

Current Report:

Internal Revenue Service Tax Report of Custom Region: Miracle Mile



Date: October 25, 2010

Proposed Area:

This area is located in Los Angeles County, in the state of California

It is located within or touches the following census tract(s): 216300, 216200.

Similarly, it is located within or touches the following zip code(s): **90019**, **90036**, **90048**.

Data presented in this report summarize the Zip Codes that this area covers. See Endnotes for a full explanation of how the data are calculated.

(-) This Area is Served by (or touches):

School District(s): Los Angeles Unified

Congressional District(s): California District 30 (Henry Waxman), California District 33 (Diane E. Watson)

Senators: Barbara Boxer (CA), Dianne Feinstein (CA)

State Senate District(s): California State Senate District 023, California State Senate District 026

State House District(s): California State Assembly District 047

(-) All Returns:

In 2006 (the most recent year for which tax data is available from the IRS), **56,180** income tax returns were filed in this area. These returns include the number of 1040, 1040A and 1040EZ forms filed with the Internal Revenue Service (IRS). The following tables show how these returns compare to returns filed within this state and throughout the nation for the years 2004, 2005 and 2006.

Returns	Numl	per of Returns	Average AGI				
	2004	2005	2006	2004	2005	2006	
Miracle Mile	55,477	55,443	56,180	\$55,127	\$60,865	\$60,066	
State (California)	14,812,190	14,991,003	15,419,437	\$58,600	\$63,417	\$65,906	
Nation*	*128,076,199	*129,623,362	*133,540,352	*\$51,253	*\$55,045	*\$53,431	

Returns		Total AGI							
	2004	2005	2006						
Miracle Mile	\$3,058,308,000	\$3,374,513,000	\$3,515,983,000						
State (California)	\$867,997,471,000	\$950,689,031,000	\$1,016,227,309,000						
Nation*	*\$6,564,249,171,000	*\$7,135,174,864,000	*\$7,686,997,020,000						

(-) Salaries and Wages:

In this area, 79.44% of all filers reported Salaries and Wages on their tax return in 2006.

Salaries and	Number of Returns with Sala Wages		Salaries and	% with Salaries and Wages			Average Amount of Salaries and Wages Reported			
Wages	2004	2005	2006	2004	2005	2006	2004	2005	2006	

Miracle Mile	43,692	44,008	44,628	78.76%	79.38%	79.44%	\$48,899	\$51,009	\$53,338
State (California)	12,347,552	12,520,489	12,831,100	83.36%	83.52%	83.21%	\$49,455	\$51,358	\$53,358
Nation*	*108,419,000	*109,948,041	*112,242,003	*84.65%	*84.82%	84.05%	*\$43,864	*\$45,365	*\$47,059

Salaries and Wages	Aggregate Salaries and Wages Reported							
Salaries and wages	2004	2005	2006					
Miracle Mile	\$2,136,483,000	\$2,244,816,000	\$2,380,360,000					
State (California)	\$610,652,661,000	\$643,027,163,000	\$684,635,788,000					
Nation*	*\$4,755,662,473,000	*\$4,987,753,283,000	*\$5,281,973,631,000					

(-) Charitable Contributions:

In this area, **30.12%** of all filers reported Charitable Contributions on their tax return in 2006. IRS rules define the types of contributions that a taxpayer can claim under this category.

Charitable Contributions	Continuations ite				ith Charit outions Re		Average Amount of Charitable Contribution Deduction			
Contributions	2004	2005	2006	2004	2005	2006	2004	2005	2006	
Miracle Mile	17,087	17,282	16,921	30.8%	31.17%	30.12%	\$5,503	\$5,597	\$6,178	
State (California)	5,173,986	5,222,032	5,155,848	34.93%	34.83%	33.44%	\$3,923	\$4,241	\$4,198	
Nation*	*39,396,589	*40,346,562	*40,290,625	*30.76%	*31.13%	*30.17%	*\$3,834	*\$4,101	*\$4,114	

Charitable Contributions	Total Amount of Charitable Contributions Reported						
Charitable Contributions	2004	2005	2006				
Miracle Mile	\$94,032,000	\$96,733,000	\$104,541,000				
State (California)	\$20,296,533,000	\$22,147,786,000	\$21,646,216,000				
Nation*	*\$151,036,133,000	*\$165,473,935,000	*\$165,750,329,000				

(-) IRA Contributions:

In this area, **3.38%** of all filers reported contributions to an IRA account in 2006. IRA contributions are contributions that a taxpayer can make to their Individual Retirement Account (IRA). Depending upon the type of IRA, the taxpayer may receive a tax benefit in the year the contribution was made.

IRA Contributions	Number of Re	% with	IRA Cont	ribution	Average IRA Contribution				
IKA Contributions	2004	2005	2006	2004	2005	2006	2004	2005	2006
Miracle Mile	1,882	1,897	1,900	3.39%	3.42%	3.38%	\$2,910	\$3,660	\$3,920
State (California)	394,940	393,879	389,330	2.67%	2.63%	2.52%	\$3,192	\$3,869	\$4,096
Nation*	*3,097,886	*3,067,362	*3,030,416	*2.42%	*2.37%	*2.27%	*\$3,037	*\$3,632	*\$3,830

IRA Contributions	Total Amount of IRA Contributions							
INA CONTIDUCIONS	2004	2005	2006					
Miracle Mile	\$5,477,000	\$6,943,000	\$7,448,000					
State (California)	\$1,260,507,000	\$1,523,851,000	\$1,594,596,000					
Nation*	*\$9,409,455,000	*\$11,141,336,000	*\$11,605,939,000					

(-) Self-Employed Pensions:

In this area, **1.69%** of all filers made a Self-Employed Pension contributions in 2006. These deductions include contributions made to SEP, SIMPLE and other qualified self-employed retirement plans.

Self-Employed Pension Plans	Dancien Deduction			n Self Emp sion Deduc	•	Average Self-Employed Pension Deduction			
			2006	2004	2005	2006	2004	2005	2006
Miracle Mile	870	903	950	1.57%	1.63%	1.69%	\$15,992	\$16,812	\$17,852
State (California)	201,946	202,163	192,446	1.36%	1.35%	1.25%	\$17,688	\$18,902	\$19,767
Nation*	*1,047,204	*1,065,090	*1,024,856	*0.82%	*0.82%	*0.77%	*\$16,165	*\$17,349	*\$18,332

Self-Employed Pension Plans	Total Amount of Self-Employed Pension Deductions						
Sell-Elliployed Felision Flans	2004	2005	2006				
Miracle Mile	\$13,913,000	\$15,181,000	\$16,959,000				
State (California)	\$3,571,927,000	\$3,821,271,000	\$3,804,066,000				
Nation*	*\$16,927,766,000	*\$18,477,859,000	*\$18,787,425,000				

(-) Earned Income Tax Credits:

In this area, **15.69**% of all income tax filers claimed the Earned Income Tax Credit (EITC) in 2006. The EITC is a refundable federal income tax credit for low-income working individuals and families.

Earned Income Tax Credit	Number of	% of Returns Claiming EITC			Average Amount of EITC Claimed				
(EITC)	2004	2005	2006	2004	2005	2006	2004	2005	2006
Miracle Mile	9,444	9,053	8,812	17.02%	16.33%	15.69%	\$1,544	\$1,568	\$1,593
State (California)	2,390,078	2,354,287	2,401,947	16.14%	15.7%	15.58%	\$1,763	\$1,851	\$1,883
Nation*	*21,530,262	*21,611,787	*22,217,562	*16.81%	*16.67%	*16.64%	*\$1,793	*\$1,881	*\$1,918

Earned Income Tax Credit (EITC)	Total Amount of EITC Claimed						
Earned income rax credit (Errc)	2004	2005	2006				
Miracle Mile	\$14,585,000	\$14,198,000	\$14,038,000				
State (California)	\$4,214,236,000	\$4,358,254,000	\$4,522,770,000				
Nation*	*\$38,600,499,000	*\$40,651,871,000	*\$42,621,282,000				

(-) Paid Preparers:

In this area, **72.79%** of all returns were submitted by a Paid Preparer. Paid preparers are third parties who are paid by tax filers to prepare their return and submit it to the IRS.

Doid Proporer	Number of Return	s Submitted by Pro	% of Returns Submitted by Paid Preparers			
Paid Preparers	2004	2005	2006	2004	2005	2006
Miracle Mile	40,233	40,632	40,894	72.52%	73.29%	72.79%
State (California)	9,849,723	10,086,195	10,365,052	66.5%	67.28%	67.22%
Nation*	*77,369,330	*79,125,625	*81,424,641	*60.41%	*61.04%	*60.97%

(-) State and Local Taxes Paid:

In this area, **36.71%** of all income tax returns reported State and Local Taxes Paid. There are four types of deductible nonbusiness taxes according to the IRS: state, local and foreign income taxes; real estate taxes; personal property taxes; and state and local sales taxes.

State and Local Taxes Paid		Returns with ocal Taxes Pa	% with State and Local Taxes Paid			Average Amount of State and Local Taxes Paid			
laxes raiu	2004	2005	2006	2004	2005	2006	2004	2005	2006
Miracle Mile	20,031	20,409	20,625	36.11%	36.81%	36.71%	\$10,096	\$11,052	\$11,770

State (California)	5,951,072	6,091,192	6,236,077	40.18%	40.63%	40.44%	\$10,426	\$11,359	\$12,195
Nation*	*45,134,685	*46,579,603	*47,933,553	*35.24%	*35.93%	*35.89%	*\$7,890	*\$8,421	*\$8,845

State and Local Taxes Paid	Total Amount of State and Local Taxes Paid						
State and Local Taxes Falu	2004	2005	2006				
Miracle Mile	\$202,234,000	\$225,567,000	\$242,764,000				
State (California)	\$62,047,336,000	\$69,191,648,000	\$76,048,363,000				
Nation*	*\$356,107,643,000	*\$392,242,083,000	*\$423,990,343,000				

(-) Alternative Minimum Tax:

In this area, **5.62**% of all income tax returns were subject to the Alternative Minimum Tax (AMT) in 2006. The alternative minimum tax (AMT) attempts to ensure that anyone who benefits from certain tax advantages pays at least a minimum amount of tax.

Alte	Alternative Minimum Tax	Number of Returns Subject to AMT			% of Returns Subject to AMT			Average Amount of AMT Paid		
	(AMT)	2004	2005	2006	2004	2005	2006	2004	2005	2006
	Miracle Mile	2,628	3,151	3,156	4.74%	5.68%	5.62%	\$4,199	\$5,222	\$5,271
	State (California)	592,526	738,725	713,825	4%	4.93%	4.63%	\$4,707	\$5,024	\$6,772
	Nation*	*2,949,926	*3,827,881	*3,859,994	*2.3%	*2.95%	*2.89%	*\$4,019	*\$4,189	*\$5,250

Alternative Minimum Tay (AMT)	Tota	Total Amount of AMT Paid						
Alternative Minimum Tax (AMT)	2004	2005	2006					
Miracle Mile	\$11,036,000	\$16,455,000	\$16,635,000					
State (California)	\$2,789,020,000	\$3,711,154,000	\$4,833,863,000					
Nation*	*\$11,856,069,000	*\$16,033,229,000	*\$20,264,959,000					

(-) Business Profit or Loss:

In this area, **26.69%** of all filers reported a Business Profit or Loss in 2006. Business profit or loss is generally reported to the IRS on Schedule C.

Business Profit or Loss		of Returns Rep ness Profit or I	% witl	n Profit or	Loss	Average Amount of Business Profit or Loss Reported			
Of LOSS	2004	2005	2006	2004	2005	2006	2004	2005	2006
Miracle Mile	14,895	15,120	14,993	26.85%	27.27%	26.69%	\$13,636	\$14,331	\$15,609
State (California)	2,572,408	2,674,498	2,730,397	17.37%	17.84%	17.71%	\$16,826	\$17,361	\$16,838
Nation*	*19,115,039	*20,082,216	*20,619,094	*14.92%	*15.49%	*15.44%	*\$12,276	*\$12,714	*\$12,604

Business Profit or Loss	Aggregate Business Profit or Loss						
Business Front of Loss	2004	2005	2006				
Miracle Mile	\$203,106,000	\$216,678,000	\$234,027,000				
State (California)	\$43,283,722,000	\$46,430,818,000	\$45,975,154,000				
Nation*	*\$234,652,460,000	*\$255,328,400,000	*\$259,882,613,000				

(-) Net Capital Gains or Losses:

In this area, **21.07**% of all filers reported Net Capital Gains or Losses in 2006. Net capital gains and losses are generally reported to the IRS on Schedule D and reflect the fact that a taxpayer sold an asset (i.e. home, business property, stock and bonds) and either earned or lost money as a result of the sale.

Net Capital Gains or Losses	Number of Returns Reporting Net Capital Gains or Losses				Net Capita or Losses		Average Amount of Net Capital Gain or Loss		
	2004	2005	2006	2004	2005	2006	2004	2005	2006
Miracle Mile	11,178	11,714	11,839	20.15%	21.13%	21.07%	\$20,885	\$26,319	\$24,488
State (California)	2,905,579	3,011,369	3,069,607	19.62%	20.09%	19.91%	\$23,418	\$31,989	\$32,711
Nation*	*24,050,761	*25,232,057	*25,826,897	*18.78%	*19.47%	*19.34%	*\$16,374	*\$22,011	*\$24,810

Net Capital Gains or Losses	Aggrega	te Net Capital Gains	or Loss
Net Capital Gaills of Losses	2004	2005	2006
Miracle Mile	\$233,457,000	\$308,304,000	\$289,919,000
State (California)	\$68,044,149,000	\$96,329,745,000	\$100,409,263,000
Nation*	*\$393,806,132,000	*\$555,374,213,000	*\$640,770,261,000

(-) Taxable Interest:

In this area, 45.25% of all filers reported Taxable Interest on their return in 2006.

Taxable Interest	Number of Returns with Taxable Interest			% with Taxable Interest			Average Amount of Taxable Interest Reported			
mieresi	2004	2005	2006	2004	2005	2006	2004	2005	2006	
Miracle Mile	22,676	24,239	25,424	40.87%	43.72%	45.25%	\$2,900	\$3,838	\$5,318	
State (California)	6,717,812	7,029,902	7,334,761	45.35%	46.89%	47.57%	\$2,365	\$3,018	\$4,072	
Nation*	*55,944,733	*57,778,439	*60,857,351	*43.68%	*44.57%	*45.57%	*\$2,030	*\$2,531	*\$3,295	

Taxable Interest	Aggregate Taxable Interest								
Taxable litterest	2004	2005	2006						
Miracle Mile	\$65,767,000	\$93,039,000	\$135,210,000						
State (California)	\$15,884,683,000	\$21,217,889,000	\$29,865,084,000						
Nation*	*\$113,590,778,000	*\$146,232,931,000	*\$200,539,234,000						

(-) Taxable Dividends:

In this area, 22.87% of all filers reported Taxable Dividends on their return in 2006.

Taxable Dividends	Number of Returns with Taxable Dividends			% with Taxable Dividends			Average Amount of Taxable Dividends Reported			
	2004	2005	2006	2004	2005	2006	2004	2005	2006	
Miracle Mile	12,319	12,539	12,848	22.21%	22.62%	22.87%	\$4,709	\$4,966	\$5,866	
State (California)	3,272,931	3,346,239	3,408,842	22.1%	22.32%	22.11%	\$4,746	\$5,672	\$6,980	
Nation*	*29,704,874	*30,203,612	*30,558,345	*23.19%	*23.3%	*22.88%	*\$4,267	*\$4,875	*\$5,771	

Taxable Dividends	Aggregate Taxable Dividends								
	2004	2005	2006						
Miracle Mile	\$58,009,000	\$62,270,000	\$75,363,000						
State (California)	\$15,534,028,000	\$18,978,247,000	\$23,792,734,000						
Nation*	*\$126,743,126,000	*\$147,230,424,000	*\$176,345,522,000						

(-) Farm Income:

In this area, 0% of all filers reported Farm Income on their return in 2006. Farm income is generally reported to the

IRS on Schedule F.

Farm Income	Number of R	eturns with F	arm Income	% with Farm Income			Average Amount of Farm Income			
Farm Income	2004	2005	2006	2004	2005	2006	2004	2005	2006	
Miracle Mile	N/A	N/A	N/A	0%	0%	0%	N/A	N/A	N/A	
State (California)	54,852	57,183	53,998	0.37%	0.38%	0.35%	-\$7,562	-\$7,303	-\$9,362	
Nation*	*1,692,161	*1,789,492	*1,758,336	*1.32%	*1.38%	*1.32%	*-\$4,810	*-\$4,601	*-\$5,864	

Farm Income	Total Farm Income								
	2004	2005	2006						
Miracle Mile	N/A	N/A	N/A						
State (California)	-\$414,781,000	-\$417,633,000	-\$505,511,000						
Nation*	*-\$8,138,910,000	*-\$8,233,681,000	*-\$10,310,342,000						

(-) Itemized Deductions:

In this area, **36.06%** of all income returns reported itemized Deductions in 2006. These deductions include payments such as those made for medical and dental expenses, state and local taxes, real estate and property taxes, home mortgage and investment interest and charitable contributions.

Itemized Deductions	Number of Returns with Itemized Deductions			% with Itemized Deductions			Average Amount of Itemized Deduction			
	2004	2005	2006	2004	2005	2006	2004	2005	2006	
Miracle Mile	19,730	20,088	20,257	35.56%	36.23%	36.06%	\$27,503	\$30,039	\$32,472	
State (California)	5,895,087	6,033,282	6,167,352	39.8%	40.25%	40%	\$28,113	\$30,917	\$34,086	
Nation*	*45,046,120	*46,553,610	*47,889,070	*35.17%	*35.91%	*35.86%	*\$21,367	*\$23,162	*\$24,637	

Itemized Deductions	Total Amount of Itemized Deductions								
itemized Deductions	2004	2005	2006						
Miracle Mile	\$542,628,000	\$603,433,000	\$657,783,000						
State (California)	\$165,728,203,000	\$186,532,862,000	\$210,222,151,000						
Nation*	*\$962,515,634,000	*\$1,078,280,820,000	*\$1,179,862,231,000						

(-) Exemptions:

In this area, filers reported exemptions **94,469** in 2006. Exemptions reflect the number of individuals covered on the tax returns. Of these, **27,037** were identified as dependant exemptions. Dependant exemptions can include children at home, children away from home, parents and other dependants.

E	Exemptions	Number of Exemptions Claimed			Number of	Average Exemptions Per Return				
		2004	2005	2006	2004	2005	2006	2004	2005	2006
N	Miracle Mile	95,902	95,515	94,469	27,518	27,141	27,037	1.73	1.72	1.68
	State (California)	31,894,650	32,247,039	32,123,129	11,347,119	11,493,122	11,754,402	2.15	2.15	2.08
	Nation*	*265,550,915	*268,632,589	*264,987,848	*86,924,106	*88,072,858	*89,612,651	*2.07	*2.07	*1.98

(-) Tax Liability:

In this area, **79.47%** of all filers reported a Tax Liability in 2006. Filers receive a refund when their total tax payments exceed the total tax liability for the year; filers must make a tax payment to the IRS with their return if their tax payments were less than their total tax liability in that year.

Tax Liability	Number of F	% with Tax Liability			Average Tax Liability				
	2004	2005	2006	2004	2005	2006	2004	2005	2006
Miracle Mile	43,222	43,760	44,649	77.91%	78.93%	79.47%	\$10,924	\$12,143	\$12,411
State (California)	11,012,789	11,190,854	11,468,968	74.35%	74.65%	74.38%	\$10,761	\$11,941	\$12,379
Nation*	*94,757,720	*96,442,561	*98,991,164	*73.99%	*74.4%	*74.13%	*\$8,939	*\$9,840	*\$10,422

Tay Liability	Total Amount of Tax Liability								
Tax Liability	2004 2005		2006						
Miracle Mile	\$472,143,000	\$531,376,000	\$554,158,000						
State (California)	\$118,505,651,000	\$133,624,632,000	\$141,969,939,000						
Nation*	*\$847,036,856,000	*\$948,955,021,000	*\$1,031,646,462,000						

(-) Endnotes:

All data provided in this report is derived from the IRS Statistics of Income Division Zip Code Area tables for Tax Years 2004, 2005 and 2006. Further definition of the terms used in this report can be found at www.irs.gov. If any field in these tables reads "N/A", it is because data has been suppressed by the IRS for the individual zip code. In order to avoid disclosure of information about individual taxpayers, the IRS uses a variety of suppression techniques. These include suppressing information in any zip code with fewer than 10 returns, removing returns that represent a significant overall percentage of any category and combining data of different AGI classes in a given zip code if the class has a frequency less than 10. Data that is suppressed by the IRS at the zip code level is not included in state, county, place, radius or custom area reports.

*National totals presented in this report do not include tax returns filed in Alaska and Hawaii.

Depending on the size of the area selected, numbers presented in this report capture data within zip codes that are either within or touch the area selected. Sometimes zip codes extend beyond the exact area selected for the report. As a result, numbers in this report may be reflective of a slightly larger geography. For example, if you have an area that touches part of a zip code, data for that entire zip code will be included in this report.

Values presented in this report for custom areas were calculated by summing the Zip Codes contained therein. A Zip Code was included if more than 50% of its area was included by the custom area. If data is unavailable in one or more areas contained by the custom area, or if the custom area does not contain at least 50% of the smallest geography for which data is available, the report will return a value of "N/A", indicating that this data is not available. Custom areas include all areas that are neither states nor zip codes, as values for other areas are not published by the IRS. The Zip Codes that were combined to construct the study area in this report are as follows: 90019, 90036, 90048.

PolicyMap's <u>Terms of Use</u> apply to the creation and use of this report.

Internal Revenue Service Tax Report by Custom Region for area in Los Angeles County 10/25/2010

Copyright © PolicyMap 2010



