> Qualified electric vehicle credit (Form 8834, line 19)	<b>9h</b>	
<b>i</b> Add lines 9a through 9h	<b>9i</b>	
<b>10</b> Net regular tax. Subtract line 9i from line 8	<b>10</b>	
<b>11</b> Tentative minimum tax (see instructions):		
<b>a</b> Individuals. Enter amount from Form 6251, line 26	}	<b>11</b>
<b>b</b> Corporations. Enter amount from Form 4626, line 13		
<b>c</b> Estates and trusts. Enter amount from Form 1041, Schedule I, line 37		
<b>12</b> Net income tax:		
<b>a</b> Individuals. Add line 10 above and line 28 of Form 6251	}	<b>12</b>
<b>b</b> Corporations. Add line 10 above and line 15 of Form 4626		
<b>c</b> Estates and trusts. Add line 10 above and line 41 of Form 1041, Schedule I		
<b>13</b> If line 10 is more than \$25,000, enter 25% (.25) of the excess (see instructions)	<b>13</b>	
<b>14</b> Subtract line 11 or line 13, whichever is greater, from line 12. If zero or less, enter -0-	<b>14</b>	
<b>15</b> <b>General business credit allowed for current year.</b> Enter the <b>smaller</b> of line 7 or line 14. Enter here and on Form 1040, line 44; Form 1120, Schedule J, line 4d; Form 1120-A, Part I, line 2a; or the appropriate line of your tax return. (Individuals, estates, and trusts, see instructions if the credit for increasing research activities is claimed. C corporations, see instructions for Schedule A if any regular investment credit carryforward is claimed. See the instructions if the corporation has undergone a post-1986 "ownership change.")	<b>15</b>	

# Investment Interest Expense Deduction

▶ Attach to your tax return.

<b>Part I Total Investment Interest Expense</b>			
1	Investment interest expense paid or accrued in 1995. See instructions . . . . .	1	
2	Disallowed investment interest expense from 1994 Form 4952, line 7 . . . . .	2	
3	<b>Total investment interest expense.</b> Add lines 1 and 2 . . . . .	3	
<b>Part II Net Investment Income</b>			
4a	Gross income from property held for investment (excluding any net gain from the disposition of property held for investment) . . . . .	4a	
b	Net gain from the disposition of property held for investment . . . . .	4b	
c	Net capital gain from the disposition of property held for investment . . . . .	4c	
d	Subtract line 4c from line 4b. If zero or less, enter -0- . . . . .	4d	
e	Enter all or part of the amount on line 4c that you elect to include in investment income. Do not enter more than the amount on line 4b. See instructions ▶ . . . . .	4e	158
f	Investment income. Add lines 4a, 4d, and 4e. See instructions . . . . .	4f	
5	Investment expenses. See instructions . . . . .	5	
6	<b>Net investment income.</b> Subtract line 5 from line 4f. If zero or less, enter -0- . . . . .	6	
<b>Part III Investment Interest Expense Deduction</b>			
7	Disallowed investment interest expense to be carried forward to 1996. Subtract line 6 from line 3. If zero or less, enter -0- . . . . .	7	156
8	<b>Investment interest expense deduction.</b> Enter the smaller of line 3 or 6. See instructions . . . . .	8	157

### Paperwork Reduction Act Notice

We ask for the information on this form to carry out the Internal Revenue laws of the United States. You are required to give us the information. We need it to ensure that you are complying with these laws and to allow us to figure and collect the right amount of tax.

The time needed to complete and file this form will vary depending on individual circumstances. The estimated average time is:

- Recordkeeping . . . . . 13 min.
- Learning about the law or the form . . . . . 15 min.
- Preparing the form . . . . . 21 min.
- Copying, assembling, and sending the form to the IRS . . . . . 10 min.

If you have comments concerning the accuracy of these time estimates or suggestions for making this form simpler, we would be happy to hear from you. See the instructions for the tax return with which this form is filed.

### General Instructions

Section references are to the Internal Revenue Code unless otherwise noted. Form 1040-T references are to a new form sent to certain individuals on a test basis.

### A Change To Note

If you had a carryover of disallowed interest expense from 1983, 1984, 1985, or 1986, that carryover may need to be refigured based on Rev. Rul. 95-16, 1995-1 C.B. 9. Under Rev. Rul. 95-16, the carryover of disallowed investment interest expense from any tax year is not limited by the taxable income for that year. The amount you enter on line 2 of the 1995 Form 4952 could be affected by this change.

### Purpose of Form

Interest expense paid by an individual, estate, or trust on a loan allocable to property held for investment may not be fully deductible in the current year. Use Form 4952 to figure the amount of investment interest expense deductible for the current year and the amount, if any, to carry forward to future years.

For more details, get **Pub. 550**, Investment Income and Expenses.

### Who Must File

If you are an individual, estate, or a trust, and you claim a deduction for investment interest

expense, you must complete and attach Form 4952 to your tax return, unless **all** the following apply.

- Your only investment income was from interest or dividends.
- You have no other deductible expenses connected with the production of interest or dividends.
- Your investment interest expense is not more than your investment income.
- You have no disallowed investment interest expense from 1994.

### Allocation of Interest Expense Under Temporary Regulations Section 1.163-8T

If you paid or accrued interest on a loan and used the loan proceeds for more than one purpose, you may have to allocate the interest paid. This is necessary because different rules apply to investment interest, personal interest, trade or business interest, home mortgage interest, and passive activity interest. See Pub. 550.



▶ See separate instructions.

▶ Attach to Form 1040, Form 1040NR, or Form 1040-T.

Attachment  
Sequence No. **32**

Name(s) shown on Form 1040

Your social security number

**Part I Adjustments and Preferences**

<b>1</b>	If you itemized deductions on Schedule A (Form 1040) (or you entered the amount from Form 1040-T, Section B, line t, on Form 1040-T, line 20), go to line 2. Otherwise, enter your standard deduction from Form 1040, line 34 (or Form 1040-T, line 20), and go to line 6 . . . . .	<b>1</b>	
<b>2</b>	Medical and dental. Enter the smaller of Schedule A (Form 1040), line 4 or 2½% of Form 1040, line 32 (Form 1040-T filers, enter the smaller of Section B, line c or 2½% of Form 1040-T, line 16) . . . . .	<b>2</b>	
<b>3</b>	Taxes. Enter the amount from Schedule A (Form 1040), line 9 (or the total of lines d through g of Form 1040-T, Section B) . . . . .	<b>3</b>	
<b>4</b>	Certain interest on a home mortgage not used to buy, build, or improve your home . . . . .	<b>4</b>	
<b>5</b>	Miscellaneous itemized deductions. Enter the amount from Schedule A (Form 1040), line 26 (or Form 1040-T, Section B, line r) . . . . .	<b>5</b>	
<b>6</b>	Refund of taxes. Enter any tax refund from Form 1040, line 10 or line 21 (or Form 1040-T, line 4 or line 9) . . . . .	<b>6</b>	( )
<b>7</b>	Investment interest. Enter difference between regular tax and AMT deduction . . . . .	<b>7</b>	
<b>8</b>	Post-1986 depreciation. Enter difference between regular tax and AMT depreciation . . . . .	<b>8</b>	
<b>9</b>	Adjusted gain or loss. Enter difference between AMT and regular tax gain or loss . . . . .	<b>9</b>	
<b>10</b>	Incentive stock options. Enter excess of AMT income over regular tax income . . . . .	<b>10</b>	
<b>11</b>	Passive activities. Enter difference between AMT and regular tax income or loss . . . . .	<b>11</b>	
<b>12</b>	Beneficiaries of estates and trusts. Enter the amount from Schedule K-1 (Form 1041), line 8 . . . . .	<b>12</b>	
<b>13</b>	Tax-exempt interest from private activity bonds issued after 8/7/86 . . . . .	<b>13</b>	
<b>14</b>	Other. Enter the amount, if any, for each item and enter the total on line 14.		
	<b>a</b> Charitable contributions . . . . .	<b>h</b> Loss limitations . . . . .	
	<b>b</b> Circulation expenditures . . . . .	<b>i</b> Mining costs . . . . .	
	<b>c</b> Depletion . . . . .	<b>j</b> Patron's adjustment . . . . .	
	<b>d</b> Depreciation (pre-1987) . . . . . <b>159</b>	<b>k</b> Pollution control facilities . . . . .	
	<b>e</b> Installment sales . . . . .	<b>l</b> Research and experimental . . . . .	
	<b>f</b> Intangible drilling costs . . . . .	<b>m</b> Tax shelter farm activities . . . . .	
	<b>g</b> Long-term contracts . . . . .	<b>n</b> Related adjustments . . . . .	
<b>14</b>		<b>14</b>	<b>162</b>
<b>15</b>	<b>Total Adjustments and Preferences.</b> Combine lines 1 through 14 . . . . . ▶	<b>15</b>	<b>163</b>

**Part II Alternative Minimum Taxable Income**

<b>16</b>	Enter the amount from <b>Form 1040, line 35 (or Form 1040-T, line 21)</b> . If less than zero, enter as a (loss) . ▶	<b>16</b>	
<b>17</b>	Net operating loss deduction, if any, from Form 1040, line 21. Enter as a positive amount . . . . .	<b>17</b>	
<b>18</b>	If Form 1040, line 32 (or Form 1040-T, line 16), is over \$114,700 (over \$57,350 if married filing separately), and you itemized deductions, enter the amount, if any, from line 9 of the worksheet for Schedule A (Form 1040), line 28 (or line 9 of the worksheet for Section B, line t, of Form 1040-T) . . . . .	<b>18</b>	( )
<b>19</b>	Combine lines 15 through 18 . . . . . ▶	<b>19</b>	<b>164</b>
<b>20</b>	Alternative tax net operating loss deduction. See page 5 of the instructions . . . . .	<b>20</b>	
<b>21</b>	<b>Alternative Minimum Taxable Income.</b> Subtract line 20 from line 19. (If married filing separately and line 21 is more than \$165,000, see page 5 of the instructions.) ▶	<b>21</b>	

**Part III Exemption Amount and Alternative Minimum Tax**

<b>22</b>	<b>Exemption Amount.</b> (If this form is for a child under age 14, see page 6 of the instructions.)		
	<b>If your filing status is:</b>	<b>And line 21 is not over:</b>	<b>Enter on line 22:</b>
	Single or head of household . . . . .	\$112,500 . . . . .	\$33,750
	Married filing jointly or qualifying widow(er) . . . . .	150,000 . . . . .	45,000
	Married filing separately . . . . .	75,000 . . . . .	22,500
	If line 21 is <b>over</b> the amount shown above for your filing status, see page 6 of the instructions.		
<b>23</b>	Subtract line 22 from line 21. If zero or less, enter -0- here and on lines 26 and 28 . . . . . ▶	<b>23</b>	
<b>24</b>	If line 23 is \$175,000 or less (\$87,500 or less if married filing separately), multiply line 23 by 26% (.26). Otherwise, multiply line 23 by 28% (.28) and subtract \$3,500 (\$1,750 if married filing separately) from the result . . . . .	<b>24</b>	
<b>25</b>	Alternative minimum tax foreign tax credit. See page 6 of the instructions . . . . .	<b>25</b>	<b>165</b>
<b>26</b>	Tentative minimum tax. Subtract line 25 from line 24 . . . . . ▶	<b>26</b>	
<b>27</b>	Enter your tax from Form 1040, line 38 (plus any amount from Form 4970 included on Form 1040, line 39), minus any foreign tax credit from Form 1040, line 43 (Form 1040-T filers, enter the amount from Form 1040-T, line 26) . . . . .	<b>27</b>	
<b>28</b>	<b>Alternative Minimum Tax.</b> (If this form is for a child under age 14, see page 7 of the instructions.) Subtract line 27 from line 26. If zero or less, enter -0-. Enter here and on Form 1040, line 48 (or Form 1040-T, line 31) ▶	<b>28</b>	

Department of the Treasury  
Internal Revenue Service

▶ See separate instructions.  
▶ Attach to Form 1040 or Form 1041.

**1995**

Attachment  
Sequence No. **88**

Name(s) shown on return

Identifying number

**Part I 1995 Passive Activity Loss**

**Caution:** See the instructions for Worksheets 1 and 2 on page 8 before completing Part I.

**Rental Real Estate Activities With Active Participation** (For the definition of active participation see **Active Participation in a Rental Real Estate Activity** on page 4 of the instructions.)

<b>1a</b> Activities with net income (from Worksheet 1, column (a)) . . . . .	<b>1a</b>		
<b>b</b> Activities with net loss (from Worksheet 1, column (b)) . . . . .	<b>1b</b> (		)
<b>c</b> Prior year unallowed losses (from Worksheet 1, column (c)) . . . . .	<b>1c</b> (		)
<b>d</b> Combine lines 1a, 1b, and 1c . . . . .			<b>1d</b>

**All Other Passive Activities**

<b>2a</b> Activities with net income (from Worksheet 2, column (a)) . . . . .	<b>2a</b>		
<b>b</b> Activities with net loss (from Worksheet 2, column (b)) . . . . .	<b>2b</b> (		)
<b>c</b> Prior year unallowed losses (from Worksheet 2, column (c)) . . . . .	<b>2c</b> (		)
<b>d</b> Combine lines 2a, 2b, and 2c . . . . .			<b>2d</b>

**3** Combine lines 1d and 2d. If the result is net income or zero, see the instructions for line 3 on page 8. If this line and line 1d are losses, go to line 4. Otherwise, enter -0- on line 9 and go to line 10.

**Part II Special Allowance for Rental Real Estate With Active Participation**

**Note:** Enter all numbers in Part II as positive amounts. See page 8 of the instructions for examples.

<b>4</b> Enter the <b>smaller</b> of the loss on line 1d or the loss on line 3 . . . . .			<b>4</b>
<b>5</b> Enter \$150,000. If married filing separately, see page 8 of the instructions . . . . .	<b>5</b>		
<b>6</b> Enter modified adjusted gross income, but not less than zero (see page 8 of the instructions) . . . . .	<b>6</b>		
<b>Note:</b> If line 6 is equal to or greater than line 5, skip lines 7 and 8, enter -0- on line 9, and then go to line 10. Otherwise, go to line 7.			
<b>7</b> Subtract line 6 from line 5 . . . . .	<b>7</b>		
<b>8</b> Multiply line 7 by 50% (.5). <b>Do not</b> enter more than \$25,000. If married filing separately, see page 9 of the instructions . . . . .			<b>8</b>
<b>9</b> Enter the <b>smaller</b> of line 4 or line 8 . . . . .			<b>9</b>

**Part III Total Losses Allowed**

<b>10</b> Add the income, if any, on lines 1a and 2a and enter the total . . . . .			<b>10</b>
<b>11 Total losses allowed from all passive activities for 1995.</b> Add lines 9 and 10. See pages 10 and 11 of the instructions to find out how to report the losses on your tax return . . . . .			<b>11</b>

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For Paperwork Reduction Act Notice, see separate instructions.

Cat. No. 63704F

Form **8582** (1995)

**Credit For Prior Year Minimum Tax—  
Individuals, Estates, and Trusts**

Department of the Treasury  
Internal Revenue Service

▶ **Attach to your tax return.**

Attachment  
Sequence No. **74**

Name(s) shown on return

Identifying number

**Part I Net Minimum Tax on Exclusion Items**

<b>1</b>	Combine lines 16 through 18 of your 1994 Form 6251. Estates and trusts, see instructions . . . . .	<b>1</b>	
<b>2</b>	Enter adjustments and preferences treated as exclusion items. See instructions . . . . .	<b>2</b>	
<b>3</b>	Minimum tax credit net operating loss deduction. See instructions . . . . .	<b>3</b>	( )
<b>4</b>	Combine lines 1, 2, and 3. If zero or less, enter -0- here and on line 15 and go to Part II. If more than \$165,000 and you were married filing separately for 1994, see instructions . . . . .	<b>4</b>	
<b>5</b>	Enter \$45,000 (\$33,750 if single or head of household for 1994, \$22,500 if married filing separately for 1994). Estates and trusts, enter \$22,500 . . . . .	<b>5</b>	
<b>6</b>	Enter \$150,000 (\$112,500 if single or head of household for 1994, \$75,000 if married filing separately for 1994). Estates and trusts, enter \$75,000 . . . . .	<b>6</b>	
<b>7</b>	Subtract line 6 from line 4. If zero or less, enter -0- here and on line 8 and go to line 9 . . . . .	<b>7</b>	
<b>8</b>	Multiply line 7 by 25% (.25) . . . . .	<b>8</b>	
<b>9</b>	Subtract line 8 from line 5. If zero or less, enter -0-. If this form is for a child under age 14, see instructions . . . . .	<b>9</b>	
<b>10</b>	Subtract line 9 from line 4. If zero or less, enter -0- here and on line 15, and go to Part II. Form 1040NR filers, see instructions . . . . .	<b>10</b>	
<b>11</b>	If line 10 is \$175,000 or less (\$87,500 or less if married filing separately for 1994), multiply line 10 by 26% (.26). Otherwise, multiply line 10 by 28% (.28), and subtract \$3,500 (\$1,750 if married filing separately for 1994) from the result . . . . .	<b>11</b>	
<b>12</b>	Minimum tax foreign tax credit on exclusion items. See instructions . . . . .	<b>12</b>	
<b>13</b>	Tentative minimum tax on exclusion items. Subtract line 12 from line 11 . . . . .	<b>13</b>	
<b>14</b>	Enter the amount from your 1994 Form 6251, line 27, or Form 1041, Schedule H, line 38c . . . . .	<b>14</b>	
<b>15</b>	<b>Net minimum tax on exclusion items.</b> Subtract line 14 from line 13. If zero or less, enter -0-. . . . .	<b>15</b>	

**Part II Minimum Tax Credit and Carryforward to 1996**

<b>16</b>	Enter the amount from your 1994 Form 6251, line 28, or Form 1041, Schedule H, line 39 . . . . .	<b>16</b>	
<b>17</b>	Enter the amount from line 15 above . . . . .	<b>17</b>	
<b>18</b>	Subtract line 17 from line 16. If less than zero, enter as a negative amount . . . . .	<b>18</b>	
<b>19</b>	<b>1994 minimum tax credit carryforward.</b> Enter the amount from your 1994 Form 8801, line 26 . . . . .	<b>19</b>	170
<b>20</b>	Enter the total of your 1994 unallowed orphan drug credit, 1994 unallowed nonconventional source fuel credit, and 1994 unallowed qualified electric vehicle credit. See instructions . . . . .	<b>20</b>	
<b>21</b>	Combine lines 18, 19, and 20. If zero or less, <b>stop here</b> and see instructions . . . . .	<b>21</b>	
<b>22</b>	Enter your 1995 regular income tax liability minus allowable credits. See instructions . . . . .	<b>22</b>	
<b>23</b>	Enter the amount from your 1995 Form 6251, line 26, or Form 1041, Schedule I, line 37 . . . . .	<b>23</b>	
<b>24</b>	Subtract line 23 from line 22. If zero or less, enter -0- . . . . .	<b>24</b>	
<b>25</b>	<b>Minimum tax credit.</b> Enter the <b>smaller</b> of line 21 or line 24. Also enter this amount on the appropriate line of your 1995 tax return. See instructions . . . . .	<b>25</b>	
<b>26</b>	<b>Minimum tax credit carryforward to 1996.</b> Subtract line 25 from line 21. See instructions . . . . .	<b>26</b>	171

**Paperwork Reduction Act Notice**

We ask for the information on this form to carry out the Internal Revenue laws of the United States. You are required to give us the information. We need it to ensure that you are complying with these laws and to allow us to figure and collect the right amount of tax.

The time needed to complete and file this form will vary depending on individual circumstances. The estimated average time is: **Recordkeeping**, 1 hr., 33 min.; **Learning about the law or the form**, 1 hr., 3 min.; **Preparing the form**, 1 hr.; **Copying, assembling, and sending the form to the IRS**, 17 min.

If you have comments concerning the accuracy of these time estimates or suggestions for making this form simpler, we would be happy to hear from you. See the instructions for the tax return with which this form is filed.

**General Instructions**

Section references are to the Internal Revenue Code.

**Purpose of Form**

Form 8801 is used by individuals, estates, and trusts to figure the minimum tax credit, if any, for alternative minimum tax (AMT) incurred in prior tax

years after 1986. The form is also used to figure any minimum tax credit carryforward.

**Who Should File**

Form 8801 should be filed by individuals, estates, and trusts that had:

- An AMT liability in 1994 and adjustments or preferences (other than exclusion items) in 1994,
- A minimum tax credit carryforward from 1994 to 1995, or
- A nonconventional source fuel credit, an orphan drug credit, or a qualified electric vehicle credit not allowed for 1994 (see the instructions for line 20).