

# MINNESOTA • REVENUE

## Tax Year 2008 Overview

The data in the following tables are from the Minnesota individual income tax sample for tax year 2008. 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 2008 sample contains 35,278 records from a total of 2,607,271 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 4.2 percent of Minnesota tax liability (before credits) even though they reported 21 percent of the all-filer total for federal adjusted gross income (FAGI), 23 percent of the all-filer total for itemized deductions, and 24 percent of the all-filer total for federal taxable income.



**Table B**

**Tax Year 2008 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	\$343,870,906	9,462	\$43,643,975	6,117	\$55,200,670	6,466	\$44,045,711	8,711	\$101,101,427	9,122
\$ 0 - \$ 4,999	117,082,789	7,219	24,803,985	3,652	22,147,700	7,151	9,257,860	4,050	32,529,557	7,219
5,000 - 9,999	164,541,202	10,731	71,785,275	7,579	16,039,531	10,146	15,433,143	8,657	32,280,261	10,322
10,000 - 19,999	587,196,409	38,903	199,317,843	24,690	40,521,859	36,711	60,345,996	29,688	104,306,796	38,049
20,000 - 29,999	808,170,133	50,558	263,960,150	27,108	63,569,182	49,317	90,145,225	42,403	158,392,766	50,241
30,000 - 39,999	1,146,477,163	74,980	200,743,860	25,601	120,345,090	74,564	133,249,850	65,823	262,672,934	74,707
40,000 - 49,999	1,473,242,475	91,255	197,289,992	24,449	206,774,499	90,599	174,197,323	81,073	392,793,337	90,976
50,000 - 99,999	7,951,590,013	410,925	526,099,189	71,941	1,534,466,073	410,601	992,355,512	387,896	2,603,721,887	410,816
100,000 - 249,999	8,299,733,033	279,882	125,159,729	14,753	2,370,380,483	279,734	1,040,097,032	270,892	3,484,977,652	279,845
250,000 - 499,999	2,030,610,567	32,982	16,631,475	448	819,117,922	32,967	221,442,228	31,999	1,053,947,337	32,980
500,000 & Over	3,493,363,889	14,217	6,929,426	77	1,572,576,130	14,201	176,395,623	13,908	1,757,755,386	14,217
Resident	26,415,878,581	1,021,113	1,676,364,900	206,414	6,821,139,138	1,012,456	2,956,965,503	945,101	9,984,479,339	1,018,493
Nonresident	8,076,927,042	45,863	51,277,612	5,762	2,676,594,538	45,601	336,174,416	37,967	3,041,356,218	45,765
<b>Totals</b>	<b>\$34,492,805,623</b>	<b>1,066,976</b>	<b>\$1,727,642,511</b>	<b>212,177</b>	<b>\$9,497,733,676</b>	<b>1,058,057</b>	<b>\$3,293,139,920</b>	<b>983,068</b>	<b>\$13,025,835,557</b>	<b>1,064,258</b>

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	\$129,136,581	7,371	\$26,674,672	1,257	(\$6,632,003)	5,001	\$3,654,490	1,977	\$2,663,098	576
\$ 0 - \$ 4,999	40,009,608	3,362	217	54	2,072,013	3,358	246,792	739	1,451,661	334
5,000 - 9,999	45,778,183	6,664	1,227,655	542	8,777,660	5,520	1,049,101	2,816	1,318,068	632
10,000 - 19,999	192,598,848	23,446	2,883,301	737	54,842,069	24,509	4,161,595	10,823	27,234,587	4,269
20,000 - 29,999	273,647,425	34,197	1,232,446	860	57,948,121	31,872	8,629,331	17,648	20,562,246	7,549
30,000 - 39,999	506,450,051	59,944	991,848	666	73,647,986	48,592	40,481,196	30,395	62,643,543	18,676
40,000 - 49,999	645,899,906	76,630	437,532	1,126	102,774,689	58,974	18,514,270	36,662	89,644,795	26,908
50,000 - 99,999	3,482,737,166	358,799	20,634,782	8,754	629,484,317	319,747	143,158,448	217,854	488,897,013	140,292
100,000 - 249,999	3,213,321,568	251,084	34,010,055	10,306	831,991,268	249,397	182,001,764	180,822	329,262,844	86,556
250,000 - 499,999	555,534,962	26,996	33,412,100	5,140	237,273,135	31,359	48,209,321	21,383	33,934,780	5,431
500,000 & Over	294,032,790	10,728	150,875,880	4,365	514,929,057	13,689	297,430,723	8,356	14,043,662	1,308
Resident	9,379,147,086	859,222	272,380,489	33,807	2,507,108,313	792,017	747,537,032	529,475	1,071,656,298	292,533
Nonresident	572,050,657	32,789	953,698,036	5,903	2,012,683,097	35,762	883,958,030	21,002	283,544,752	13,898
<b>Totals</b>	<b>\$9,951,197,743</b>	<b>892,011</b>	<b>\$1,226,078,525</b>	<b>39,710</b>	<b>\$4,519,791,410</b>	<b>827,779</b>	<b>\$1,631,495,061</b>	<b>550,477</b>	<b>\$1,355,201,050</b>	<b>306,431</b>

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

**Table C**

**Tax Year 2008 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	(\$2,620,760,019)	27,170	\$53,474,931	6,641	\$161,549,275	9,244	\$43,476,010	5,971	\$13,414,474	1,911	\$1,163,198	1,940
\$ 0 - \$ 4,999	(812,173,994)	165,740	23,106,362	8,306	13,098,572	9,847	35,064,253	10,615	753,282	4,305	890,377	3,658
5,000 - 9,999	(460,187,539)	184,976	16,041,292	11,494	22,614,804	19,070	42,051,809	14,776	1,479,577	2,499	2,810,718	6,474
10,000 - 19,999	608,876,282	308,786	38,661,248	36,491	66,788,094	47,136	108,537,455	35,036	5,229,794	10,852	14,860,069	21,610
20,000 - 29,999	2,906,483,060	289,602	60,333,431	48,683	84,116,041	49,377	97,939,792	32,285	14,231,257	21,279	14,098,022	23,146
30,000 - 39,999	4,559,281,393	246,813	111,500,289	74,037	51,932,262	50,153	83,485,503	29,883	25,251,881	43,707	15,971,995	23,272
40,000 - 49,999	5,270,908,891	201,171	193,156,518	90,554	105,980,010	49,499	52,138,470	26,391	32,760,624	53,175	14,507,310	21,738
50,000 - 99,999	29,118,284,028	622,605	1,412,685,819	410,278	446,519,583	164,549	238,849,803	82,673	168,018,632	237,388	44,879,739	65,564
100,000 - 249,999	30,279,897,243	299,209	2,243,097,756	279,878	465,821,786	71,739	138,109,348	27,340	152,484,353	148,785	5,900,103	9,063
250,000 - 499,999	8,898,417,428	33,589	797,400,616	32,852	218,034,706	11,540	98,770,083	7,223	27,516,667	9,049	200,145	297
500,000 & Over	17,269,607,832	14,346	1,549,398,610	14,190	678,814,225	8,379	418,653,327	5,763	89,055,656	5,000	30,220	25
Resident	95,018,634,606	2,394,008	6,498,856,873	1,013,404	2,315,269,357	490,532	1,357,075,854	277,955	530,196,199	537,949	115,311,896	176,787
Nonresident	30,504,051,069	92,616	2,605,837,869	45,323	1,290,976,824	23,486	199,720,466	10,769	292,648,230	24,408	2,895,296	3,931
<b>Totals</b>	<b>\$125,522,685,675</b>	<b>2,486,624</b>	<b>\$9,104,694,742</b>	<b>1,058,727</b>	<b>\$3,606,246,181</b>	<b>514,018</b>	<b>\$1,556,796,320</b>	<b>288,725</b>	<b>\$822,844,428</b>	<b>562,356</b>	<b>\$118,207,192</b>	<b>180,718</b>

  

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	\$1,109,207	631	\$2,165,575	193	\$0	0	\$73,653	237	\$1,388,717	5,180	\$273,838	613
\$ 0 - \$ 4,999	284,417	695	1,198,953	15,442	0	0	174,246	1,289	5,183,505	39,090	483,444	1,935
5,000 - 9,999	880,319	1,488	6,729,285	79,133	0	0	793,867	1,894	18,326,467	53,865	1,123,434	4,609
10,000 - 19,999	4,557,347	5,601	64,785,725	214,540	0	0	4,366,162	10,988	64,100,240	81,743	4,064,524	13,854
20,000 - 29,999	3,765,198	6,493	169,216,379	259,612	0	0	7,822,825	15,534	63,829,461	66,635	5,124,732	20,104
30,000 - 39,999	10,538,530	14,539	256,097,967	238,087	0	0	971,666	5,946	16,444,835	41,085	3,960,239	14,390
40,000 - 49,999	13,270,613	18,786	314,556,400	197,244	16,616	196	0	0	200,218	2,391	24,622	114
50,000 - 99,999	100,226,367	93,421	1,815,307,116	618,538	30,094,918	204,834	0	0	0	0	0	0
100,000 - 249,999	116,289,326	68,371	2,127,701,529	298,900	28,939,946	161,783	0	0	0	0	0	0
250,000 - 499,999	19,790,392	8,084	710,378,237	33,417	2,751,482	11,626	0	0	0	0	0	0
500,000 & Over	10,076,665	3,342	1,413,544,298	14,115	761,061	2,981	0	0	0	0	0	0
Resident	280,788,381	221,450	6,881,681,466	1,969,221	62,564,023	381,420	14,202,418	35,888	169,473,444	289,988	15,054,833	55,619
Nonresident	2,057,583	2,112	299,256,724	84,474	933,420	13,009	205,055	456	3,328,179	6,008	123,495	864
<b>Totals</b>	<b>\$282,845,964</b>	<b>223,562</b>	<b>\$7,180,938,190</b>	<b>2,053,695</b>	<b>\$63,497,443</b>	<b>394,429</b>	<b>\$14,407,474</b>	<b>36,344</b>	<b>\$172,801,622</b>	<b>295,996</b>	<b>\$15,178,328</b>	<b>56,483</b>

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