

MINNESOTA • REVENUE

Tax Year 2007 Overview

The data in the following tables are from the Minnesota individual income tax sample for tax year 2007. This is a stratified, random sample, produced annually, of Minnesota tax returns supplemented with federal return data. This allows the capture of data from the Federal form 1040 and supporting schedules regarding sources of income and details of itemized deductions as well as items from the Minnesota return not obtained during regular processing. The 2007 sample contains 35,239 records from a total of 2,629,600 in the tax filing population that year.

The tables show data distributed by federal adjusted gross income (FAGI) for Minnesota residents with an additional line for the total of nonresident filers. **Table A** contains federal data for all filers, **Table B** shows details of itemized deductions, and **Table C** has data from the Minnesota form M-1.

Total incomes and deductions shown for nonresidents are the totals claimed on their federal tax returns. Much of that income is not allocated to Minnesota. As a result, nonresidents account for only 4.1 percent of Minnesota tax liability (before credits) even though they reported 27 percent of the all-filer total for federal adjusted gross income (FAGI), 25 percent of the all-filer total for itemized deductions, and 32 percent of the all-filer total for federal taxable income.

Table B

Tax Year 2007 Minnesota Individual Income Tax Sample - Selected Fields from Federal Schedule A (Itemizers Only)

Federal Adjusted Gross Income Range	Total Itemized Deductions	Count	Medical Expense Deduction	Count	State Income Tax Deduction	Count	Real Estate Taxes Deduction	Count	Total Taxes Deduction	Count
Less than Zero	\$263,791,479	8,013	\$34,902,393	5,334	\$26,168,941	6,159	\$30,963,136	7,419	\$58,437,947	7,822
\$ 0 - \$ 4,999	118,924,354	6,651	39,807,674	4,047	2,772,266	4,798	13,705,749	5,801	17,260,471	6,525
5,000 - 9,999	101,559,013	7,049	34,338,615	5,198	8,392,344	6,738	11,404,160	5,713	20,165,660	7,049
10,000 - 19,999	572,233,411	38,151	220,148,880	25,407	43,931,380	36,378	56,182,509	29,364	102,886,583	37,504
20,000 - 29,999	880,614,137	62,544	193,075,652	27,888	63,223,405	61,385	103,578,965	54,706	173,208,741	62,207
30,000 - 39,999	1,212,959,172	84,986	185,028,075	26,621	135,190,449	83,753	140,487,792	75,389	287,591,667	84,676
40,000 - 49,999	1,487,842,787	98,100	167,466,890	24,567	193,053,011	97,274	172,636,661	89,765	378,146,809	97,930
50,000 - 99,999	8,044,077,404	430,249	473,925,807	69,982	1,462,902,988	429,525	962,803,826	405,909	2,502,010,534	430,140
100,000 - 249,999	7,680,131,117	272,897	122,900,390	16,274	2,146,922,967	272,667	980,977,589	264,312	3,198,736,694	272,704
250,000 - 499,999	1,957,288,487	34,928	16,772,179	422	793,850,418	34,920	220,770,995	33,944	1,026,968,969	34,926
500,000 & Over	3,105,924,683	16,604	5,564,225	76	1,677,615,318	16,592	190,396,053	16,227	1,878,470,931	16,602
Resident	25,425,346,045	1,060,171	1,493,930,782	205,817	6,554,023,486	1,050,188	2,883,907,433	988,549	9,643,885,006	1,058,086
Nonresident	8,307,645,912	51,018	38,308,642	5,572	3,112,580,416	50,560	355,217,587	42,333	3,500,402,891	50,884
Totals	\$33,732,991,957	1,111,188	\$1,532,239,424	211,389	\$9,666,603,903	1,100,748	\$3,239,125,020	1,030,882	\$13,144,287,897	1,108,971

Federal Adjusted Gross Income Range	Total Home Mortgage Interest Deduction (and Points)	Count	Investment Interest Deduction	Count	Charitable Contributions Deduction - Cash	Count	Charitable Contributions Deduction - Non-Cash	Count	Employee Business Expenses	Count
Less than Zero	\$137,243,221	6,896	\$14,920,934	793	\$11,468,428	2,606	\$3,494,402	1,763	\$1,330,881	524
\$ 0 - \$ 4,999	58,005,002	5,088	29,320	91	2,183,922	1,339	366,120	1,308	233,123	680
5,000 - 9,999	30,418,682	4,194	0	0	1,814,563	1,575	444,286	1,424	9,054,309	494
10,000 - 19,999	182,395,087	21,494	2,165,080	1,134	11,456,184	7,344	8,082,592	12,224	15,893,664	4,385
20,000 - 29,999	401,828,510	49,203	2,498,499	2,662	23,023,877	11,619	13,958,716	20,296	29,442,342	11,409
30,000 - 39,999	570,860,302	71,330	10,431,130	2,753	20,407,381	16,604	15,907,060	33,673	64,970,789	21,126
40,000 - 49,999	731,238,485	85,077	5,881,364	3,007	35,664,104	19,780	22,150,880	43,080	79,531,235	28,005
50,000 - 99,999	3,765,864,833	379,408	34,541,707	16,012	233,757,406	100,269	141,862,190	222,580	470,941,911	151,247
100,000 - 249,999	2,991,934,752	239,494	44,861,255	13,953	292,162,881	78,897	169,858,838	179,340	320,546,278	86,256
250,000 - 499,999	562,634,179	28,263	53,592,260	5,782	105,476,202	14,368	78,795,069	22,311	29,960,103	5,979
500,000 & Over	327,820,913	12,291	213,448,298	5,292	460,253,622	9,089	395,830,251	10,023	13,571,303	1,964
Resident	9,760,243,965	902,738	382,369,848	51,479	1,197,668,571	263,489	850,750,405	548,022	1,035,475,940	312,069
Nonresident	644,972,850	38,037	827,694,985	7,353	1,883,120,997	24,420	1,740,841,024	24,901	260,307,355	16,225
Totals	\$10,405,216,815	940,776	\$1,210,064,833	58,833	\$3,080,789,568	287,909	\$2,591,591,429	572,923	\$1,295,783,295	328,293

Note: Parts may not sum to totals due to rounding.

Table C

Tax Year 2007 Minnesota Individual Income Tax Sample - Selected Fields from Minnesota Form M-1

Federal Adjusted Gross Income Range	Federal Taxable Income	Count	State Income Tax Addition	Count	Total Other Additions	Count	Total Other Subtractions	Count	State Income Tax Refund Subtraction	Count	Nonitemizer Charitable Contributions	Count
Less than Zero	(\$1,959,729,790)	23,223	\$28,357,433	6,166	\$23,155,838	2,673	\$27,501,671	5,222	\$5,867,124	1,648	\$971,608	1,390
\$ 0 - \$ 4,999	(850,735,718)	173,375	3,674,871	4,988	18,927,442	5,951	22,016,062	10,508	569,124	2,175	2,126,132	2,307
5,000 - 9,999	(376,685,828)	190,817	7,444,153	7,889	17,673,431	6,813	24,734,537	10,742	1,209,827	3,505	2,849,979	5,145
10,000 - 19,999	818,516,869	319,147	42,820,266	36,924	20,808,774	8,757	92,194,689	36,078	5,095,203	11,700	9,276,158	19,278
20,000 - 29,999	3,021,298,931	284,502	57,975,597	60,708	21,812,467	11,288	100,225,781	32,204	13,677,129	27,996	12,780,105	21,928
30,000 - 39,999	4,691,020,124	246,070	125,651,549	83,789	38,472,520	10,187	90,498,648	26,947	26,828,813	44,566	12,923,133	18,577
40,000 - 49,999	5,421,367,287	202,246	179,689,851	97,739	30,288,722	10,084	76,562,692	25,485	32,977,555	60,144	14,148,649	19,285
50,000 - 99,999	29,388,881,089	625,580	1,314,191,073	429,831	164,778,551	54,661	185,064,484	77,631	178,225,263	258,380	39,915,614	55,494
100,000 - 249,999	29,729,062,450	288,913	1,999,916,293	272,752	278,920,430	56,620	134,390,992	25,716	151,873,756	149,263	4,063,605	6,742
250,000 - 499,999	9,800,477,132	35,347	768,713,123	34,894	131,715,548	9,977	83,839,967	7,716	25,844,050	10,162	226,747	250
500,000 & Over	21,343,477,435	16,797	1,594,758,904	16,534	356,818,065	8,390	452,245,615	6,916	88,611,556	5,850	157,825	73
Resident	101,026,949,981	2,406,018	6,123,193,114	1,052,214	1,103,371,789	185,400	1,289,275,137	265,166	530,779,400	575,389	99,439,554	150,469
Nonresident	47,644,321,523	96,003	2,977,776,975	49,814	722,035,742	15,771	264,449,301	11,236	306,409,078	25,819	2,463,140	4,172
Totals	\$148,671,271,504	2,502,021	\$9,100,970,088	1,102,029	\$1,825,407,530	201,171	\$1,553,724,438	276,402	\$837,188,479	601,208	\$101,902,694	154,640

Federal Adjusted Gross Income Range	Dependent Education Subtraction	Count	Tax Liability (Line 23 on the M1 Form)	Count	Marriage Credit	Count	Dependent Care Credit	Count	Working Family Credit	Count	Education Credit	Count
Less than Zero	\$1,578,355	742	\$402,363	98	\$0	0	\$119,816	163	\$2,217,476	4,416	\$589,887	1,092
\$ 0 - \$ 4,999	842,668	1,018	1,060,110	13,737	0	0	366,972	2,027	5,977,788	43,434	1,418,755	3,447
5,000 - 9,999	346,016	967	7,903,372	85,027	0	0	956,320	2,706	19,262,346	56,401	727,538	4,026
10,000 - 19,999	1,953,211	5,192	71,675,517	230,724	0	0	5,597,211	10,987	59,827,924	76,306	3,797,441	15,319
20,000 - 29,999	4,783,891	6,349	167,703,800	257,287	0	0	6,057,919	13,362	57,469,063	63,592	4,758,689	18,957
30,000 - 39,999	6,380,326	10,280	264,795,034	237,919	2,966	124	1,193,711	5,737	11,629,761	32,873	3,802,741	13,421
40,000 - 49,999	12,699,157	16,920	316,567,604	199,475	25,263	565	0	0	0	0	0	0
50,000 - 99,999	85,518,876	86,902	1,808,858,124	623,089	30,506,091	216,380	0	0	0	0	0	0
100,000 - 249,999	84,630,824	55,956	2,065,291,092	288,565	26,847,991	154,936	0	0	0	0	0	0
250,000 - 499,999	18,386,881	7,455	765,292,818	35,272	2,735,148	11,588	0	0	0	0	0	0
500,000 & Over	11,496,080	3,481	1,655,010,445	16,583	843,067	3,332	0	0	0	0	0	0
Resident	228,616,285	195,262	7,124,560,279	1,987,775	60,960,526	386,925	14,291,949	34,982	156,384,357	277,022	15,095,050	56,262
Nonresident	1,384,897	1,464	302,482,244	89,201	811,171	12,241	131,935	207	3,180,772	6,085	1,610	201
Totals	\$230,001,182	196,726	\$7,427,042,523	2,076,976	\$61,771,697	399,166	\$14,423,884	35,189	\$159,565,129	283,106	\$15,096,660	56,463

Note: Parts may not sum to totals due to rounding.