

**1997**  
**IOWA INDIVIDUAL INCOME TAX**  
**ANNUAL STATISTICAL REPORT**

1997 RETURNS FILED IN 1998

Compiled by  
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## INTRODUCTION

For tax year 1997, a total of \$1.9 billion in Iowa tax liability was reported on 1.8 million returns filed during 1998. The reported tax was based on \$58.3 billion in Iowa adjusted gross income and \$42.4 billion in net taxable income. This report provides a summary of data obtained from 1997 tax returns as well as review of the relevant features of the Iowa tax law.

The report is organized in three major sections:

- An overview of Iowa income tax laws applicable to 1997 income.
- A statistical summary of information reported on 1997 returns including analysis of filing patterns.
- An appendix of statistical tables.

Notice: It is necessary to keep the number of tables in this report to a minimum in order to limit cost. However, the data previously published can be obtained by contacting the Department at the address listed on the cover page.

## OVERVIEW OF RELEVANT FEATURES OF TAX LAW - TAX YEAR 1997

The key features of the 1997 Iowa individual income tax structure are similar to many of those imposed by the federal government and other states with progressive tax rate schedules. This section of the report highlights fundamental features of the Iowa tax structure as well as related tax features such as additional taxes, credits and check-off programs. Chart 1 beginning on page 6 provides additional information regarding the utilization of these provisions.

Several important Iowa tax law changes applicable to tax year 1997 include:

- The Standard Deduction for filing statuses 1, 3 and 4 is \$1,410 - up from \$1,380 in tax year 1996. For filing status 2, 5 and 6 the standard deduction was \$3,480 which was up from \$3,400.
- Indexation of tax brackets. The income tax brackets in the rate schedule were indexed upward by a factor of 2.1 percent. This indexation adjustment is the result of an Iowa provision designed to prevent taxpayers from increased tax liabilities due to inflation.
- Resident shareholders of S corporations doing business within and without Iowa were now allowed a new S Corp Credit. This credit allowed these taxpayers to directly apportion their income to result in taxation of only Iowa source income. Previously, taxpayers computed their tax on 100% of their S corporation income and then filed a separate refund claim based on apportionment of such income.
- The Domestic Abuse Check-off was reinstated beginning with the 1997 tax year. The checkoff had been repealed for the 1996 tax year due to a provision in the Iowa Code which limits the number of check-offs in cases where the same check-offs have been included on the income tax return for three consecutive years.

## Filing Requirements

For 1997, single taxpayers who were Iowa residents with Iowa net income of \$9,000 or more were required to file an Iowa return. Iowa residents other than single filers who had Iowa net income of \$13,500, or those who could be claimed as a dependent on another person's return and had Iowa net income from all sources of \$4,000 or more were required to file an Iowa return.

Nonresidents with \$1,000 or more in net income from Iowa sources or those who were subject to the Iowa tax on lump sum distributions or to the Iowa minimum tax were also required to file an Iowa return.

## Net Income Definition

Iowa net income is defined as federal adjusted gross income with certain modifications. These modifications include the subtraction of interest and dividends from federal securities and the addition of interest and dividends from certain state, municipal and foreign securities. Generally, the sources and amounts of income that were reported on the 1997 federal return were also required to be reported on the 1997 Iowa return with a few exceptions. Included in these exceptions was the allowance of an entire exclusion of income from certain railroad retirement benefits and a difference in the computation of social security income to be included for state tax purposes.

## Adjustments to Net Income

As was true in determining Iowa net income, the allowed adjustments to 1997 Iowa net income were generally the same as those allowed for federal purposes. Exceptions to this generality included adjustments such as a partial pension/retirement income exclusion and a limited deduction for certain types of capital gains transactions.

## Net Taxable Income

To determine net taxable income, the following deductions from net income were allowed for 1997:

1. The net amount of federal income taxes paid during the year less federal income tax refunds received during the year.
2. The larger of the following amounts:
  - a. A standard deduction of \$1,410 for single filers and for each married individual filing separately. A standard deduction of \$3,480 for taxpayers who are married and file a joint return or those who file as an unmarried head of household or qualifying widow(er) with dependent child.
  - b. An itemized deduction equal to the amount determined for federal income tax purposes less any amounts deducted for Iowa income tax payments. In addition, other deductible expenses such as adoption expenses or expenses incurred for in-home care of a disabled relative were allowed as an Iowa itemized deduction.

Net taxable income reported on 1997 Iowa returns was subject to the following rates:

<u>Rate</u>		<u>Rate</u>	
0.40%	from \$ 0 through \$ 1,112	7.20%	from \$16,680 through \$22,240
0.80%	from \$ 1,112 through \$ 2,224	7.55%	from \$22,240 through \$33,360
2.70%	from \$ 2,224 through \$ 4,448	8.80%	from \$33,360 through \$50,040
5.00%	from \$ 4,448 through \$10,008	9.98%	from \$50,040
6.80%	from \$ 10,008 through \$16,680		

In addition to the “regular” tax rates above, some taxpayers were subject to a tax on lump sum distributions and to a minimum tax.

(NOTE: beginning in 1998, Iowa’s tax rates will be reduced by approximately 10 percent).

### Personal and Dependent Credits

The following nonrefundable personal and dependent exemption credits were allowed for 1997:

1. A twenty dollar credit was allowed for each taxpayer. Also, an additional twenty dollar credit was allowed for individuals who were 65 or over or who were blind at the end of the tax year. Moreover, taxpayers who qualified and filed as a head of household were allowed an additional credit of twenty dollars. (Increased to \$40 per taxpayer beginning in 1998. The additional credit for individuals age 65 or older or blind remained at \$20).
2. A forty dollar credit was allowed on the taxpayer’s return for each dependent or dependent child claimed for federal purposes.

## REVIEW OF 1997 TAX YEAR

Filing Status - The provisions which allow married taxpayers to file as separate individuals continued to be of significance in tax year 1997. These two-income couples filed approximately 50 percent of all returns and reported 64 percent of Iowa tax liability.

Standard/Itemized Deductions - Approximately 57 percent of the returns utilized the Iowa standard deduction with the remaining filers electing to itemize their deductions.

Federal Tax Deduction - Iowa is one of three states that allows all taxpayers full deductibility of net federal tax payments. For the 1997 tax year, a total of \$8.6 billion in federal taxes were deducted.

Additional Taxes - The special tax on lump sum distributions and the minimum tax was reported on 6,600 returns. A total of \$4.2 million in these state taxes were reported. The use of the school district surtax continued to expand in 1997, with 217 districts receiving approximately \$39.3 million in revenue from this state collected revenue source.

Tax Credits - Chart 1 demonstrates the utilization of the eight forms of tax credits allowed on the 1997 return. Excluding the exemption credits, non-resident/part year resident credits, and the other nonrefundable credits, approximately \$24.4 million in credits were claimed on 1997 returns.

Check-offs - A total of 131,400 contributions were made amounting to approximately \$442,700 for the three check-off programs provided on the 1997 tax return. (See Chart 1)

Chart 1  
Additional Characteristics of Iowa Income Tax  
And Related Administrative Programs

<u>FIRST EFFECTIVE ON RETURN FOR TAX YEAR</u>	<u>CHARACTERISTICS</u>	<u>IMPACT IN 1997</u>	
<b>A. <u>ADDITIONAL TAXES</u></b>			
Lump Sum Distribution Tax	1982	25% of federal tax on lump sum distribution	591 Taxpayers \$1.1 million
Minimum Tax	1982	7.5% of Iowa alternative taxable income	6,046 Taxpayers \$3.1 Million
School District Surtax	1976	Up to 20% of State tax in authorizing districts	518,600 Taxpayers in 217 School Districts \$39.3 Million
<b>B. <u>CREDITS APPLICABLE TO TAX</u></b>			
Seed Capital Income	1990	Investment in initial offerings of qualifying business or seed capital fund is allowed a credit of 10% of the amount of the investment.	(See Footnote pg. 7)
Tuition/Textbook Credit	1987	10% of qualifying expenses (\$1,000 maximum); Maximum credit of \$100 for each dependent (Revised in 1998)	90,400 Taxpayers \$3.0 Million
New Jobs Credit	1985	6% of portion of wages paid to new employees by qualifying employer	(See Footnote pg. 7)
Minimum Tax Carryforward Credit	1989	Credit against regular tax to the extent that regular tax exceeds minimum tax	(See Footnote pg. 7)
Earned Income Credit	1990	6.5% of Federal Earned Income Credit for taxpayers with Federal AGI of less than \$25,760 (less than \$29,290 for taxpayers with more than one qualifying child).	87,200 taxpayers \$6.0 million



Chart 1 (cont'd)

	<u>FIRST EFFECTIVE ON RETURN FOR TAX YEAR</u>	<u>CHARACTERISTICS</u>	<u>IMPACT IN 1997</u>
<b>C. <u>CREDITS WHICH ARE REFUNDED</u></b>			
Child and Dependent Care	1977	Sliding scale from 10% to 75%	55,000 Taxpayers \$7.6 Million
Research Expenditure	1985	6.5% of qualifying research expenditures	900 Taxpayers \$880,000
Motor Vehicle Fuel Tax	1973	Credit for MVF tax paid of fuel which was used for exempt purposes	44,300 Taxpayers \$6.9 Million

Note: The New Jobs Credit, Minimum Tax Carryforward Credit and Seed Capital Income Credit were combined on line 54 of the 1997 Iowa 1040 tax form. Therefore separate values for these credits cannot be determined. In addition, unaudited data on the total amount of credits on line 54 is not available as of the date of publication.

**D. CONTRIBUTIONS**

Election Campaign Check-off	1972	Taxpayer may designate \$1.50 of State Tax (\$3.00 if joint) to major party of choice	94,170 Check-offs \$141,255
Fish and Wildlife Check-off	1982	Taxpayers may contribute any amount of \$1 or more to Fish/Wildlife Protection Fund	15,800 Contributors \$140,200
State Fair Check-off	1993	Taxpayers may contribute any amount of \$1 or more to State Fund Fairgrounds Renovation	11,800 Contributors \$94,000
Domestic Abuse	1991 (*)	Taxpayers may contribute any amount of \$1 or more to Domestic Abuse Fund	9,600 Contributors \$67,200

(\*) The Domestic Abuse check-off was not allowed in 1996 due to legislation restricting the number of check-offs. The program was reinstated beginning in tax year 1997.

INCIDENCE BY ADJUSTED GROSS INCOME BRACKETS  
TAX YEAR 1997

A traditional measurement of a state's income tax structure is the incidence of the tax on residents in that state. This measurement reflects the percentage that net tax liability represents of net income (AGI). As a result of the manner in which nonresidents are required to compute their tax liability, the completion of such an analysis on total returns does not reflect the true incidence of the Iowa tax on Iowans. The data is distorted by the inclusion of income from non-Iowa sources of nonresidents and part-year residents. While the income reflects the total income, the tax paid is accurate and reflects the true liability after the deduction of the non-resident/part-year resident credit.

The impact of these provisions is to produce an incidence which is significantly less than what is believed to be the true incidence of the tax on Iowans. While this reduction in incidence affects the incidence at all income levels, the most significant abnormalities occur at the middle and upper income levels.

The table below provides the "tax incidence" by income brackets for 1997 returns. This data is for information purposes only and should not be interpreted as a true measurement of the incidence of the Iowa tax structure. Additional clarification of the subject may be obtained by contacting the Iowa Department of Revenue and Finance.

Chart 2

Adjusted Gross Income Classes	# of Returns	AGI \$ millions	Tax Year 1997		Incidence <sup>2</sup>
			Tax Paid <sup>1</sup> \$ millions		
No AGI	20,838	\$0	\$0.1		
\$0 - \$5,000	205,126	579.6	0.7		0.13%
\$ 5,000 - \$10,000	237,711	1,772.2	14.7		0.83%
\$10,000 - \$14,000	179,979	2,159.2	38.7		1.79%
\$14,000 - \$20,000	259,965	4,408.3	116.2		2.64%
\$20,000 - \$25,000	189,638	4,253.9	143.9		3.38%
\$25,000 - \$30,000	159,858	4,380.5	164.5		3.76%
\$30,000 - \$40,000	221,840	7,663.7	307.6		4.01%
\$40,000 - \$50,000	118,700	5,274.0	220.8		4.19%
\$50,000 - \$75,000	107,703	6,437.7	278.5		4.33%
\$75,000 and over	79,426	21,410.3	592.5		2.77%
<b>Total</b>	<b>1,780,784</b>	<b>58,339.4</b>	<b>1,878.2</b>		<b>3.23%</b>

<sup>1</sup>Tax paid reflects regular tax plus lump sum and minimum tax.

<sup>2</sup>Incidence is percent of tax paid to AGI.

TABLE 01  
TOTAL PAY AND NO-PAY RETURNS

ADJUSTED GROSS INCOME BRACKETS	NO. OF RETURNS	ADJUSTED GROSS INCOME	NET TAXABLE INCOME	NO. OF PER. CREDITS	NO. OF DEP. CREDITS	TAX PAID
\$ 1 - \$ 2,999	106,260	\$182,858,151	\$65,845,734	134,159	9,792	\$104,674.00
\$ 3,000 - \$ 3,999	48,459	\$169,841,806	\$94,289,143	62,219	5,119	\$139,305.00
\$ 4,000 - \$ 4,999	50,407	\$226,698,428	\$140,947,882	66,751	5,951	\$498,521.00
\$ 5,000 - \$ 5,999	49,776	\$273,593,618	\$182,101,303	68,928	7,846	\$1,104,958.00
\$ 6,000 - \$ 6,999	48,462	\$314,900,851	\$216,886,163	69,539	9,190	\$1,737,562.00
\$ 7,000 - \$ 7,999	47,427	\$355,641,660	\$252,324,670	69,834	10,659	\$2,601,952.00
\$ 8,000 - \$ 8,999	46,494	\$395,072,368	\$285,361,276	69,374	12,223	\$3,393,500.00
\$ 9,000 - \$ 9,999	45,552	\$432,609,307	\$312,226,474	68,421	12,799	\$5,947,887.00
\$ 10,000 - \$ 11,999	89,984	\$989,427,947	\$731,506,673	134,409	29,409	\$16,149,534.00
\$ 12,000 - \$ 13,999	89,995	\$1,169,813,682	\$886,417,743	130,900	32,904	\$22,607,246.00
\$ 14,000 - \$ 15,999	88,897	\$1,333,379,383	\$1,019,593,119	124,845	36,774	\$30,086,738.00
\$ 16,000 - \$ 17,999	87,218	\$1,482,489,595	\$1,148,585,192	118,051	39,367	\$38,891,275.00
\$ 18,000 - \$ 19,999	83,850	\$1,592,545,719	\$1,243,663,221	110,202	40,425	\$47,197,932.00
\$ 20,000 - \$ 21,999	79,748	\$1,673,754,855	\$1,307,842,012	102,757	40,389	\$53,962,785.00
\$ 22,000 - \$ 24,999	109,890	\$2,580,070,520	\$2,021,596,770	139,040	59,858	\$89,928,798.00
\$ 25,000 - \$ 29,999	159,858	\$4,380,508,670	\$3,425,772,007	198,916	95,146	\$164,485,573.00
\$ 30,000 - \$ 34,999	125,871	\$4,077,081,440	\$3,159,989,169	156,827	81,992	\$161,475,242.00
\$ 35,000 - \$ 39,999	95,969	\$3,586,640,467	\$2,751,409,836	120,056	66,957	\$146,147,722.00
\$ 40,000 - \$ 49,999	118,700	\$5,274,010,733	\$3,989,204,765	152,520	89,460	\$220,832,244.00
\$ 50,000 - \$ 74,999	107,703	\$6,437,683,292	\$4,744,508,289	147,582	90,378	\$278,499,079.00
\$ 75,000 - \$ 99,999	32,876	\$2,807,411,530	\$2,009,477,043	47,855	29,321	\$124,730,516.00
\$100,000 AND OVER	46,550	\$18,603,357,710	\$12,416,807,179	69,518	44,405	\$467,654,848.00
NO AGI	20,838	\$0	\$1,262,137	39,987	7,177	\$59,359.00
TOTALS	1,780,784	\$58,339,391,732	\$42,407,617,800	2,402,690	857,541	\$1,878,237,250.00

TABLE 02  
TOTAL PAY RETURNS

ADJUSTED GROSS INCOME BRACKETS	NO. OF RETURNS	ADJUSTED GROSS INCOME	NET TAXABLE INCOME	NO. OF PER. CREDITS	NO. OF DEP. CREDITS	TAX PAID
\$ 1 - \$ 2,999	3,536	\$7,911,851	\$5,414,165	3,652	73	\$104,674.00
\$ 3,000 - \$ 3,999	6,387	\$22,738,157	\$18,352,883	6,577	91	\$139,305.00
\$ 4,000 - \$ 4,999	26,505	\$120,044,927	\$84,195,500	27,327	478	\$498,521.00
\$ 5,000 - \$ 5,999	28,192	\$154,803,649	\$112,936,428	30,715	1,363	\$1,104,958.00
\$ 6,000 - \$ 6,999	26,549	\$172,335,969	\$128,825,391	30,907	2,327	\$1,737,562.00
\$ 7,000 - \$ 7,999	25,548	\$191,537,627	\$145,453,580	30,781	3,302	\$2,601,952.00
\$ 8,000 - \$ 8,999	25,368	\$215,650,386	\$163,778,039	32,442	4,183	\$3,393,500.00
\$ 9,000 - \$ 9,999	35,406	\$336,328,267	\$257,212,397	45,728	4,864	\$5,947,887.00
\$ 10,000 - \$ 11,999	70,269	\$772,724,204	\$597,676,234	90,645	12,419	\$16,149,534.00
\$ 12,000 - \$ 13,999	71,337	\$927,599,246	\$724,657,062	90,535	14,928	\$22,607,246.00
\$ 14,000 - \$ 15,999	76,643	\$1,150,875,475	\$899,299,385	100,648	20,021	\$30,086,738.00
\$ 16,000 - \$ 17,999	81,872	\$1,392,460,090	\$1,092,541,227	108,355	32,838	\$38,891,275.00
\$ 18,000 - \$ 19,999	80,946	\$1,537,599,705	\$1,210,728,742	105,346	38,469	\$47,197,932.00
\$ 20,000 - \$ 21,999	77,573	\$1,628,179,931	\$1,283,141,087	99,410	39,477	\$53,962,785.00
\$ 22,000 - \$ 24,999	107,397	\$2,521,554,492	\$1,988,810,861	135,412	58,925	\$89,928,798.00
\$ 25,000 - \$ 29,999	156,644	\$4,292,561,918	\$3,373,841,287	194,327	93,907	\$164,485,573.00
\$ 30,000 - \$ 34,999	123,501	\$4,000,365,859	\$3,113,968,345	153,457	81,101	\$161,475,242.00
\$ 35,000 - \$ 39,999	94,125	\$3,517,707,565	\$2,706,866,982	117,552	66,147	\$146,147,722.00
\$ 40,000 - \$ 49,999	116,178	\$5,161,509,286	\$3,914,853,565	149,052	88,328	\$220,832,244.00
\$ 50,000 - \$ 74,999	104,777	\$6,260,545,285	\$4,626,633,709	143,333	88,703	\$278,499,079.00
\$ 75,000 - \$ 99,999	31,629	\$2,699,896,398	\$1,939,318,747	45,945	28,513	\$124,730,516.00
\$100,000 AND OVER	43,069	\$14,990,175,992	\$10,167,684,952	63,817	41,499	\$467,654,848.00
NO AGI	225	\$0	\$205,722	270	42	\$59,359.00
TOTALS	1,413,676	\$52,075,106,279	\$38,556,396,290	1,806,233	721,998	\$1,878,237,250.00

TABLE 03  
TOTAL NO-PAY RETURNS

ADJUSTED GROSS INCOME BRACKETS	NO. OF RETURNS	ADJUSTED GROSS INCOME	NET TAXABLE INCOME	NO. OF PER. CREDITS	NO. OF DEP. CREDITS	TAX PAID
\$ 1 - \$ 2,999	102,724	\$174,946,300	\$60,431,569	130,507	9,719	\$0.00
\$ 3,000 - \$ 3,999	42,072	\$147,103,649	\$75,936,260	55,642	5,028	\$0.00
\$ 4,000 - \$ 4,999	23,902	\$106,653,501	\$56,752,382	39,424	5,473	\$0.00
\$ 5,000 - \$ 5,999	21,584	\$118,789,969	\$69,164,875	38,213	6,483	\$0.00
\$ 6,000 - \$ 6,999	21,913	\$142,564,882	\$88,060,772	38,632	6,863	\$0.00
\$ 7,000 - \$ 7,999	21,879	\$164,104,033	\$106,871,090	39,053	7,357	\$0.00
\$ 8,000 - \$ 8,999	21,126	\$179,421,982	\$121,583,237	36,932	8,040	\$0.00
\$ 9,000 - \$ 9,999	10,146	\$96,281,040	\$55,014,077	22,693	7,935	\$0.00
\$ 10,000 - \$ 11,999	19,715	\$216,703,743	\$133,830,439	43,764	16,990	\$0.00
\$ 12,000 - \$ 13,999	18,658	\$242,214,436	\$161,760,681	40,365	17,976	\$0.00
\$ 14,000 - \$ 15,999	12,254	\$182,503,908	\$120,293,734	24,197	16,753	\$0.00
\$ 16,000 - \$ 17,999	5,346	\$90,029,505	\$56,043,965	9,696	6,529	\$0.00
\$ 18,000 - \$ 19,999	2,904	\$54,946,014	\$32,934,479	4,856	1,956	\$0.00
\$ 20,000 - \$ 21,999	2,175	\$45,574,924	\$24,700,925	3,347	912	\$0.00
\$ 22,000 - \$ 24,999	2,493	\$58,516,028	\$32,785,909	3,628	933	\$0.00
\$ 25,000 - \$ 29,999	3,214	\$87,946,752	\$51,930,720	4,589	1,239	\$0.00
\$ 30,000 - \$ 34,999	2,370	\$76,715,581	\$46,020,824	3,370	891	\$0.00
\$ 35,000 - \$ 39,999	1,844	\$68,932,902	\$44,542,854	2,504	810	\$0.00
\$ 40,000 - \$ 49,999	2,522	\$112,501,447	\$74,351,200	3,468	1,132	\$0.00
\$ 50,000 - \$ 74,999	2,926	\$177,138,007	\$117,874,580	4,249	1,675	\$0.00
\$ 75,000 - \$ 99,999	1,247	\$107,515,132	\$70,158,296	1,910	808	\$0.00
\$100,000 AND OVER	3,481	\$3,613,181,718	\$2,249,122,227	5,701	2,906	\$0.00
NO AGI	20,613	\$0	\$1,056,415	39,717	7,135	\$0.00
TOTALS	367,108	\$6,264,285,453	\$3,851,221,510	596,457	135,543	\$0.00

TABLE 04  
TOTAL PAY AND NO-PAY RETURNS BY SD-COUNTY-NBR

COUNTY	NO. OF RETURNS	ADJUSTED GROSS INCOME	NET TAXABLE INCOME	NO. OF PERS. CREDITS	NO. OF DEP. CREDITS	TAX PAID
ADAIR	4,643	\$95,782,496	\$73,199,357	6,796	2,119	\$3,580,197.00
ADAMS	2,441	\$45,112,763	\$35,085,336	3,601	1,140	\$1,658,101.00
ALLAMAKEE	8,096	\$155,072,768	\$117,964,789	11,386	4,143	\$5,069,186.00
APPANOOSE	7,027	\$134,044,981	\$102,827,942	10,096	3,400	\$4,905,342.00
AUDUBON	3,857	\$74,156,271	\$57,105,375	5,689	1,908	\$2,767,183.00
BENTON	14,191	\$344,136,776	\$262,448,599	18,837	6,972	\$14,163,488.00
BLACK HAWK	68,040	\$1,872,576,460	\$1,394,245,957	90,777	31,513	\$79,717,536.00
BOONE	14,680	\$364,100,279	\$274,031,408	19,868	6,759	\$14,860,049.00
BREMER	13,959	\$358,773,266	\$270,544,003	18,599	6,690	\$14,861,627.00
BUCHANAN	11,399	\$272,898,053	\$209,401,601	15,434	6,371	\$11,352,017.00
BUENA VISTA	11,325	\$264,336,967	\$200,581,801	15,978	6,162	\$10,491,853.00
BUTLER	9,128	\$195,086,653	\$150,684,744	12,780	4,277	\$7,637,239.00
CALHOUN	6,572	\$137,494,257	\$104,390,574	9,512	2,984	\$5,255,661.00
CARROLL	13,510	\$303,630,568	\$228,963,654	18,225	6,974	\$11,929,122.00
CASS	8,742	\$181,978,081	\$137,118,324	12,645	4,108	\$6,879,078.00
CEDAR	10,799	\$277,807,864	\$213,392,780	14,590	4,931	\$12,120,274.00
CERRO GORDO	26,807	\$670,692,608	\$504,228,579	36,468	12,096	\$27,668,818.00
CHEROKEE	7,969	\$173,123,917	\$133,799,528	11,118	3,747	\$6,865,353.00
CHICKASAW	7,977	\$171,497,255	\$131,473,755	10,887	4,052	\$6,607,728.00
CLARKE	4,855	\$95,483,651	\$73,678,871	6,757	2,391	\$3,525,038.00
CLAY	10,970	\$260,656,043	\$197,741,789	14,713	5,068	\$10,548,452.00
CLAYTON	10,779	\$212,255,521	\$161,210,806	15,085	5,380	\$7,365,060.00
CLINTON	28,274	\$679,078,907	\$514,907,605	38,457	13,801	\$27,487,230.00
CRAWFORD	9,607	\$189,735,927	\$145,593,331	13,218	4,839	\$7,125,780.00
DALLAS	21,988	\$668,730,377	\$488,298,555	28,480	11,422	\$28,441,960.00
DAVIS	4,201	\$83,771,553	\$64,799,412	6,034	2,337	\$3,182,751.00
DECATUR	3,841	\$68,362,678	\$52,059,122	5,668	2,040	\$2,268,315.00
DELAWARE	10,558	\$220,953,630	\$168,885,750	14,242	6,058	\$8,485,202.00
DES MOINES	24,172	\$637,597,978	\$481,698,162	33,078	11,380	\$26,486,718.00
DICKINSON	10,399	\$276,752,854	\$202,551,910	14,258	4,012	\$11,021,871.00
DUBUQUE	52,198	\$1,378,714,815	\$1,018,864,071	68,233	26,389	\$55,959,025.00
EMMET	6,315	\$137,391,001	\$104,418,167	8,802	3,026	\$4,987,864.00
FAYETTE	12,071	\$245,044,379	\$189,146,636	16,972	6,189	\$9,314,804.00
FLOYD	9,742	\$211,344,343	\$160,311,722	13,451	4,646	\$8,138,011.00
FRANKLIN	6,324	\$140,126,374	\$106,811,435	9,001	2,981	\$5,649,440.00
FREMONT	4,377	\$95,075,802	\$73,619,016	6,235	2,115	\$3,314,317.00
GREENE	6,083	\$131,187,882	\$99,618,327	8,785	2,977	\$5,041,806.00
GRUNDY	7,261	\$179,611,897	\$137,369,033	10,094	3,378	\$7,411,996.00
GUTHRIE	6,549	\$145,865,602	\$110,363,645	9,344	2,953	\$5,730,992.00
HAMILTON	9,738	\$242,136,785	\$181,438,208	13,416	4,521	\$9,960,063.00

TABLE 04 continued

## TOTAL PAY AND NO-PAY RETURNS BY SD-COUNTY-NBR

COUNTY	NO. OF RETURNS	ADJUSTED GROSS INCOME	NET TAXABLE INCOME	NO. OF PERS. CREDITS	NO. OF DEP. CREDITS	TAX PAID
HANCOCK	7,119	\$147,994,079	\$114,474,408	9,810	3,495	\$5,708,575.00
HARDIN	11,306	\$253,439,783	\$193,898,094	15,935	5,008	\$10,202,954.00
HARRISON	8,216	\$188,005,414	\$141,899,246	11,313	4,116	\$5,685,071.00
HENRY	11,195	\$263,893,427	\$200,968,555	15,141	5,371	\$10,505,439.00
HOWARD	5,968	\$117,734,994	\$90,026,738	8,473	3,147	\$4,072,894.00
HUMBOLDT	6,435	\$152,791,576	\$117,072,239	9,034	3,057	\$6,360,456.00
IDA	4,648	\$103,086,082	\$77,578,057	6,578	2,306	\$4,018,031.00
IOWA	9,656	\$291,689,740	\$220,721,157	13,012	4,586	\$11,928,090.00
JACKSON	11,557	\$238,805,355	\$182,977,355	16,088	5,785	\$9,073,454.00
JASPER	21,470	\$558,268,972	\$420,343,831	28,829	9,816	\$23,078,532.00
JEFFERSON	8,613	\$287,258,677	\$207,220,428	11,782	4,035	\$12,231,220.00
JOHNSON	56,367	\$1,881,518,149	\$1,391,460,169	70,103	22,745	\$79,346,620.00
JONES	11,097	\$251,651,600	\$192,100,580	15,041	5,223	\$10,051,133.00
KEOKUK	6,542	\$129,877,741	\$99,631,828	9,379	3,220	\$4,899,508.00
KOSSUTH	10,360	\$214,694,873	\$162,232,102	14,504	5,127	\$8,009,512.00
LEE	21,054	\$501,877,117	\$381,529,639	28,976	10,324	\$20,006,062.00
LINN	111,521	\$3,442,689,373	\$2,524,067,235	144,082	50,531	\$148,482,984.00
LOUISA	6,547	\$152,295,582	\$117,711,960	8,982	3,662	\$6,078,435.00
LUCAS	4,810	\$115,573,688	\$87,274,968	6,890	2,358	\$4,955,742.00
LYON	6,971	\$141,577,796	\$108,652,258	9,630	3,810	\$5,216,480.00
MADISON	7,767	\$183,590,608	\$138,703,436	10,509	3,897	\$7,302,970.00
MAHASKA	12,258	\$281,123,775	\$213,524,880	16,708	6,030	\$11,158,591.00
MARION	18,384	\$464,828,766	\$348,039,770	24,471	8,985	\$18,769,640.00
MARSHALL	22,669	\$571,445,598	\$432,995,476	30,918	11,323	\$23,434,967.00
MILLS	7,320	\$185,454,016	\$138,191,787	9,784	3,694	\$5,623,699.00
MITCHELL	6,383	\$140,551,950	\$107,537,992	9,011	3,110	\$5,392,505.00
MONONA	5,512	\$117,896,573	\$89,994,356	7,988	2,502	\$4,550,100.00
MONROE	4,251	\$85,677,593	\$66,611,704	6,150	2,171	\$3,265,689.00
MONTGOMERY	6,834	\$147,499,105	\$112,261,301	9,838	3,204	\$5,569,054.00
MUSCATINE	23,900	\$666,931,618	\$499,789,982	31,760	12,200	\$28,389,582.00
OBRIEN	9,406	\$203,360,339	\$154,200,018	13,212	4,743	\$7,683,931.00
OSCEOLA	3,887	\$81,011,043	\$62,260,675	5,370	1,954	\$2,892,161.00
PAGE	9,187	\$213,207,462	\$163,170,093	13,052	4,149	\$8,428,094.00
PALO ALTO	5,814	\$118,339,182	\$90,880,852	8,274	2,833	\$4,549,429.00
PLYMOUTH	14,674	\$379,371,800	\$281,330,681	19,904	7,966	\$14,735,551.00
POCAHONTAS	5,054	\$108,161,194	\$83,001,171	7,285	2,482	\$4,197,880.00
POLK	213,516	\$7,226,124,598	\$5,209,365,999	272,687	96,533	\$312,846,808.00
POTTAWATTAMIE	46,978	\$1,183,458,703	\$868,857,731	63,015	22,947	\$32,374,573.00
POWESHIEK	10,904	\$263,985,136	\$197,320,516	15,011	4,818	\$10,472,202.00
RINGGOLD	2,762	\$49,807,242	\$38,101,891	4,267	1,308	\$1,707,246.00

TABLE 04 continued

## TOTAL PAY AND NO-PAY RETURNS BY SD-COUNTY-NBR

COUNTY	NO. OF RETURNS	ADJUSTED GROSS INCOME	NET TAXABLE INCOME	NO. OF PERS. CREDITS	NO. OF DEP. CREDITS	TAX PAID
SAC	6,906	\$146,916,699	\$112,758,372	10,060	3,371	\$5,751,655.00
SCOTT	87,377	\$2,810,246,572	\$2,068,766,615	116,664	43,756	\$123,179,301.00
SHELBY	7,993	\$166,140,485	\$126,697,978	11,223	3,835	\$6,107,687.00
SIoux	17,722	\$442,610,611	\$328,810,232	23,724	10,185	\$18,231,720.00
STORY	39,799	\$1,183,111,478	\$867,660,109	51,310	16,560	\$50,133,293.00
TAMA	10,222	\$223,911,787	\$173,077,438	14,463	4,842	\$8,926,181.00
TAYLOR	3,551	\$65,583,442	\$51,266,383	5,366	1,774	\$2,388,594.00
UNION	7,121	\$145,849,774	\$112,165,507	10,001	3,292	\$5,742,952.00
VAN BUREN	4,189	\$79,903,663	\$62,095,273	6,040	2,114	\$2,923,411.00
WAPELLO	19,021	\$438,968,461	\$330,413,662	26,851	9,074	\$17,414,708.00
WARREN	22,841	\$619,593,613	\$461,173,112	29,126	11,443	\$25,401,039.00
WASHINGTON	12,136	\$272,444,294	\$205,755,352	16,616	5,870	\$10,594,085.00
WAYNE	3,485	\$64,369,407	\$49,722,123	5,370	1,685	\$2,169,303.00
WEBSTER	21,979	\$534,331,854	\$403,681,759	30,419	10,601	\$21,814,995.00
WINNEBAGO	7,407	\$158,188,680	\$121,205,348	10,222	3,511	\$5,922,004.00
WINNESHIEK	11,239	\$246,786,969	\$186,351,791	15,303	5,556	\$9,399,523.00
WOODBURY	56,513	\$1,521,215,969	\$1,118,678,359	75,609	31,170	\$58,215,121.00
WORTH	4,533	\$100,757,080	\$77,785,108	6,310	1,989	\$3,960,512.00
WRIGHT	8,386	\$194,695,644	\$148,735,169	11,967	3,898	\$7,941,536.00
NON-RESIDENT	137,988	\$14,425,034,649	\$9,737,963,273	195,641	70,195	\$88,927,219.00
TOTALS	1,780,784	\$58,339,391,732	\$42,407,617,800	2,402,690	857,541	\$1,878,237,250.00

## INCOME TAX ABATEMENT

The Director of Revenue and Finance is provided the statutory authority "to abate any portion of tax, interest or penalties which he determines are excessive in amount, or erroneously or illegally assessed." Abatements apply to those cases in which the initial protest occurs after the 60 days appeal period has expired and in which the taxpayer produced records substantiating the tax filer's claim to reduced tax liability. The following table summarizes the individual income tax abatements allowed in calendar 1998.

INDIVIDUAL INCOME TAX ABATEMENTS  
JANUARY 1, 1998 THROUGH DECEMBER 31, 1998

<u>Number of Returns</u>	<u>Tax</u>	<u>Penalty (Includes Fees)</u>	<u>Interest</u>	<u>Total Amounts</u>
1691	\$2,478,401.76	\$342,538.69	\$1,136,864.49	\$3,957,804.94