

Department of the Treasury

Internal Revenue Service

Mark W. Everson

Commissioner

Mark J. Mazur

Director, Research, Analysis, and Statistics

Thomas B. Petska

Director, Statistics of Income Division

Janet McCubbin

Chief, Special Studies Branch

Martha Eller Gangi

Chief, Statistical Data Section

The IRS Mission

Provide America's taxpayers top quality service by helping them understand and meet their tax responsibilities and by applying the tax law with integrity and fairness to all.

Internal Revenue Service Data Book, 2006

This report describes activities conducted by the Internal Revenue Service during Fiscal Year 2006 (October 1, 2005, through September 30, 2006). It provides information on returns filed and taxes collected, enforcement, taxpayer assistance, the IRS budget and workforce, and other selected activities.

NOTE: When using information from this report, cite the *Internal Revenue Service Data Book, 2006* as follows—

Internal Revenue Service
Data Book, 2006
Publication 55B
Washington, DC
March 2007

For sale by the
Superintendent of Documents
P.O. Box 371954
Pittsburgh, PA 15250-7954

Contents

Revisions to Fiscal Year 2004 and 2005 <i>Internal Revenue Service Data Books</i>	iii
List of Statistical Tables	v
Statistical Tables.....	3
Principal Officers of the Internal Revenue Service.....	71
Principal Officers of the IRS Office of Chief Counsel	73
Commissioners of Internal Revenue	75
Chief Counsels for the Internal Revenue Service.....	76
Internal Revenue Service Organization	Inside Back Cover

Acknowledgments

Statistics of Income Division

Managing Editor

Ruth Schwartz

Technical Editors

James Dalton

James Hobbs

Statistical Researcher

Melissa Laine

Layout Editors

Paul Bastuscheck

Heather Lilley

Lisa Smith

Dorothy Wallace

Publishing Services Coordinator

Barbara Vaira

Information Technology Specialist

Paul Bastuscheck

Other Internal Revenue Service Offices

Principal Coordinators**Appeals**

Donna S. Reed

Chief Counsel

David C. Rheault

Chief Financial Officer

Veronica Carter-McKune

Eunita M. Davis

Dru E. Gahagan

Charles A. Messing

Joann Roper

Afzaal Shamsie

Criminal Investigation

Patty B. Capozoli

Equal Employment Opportunity and Diversity

Eduardo V. Mercado

Research, Analysis, and Statistics

John Guyton

Small Business/Self-Employed

Catherine A. LaBille

Christine O'Neill

Barbara A. Sandstrom

Michael A. Teagle

Karen A. Thornton

Laurie Tuzynski

Tax Exempt and Government Entities

Andrew M. Curry

Taxpayer Advocate

Claudia H. Calissie

Wage and Investment

Dana L. Crockett

Miriam L. Smith

David Tyree

The Internal Revenue Service Data Book Online

The *Internal Revenue Service Data Book* tables for the current year and 11 previous years may be found on the IRS Internet site. The World Wide Web address is: www.irs.gov/taxstats. From the Web site, select "IRS Data Books" in the "Products, Publications, & Papers" section.

For additional information, contact Statistical Information Services at **202-874-0410** or e-mail sis@irs.gov.

Revisions to Fiscal Year 2004 and 2005 *Internal Revenue Service Data Books*

Corrected Tables 10 through 13 for Fiscal Years 2004 and 2005 are available at www.irs.gov/taxstats.

Tables 10 through 13 of the 2005 *Data Book* include information on examinations closed in Fiscal Year (FY) 2005, by type of return and size of income or gross estate. Returns are assigned a code indicating the income or gross estate size class before an examination is initiated. On January 1, 2005, new codes were implemented to provide additional detail about individual income tax nonbusiness returns with total positive income (TPI) of \$100,000 or more and to reflect changes in the estate tax filing population. These new codes were not applied to cases completed in FY 2005 but initiated before 2005. Thus, tabulations by these new income and gross estate size classes shown in the 2005 *Data Book* were incorrect. In particular, the information in the 2005 *Data Book* understated examinations of all taxpayers with TPI of \$200,000 or more and overstated examinations of taxpayers with TPI between \$100,000 and \$200,000. The tables understated examinations of estates with gross estate less than \$1,500,000 and overstated examinations of estates worth between \$1,500,000 and \$5,000,000. The tables have been revised to provide corrected estimates for all individual income tax returns with TPI of \$100,000 or more and for estates of \$5,000,000.

In addition, Tables 10 through 13 of the 2004 and 2005 *Data Books* included as examinations returns associated with the EITC Qualifying Child Certification Test. However, EITC Qualifying Child Certification is not an examination. The tables have been revised to exclude these cases.

List of Statistical Tables

The *Data Book* has been reorganized, and most tables have been renumbered. The table number used in the FY 2005 Volume is shown in parentheses next to the current table number.

Page

Returns Filed, Taxes Collected, and Refunds Issued

Table 1. Internal Revenue Collections and Refunds, by Type of Tax, Fiscal Years 2005 and 2006	3
Table 2. Number of Returns Filed, by Type of Return, Fiscal Years 2005 and 2006	4
Table 3. Number of Returns Filed, by Type of Return and State, Fiscal Year 2006.....	5
Table 4. Number of Returns Filed Electronically, by Type of Return and State, Fiscal Year 2006	8
Table 5 (6). Internal Revenue Gross Collections, by Type of Tax and State, Fiscal Year 2006	11
Table 6 (7). Internal Revenue Gross Collections, by Type of Tax, Fiscal Years 1960-2006.....	14
Table 7 (8). Number of Internal Revenue Refunds Issued, by State, Fiscal Year 2006	16
Table 8 (9). Amount of Internal Revenue Refunds Issued, Including Interest, by State, Fiscal Year 2006	18

Enforcement: EXAMINATIONS

Table 9 (10). Examination Coverage: Recommended and Average Recommended Additional Tax After Examination, by Type and Size of Return, Fiscal Year 2006.....	23
Table 10 (11). Examination Coverage: Returns Examined with Unagreed Recommended Additional Tax After Examination, by Type and Size of Return, Fiscal Year 2006	26
Table 11 (12). Examination Coverage: Returns Examined Involving Protection of Revenue Base, by Type and Size of Return, Fiscal Year 2006	28
Table 12 (13). Examination Coverage: Returns Examined Resulting in Refunds, by Type and Size of Return, Fiscal Year 2006.....	30
Table 13 (14, 15). Returns of Tax-Exempt Organizations, Employee Plans, and Government Entities Examined, by Type of Return, Fiscal Year 2006.....	32

Enforcement: INFORMATION REPORTING AND VERIFICATION

Table 14 (25). Information Reporting Program, Fiscal Year 2006	37
Table 15 (26). Number of Math Errors, by Type of Error, Calendar Year 2006	38

Enforcement: COLLECTIONS, PENALTIES, AND CRIMINAL INVESTIGATION

Table 16. Delinquent Collection Activities, Fiscal Years 2003-2006.....	41
--------------------------------------------------------------------------------	----

Table 17 (27). Civil Penalties Assessed and Abated, by Type of Tax and Type of Penalty, Fiscal Year 2006 42

Table 18. Criminal Investigation Program, by Status or Disposition, Fiscal Year 2006 44

Taxpayer Assistance

Table 19 (23). Internal Revenue Service Taxpayer Assistance and Education Programs for Individual Taxpayers, by Type of Assistance or Program, Fiscal Year 2006 47

Table 20 (24). Taxpayer Advocate Service: Postfiling Taxpayer Assistance Program, by Type of Issue and Relief, Fiscal Year 2006 48

Table 21 (17). Appeals Workload, by Type of Case, Fiscal Year 2006 50

Tax-Exempt Activities

Table 22 (19). Tax-Exempt Guidance and Other Regulatory Activities, Fiscal Year 2006 53

Table 23 (20). Determination Letters Issued on Employee Pension Plans, by Type and Disposition of Plan, Fiscal Year 2006 54

Table 24 (21). Tax-Exempt Organization and Other Entity Applications or Disposals, by Type of Organization and Internal Revenue Code Section, Fiscal Year 2006 55

Table 25 (22). Tax-Exempt Organizations and Nonexempt Charitable Trusts, Fiscal Years 2003-2006 56

Chief Counsel

Table 26 (28). Chief Counsel Workload, by Office and Type of Case or Activity, Fiscal Year 2006 59

Table 27 (29). Chief Counsel Workload: Tax Litigation, by Type of Case, Fiscal Year 2006 61

IRS Budget and Workforce

Table 28 (30). Costs Incurred by the Internal Revenue Service, by Budget Activity, Fiscal Years 2005 and 2006 65

Table 29 (31). Internal Revenue Service Collections, Costs, Personnel, and U.S. Population, Fiscal Years 1971-2006 66

Table 30 (32). Internal Revenue Service Personnel Summary, by Employment Status, Budget Activity, and Type of Personnel, Fiscal Years 2005 and 2006 68

Table 31 (33). Internal Revenue Service Labor Force, Compared to National Totals for Civilian and Federal Labor Forces, by Race, National Origin, and Gender, Fiscal Year 2006 69

Returns Filed, Taxes Collected, and Refunds Issued

Tables 1 and 2 provide a broad overview of the main functions performed by the IRS: processing Federal tax returns and collecting revenue. During Fiscal Year (FY) 2006, the IRS collected more than \$2.2 trillion in tax net of refunds, about 44 percent of which was attributable to the individual income tax. Tables 3 through 6 provide additional detail on gross collections and returns filed by State, over time, and for different types of electronic returns. More than 80 million returns, including 54.3 percent of individual income tax returns, were filed electronically in FY 2006. Tables 7 and 8 provide information on tax refunds by State and type of tax. Over 108 million individual income tax return filers received tax refunds totaling nearly \$243 billion in FY 2006.

Table 1. Internal Revenue Collections and Refunds, by Type of Tax, Fiscal Years 2005 and 2006

[Money amounts are in thousands of dollars. For FY 2006 details by State, see Tables 5 and 8.]

Type of tax	Gross collections			Net collections		
	2005	2006	Percentage	2006 refunds [1]	2006	Percentage
			of 2006 total			of 2006 total
(1)	(2)	(3)	(4)	(5)	(6)	
United States, total	2,268,895,122	2,518,680,230	100.0	280,393,087	2,238,287,143	100.0
Corporation income tax	307,094,837	380,924,573	15.1	29,831,391	351,093,182	15.7
Regular	306,470,933	380,039,893	15.1	n.a.	n.a.	n.a.
Tax-exempt organization business income tax	623,904	884,681	[2]	n.a.	n.a.	n.a.
Individual income tax [3, 4]	1,107,500,994	1,236,259,371	49.1	242,630,468	993,628,903	44.4
Income tax withheld	786,612,462	849,004,371	33.7	n.a.	n.a.	n.a.
Other [5]	320,888,532	387,255,000	15.4	n.a.	n.a.	n.a.
Employment taxes	771,441,662	814,819,218	32.4	4,917,599	809,901,619	36.2
Old-Age, Survivors, Disability, and Hospital Insurance (OASDHI), total [4]	759,955,617	802,612,629	31.9	4,771,264	797,841,365	35.7
Federal Insurance Contributions Act (FICA)	716,905,338	757,547,410	30.1	n.a.	n.a.	n.a.
Self-Employment Insurance Contributions Act (SECA)	43,050,279	45,065,219	1.8	n.a.	n.a.	n.a.
Unemployment insurance	6,947,510	7,533,119	0.3	143,403	7,389,716	0.3
Railroad retirement	4,538,535	4,673,471	0.2	2,932	4,670,539	0.2
Estate and gift taxes	25,605,531	28,687,525	1.1	850,607	27,836,918	1.2
Estate	23,565,164	26,717,493	1.1	801,289	25,916,204	1.1
Gift	2,040,367	1,970,032	0.1	49,318	1,920,714	0.1
Excise taxes	57,252,098	57,989,543	2.3	2,163,021	55,826,522	2.5

n.a.—Not available.

[1] Includes principal and interest paid on refunds. Represents refundable earned income tax credits, refundable child tax credits, overpayment refunds, refunds resulting from examination activity, and other refunds required by law. See Table 8, footnotes 1-2 for additional detail.

[2] Less than 0.05 percent.

[3] Collections include Presidential Election Campaign Fund contributions of \$53.3 million in Fiscal Year 2005 and \$50.1 million in Fiscal Year 2006.

[4] Collections of individual income tax are not reported by payers separately from old-age, survivors, disability, and hospital insurance (OASDHI) taxes on salaries and wages (under the Federal Insurance Contributions Act or FICA), and on self-employment income (under the Self-Employment Insurance Contributions Act or SECA). The OASDHI tax collections and refunds shown in Table 1 are based on estimates made by the Secretary of the Treasury pursuant to the provisions of Section 201(a) of the Social Security Act as amended and include all OASDHI taxes. Amounts shown for individual income tax withheld and other income tax were derived by subtracting the FICA and SECA tax estimates from total tax withheld and other taxes paid. Refund estimates were not made for the components of income and OASDHI taxes.

[5] Includes fiduciary income tax collections of \$13.9 billion in Fiscal Year 2005 and \$17.1 billion in Fiscal Year 2006.

NOTES: Detail may not add to totals because of rounding. All amounts are in current dollars. Gross collections exclude excise taxes paid to the Customs Service and the Alcohol and Tobacco Tax and Trade Bureau. Refunds of such taxes, however, are recorded by the Internal Revenue Service and are, therefore, included.

SOURCE: Chief Financial Officer, Revenue Financial Management OS:CFO:R

Table 2. Number of Returns Filed, by Type of Return, Fiscal Years 2005 and 2006

[Numbers are in thousands. For FY 2006 details by State, see Table 3.]

Type of return	2005	2006	Percentage change
United States, total [1]	226,677	228,145	0.6
Income tax	174,494	177,404	1.7
Individual [2]	132,845	133,917	0.8
Forms 1040, 1040A, 1040EZ	132,105	133,171	0.8
Forms 1040NR, 1040NR-EZ, 1040PR, 1040-SS, 1040C	740	746	0.8
Individual estimated tax	28,669	30,099	5.0
Estate and trust	3,684	3,697	0.4
Estate and trust estimated tax	503	639	27.0
Partnership	2,665	2,773	4.1
S corporation	3,634	3,825	5.2
C or other corporation [3]	2,494	2,454	-1.6
Estate tax [4]	66	58	-11.3
Gift tax	277	256	-7.6
Employment taxes [5]	30,872	31,182	1.0
Tax-exempt organizations [6]	815	833	2.1
Excise taxes [7]	1,064	942	-11.4
Supplemental documents [8]	19,090	17,471	-8.5

[1] Excludes information returns (e.g., Forms 1098, 1099, 5498, W-2 and W-2G, and Schedule K-1) and tax-exempt bond returns (Forms 8038, 8038-G, 8038-GC, 8038-T, and 8328). Also excludes employee benefit plan returns (Forms 5500 and 5500-EZ) processed by the Department of Labor. See Table 14 for the total number of information returns filed.

[2] Form 1040 is the "long form," and Forms 1040A and 1040EZ are "short forms." Forms 1040NR and 1040NR-EZ are filed by nonresident aliens; Form 1040PR is the self-employment tax form for Puerto Rico; Form 1040-SS is the self-employment tax form for the U.S. Virgin Islands, Guam, American Samoa, and the Northern Mariana Islands; and Form 1040C is for departing aliens. Form 1040X (amended individual income tax return) is included in supplemental documents.

[3] Includes Form 1066 (real estate mortgage investment conduits) and the Form 1120 series of returns as follows: 1120 ("long form"); 1120-A ("short form"); 1120-F (foreign corporations, except foreign life insurance companies); 1120-L (life insurance companies); 1120-POL (certain political associations); 1120-H (homeowner associations); 1120-FSC (foreign sales corporations); 1120-SF (settlement funds); 1120-REIT (real estate investment trusts); 1120-RIC (regulated investment companies); and 1120-PC (property and casualty insurance companies). Form 1120X (amended return) is included in supplemental documents.

Excludes Form 1120-ND (nuclear decommissioning funds) and Form 1120-IC-DISC (interest charge domestic international sales corporations). Also excludes Form 990-T (tax-exempt organization business income tax), included under tax-exempt organizations, although tax collected on these returns is included under corporation income tax in other tables.

[4] Includes Forms 706 (estate and generation-skipping transfer); 706-NA (nonresident alien estate and generation-skipping transfer); 706-GS (D) (generation-skipping transfer tax return for distributions); and 706-GS (T) (generation-skipping transfer tax return for terminations).

[5] Includes Forms 940 (employer's Federal unemployment tax return); 940-EZ ("short form"); 940PR (unemployment tax return, Puerto Rico); 941 (employer return for income and Social Security taxes withheld for other than household and agricultural employees); 941PR/SS (employer return, Puerto Rico; or U.S. Virgin Islands, Guam, American Samoa, and Northern Mariana Islands); 943 (agricultural employer return); 943PR (agricultural employer return, Puerto Rico); 945 (return of withheld income tax from nonpayroll distributions); 1042 (return of withheld income tax on U.S.-source income of foreign person); and CT-1 (railroad retirement tax return). Excludes Form CT-2 (railroad retirement tax return for employee representatives).

[6] Includes Forms 990 (tax-exempt organization except private foundation, "long form"); 990-EZ ("short form"); 990-C (farmers' cooperative); 990-PF (private foundation); 990-T (tax-exempt organization business income tax); 4720 (excise taxes of private foundations and other persons); and 5227 (split-interest trust information). Tax collected on Form 990-T is included under corporation income tax in other tables.

[7] Includes Forms 720 (quarterly excise tax); 730 (tax on wagering); 2290 (heavy highway vehicle use tax); and 11-C (occupational tax and registration for wagering). Excludes excise tax returns filed with the Customs Service and Alcohol and Tobacco Tax and Trade Bureau.

[8] Includes Forms 1040X (amended individual income tax); 1041A (charitable contribution deductions by certain trusts); 1120X (amended corporation income tax); 4868 (automatic filing extension for individuals); 2688 (additional filing extension for individuals); 7004 (automatic filing extension for corporations); and 8752 (payment or refund for prior years by certain partnerships and S corporations).

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

SOURCE: Research, Analysis, and Statistics, Office of Research RAS:R

Table 3. Number of Returns Filed, by Type of Return and State, Fiscal Year 2006

State	Total returns [1]	Individual income tax [2]	Individual estimated income tax	Estate and trust income tax	Estate and trust estimated income tax	Partnership	S corporation
	(1)	(2)	(3)	(4)	(5)	(6)	(7)
United States, total	228,145,029	133,917,068	30,098,907	3,697,436	638,524	2,773,205	3,824,658
Alabama	3,015,495	1,932,097	339,677	26,340	5,777	34,791	42,919
Alaska	566,359	343,687	56,790	3,292	942	5,538	6,935
Arizona	4,162,522	2,445,889	585,300	42,014	9,083	63,749	65,851
Arkansas	1,896,354	1,144,171	218,973	15,485	3,880	21,781	34,947
California	26,955,122	15,401,847	4,038,809	320,145	76,642	309,856	298,409
Colorado	3,954,233	2,132,363	531,826	41,166	10,627	73,073	96,415
Connecticut	2,970,651	1,667,612	494,851	46,176	13,727	56,371	26,215
Delaware	721,652	400,453	95,310	24,666	4,068	11,305	13,767
District of Columbia	957,154	279,878	64,820	464,665	2,775	7,383	4,696
Florida	15,131,316	8,282,359	2,040,064	170,187	36,025	132,585	507,961
Georgia	6,347,242	3,870,442	631,806	42,122	12,261	67,933	141,619
Hawaii	1,069,903	617,089	168,836	12,936	3,220	8,948	11,652
Idaho	1,091,086	608,842	139,358	7,651	1,510	19,042	22,085
Illinois	9,785,843	5,796,754	1,267,405	200,972	37,232	93,831	194,852
Indiana	4,580,183	2,872,625	596,086	46,502	9,053	46,085	87,855
Iowa	2,326,440	1,342,065	371,300	46,979	4,429	27,951	33,177
Kansas	2,140,125	1,232,747	317,919	26,130	6,258	27,837	29,605
Kentucky	2,824,578	1,766,852	340,184	34,604	6,069	34,597	48,278
Louisiana	2,716,848	1,681,881	294,515	16,046	4,337	36,191	41,369
Maine	1,101,215	616,618	153,378	26,523	3,208	9,479	21,117
Maryland	4,472,902	2,652,044	646,500	54,723	15,273	56,525	68,908
Massachusetts	5,456,071	3,062,454	844,455	153,488	32,292	55,994	85,733
Michigan	7,342,098	4,544,045	874,391	88,514	16,562	94,394	122,329
Minnesota	4,204,084	2,431,768	589,886	50,152	8,793	50,885	86,462
Mississippi	1,750,778	1,142,042	171,787	10,671	2,713	17,924	22,764
Missouri	4,390,250	2,595,210	582,305	116,253	11,975	52,930	59,621
Montana	866,914	444,015	126,932	7,224	1,752	13,762	19,073
Nebraska	1,412,524	811,397	189,914	23,015	3,452	18,678	25,732
Nevada	1,907,366	1,137,633	218,177	15,260	4,428	36,328	35,576
New Hampshire	1,116,112	644,931	171,931	13,685	4,131	13,517	12,056
New Jersey	7,319,893	4,119,915	1,050,887	134,076	21,902	117,942	128,416
New Mexico	1,366,441	836,083	173,261	10,827	2,581	15,373	17,861
New York	15,089,612	8,649,945	1,846,821	307,290	51,688	189,661	343,383
North Carolina	6,326,367	3,836,959	786,448	68,525	10,286	72,585	111,881
North Dakota	558,342	305,584	87,413	5,966	873	8,391	7,916
Ohio	8,699,892	5,428,221	1,079,619	178,519	18,987	98,190	115,032
Oklahoma	2,612,692	1,482,139	324,665	85,068	7,106	32,548	43,112
Oregon	2,958,526	1,629,305	455,507	33,391	6,583	37,381	47,805
Pennsylvania	9,568,227	5,837,127	1,418,894	178,484	25,358	99,676	140,383
Rhode Island	872,759	499,005	111,543	25,605	3,086	9,526	17,978
South Carolina	3,004,403	1,868,046	350,581	20,965	5,044	36,896	50,886
South Dakota	669,919	364,697	101,400	9,696	2,054	9,533	11,282
Tennessee	4,098,749	2,629,091	492,697	40,267	10,981	54,365	31,165
Texas	15,757,892	9,583,785	1,689,202	187,908	66,251	230,489	192,526
Utah	1,764,449	1,021,593	176,251	13,893	2,946	46,293	42,166
Vermont	579,609	307,608	99,798	9,088	2,028	5,261	11,014
Virginia	5,898,239	3,509,616	854,388	70,620	15,342	65,715	91,966
Washington	5,123,051	2,897,838	748,663	59,397	14,640	61,886	77,732
West Virginia	1,169,188	749,210	149,710	10,044	2,008	11,123	10,739
Wisconsin	4,424,146	2,641,248	644,996	92,080	12,885	54,505	52,966
Wyoming	476,756	245,733	71,381	5,796	2,755	9,236	9,484
Other	2,572,457	1,572,510	221,297	2,345	646	7,367	987

Footnotes at end of table.

Table 3. Number of Returns Filed, by Type of Return and State, Fiscal Year 2006—Continued

State	C or other	Estate	Gift	Employment	Tax-exempt	Excise	Supplemental
	corporation	tax [4]	tax	taxes [5]	organizations [6]	taxes [7]	documents [8]
	income tax [3]						
	(8)	(9)	(10)	(11)	(12)	(13)	(14)
United States, total	2,453,741	58,279	255,651	31,182,071	832,699	942,145	17,470,645
Alabama	21,615	503	2,481	388,866	8,301	17,866	194,262
Alaska	4,116	78	397	80,991	2,785	3,666	57,142
Arizona	40,415	804	3,424	530,551	11,312	8,944	355,186
Arkansas	17,181	266	1,344	269,898	5,942	15,429	147,057
California	325,756	10,807	25,018	3,625,697	90,277	84,732	2,347,127
Colorado	40,385	829	4,592	638,680	14,785	13,035	356,457
Connecticut	29,590	1,209	9,157	388,070	12,087	6,441	219,145
Delaware	10,196	215	901	97,788	4,400	2,216	56,367
District of Columbia	10,823	208	752	70,866	7,496	227	42,565
Florida	202,079	3,974	19,813	2,155,737	36,171	47,148	1,497,213
Georgia	62,566	1,242	5,602	892,204	17,325	28,575	573,545
Hawaii	15,105	373	1,813	129,557	3,855	1,076	95,443
Idaho	8,978	193	821	192,784	3,405	8,387	78,030
Illinois	112,013	2,725	10,796	1,346,463	35,933	46,198	640,669
Indiana	25,734	747	4,529	584,596	19,408	29,282	257,681
Iowa	25,182	601	2,107	337,871	10,494	22,320	101,964
Kansas	21,026	510	2,334	322,531	8,740	14,775	129,713
Kentucky	19,398	454	2,825	364,175	8,370	17,811	180,961
Louisiana	30,484	344	1,453	393,537	6,667	15,257	194,767
Maine	9,407	277	1,377	175,448	5,054	6,167	73,162
Maryland	51,058	1,339	5,939	562,548	17,254	10,810	329,981
Massachusetts	61,759	1,906	9,956	739,928	29,842	9,990	368,274
Michigan	79,284	1,344	6,598	994,590	24,433	26,427	469,187
Minnesota	35,858	985	6,686	637,638	20,591	32,434	251,946
Mississippi	14,436	209	1,041	229,715	4,611	12,662	120,203
Missouri	41,601	940	4,469	633,322	18,363	22,561	250,700
Montana	10,198	222	1,128	160,097	4,001	7,510	71,000
Nebraska	14,416	320	1,701	223,714	6,719	18,708	74,758
Nevada	34,368	395	1,568	231,675	3,912	9,538	178,508
New Hampshire	12,543	260	1,777	158,935	4,610	4,285	73,451
New Jersey	95,913	2,552	10,303	1,063,708	45,353	18,934	509,992
New Mexico	10,476	217	878	179,135	4,725	6,554	108,470
New York	230,524	4,828	21,926	2,250,073	63,902	24,114	1,105,457
North Carolina	61,376	1,306	6,462	861,172	25,681	29,760	453,926
North Dakota	4,816	76	849	94,870	2,859	12,495	26,234
Ohio	72,971	1,679	9,218	1,056,454	34,784	34,568	571,650
Oklahoma	23,341	468	1,876	367,581	7,935	12,751	224,102
Oregon	25,313	761	2,886	447,629	12,207	12,750	247,008
Pennsylvania	69,866	2,126	11,347	1,221,896	40,394	37,237	485,439
Rhode Island	7,928	303	1,080	132,494	5,168	1,924	57,119
South Carolina	28,248	548	2,926	406,145	7,875	12,479	213,764
South Dakota	5,199	120	842	111,449	2,953	11,800	38,894
Tennessee	35,421	879	3,535	505,922	12,529	19,050	262,847
Texas	180,722	2,718	16,433	1,959,308	43,493	67,879	1,537,178
Utah	16,472	217	942	280,594	5,208	6,691	151,183
Vermont	5,733	130	680	96,397	3,589	2,754	35,529
Virginia	59,400	1,543	6,438	755,185	21,199	19,351	427,476
Washington	44,447	1,184	5,650	734,119	17,991	26,358	433,146
West Virginia	10,054	194	807	157,105	4,370	6,827	56,997
Wisconsin	40,674	1,123	6,584	599,362	19,548	21,691	236,484
Wyoming	4,947	111	775	85,289	2,241	3,452	35,556
Other	32,330	917	815	257,712	1,552	8,249	465,730

Footnotes at end of table.

Table 3. Number of Returns Filed, by Type of Return and State, Fiscal Year 2006—Continued**Footnotes**

- [1] Excludes information returns (e.g., Forms 1098, 1099, 5498, W-2 and W-2G, and Schedule K-1) and tax-exempt bond returns (Forms 8038, 8038-G, 8038-GC, 8038-T, and 8328). Also excludes employee benefit plan returns (Forms 5500 and 5500-EZ) processed by the Department of Labor. See Table 14 for the total number of information returns filed.
- [2] Includes Form 1040 ("the long form"); Forms 1040A and 1040EZ ("the short forms"); Form 1040NR (filed by nonresident aliens); Form 1040PR (the self-employment tax form for Puerto Rico); Form 1040-SS (the self-employment tax form for U.S. Virgin Islands, Guam, American Samoa, and the Northern Mariana Islands), and Form 1040C (for departing aliens). Form 1040X (amended individual income tax return) is included in supplemental documents.
- [3] Includes Form 1066 (real estate mortgage investment conduits) and the Form 1120 series of returns as follows: 1120 ("long form"); 1120-A ("short form"); 1120-F (foreign corporations, except foreign life insurance companies); 1120-L (life insurance companies); 1120-POL (certain political associations); 1120-H (homeowner associations); 1120-FSC (foreign sales corporations); 1120-SF (settlement funds); 1120-REIT (real estate investment trusts); 1120-RIC (regulated investment companies); and 1120-PC (property and casualty insurance companies). Form 1120X (amended return) is included in supplemental documents.
- Excludes Form 1120-ND (nuclear decommissioning funds) and Form 1120-IC-DISC (interest charge domestic international sales corporations). Also excludes Form 990-T (tax-exempt organization business income tax), included under tax-exempt organizations, although tax collected on these returns is included under corporation income tax in other tables.
- [4] Includes Forms 706 (estate and generation-skipping transfer); 706-NA (nonresident alien estate and generation-skipping transfer); 706-GS (D) (generation-skipping transfer tax return for distributions); and 706-GS (T) (generation-skipping transfer tax return for terminations).
- [5] Includes Forms 940 (employer's Federal unemployment tax return); 940-EZ ("short form"); 940PR (unemployment tax return, Puerto Rico); 941 (employer return for income and Social Security taxes withheld for other than household and agricultural employees); 941PR/SS (employer return, Puerto Rico; or U.S. Virgin Islands, Guam, American Samoa, and Northern Mariana Islands); 943 (agricultural employer return); 943PR (agricultural employer return, Puerto Rico); 945 (return of withheld income tax from nonpayroll distributions); 1042 (return of withheld income tax on U.S.-source income of foreign person); and CT-1 (railroad retirement tax return). Excludes Form CT-2 (railroad retirement tax return for employee representatives).
- [6] Includes Forms 990 (tax-exempt organization except private foundation, "long form"); 990-EZ ("short form"); 990-C (farmers' cooperative); 990-PF (private foundation); 990-T (tax-exempt organization business income tax); 4720 (excise taxes of private foundations and other persons); and 5227 (split-interest trust information). Tax collected on Form 990-T is included under corporation income tax in other tables.
- [7] Includes Forms 720 (quarterly excise tax); 730 (tax on wagering); 2290 (heavy highway vehicle use tax); and 11-C (occupational tax and registration for wagering). Excludes excise tax returns filed with the Customs Service and Alcohol and Tobacco Tax and Trade Bureau.
- [8] Includes Forms 1040X (amended individual income tax); 1041A (charitable contribution deductions by certain trusts); 1120X (amended corporation income tax); 4868 (automatic filing extension for individuals); 2688 (additional filing extension for individuals); 7004 (automatic filing extension for corporations); and 8752 (payment or refund for prior years by certain partnerships and S corporations).

NOTE: In general, classification by State is based on the taxpayer's address (or, in the case of businesses, the location of the principal office or place of business). However, some individuals may use the address of a tax attorney or accountant, or, in the case of certain individuals who were sole proprietors, partners in a partnership, or shareholders in an S corporation, the business address. Such addresses could have been located in a State other than the State in which the individual resided.

SOURCE: Research, Analysis, and Statistics, Office of Research RAS:R

Table 4. Number of Returns Filed Electronically, by Type of Return and State, Fiscal Year 2006

State	Total returns [1]	Total individual e-filed returns [2]	Type of individual e-file		Estate and trust income tax
			Online [3]	Practitioner [4]	
			(3)	(4)	
United States, total	80,504,813	72,769,506	20,227,240	52,542,266	1,360,876
Alabama	1,264,450	1,226,655	265,498	961,157	5,358
Alaska	181,839	176,535	68,502	108,033	d
Arizona	1,428,070	1,294,544	401,994	892,550	6,422
Arkansas	724,774	706,568	151,546	555,022	688
California	10,050,025	8,888,161	1,717,573	7,170,588	16,529
Colorado	1,139,730	1,029,268	381,388	647,880	4,007
Connecticut	1,053,387	919,843	233,728	686,115	2,606
Delaware	249,966	212,293	70,401	141,892	11,233
District of Columbia	625,799	135,642	47,029	88,613	457,855
Florida	4,729,857	4,302,585	1,359,482	2,943,103	40,497
Georgia	2,474,698	2,313,603	666,413	1,647,190	1,034
Hawaii	289,689	267,739	76,775	190,964	1,760
Idaho	377,802	367,699	111,948	255,751	241
Illinois	3,184,361	2,875,339	844,230	2,031,109	73,065
Indiana	1,674,959	1,590,768	494,414	1,096,354	6,894
Iowa	961,100	924,639	195,823	728,816	17,241
Kansas	740,310	702,564	198,841	503,723	2,680
Kentucky	1,083,646	1,037,140	243,035	794,105	11,703
Louisiana	1,004,382	961,360	254,831	706,529	562
Maine	316,093	274,489	103,007	171,482	695
Maryland	1,393,643	1,245,682	431,446	814,236	6,305
Massachusetts	2,108,621	1,695,306	474,665	1,220,641	67,362
Michigan	3,253,463	2,968,087	744,757	2,223,330	31,229
Minnesota	1,794,616	1,637,140	416,070	1,221,070	13,508
Mississippi	746,697	732,653	145,169	587,484	1,666
Missouri	1,585,719	1,475,333	387,506	1,087,827	26,880
Montana	262,791	253,686	60,941	192,745	553
Nebraska	507,661	480,981	140,129	340,852	6,486
Nevada	674,251	615,738	183,030	432,708	808
New Hampshire	363,875	322,000	126,732	195,268	938
New Jersey	2,471,461	2,042,436	420,976	1,621,460	55,268
New Mexico	479,433	464,108	145,845	318,263	1,501
New York	4,961,761	4,236,000	794,026	3,441,974	110,761
North Carolina	2,275,440	2,143,171	608,138	1,535,033	18,765
North Dakota	187,057	181,458	45,093	136,365	705
Ohio	3,095,679	2,787,916	939,387	1,848,529	92,347
Oklahoma	967,598	872,394	252,339	620,055	61,172
Oregon	963,885	866,141	274,451	591,690	5,315
Pennsylvania	3,073,809	2,739,396	919,432	1,819,964	70,079
Rhode Island	310,182	241,325	57,516	183,809	13,609
South Carolina	1,235,854	1,189,019	275,670	913,349	2,186
South Dakota	217,343	207,290	59,369	147,921	3,158
Tennessee	1,625,062	1,557,787	446,811	1,110,976	8,226
Texas	5,373,175	5,071,715	1,713,831	3,357,884	18,668
Utah	616,764	573,209	204,367	368,842	526
Vermont	159,972	144,320	46,798	97,522	2,421
Virginia	1,962,968	1,808,430	696,862	1,111,568	21,950
Washington	1,624,028	1,502,808	618,909	883,899	7,072
West Virginia	389,011	379,739	119,062	260,677	2,599
Wisconsin	1,817,753	1,684,264	470,926	1,213,338	47,203
Wyoming	143,107	137,124	41,367	95,757	399
Other	307,197	305,416	79,162	226,254	d

Footnotes at end of table.

Table 4. Number of Returns Filed Electronically, by Type of Return and State, Fiscal Year 2006—Continued

State	C or other				
	Partnership	S corporation	corporation income tax [5]	Employment taxes [6]	Tax-exempt organizations [7]
	(6)	(7)	(8)	(9)	(10)
United States, total	274,721	389,133	136,311	5,563,151	11,115
Alabama	1,682	2,572	708	27,407	68
Alaska	913	1,447	323	2,377	d
Arizona	3,885	4,717	1,363	117,057	82
Arkansas	1,824	3,289	910	11,441	54
California	21,938	21,262	13,572	1,087,882	681
Colorado	5,227	8,851	1,480	90,719	178
Connecticut	3,595	1,990	1,071	124,147	135
Delaware	768	1,103	387	24,163	19
District of Columbia	438	245	167	31,362	90
Florida	9,386	45,042	7,071	324,750	526
Georgia	4,434	11,330	2,504	141,637	156
Hawaii	491	665	378	18,606	50
Idaho	2,386	2,105	364	4,967	40
Illinois	6,067	12,880	4,005	212,662	343
Indiana	2,790	6,561	1,158	66,595	193
Iowa	2,980	4,041	1,974	10,097	128
Kansas	3,384	3,290	1,753	26,451	188
Kentucky	2,440	3,145	670	28,439	109
Louisiana	3,046	2,365	892	36,103	54
Maine	629	1,190	299	38,763	28
Maryland	2,906	3,445	1,226	133,948	131
Massachusetts	25,153	44,670	18,617	256,766	747
Michigan	33,956	45,483	21,652	152,090	966
Minnesota	7,299	11,509	2,479	122,341	340
Mississippi	1,931	1,957	613	7,830	47
Missouri	4,794	6,127	2,213	70,194	178
Montana	2,403	2,995	749	2,308	97
Nebraska	2,519	3,962	1,371	12,172	170
Nevada	3,830	4,993	1,789	47,004	89
New Hampshire	1,351	1,626	902	37,020	38
New Jersey	14,038	9,083	3,297	347,010	329
New Mexico	2,104	2,118	725	8,775	102
New York	8,112	11,892	4,024	590,563	409
North Carolina	4,492	7,092	2,042	99,627	251
North Dakota	1,667	1,505	580	1,080	62
Ohio	9,109	10,287	4,410	190,978	632
Oklahoma	2,772	3,989	1,210	25,989	72
Oregon	4,090	5,843	1,513	80,811	172
Pennsylvania	7,310	10,004	3,001	243,048	971
Rhode Island	1,109	2,501	497	51,093	48
South Carolina	3,211	4,485	1,339	35,549	65
South Dakota	2,029	2,433	615	1,773	45
Tennessee	4,473	2,488	1,485	50,455	148
Texas	19,730	17,258	9,079	236,134	591
Utah	4,932	5,115	737	32,155	90
Vermont	592	1,393	392	10,769	85
Virginia	4,518	7,346	2,222	118,254	248
Washington	6,163	9,386	2,442	95,844	313
West Virginia	407	444	218	5,573	31
Wisconsin	7,654	7,785	3,166	67,305	376
Wyoming	1,666	1,807	369	1,701	41
Other	98	22	288	1,367	d

Footnotes at end of table.

Table 4. Number of Returns Filed Electronically, by Type of Return and State, Fiscal Year 2006—Continued

Footnotes

d—Not shown to avoid disclosure of information about specific taxpayers. However, the data are included in the appropriate totals.

[1] Excludes information returns (e.g., Forms 1098, 1099, 5498, W-2, W-2G, and Schedule K-1), returns of employee benefit plans (i.e., Form 5500 series processed by the Department of Labor), and tax returns that do not have an electronic filing option.

[2] Individual income tax e-file returns include Forms 1040, 1040A, and 1040EZ. The TeleFile program, which allowed a taxpayer to file a Form 1040EZ, was discontinued on August 16, 2005.

[3] Online e-filing is an option that allows taxpayers to prepare and file tax returns using a personal computer. Online returns can be filed through one of two processes: users either complete a tax return on a Web site without downloading any software; or users purchase and load software onto their personal computers, prepare their returns, and transmit them to the IRS through an online filing company.

[4] Includes cases where a taxpayer transmits the return via an authorized e-file provider, who, in most cases, is also the preparer of the return.

[5] Includes Form 1120 (corporation income tax return) and Form 1120-POL (certain political associations).

[6] Includes Form 940 (employer's unemployment "long form"); Form 940-EZ (employer's unemployment "short form"); and Form 941 (employer return for income and Social Security taxes withheld).

[7] Includes Forms 990 (tax-exempt organization except private foundation, "long form"); 990-EZ ("short form"); and 990-PF (private foundation).

NOTE: In general, classification by State is based on the taxpayer's address (or, in the case of individuals owning businesses, the location of the principal office or place of business). However, some taxpayers may use the address of a tax attorney or accountant, or, in the case of certain individuals who were sole proprietors, partners in a partnership, or shareholders in an S corporation, the business address. Such addresses could have been located in a State other than the State in which the taxpayer resided.

SOURCE: Research, Analysis, and Statistics, Office of Research RAS:R

