

Government of the  
District of Columbia



Adrian M. Fenty, Mayor

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# **District of Columbia Data Book: Revenue and Economy**

Produced by the Staff of the  
Office of Revenue Analysis

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## Foreword

The District of Columbia is the only entity in the United States that combines the expenditure responsibilities and the authority to generate own-source revenues of a state *and* local (municipal, country, school district) system. This unique status is due both to the fiscal rules that govern the United States, and to the historical characteristics of the District of Columbia, Washington, DC, as the national capital of the United States. The District has also the distinction of making the transition from junk bond rating status in 1999/2000 to, today, an across the board A+/A1 ratings for its General Obligation bonds and AAA/AA/Aa2 ratings on income tax secured bonds. Moreover, Fiscal Year 2008 (ending September 2008) marked the District's 12<sup>th</sup> straight budget surplus.

Key among the factors that have contributed to this remarkable fiscal record has been the continuing commitment to building a strong research record on, and knowledge base of, the Washington economy and its revenue system. This expanding knowledge base as evidenced in both the US Congressional mandate to the Chief Financial Officer to issue quarterly revenue estimates on the entire range of state and local General Fund Revenues and to provide fiscal impact statements on every piece of permanent legislation that comes before the District of Columbia Council, to the publication of a series of the District's revenue system in terms of its own-source budget performance and how it compares to other state and local systems.

The launching of this annual *District of Columbia Data Book: Revenue and Economy* further attests to this continuing commitment, and in doing so draws up on the theme that, to quote Justice Oliver Wendell Holmes, taxes are what we pay for a civilized society.

This is a data book. Organized in six chapters with an accompanying set of appendices, it begins with an overview of the District's economy (Chapter 1) and its revenue system (Chapter 2) and then proceeds in detail to provide both a cross section profile as well as a time series performance of the significant features of the individual income tax (Chapter 3), taxes on real property and property transfers (Chapter 4), the general sales and use tax and general business taxes (Chapter 5), and non-tax revenues (Chapter 6). Each chapter is preceded by a short text that highlights the chapter's significant features. These chapters are then supplemented in even further detail with Statistics of Income (SOI).

The *Data Book* is designed for use by general policymakers, revenue practitioners, and researchers alike. Though the book is about numbers, it is more than just a collection of arcane facts. At its core, it represents a relationship between the people and their government.

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## Economic Overview

The District of Columbia's economy is the source of the revenues discussed in the chapters that follow. To provide context for those discussions, this chapter presents information on key features of the District's economy, including population, jobs, income, and housing. Apart from this page, all the information is contained in eight figures, each of which includes a table and an accompanying chart.

- The District's 2007 population was 588,292, making it the nation's 27th largest city. D.C.'s population has grown by 23,000 (4.1%) since 1998, the year it reached its lowest level since World War II. D.C. has more population than one state (Wyoming). The center city of the nation's 8<sup>th</sup> largest metropolitan area,<sup>1</sup> the District contains 11.1% of the region's population. *[Figures 1-1 and 1-2]*
- The 694,792 wage and salary jobs located in the District in 2007 were the most in D.C. history. In the 9 years since 1998, jobs have increased by 81,234 (13.2%). In 2007, D.C. had more jobs than 12 states<sup>2</sup> and contained 23.2% of all jobs in the Washington Metropolitan area. *[Figure 1-2]*
- In the last 10 years, all net job growth has been in the private sector, particularly in professional and business services, education and health, and hospitality. *[Figure 1-2]*
- In 2006 the District's private sector had 21,002 business establishments, most of them quite small. Fifty-one percent employ 4 people or less and another 32% 5 to 19 persons. Only 83 employed more than 500 persons. *[Figure 1-3]*
- Two measures of the District's economy, the Gross Domestic Product (the value of what is produced in D.C.) and Personal Income (the income of D.C. residents), have grown steadily for the past 5 years in both nominal and inflation-adjusted terms. Growth has often been faster than in the nation as a whole. *[Figures 1-4 and 1-8]*
- D.C.'s 2007 per capita income (\$61,397) is higher than that of any state and 59.2% above the U.S. average. By contrast, the District's percentage of people living in poverty, 18.1%, is 46.0% above the U.S. average. Median D.C. household income is 4% above the U.S. average. Forty-four and one half percent of all households were homeowners in 2007. *[Figures 1-4, and 1-5]*
- The last decade has seen a great deal of activity in real estate markets. The number of home sales was 92.8% higher in 2004 than in 1997, but has since fallen by 26.2%. From 2000 to 2006 the median house price rose 169%, slowing to an increase of just 0.6% in 2007. Also, commercial office space expanded by 18.9% during the decade, and the vacancy rate in 2007 (7.4%) was below that of 1997 (8.1%). *[Figures 1-6 and 1-7]*

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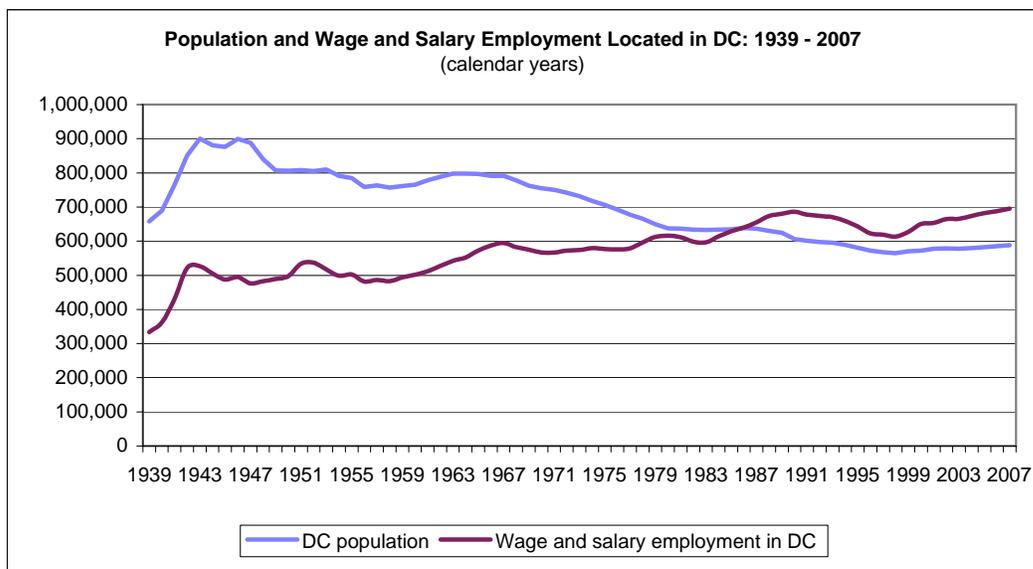
<sup>1</sup> The larger metropolitan areas are Chicago, Dallas, Houston, Los Angeles, Miami, New York, and Philadelphia.

<sup>2</sup> The states are Alaska, Delaware, Hawaii, Idaho, Maine, Montana, New Hampshire, North Dakota, Rhode Island, South Dakota, Vermont, and Wyoming.

**Figure 1-1 Population, Households, Wage and Salary Employment in D.C., and Employment of D.C. Residents: 1960 - 2007**

Calendar Year	Level				Change from Prior Year				Percent	
	Population	Households	Jobs Located in DC	Employed DC Residents	Amount		Percent		Population	Jobs Located in DC
					Population	Households	Jobs Located in DC	Employed DC Residents		
1960	765,000	252,344	501,600	na						
1970	755,100	262,455	556,456	na						
1980	637,600	252,852	616,372	298,657						
1990	605,321	248,985	686,092	311,839						
1991	600,870	248,457	677,258	297,828	-4,451	-528	-8,833	-14,011	-0.7	-1.3
1992	597,565	248,403	673,608	290,103	-3,305	-53	-3,650	-7,724	-0.6	-0.5
1993	595,301	248,781	670,267	287,731	-2,264	377	-3,342	-2,373	-0.4	-0.5
1994	589,239	247,567	658,700	285,207	-6,062	-1,214	-11,567	-2,524	-1.0	-1.7
1995	580,517	245,216	642,592	273,764	-8,722	-2,351	-16,108	-11,443	-1.5	-2.4
1996	572,377	243,090	623,050	265,734	-8,140	-2,126	-19,542	-8,030	-1.4	-3.0
1997	567,736	242,432	618,467	262,789	-4,641	-658	-4,583	-2,946	-0.8	-0.7
1998	565,230	242,683	613,558	270,242	-2,506	251	-4,908	7,453	-0.4	-0.8
1999	570,213	246,170	627,333	288,016	4,983	3,487	13,775	17,775	0.9	2.2
2000	571,799	248,225	650,233	291,916	1,586	2,055	22,900	3,900	0.3	3.7
2001	577,648	250,764	653,708	286,649	5,849	2,539	3,475	-5,267	1.0	0.5
2002	579,190	251,434	664,208	284,615	1,542	669	10,500	-2,034	0.3	1.6
2003	577,467	250,686	665,708	285,361	-1,723	-748	1,500	746	-0.3	0.2
2004	579,621	251,621	674,308	287,618	2,154	935	8,600	2,257	0.4	1.3
2005	582,049	252,675	682,233	296,398	2,428	1,054	7,925	8,780	0.4	1.2
2006	585,459	254,155	687,675	301,117	3,410	1,480	5,442	4,719	0.6	0.8
2007	588,292	255,385	694,792	307,049	2,833	1,230	7,117	5,932	0.5	1.0

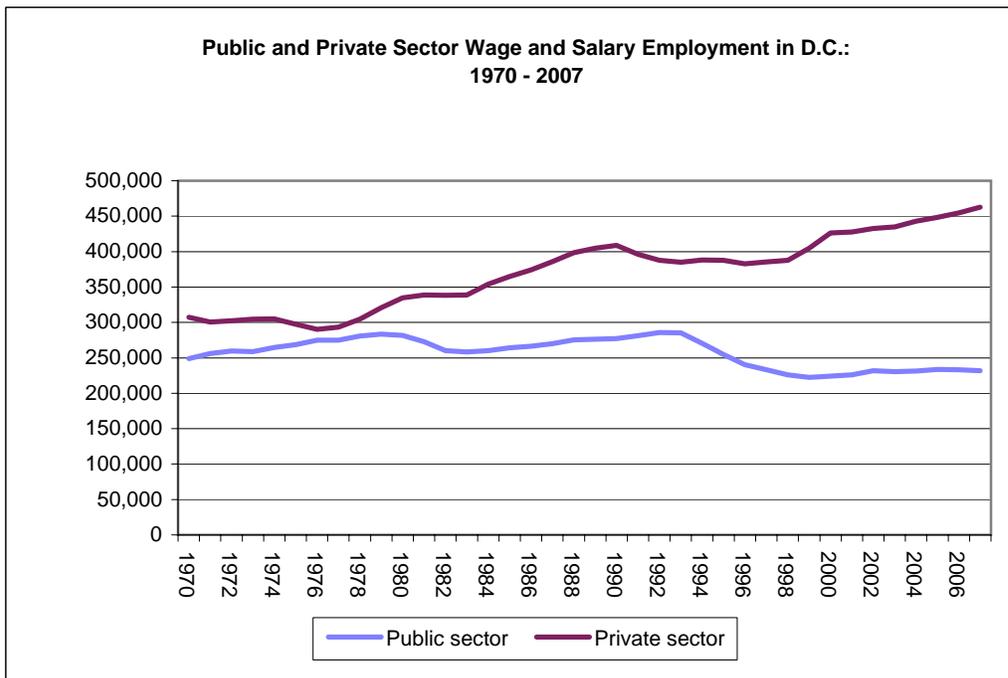
Source: economy.com. All population numbers represent the estimate as of July of the year. economy.com estimates for the number of households differs slightly from Census Bureau estimates. na=data not available from economy.com.



**Figure 1-2 Wage and Salary Employment in D.C. by Sector: 1970 - 2007 (\$000s)**

Calendar Year	Total Employment	Government	Federal Government		Business and Professional		Information and Financial	Education and Health	Hospitality	Trade	Non-profit and Other	
			Government	Private Sector	Professional	Other						
1970	556.5	249.0	196.7	307.5	55.4	53.7	54.8	31.9	37.5	40.0	34.1	
1980	616.4	281.5	224.1	334.9	73.3	51.1	62.1	36.6	33.7	47.2	30.9	
1990	686.1	277.3	219.3	408.8	110.4	56.3	77.1	47.5	32.2	51.3	34.1	
1991	677.3	281.2	224.2	396.0	108.2	54.1	78.0	45.1	28.9	51.2	30.5	
1992	673.6	285.8	229.3	387.8	108.5	51.8	77.6	44.0	27.1	52.7	26.3	
1993	670.3	285.2	229.2	385.0	108.9	50.3	77.4	44.2	25.3	53.8	25.1	
1994	658.7	270.5	216.6	388.2	111.5	49.9	78.0	44.9	24.4	54.6	25.1	
1995	642.6	254.9	206.0	387.7	111.6	50.5	76.6	46.5	23.7	54.8	24.1	
1996	623.1	240.5	194.9	382.6	111.4	49.9	76.4	45.5	22.8	53.9	22.6	
1997	618.5	233.2	191.6	385.3	115.6	49.8	79.1	43.5	22.1	53.8	21.4	
1998	613.6	225.8	186.6	387.8	118.7	49.1	81.8	42.3	21.0	54.2	20.7	
1999	627.3	222.5	183.4	404.9	125.7	52.2	83.7	44.2	22.0	55.9	21.2	
2000	650.2	224.0	183.6	426.3	133.8	55.5	87.3	48.1	21.9	57.0	22.7	
2001	653.7	226.1	185.5	427.6	138.8	56.8	85.3	47.7	21.6	55.8	21.5	
2002	664.2	231.7	192.4	432.5	139.1	56.2	89.6	48.2	21.5	56.1	21.8	
2003	665.7	230.7	192.4	435.0	141.7	55.3	88.6	49.6	21.7	56.3	21.7	
2004	674.3	231.3	192.5	443.0	143.9	54.4	92.3	51.0	22.2	58.8	20.6	
2005	682.2	233.7	193.8	448.5	148.4	52.8	92.2	53.7	22.2	59.0	20.3	
2006	687.7	233.0	192.8	454.6	152.1	51.6	94.0	54.2	22.6	60.7	19.5	
2007	694.8	232.0	190.9	462.8	154.4	50.9	98.1	54.8	22.9	62.7	19.1	

Source: economy.com (data from U.S. Bureau of Labor Statistics)



**Figure 1-3 Business Establishments in D.C.: 2000 and 2006**

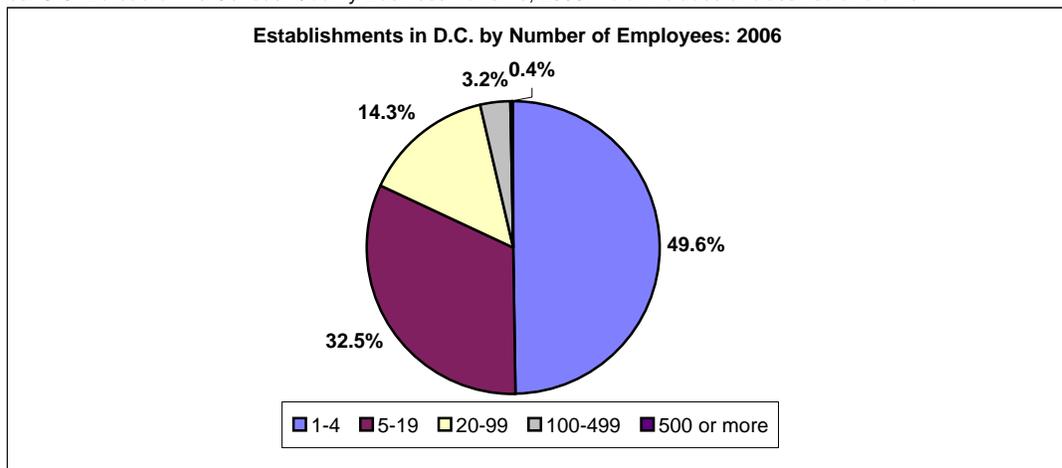
**A. Number of Establishments by Sector: 2000 and 2006**

Sector	2000	2006	Change from 2000 to 2006	
			Amount	%
<b>Total number of establishments</b>	<b>19,655</b>	<b>21,002</b>	<b>1,347</b>	<b>6.9</b>
Utilities, manufac.,transport, & warehousing	422	346	-76	-18.0
Construction	329	394	65	19.8
Wholesale trade	372	434	62	16.7
Retail trade	1,945	1,934	-11	-0.6
Information	763	764	1	0.1
Finance & insurance	1,857	2,074	217	11.7
Professional, scientific & technical services	4,211	4,728	517	12.3
Business services	1,337	1,224	-113	-8.5
Educational services	437	512	75	17.2
Health care and social assistance	2,004	2,138	134	6.7
Arts, entertainment & recreation	241	296	55	22.8
Accommodation & food services	1,644	2,016	372	22.6
Organizations and other services	3,686	4,013	327	8.9

**B. Number of Establishments in 2006 by Sector and Number of Employees in the Establishment**

Sector	All Establish-ments	Number of Employees in the Establishment				
		1-4	5-19	20-99	100-499	500 or more
<b>Total</b>	<b>21,002</b>	<b>10,415</b>	<b>6,823</b>	<b>3,005</b>	<b>676</b>	<b>83</b>
Utilities, manufac.,transport, & warehousing	346	190	98	41	16	1
Construction	394	201	123	58	3	0
Wholesale trade	434	231	138	55	10	0
Retail trade	1,934	1,014	689	215	16	0
Information	764	357	240	118	39	10
Finance & insurance	2,074	1,135	706	191	38	4
Professional, scientific & technical services	4,728	2,649	1,288	601	171	19
Business services	1,224	560	347	232	80	5
Educational services	512	189	157	117	39	10
Health care and social assistance	2,138	1,004	786	283	49	16
Arts, entertainment & recreation	296	150	78	49	18	1
Accommodation & food services	2,016	683	739	495	92	7
Organizations and other services	4,013	1,929	1,428	550	96	10

Source: U.S. Bureau of the Census: County Business Patterns, 2006. Total includes unclassified and other.

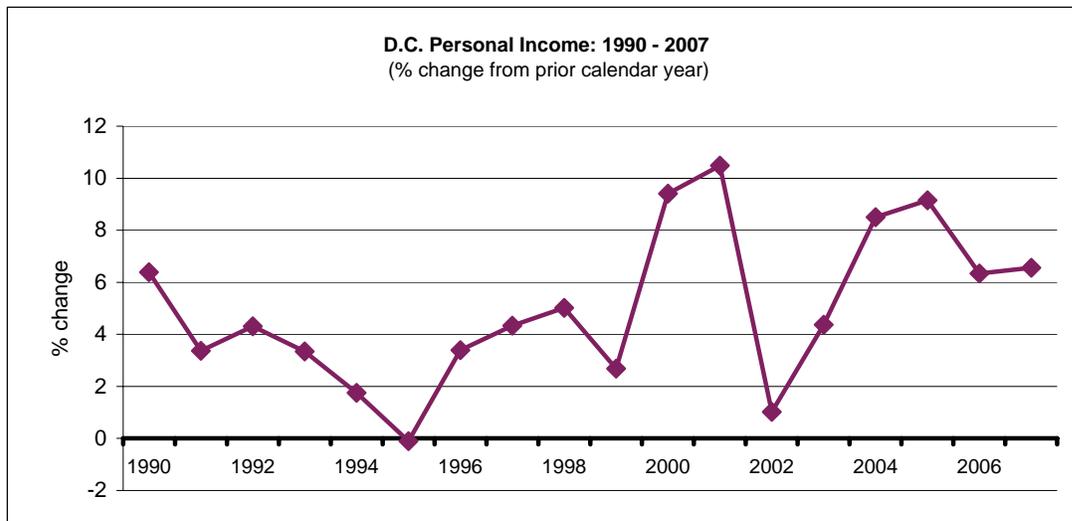


**Figure 1-4 Gross Domestic Product, Personal Income, and Consumer Price Index for D.C.: 1960 - 2007**

Calendar Year	Level						% Change from Prior Year			
	D.C. Gross Domestic Product (\$B)	Inflation-adjusted D.C. Gross Domestic Product (\$B of \$2000)	D.C. Personal Income (\$B)	Per Capita Income in D.C.	Average Household Income in D.C.	Median Household Income in D.C.	D.C. Personal Income	D.C. Gross Domestic Product	Inflation-adjusted D.C. Gross Domestic Product	Consumer Price Index for the Washington/Baltimore Area
1960	na	na	2.24	2,924	6,911	na				
1970	na	na	3.76	4,973	14,296	na				
1980	19.87	31.95	7.85	12,304	31,013	15,600				
1990	40.82	57.07	16.02	26,473	64,378	27,392				
1991	42.60	56.00	16.56	27,568	66,676	29,885	3.4	4.4	-1.9	4.4
1992	44.59	56.62	17.28	28,916	69,537	30,247	4.3	4.7	1.1	2.9
1993	46.58	57.20	17.86	29,997	71,816	27,304	3.3	4.5	1.0	3.5
1994	47.73	56.88	18.17	30,836	73,481	30,116	1.8	2.5	-0.5	3.0
1995	48.02	55.14	18.15	31,266	74,109	30,748	-0.1	0.6	-3.1	3.0
1996	48.47	54.11	18.77	32,786	77,222	31,966	3.4	0.9	-1.9	3.1
1997	50.37	54.69	19.58	34,488	80,783	31,860	4.3	3.9	1.1	1.9
1998	51.68	55.09	20.56	36,379	84,562	33,433	5.0	2.6	0.7	1.3
1999	56.41	58.35	21.12	37,030	85,683	38,670	2.7	9.1	5.9	1.9
2000	58.70	58.70	23.10	40,403	92,936	41,222	9.4	4.1	0.6	3.0
2001	63.73	61.57	25.53	44,188	101,738	41,169	10.5	8.6	4.9	3.2
2002	67.72	62.83	25.79	44,521	102,615	39,070	1.0	6.3	2.0	2.8
2003	71.72	64.66	26.91	46,607	107,307	45,044	4.4	5.9	2.9	3.4
2004	77.91	67.54	29.20	50,383	115,998	43,451	8.5	8.6	4.4	3.0
2005	82.98	69.40	31.87	54,763	126,047	44,993	9.1	6.5	2.8	4.7
2006	88.17	71.32	33.90	57,896	133,288	48,477	6.3	6.3	2.8	4.2
2007	93.82	74.37	36.12	61,397	141,392	50,783	6.6	6.4	4.3	3.7

Source: economy.com

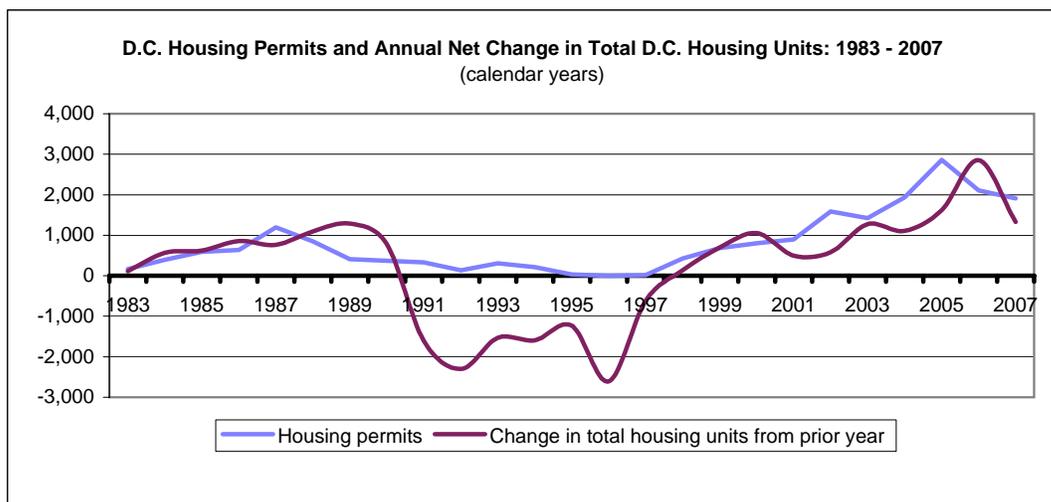
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**Figure 1-5 Housing Units in D.C. : 1982 - 2007**

Calendar Year	Housing Stock (number of units)	Owner occupied		Renter occupied		Not occupied		Housing Permits	Change in Housing Stock from Prior Year	
		Occupied Units (households)	Number	%	Number	%	Number			% Not Occupied
1982	278,485	253,309					25,176	9.0	432	
1983	278,592	253,529					25,063	9.0	164	107
1984	279,158	254,837					24,322	8.7	393	566
1985	279,783	256,239					23,543	8.4	590	625
1986	280,640	258,686					21,954	7.8	640	857
1987	281,406	259,093					22,313	7.9	1,198	766
1988	282,498	257,398					25,100	8.9	852	1,092
1989	283,786	255,786					27,999	9.9	410	1,288
1990	284,574	248,985	96,855	38.9	152,130	61.1	35,589	12.5	368	788
1991	282,970	248,457					34,513	12.2	333	-1,604
1992	280,666	248,403					32,262	11.5	132	-2,304
1993	279,134	248,781					30,353	10.9	305	-1,532
1994	277,542	247,567					29,975	10.8	210	-1,592
1995	276,308	245,216					31,092	11.3	35	-1,234
1996	273,702	243,090					30,612	11.2	0	-2,606
1997	273,082	242,432					30,650	11.2	15	-620
1998	273,215	242,683					30,532	11.2	429	132
1999	273,916	246,170					27,746	10.1	683	701
2000	274,969	248,225	101,276	40.8	146,949	59.2	26,744	9.7	806	1,053
2001	275,464	250,764					24,700	9.0	896	495
2002	276,048	251,434	100,322	39.9	151,112	60.1	24,614	8.9	1,591	584
2003	277,318	250,686	105,288	42.0	145,398	58.0	26,632	9.6	1,427	1,270
2004	278,427	251,621	109,707	43.6	141,914	56.4	26,806	9.6	1,936	1,109
2005	280,044	252,675	107,387	42.5	145,288	57.5	27,369	9.8	2,860	1,617
2006	282,894	254,155	116,403	45.8	137,752	54.2	28,739	10.2	2,105	2,850
2007	284,221	255,385	113,646	44.5	141,739	55.5	28,836	10.1	1,910	1,327

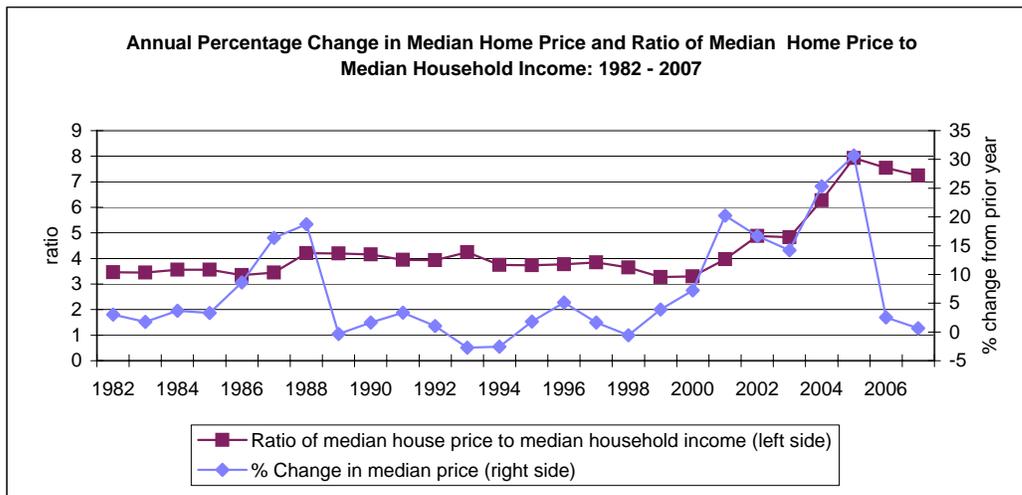
Source: Housing stock: Global Insight (discontinued series) prior to 2000; the U.S. Bureau of the Census from 2000 on. Households: by Census Bureau definition, occupied housing units are the same as the number of households; household estimates are from economy.com. Owner and renter: percentages for 1990 and 2000 are from the Census, and for 2002 on are from the American Community Survey; amounts are calculated from the percentages. Not occupied units include vacant, under renovation, in process of being sold, seasonal or temporary residences for persons who are not D.C. residents.



**Figure 1-6 Housing Sales, Prices, and Affordability in D.C.: 1981 - 2007**

Calendar Year	Number of Single Family Home Sales (existing units)	Median Existing Home Price (\$)	OFHEO Price Index	Affordability Index	Ratio of Median Home Price to Median Income	% Change from prior year	
						Median Existing Home Price	OFHEO Price Index
1981	4,821	66,817	103.10	95.09	3.97		
1982	4,209	68,830	99.99	88.29	3.46	3.01	-3.01
1983	5,629	70,024	101.35	104.40	3.45	1.73	1.36
1984	5,764	72,597	108.29	110.08	3.56	3.67	6.85
1985	7,115	74,992	114.64	117.03	3.56	3.30	5.87
1986	8,742	81,438	125.32	118.43	3.35	8.60	9.31
1987	7,002	94,752	143.26	110.47	3.45	16.35	14.32
1988	6,208	112,502	168.42	100.90	4.21	18.73	17.56
1989	6,839	112,110	188.98	96.99	4.19	-0.35	12.21
1990	5,535	113,923	196.26	103.52	4.16	1.62	3.85
1991	5,158	117,771	197.19	114.98	3.94	3.38	0.48
1992	5,165	118,968	201.73	120.44	3.93	1.02	2.30
1993	5,259	115,736	200.35	142.70	4.24	-2.72	-0.68
1994	5,220	112,798	194.65	139.04	3.75	-2.54	-2.85
1995	5,070	114,809	192.53	136.21	3.73	1.78	-1.09
1996	4,804	120,667	196.76	135.56	3.77	5.10	2.20
1997	6,270	122,658	196.34	133.96	3.85	1.65	-0.22
1998	9,464	121,930	206.86	145.59	3.65	-0.59	5.36
1999	10,017	126,701	223.19	142.26	3.28	3.91	7.89
2000	9,693	135,862	254.52	127.15	3.30	7.23	14.04
2001	9,203	163,340	292.64	121.72	3.97	20.23	14.98
2002	10,060	190,640	336.79	103.75	4.88	16.71	15.08
2003	10,797	217,738	378.12	98.62	4.83	14.21	12.27
2004	12,093	272,873	454.12	84.35	6.28	25.32	20.10
2005	11,094	356,594	560.37	65.03	7.93	30.68	23.40
2006	9,346	365,675	632.61	69.35	7.54	2.55	12.89
2007	8,917	368,070	658.98	76.00	7.25	0.65	4.17

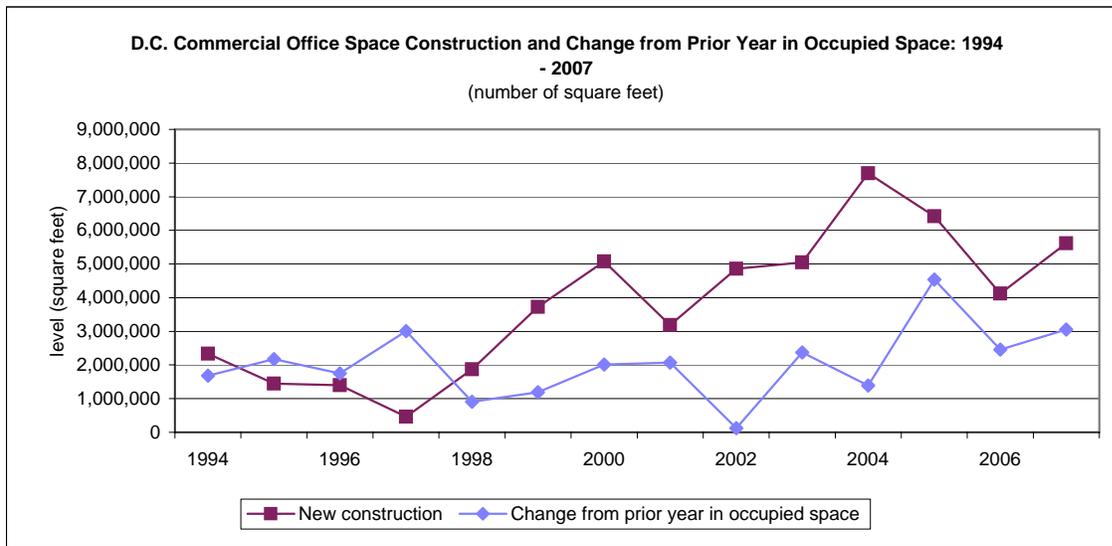
Source: economy.com



**Figure 1-7 Commercial Office Buildings in D.C.: 1993 - 2007**

Calendar Year	Inventory, End of Year		Vacant, Including Sublet		Occupied Space		% Change from Prior Year			
	Number of Buildings	Square Feet	Square Feet	% of Inventory	Level	Change from Prior Year	New Construction	Inventory	Occupied space	New Construction
1993	1,822	107,146,798	13,815,559	12.90	93,331,239		1,062,998			
1994	1,824	107,216,054	12,198,933	11.40	95,017,121	1,685,882	2,330,627	0.06	1.81	119.3
1995	1,829	108,582,046	11,390,821	10.50	97,191,225	2,174,104	1,442,446	1.27	2.29	-38.1
1996	1,834	109,733,887	10,795,055	9.80	98,938,832	1,747,607	1,402,170	1.06	1.80	-2.8
1997	1,838	110,922,507	8,974,095	8.10	101,948,412	3,009,580	459,942	1.08	3.04	-67.2
1998	1,839	111,136,057	8,284,743	7.50	102,851,314	902,902	1,868,278	0.19	0.89	306.2
1999	1,844	112,065,564	8,020,712	7.20	104,044,852	1,193,538	3,723,655	0.84	1.16	99.3
2000	1,851	112,935,385	6,876,991	6.10	106,058,394	2,013,542	5,078,404	0.78	1.94	36.4
2001	1,866	116,066,902	7,934,336	6.80	108,132,566	2,074,172	3,184,289	2.77	1.96	-37.3
2002	1,879	118,322,430	10,065,998	8.50	108,256,432	123,866	4,859,347	1.94	0.11	52.6
2003	1,886	120,283,677	9,649,677	8.00	110,634,000	2,377,568	5,048,699	1.66	2.20	3.9
2004	1,894	121,819,874	9,797,545	8.00	112,022,329	1,388,329	7,692,279	1.28	1.25	52.4
2005	1,903	125,276,766	8,718,166	7.00	116,558,600	4,536,271	6,415,809	2.84	4.05	-16.6
2006	1,922	130,051,924	11,034,886	8.50	119,017,038	2,458,438	4,118,179	3.81	2.11	-35.8
2007	1,930	131,850,198	9,781,895	7.40	122,068,303	3,051,265	5,619,589	1.38	2.56	36.5

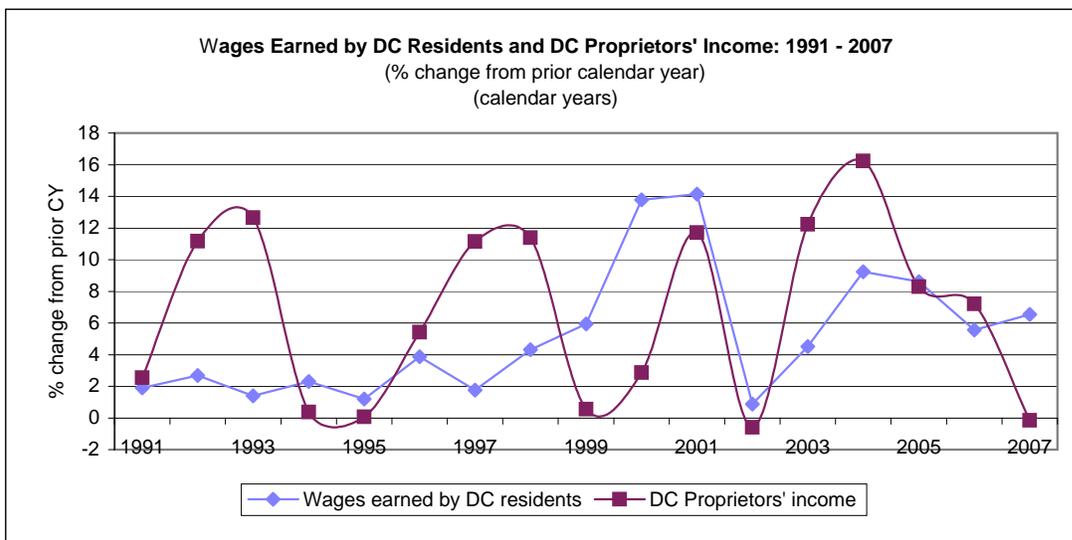
Source: Co-star



**Figure 1-8 Wages and Incomes Earned in D.C. and by D.C. Residents: 1970 - 2007 (\$Millions)**

Calendar Year	Earned in D.C.			Earned or received by D.C. residents						Percent change	
	Supplements		% of Wages	Wages and salaries			Property Income	Retirement and Transfer Payments	Total personal income	Wages and Salaries Earned in D.C.	Proprietors' income
	Wages and Salaries	Amount		Amount	% of Wages Earned in D.C.	Proprietors' income					
1970	5,822	570	9.8	2,480	42.6	328	519	302	3,755		
1980	12,471	2,910	23.3	4,116	33.0	745	1,283	1,025	7,845		
1990	24,905	6,392	25.7	8,160	32.8	1,565	3,394	1,734	16,025		
1991	25,927	7,027	27.1	8,315	32.1	1,604	3,371	1,979	16,565	1.9	2.5
1992	27,266	7,565	27.7	8,539	31.3	1,784	3,395	2,186	17,279	2.7	11.2
1993	28,060	7,994	28.5	8,658	30.9	2,009	3,354	2,394	17,857	1.4	12.7
1994	28,831	8,114	28.1	8,857	30.7	2,017	3,432	2,437	18,170	2.3	0.4
1995	29,280	8,173	27.9	8,964	30.6	2,018	3,374	2,373	18,151	1.2	0.1
1996	29,653	8,039	27.1	9,311	31.4	2,128	3,343	2,580	18,766	3.9	5.4
1997	30,438	8,198	26.9	9,475	31.1	2,365	3,758	2,576	19,580	1.8	11.2
1998	32,026	8,296	25.9	9,884	30.9	2,634	3,981	2,709	20,562	4.3	11.4
1999	34,856	8,955	25.7	10,470	30.0	2,649	3,863	2,726	21,115	5.9	0.6
2000	37,046	9,228	24.9	11,912	32.2	2,725	4,124	2,818	23,102	13.8	2.9
2001	39,052	10,160	26.0	13,597	34.8	3,044	4,094	2,966	25,525	14.1	11.7
2002	41,116	10,933	26.6	13,717	33.4	3,026	3,859	3,293	25,786	0.9	-0.6
2003	42,860	11,196	26.1	14,335	33.4	3,395	3,834	3,403	26,914	4.5	12.2
2004	45,844	12,498	27.3	15,659	34.2	3,947	3,881	3,444	29,203	9.2	16.2
2005	48,378	13,411	27.7	17,007	35.2	4,274	4,267	3,771	31,875	8.6	8.3
2006	51,020	14,051	27.5	17,951	35.2	4,582	4,818	3,883	33,896	5.6	7.2
2007	53,794	14,599	27.1	19,126	35.6	4,575	5,417	4,237	36,119	6.5	-0.2

Source: Bureau of Economic Analysis. Wages earned in D.C. are earned by D.C. residents and commuters. Wages earned by D.C. residents are earned both inside and outside of D.C. Wages earned by D.C. residents are estimated by ORA. Wages are before deductions for social insurance. Property income is interest, rent, and dividends and does not include capital gains.



## Revenue Overview

This chapter describes the main features of the District's revenue system and gives a context for the discussion of the individual tax sources in the chapters that follow.

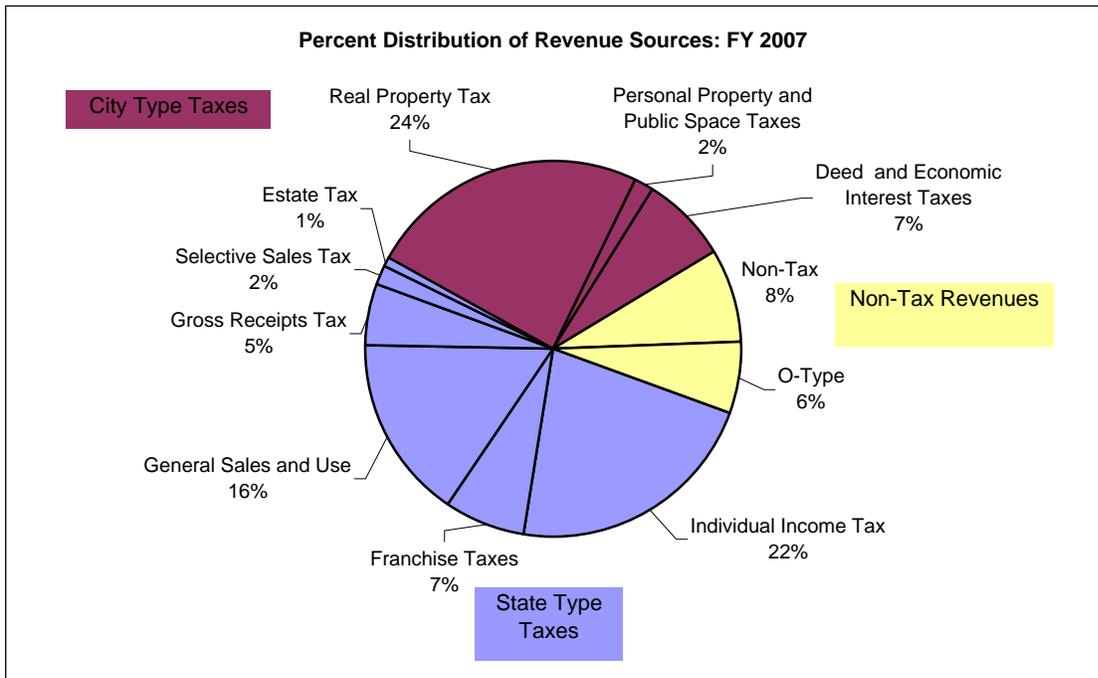
- The most striking feature of the District's revenue system is its use of almost the full range of revenue sources available to state and local governments. The revenue sources are shown in three broad categories: state-type taxes (53 %), city-type taxes (33 %), and non-tax revenue sources (14 %). The three largest sources of revenue are the real property tax (24 %), the individual income tax (22 %), and the general sales and use tax (16 %). Together they comprise (62%) of total revenue. *[Figure 2-1]*
- The District's real tax revenue growth from FY 1970-2008 is characterized by three distinct periods. In the first period, FY 1970-1990, overall tax revenue grew strongly with a moderate degree of volatility (measured as the standard deviation of the growth rates divided by the average growth rate). In the second period, FY 1991-1996, real tax revenue declined and volatility was lower. In the third period, FY 1997-2008, real tax revenue returned to positive growth, briefly interrupted by the 2001 recession, but the revenue system was much more volatile. *[Figure 2-2]*
- Despite having a broad portfolio of revenue sources, the tax system of the District of Columbia is quite volatile. The volatility of a tax system is the degree to which tax revenue fluctuates from one year to the next. One measure of the volatility of the tax system is the standard deviation of the growth rates over a given period of time. Using the standard deviation, divided by the average growth rate of each state (the coefficient of variation), for the period 1992-2006 the District's tax system is one of the most volatile in the nation—the volatility of the District's tax system is topped only by that of Alaska, Hawaii, and Wyoming. *[Figure 2-3]*

**Figure 2-1 FY 2007 Revenue by Source\***

Revenue Source	Amount, \$000	Percent
<b>State-Type Taxes</b>	<b>3,162,551</b>	<b>52.6%</b>
Individual Income	1,313,826	21.9%
Corp. Franchise	255,511	4.3%
U.B. Franchise	167,024	2.8%
General Sales and Use Tax	959,968	16.0%
Gross Receipts	315,160	5.2%
Selective Sales	96,812	1.6%
Estate	54,250	0.9%
<b>City-Type Taxes</b>	<b>1,992,279</b>	<b>33.1%</b>
Real Property	1,448,697	24.1%
Deed Recordation	226,743	3.8%
Deed Transfer	152,411	2.5%
Personal Property	67,395	1.1%
Economic Interest	64,794	1.1%
Public Space Rental	32,239	0.5%
Non-Tax Revenues	<b>489,251</b>	<b>8.1%</b>
Special Purpose (O Type) Revenue	<b>366,511</b>	<b>6.1%</b>
<b>TOTAL REVENUES</b>	<b>6,010,592</b>	<b>100.0%</b>

Source: OCFO, D.C. Office of Tax and Revenue

\* The data in this table include earmarked revenue and therefore do not necessarily match the amounts reported in the D.C. Comprehensive Annual Financial Report (CAFR)



**Figure 2-2 Trends in Real Tax Collections**

	I:1970-1990		II:1991-1996		III:1997-2008	
	Average growth rate	Standard deviation (normalized)	Average growth rate	Standard deviation (normalized)	Average growth rate	Standard deviation (normalized)
<b>Total Taxes</b>	<b>5.3%</b>	<b>0.72</b>	<b>-3.2%</b>	<b>-0.46</b>	<b>2.3%</b>	<b>1.95</b>
Individual income	6.2%	1.26	-2.7%	-1.53	1.5%	4.68
Real property	5.5%	2.03	-4.5%	-1.61	3.7%	2.58
Sales and use	5.1%	1.48	-2.6%	-2.55	1.8%	2.31

Source: Office of the Chief Financial Officer/Government of the District of Columbia.

\* Standard deviations are normalized by dividing by the respective growth rates.

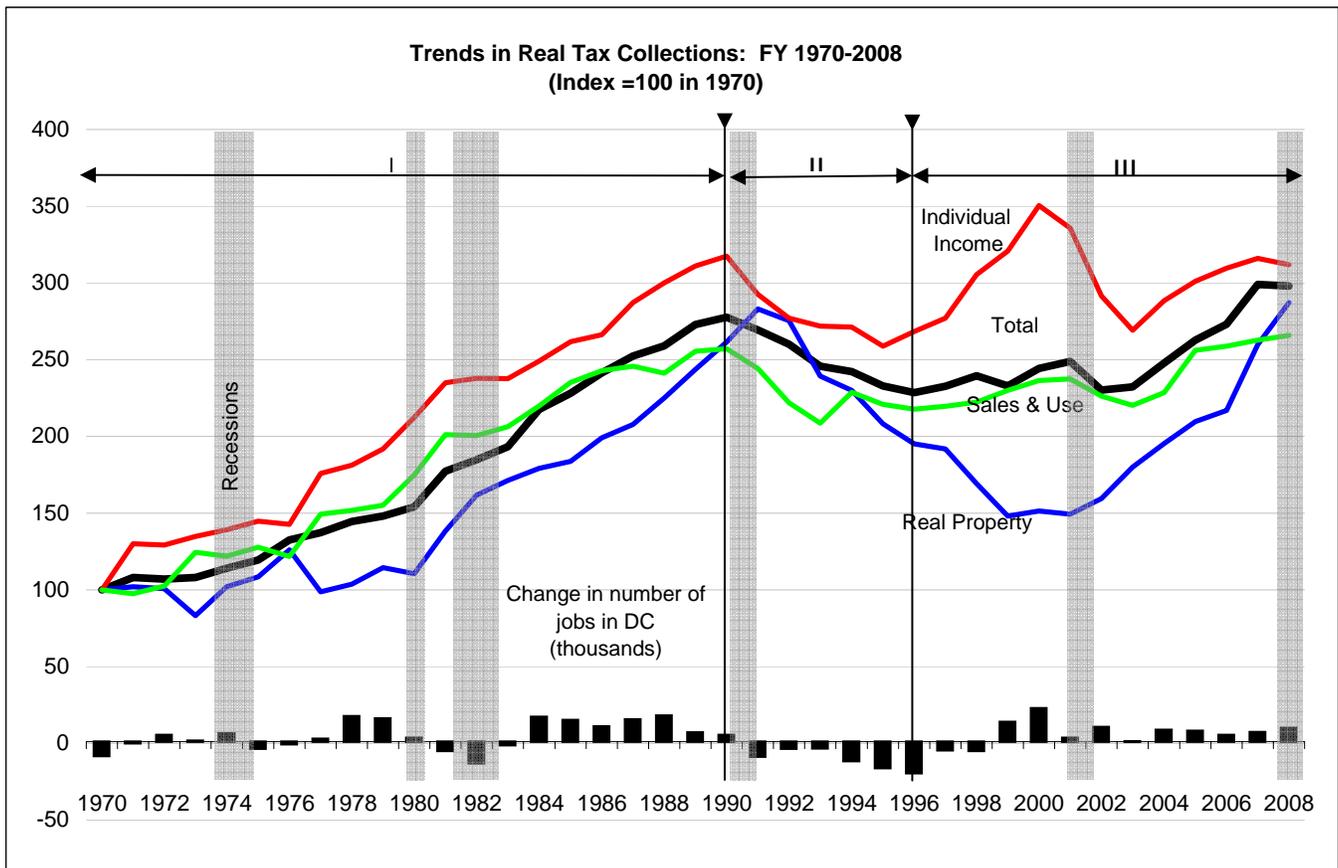
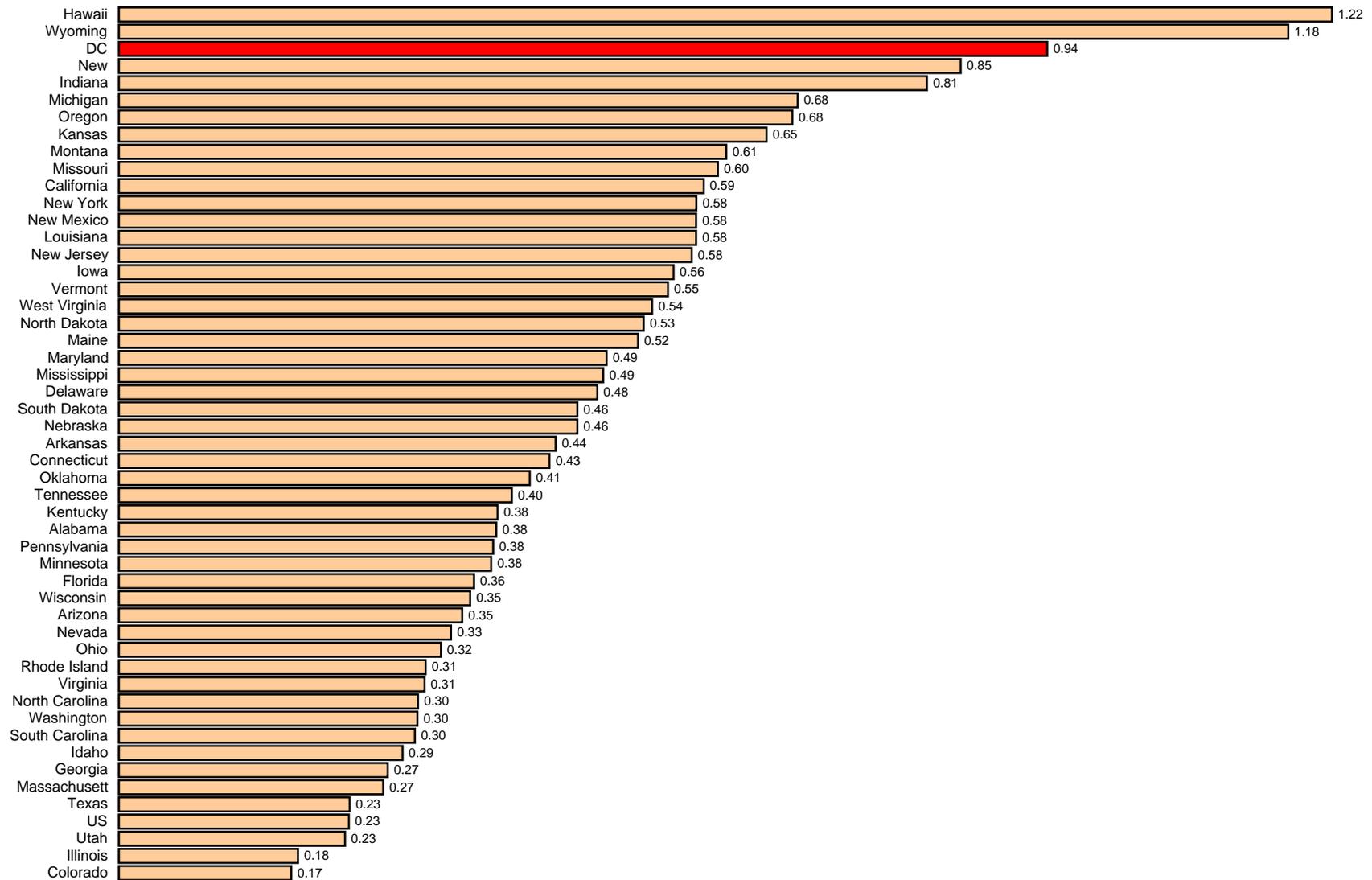


Figure 2-3 State and Local Tax Revenue Volatility<sup>1</sup> by State for the Period 1992-2006<sup>2</sup>



Source: ORA calculations; U.S. Census Bureau, Governments Division.

\*Alaska with a measure of 3.34 is an outlier and not shown here because of its distortionary effect on the chart.

<sup>1</sup>Volatility is measured as the coefficient of variation (standard deviation divided by the average) of the year over year annual percentage change in tax revenue over the period.

<sup>2</sup> There was no state level tax revenue data for 2001 and 2003. As a result, annual percentage changes could not be calculated for years 2001-2004.

### Individual Income Tax

The individual income tax base consists of the income of individuals who maintain a permanent residence in the District for either part of or the full taxable year and individuals who maintain a residence for a total of 183 days or more during the taxable year even if their permanent residence is outside the District. The current tax rate for net taxable income (NTI) up to \$10,000 is 4 percent. The marginal tax rates for NTI between \$10,001 and \$40,000 and NTI greater than \$40,000 are 6 percent and 8.5 percent, respectively.

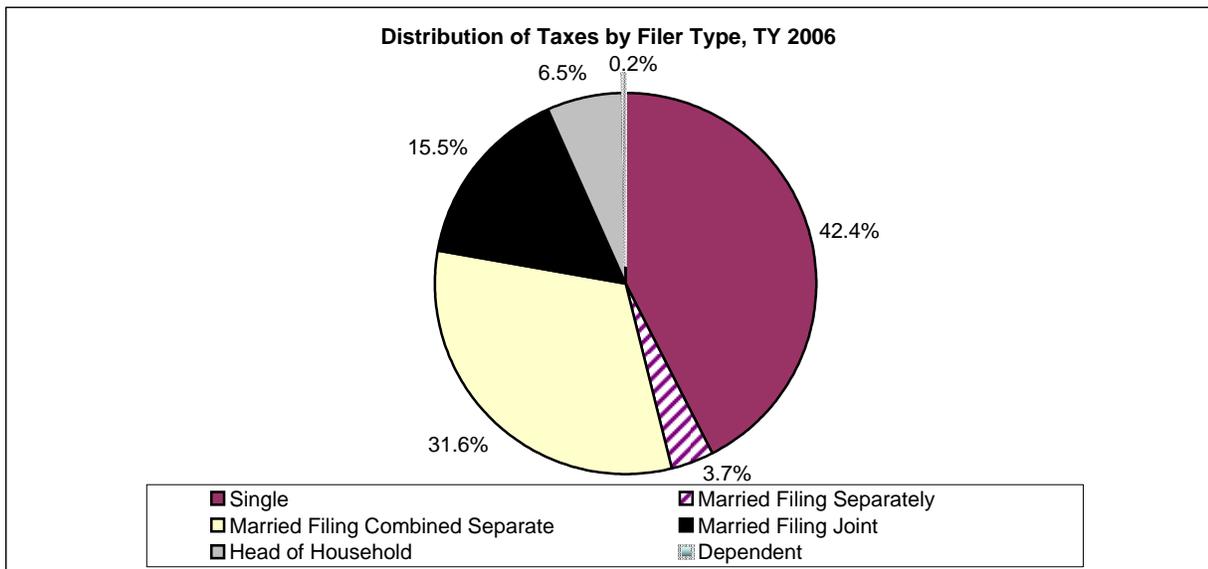
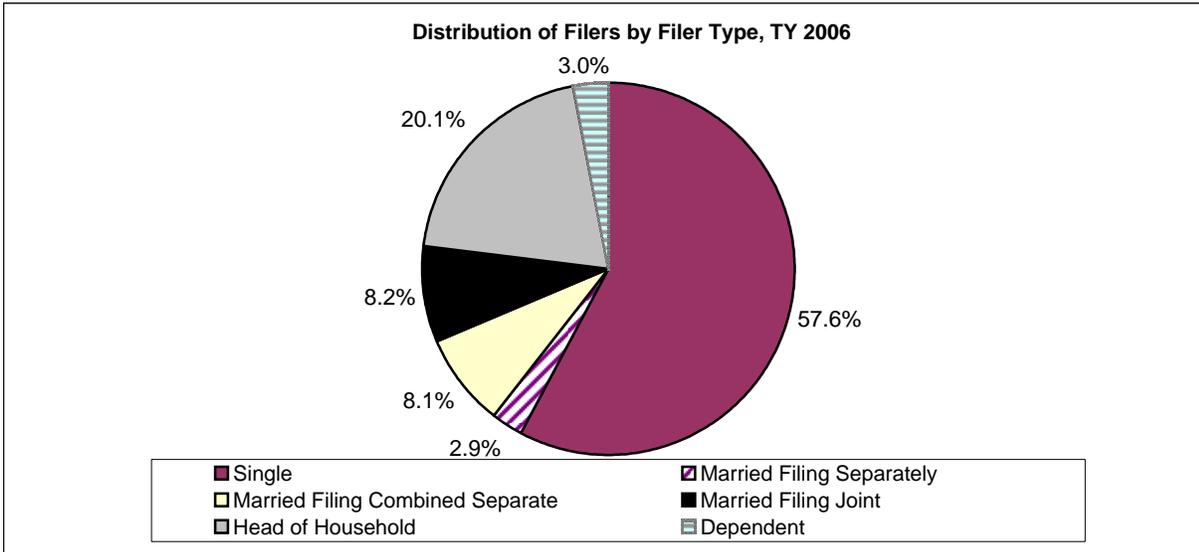
- In TY 2006, approximately 81 percent of the taxpayers were non-married filers, while 19 percent were married filers. Of the non-married filers almost 58 percent were single filers. Even though non-married filers comprised 81 percent of all taxpayers in TY 2006, they paid slightly less than half of total taxes: 49.2 percent compared to 50.8 percent for married filers. *[Figure 3-1]*
- Approximately 16 percent of all filers in TY 2006 were part-year filers who contributed slightly more than 7 percent of the total individual income tax revenue. *[Figure 3-2]*
- In TY 2006 42 percent of 12-month filers had income of less than \$30,000 while 66 percent of part-year filers were in the same income class. Over 5 percent of 12-month filers and less than one percent of part-year filers had income of \$200,000 and more. *[Figure 3-3]*
- Approximately 5 percent of filers in TY 2006 had incomes of \$200,000 and more; earned almost 44 percent of the District's adjusted gross income (AGI) and contributed 49.4 percent of the total individual income tax revenue. Filers with incomes of \$30,000 or less constituted 46.2 percent of filers; earned 8.1 percent of the total District AGI, and contributed slightly less than 5 percent of all tax revenue. *[Figure 3-4]*
- In TY 2006 46.2 percent of the returns were filed by taxpayers with income of \$30,000 and under. Filers in this income category contributed 12 percent of the total federal adjusted gross income and 5 percent of taxes. Filers with income of \$200,000 and over comprised 4.8 percent of the total filers for TY 2006; however this income category contributed 42 percent of the total federal adjusted gross income and almost 50 percent of the total taxes. *[Figure 3-5]*
- 24.6 percent of the Earned Income Tax Credit (EITC) returns were filed by single filers who claimed 12.6 percent of the total. Almost 70 percent of the credit returns were filed by head of household filers who claimed almost 82 percent of the total. *[Figure 3-6]*
- Migration data from the Internal Revenue Service (IRS) shows that between 2000 and 2007 there was a net inflow of 3,445 taxpayers into the District; however, there was a net outflow of AGI per return. *[Figure 3-7]*
- The exemptions per return (an estimate of the average household size) indicated that the average size of households that migrated from the District was larger than the average size of households that entered the District. *[Figure 3-7]*

**Figure 3-1 Distribution of Filers, Taxes and Average Federal Adjusted Gross Income by Filer Type, TY 2006**

Filer Type	Number of Filers	Distribution of Filers	Tax(\$)	Distribution of Tax	Tax Per Filer(\$)	Average Federal Gross Income(\$)
All Filers*	286,621	100.0%	1,188,090,479	100.0%	4,145	82,034
Single	165,210	57.6%	503,927,339	42.4%	3,050	60,309
Head of Household	57,576	20.1%	77,411,559	6.5%	1,345	34,484
Dependent	8,580	3.0%	2,909,409	0.2%	339	10,401
<i>Subtotal: Non-married Filers</i>	<i>231,366</i>	<i>80.7%</i>	<i>584,248,307</i>	<i>49.2%</i>	<i>2,525</i>	<i>51,775</i>
Married Separate	8,418	2.9%	43,861,414	3.7%	5,210	98,576
Married Combined	23,233	8.1%	375,279,936	31.6%	16,153	277,497
Married Joint	23,604	8.2%	184,700,822	15.5%	7,825	169,077
<i>Subtotal: Married Filers</i>	<i>55,255</i>	<i>19.3%</i>	<i>603,842,172</i>	<i>50.8%</i>	<i>10,928</i>	<i>204,094</i>

\* A few returns are not clearly classified by filer type and are not included

Source: Office of the Chief Financial Officer/Government of the District of Columbia



**Figure 3-2 Distribution of Filers, Taxes and Average Adjusted Gross Income (AGI) by 12-Month and Part-Year Filers, TY 2006**

<b>Filer Type</b>	<b>Number of Filers</b>	<b>Distribution of Filers</b>	<b>Tax(\$)</b>	<b>Distribution of Tax</b>	<b>Tax Per Filer(\$)</b>	<b>Average AGI (\$)</b>
All Filers*	288,168	100.0%	1,188,098,363	100.0%	4,123	70,261
12-Month Filers	241,270	83.7%	1,101,377,662	92.7%	4,565	78,036
Part-Year Filers	46,898	16.3%	86,720,701	7.3%	1,849	30,262

\* A few returns are not clearly classified by filer type and are not included

Source: Office of the Chief Financial Officer/Government of the District of Columbia

**Figure 3-3 Distribution of Income by 12-Month Filers and Part Year Filers, TY 2006**

<b>Income Category</b>	<b>Number of Filers, TY2006</b>	<b>12-Month Filers, TY2006</b>	<b>Distribution of Filers</b>	<b>Part-Year Filers, TY2006</b>	<b>Distribution of Filers</b>
Less than \$30,000	133,249	102,171	42.3%	31,078	66.2%
\$30,000-\$50,000	59,567	50,784	21.0%	8,783	18.7%
\$50,000-\$75,000	36,893	32,840	13.6%	4,053	8.6%
\$75,000-\$100,000	19,126	17,732	7.3%	1,394	3.0%
\$100,000-\$200,000	25,637	24,477	10.1%	1,160	2.5%
\$200,000-\$500,000	10,240	9,901	4.1%	339	0.7%
\$500,000 and over	3,551	3,446	1.4%	105	0.2%
<b>Total</b>	<b>288,263</b>	<b>241,351</b>	<b>100.0%</b>	<b>46,912</b>	<b>100.0%</b>

Source: Office of the Chief Financial Officer/Government of the District of Columbia

**Figure 3- 4 Distribution of Filers, Taxes and Average Adjusted Gross Income (AGI) by Income Category, TY 2006**

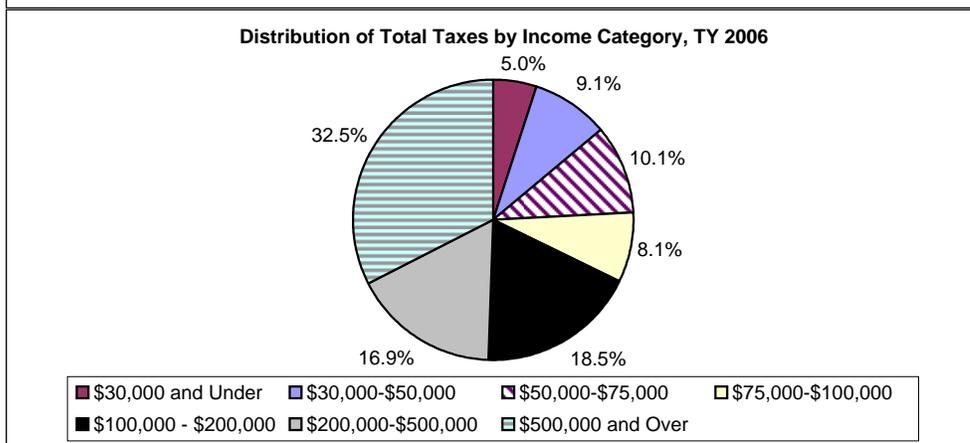
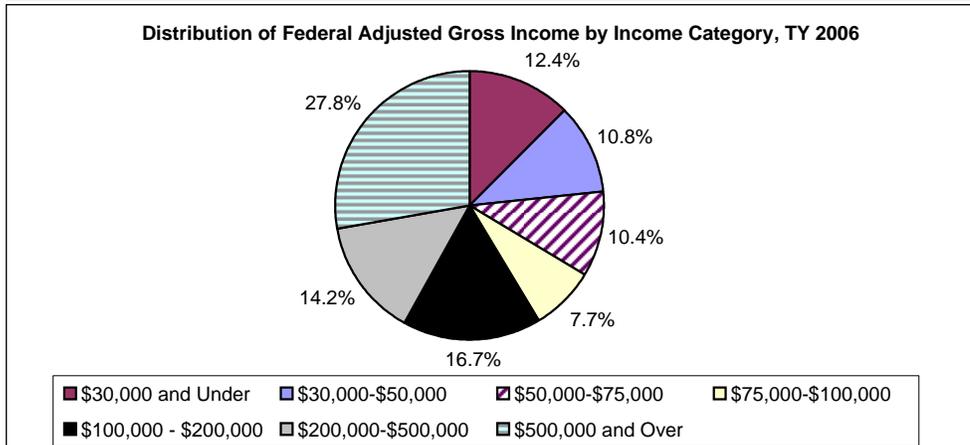
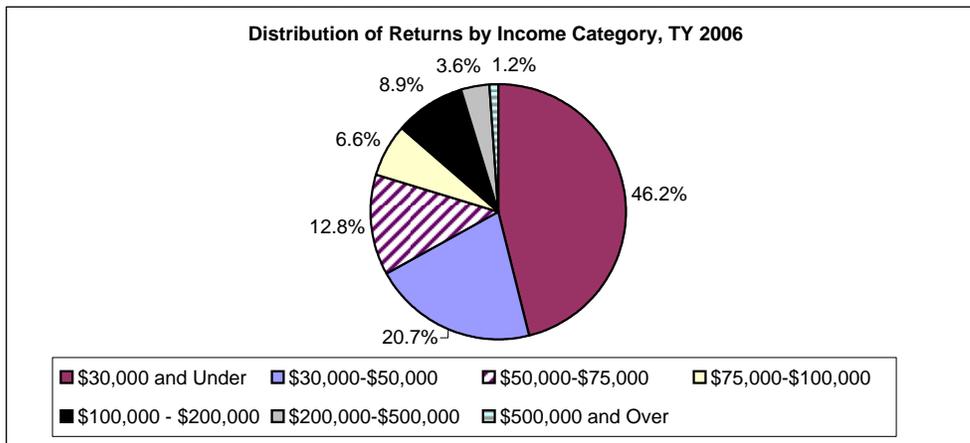
Income Category	Number of Filers	Distribution of Filers	Cumulative Distribution of Filers	DC AGI (\$ Millions)	Distribution of DC AGI	Cumulative Distribution of DC AGI	Tax (\$ Millions)	Distribution of Tax	Cumulative Distribution of Tax
Breakeven and Loss	7,847	2.7%	2.7%	-227	-1.1%	-1.1%	0.1	0.0%	0.0%
\$0.01 Under \$10,000	41,710	14.5%	17.2%	220	1.1%	0.0%	2.7	0.2%	0.2%
\$10,000 Under \$20,000	43,520	15.1%	32.3%	651	3.2%	3.2%	18.0	1.5%	1.7%
\$20,000 Under \$30,000	40,172	13.9%	46.2%	998	4.9%	8.1%	38.1	3.2%	5.0%
\$30,000 Under \$50,000	59,567	20.7%	66.9%	2,331	11.5%	19.6%	107.8	9.1%	14.0%
\$50,000 Under \$75,000	36,893	12.8%	79.7%	2,252	11.1%	30.7%	119.7	10.1%	24.1%
\$75,000 Under \$100,000	19,126	6.6%	86.3%	1,649	8.1%	38.9%	96.0	8.1%	32.2%
\$100,000 Under \$150,000	17,761	6.2%	92.5%	2,154	10.6%	49.5%	132.4	11.1%	43.3%
\$150,000 Under \$200,000	7,876	2.7%	95.2%	1,357	6.7%	56.2%	87.0	7.3%	50.6%
\$200,000 Under \$500,000	10,240	3.6%	98.8%	2,968	14.7%	70.9%	200.4	16.9%	67.5%
\$500,000 Under \$1,000,000	2,141	0.7%	99.5%	1,473	7.3%	78.1%	97.9	8.2%	75.7%
\$1,000,000 and Over	1,410	0.5%	100.0%	4,427	21.9%	100.0%	288.2	24.3%	100.0%
<b>Total</b>	<b>288,263</b>	<b>100.0%</b>		<b>20,254</b>	<b>100%</b>		<b>1,188.1</b>	<b>100%</b>	

Source: Office of the Chief Financial Officer/Government of the District of Columbia

**Figure 3-5 Distribution of Returns, Federal Adjusted Gross Income and Taxes by Income Category, TY 2006**

Income Category	Total Number of Returns	Federal Adjusted Gross Income Totals	Total Taxes Totals
\$30,000 and Under	46.2%	12.4%	5.0%
\$30,000-\$50,000	20.7%	10.8%	9.1%
\$50,000-\$75,000	12.8%	10.4%	10.1%
\$75,000-\$100,000	6.6%	7.7%	8.1%
\$100,000 - \$200,000	8.9%	16.7%	18.5%
\$200,000-\$500,000	3.6%	14.2%	16.9%
\$500,000 and Over	1.2%	27.8%	32.5%

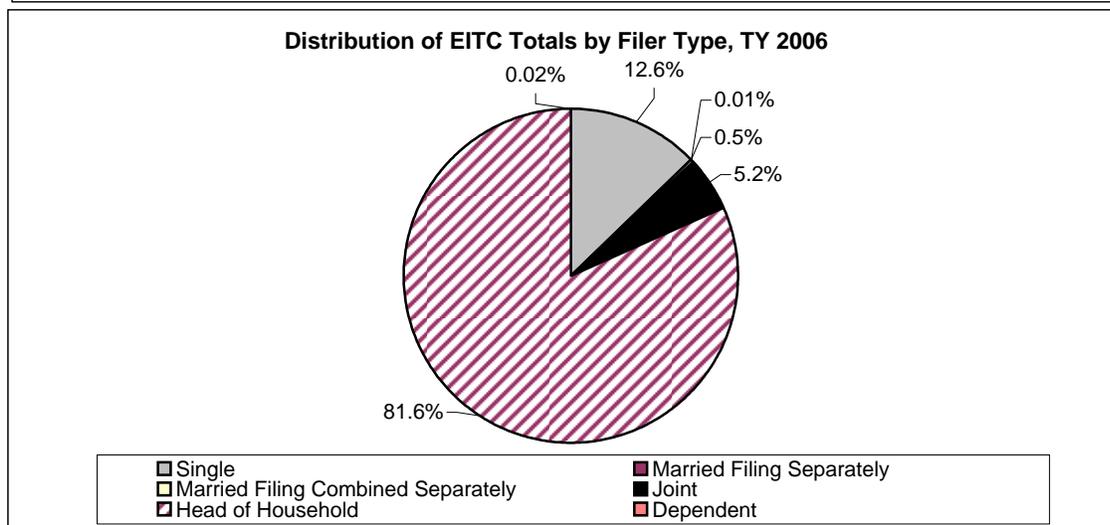
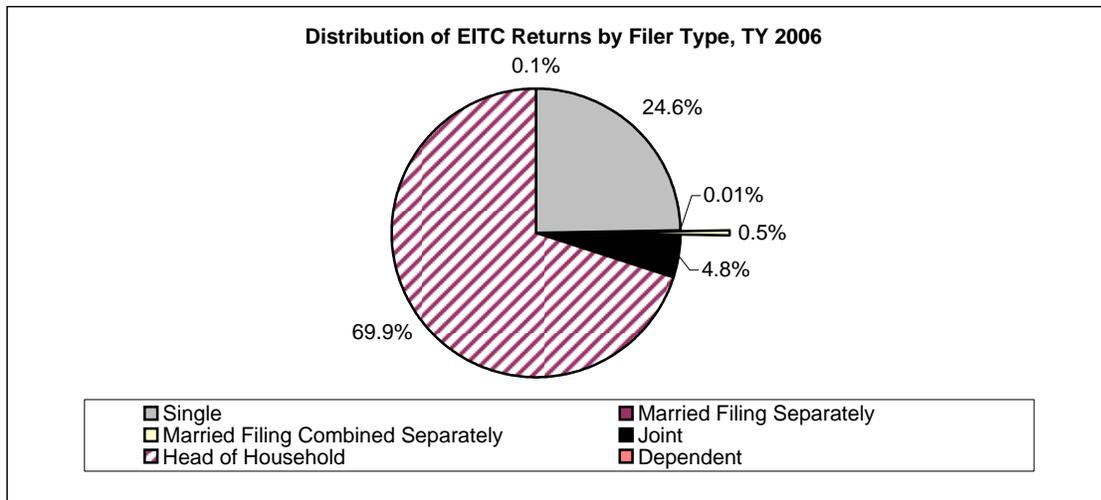
Source: Office of the Chief Financial Officer/Government of the District of Columbia



**Figure 3-6 Distribution of EITC Returns and Totals by Filer Type, TY 2006**

	Returns	Total (\$)
<b>Total</b>	<b>45,414</b>	<b>31,026,474</b>
Single	11,184	3,922,228
<i>Percent Distribution</i>	24.6%	12.6%
Married Filing Separately	6	3,762
<i>Percent Distribution</i>	0.01%	0.01%
Married Filing Combined Separately	242	159,227
<i>Percent Distribution</i>	0.5%	0.5%
Joint	2,194	1,608,966
<i>Percent Distribution</i>	4.8%	5.2%
Head of Household	31,757	25,325,290
<i>Percent Distribution</i>	69.9%	81.6%
Dependent	31	7,001
<i>Percent Distribution</i>	0.1%	0.02%

Source: Office of the Chief Financial Officer/Government of the District of Columbia



**Figure 3-7 Washington, D.C. Migration Data 2000 - 2007**

Year	Returns (IN)	Returns (OUT)	(-) net outflow (+) net inflow	AGI per Return (IN) (\$)	AGI per Return (OUT) (\$)	(-) net outflow (+) net inflow (\$)	Exemptions per Return (IN)	Exemptions per Return (OUT)
2000-2001	23,881	24,353	-472	45,331	50,460	-5,129	1.4	1.7
2001-2002	25,243	23,754	1,489	47,604	51,653	-4,049	1.4	1.6
2002-2003	23,484	24,648	-1,164	44,395	51,832	-7,437	1.4	1.6
2003-2004	23,914	24,074	-160	42,989	51,906	-8,916	1.4	1.6
2004-2005	24,688	24,124	564	45,613	56,001	-10,388	1.3	1.6
2005-2006	25,758	24,174	1,584	50,521	57,533	-7,012	1.3	1.6
2006-2007	25,857	24,253	1,604	49,788	60,704	-10,917	1.3	1.6
<b>Total</b>	<b>172,825</b>	<b>169,380</b>	<b>3,445</b>					

IN refers to migration into Washington, D.C. and OUT refers to migration from Washington, D.C.

Source: Internal Revenue Service

## Real Property and Deed Taxes

The District of Columbia has only 69 square miles of total area. However, the District of Columbia is unique among major cities in the United States in that an extremely largely portion of the city's land area (57 percent) is exempt from property taxation [Figure 4-1], largely via federal law. Nonetheless, the District has become one of the nation's top cities in which to own and develop real estate as well as to live, work and play. The following tables highlight the underpinnings and market dynamics of the real property market in the "Federal City".

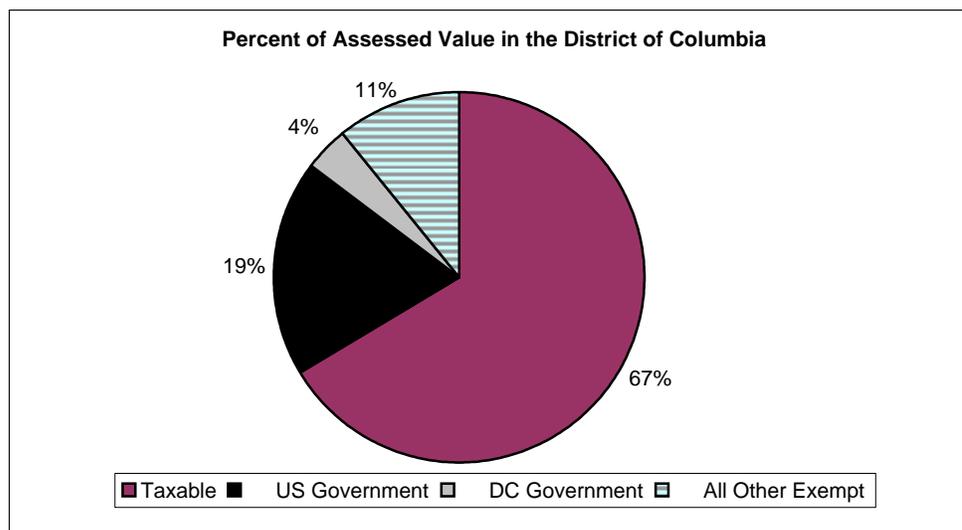
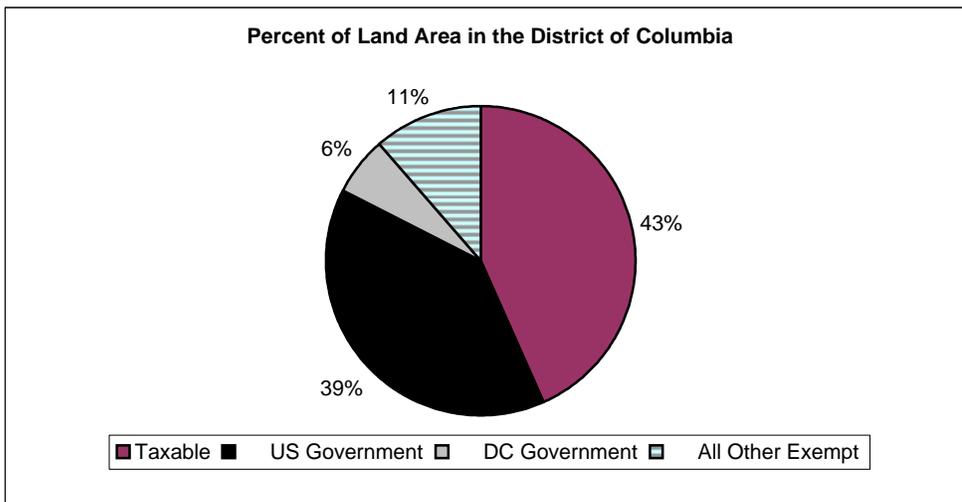
- In 2006, residential property accounted for 80 percent of the taxable land area but 36 percent of the annual real property tax revenue. Commercial property, on the other hand, accounts for 18 percent of the taxable land area but 63 percent of the annual real property tax revenue. This situation is partly the result of the city's overall policy on the taxation of real property which results in the statutory tax rate of all commercial properties being half the statutory tax rate of all residential properties. [Figure 4-2]
- In 2006 the statutory tax rate for residential property was \$0.92 per \$100 of assessed value, while the statutory tax rate for commercial property was \$1.85 per \$100 of assessed value. However, due to large amounts for annual tax relief specified for homestead properties, the effective tax rate (ETR) for homestead properties was \$0.51 per \$100 of assessed value, less than one-third the ETR of all commercial properties (\$1.83 per \$100 of assessed value). [Figure 4-2]
- Commercial property generally pays the greatest share of total real property tax liability in any given year. More pointedly, however, it was the 558 large commercial office buildings (predominantly in Ward 2, [Figure 4-15]) that shouldered 43.3 percent of the \$1.14 billion citywide total real property liability in 2006. [Figure 4-2]
- The value of property sales, as indicated by annual deed recordation tax and the deed transfer tax collections, grew at an average annual rate of 25.8 percent and 26.9 percent, respectively, between years 2000 and 2005. [Figure 4-20]
- However, this period of extreme robustness in property appreciation, development and assessment growth began to give way to the declining value of sales transactions throughout the city in 2006. Annual collections for the deed transfer tax declined 9.7 percent in 2006 as well as an additional 11.3 percent in 2007 (when adjusted for the 31.8 percent tax rate increase in 2007). [Figure 4-21]

**Figure 4-1 Summary of Real Property in the District of Columbia, TY 2006**

	Land Area		Assessed Value	
	(Acres)	Percent	(\$Millions)	Percent
Taxable	12,793	43%	102,448	67%
Tax Exempt	16,774	57%	51,575	33%
US Government	11,612	39%	29,065	19%
DC Government	1,808	6%	5,673	4%
All Other Exempt	3,354	11%	16,837	11%
<b>Total</b>	<b>29,567</b>	<b>100%</b>	<b>154,023</b>	<b>100%</b>

\* The data in this table represents 46 square miles of land area. The District of Columbia has a total area of 69 square miles, including approximately 7 square miles of water area and 16 square miles of highways, streets, roads and alleys.

Source: Office of the Chief Financial Officer/Government of the District of Columbia

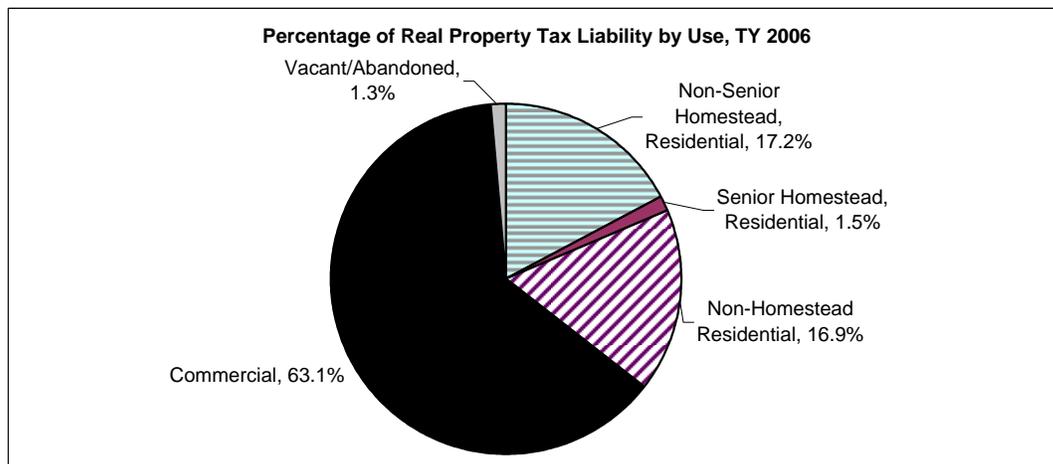
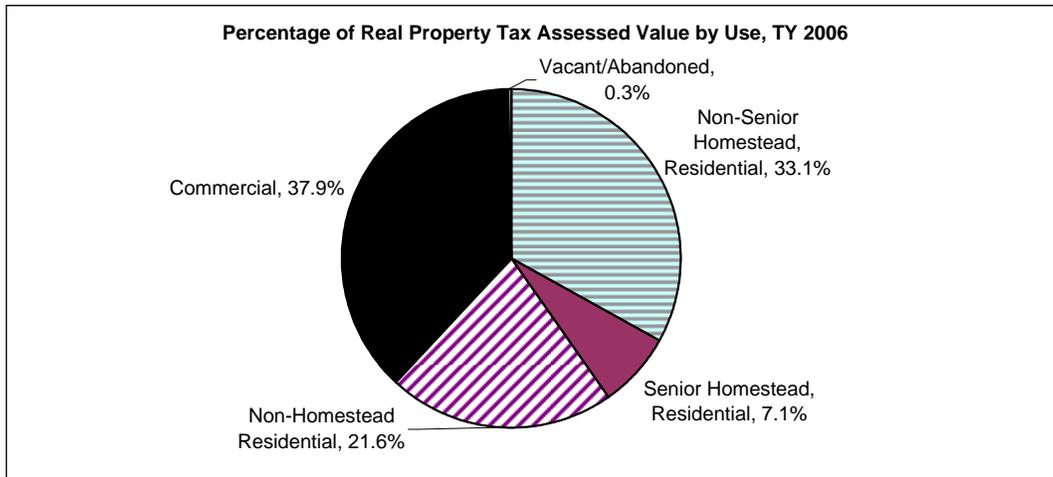


**Figure 4-2 Real Property Assessed Value and Tax Liability by Class, TY 2006**

Class	Number of Properties	Acres	Percent of Acres	Assessed Value (\$Millions)	Percent of Assessed Value	Tax Liability (\$000s)	Percent of Liability	Effective Tax Rate
Class 1* (Residential)	157,975	10,221	79.9%	63,333	61.8%	402	35.6%	\$0.63
Homestead	94,094	6,342	49.6%	41,216	40.2%	211	18.7%	\$0.51
Non-Senior	72,823	4,758	37.2%	33,899	33.1%	194	17.2%	\$0.57
Senior	21,271	1,584	12.4%	7,318	7.1%	17	1.5%	\$0.24
Non-Homestead	63,881	3,879	30.3%	22,117	21.6%	191	16.9%	\$0.86
Class 2 (Commercial)	8,974	2,280	17.8%	38,803	37.9%	712	63.1%	\$1.83
Class 3 (Vacant/Abandoned)	2,864	293	2.3%	312	0.3%	15	1.3%	\$4.81
<b>Total</b>	<b>169,813</b>	<b>12,793</b>	<b>100.0%</b>	<b>102,448</b>	<b>100.0%</b>	<b>1,141</b>	<b>100%</b>	<b>\$1.11</b>

\* Within Class 1, there are two broad categories of residential properties: homestead (owner-occupied) properties and non-homestead (nonowner-occupied) residential properties. Homestead properties are registered with the Office of Tax and Revenue (OTR) by their owners and are officially considered to be owner-occupied housing structures or units for the purpose of receiving specified annual property tax relief. Non-homestead properties are generally not eligible for tax relief. However, non-homestead properties should not be generally interpreted as being housing units. The category of non-homestead properties include (but are not limited to) non-registered owner-occupied properties, non-owner occupied residential properties, multifamily properties, unimproved residential lots and residential parking spaces.

Source: Office of the Chief Financial Officer/Government of the District of Columbia



**Figure 4-3 Percentage Distribution of Assessed Value and Estimated Liability by Ward and Class, TY 2006**

<b>Assessment</b>				
<b>Ward</b>	<b>Class 1</b>	<b>Class 2</b>	<b>Class 3</b>	<b>Total</b>
1	11.3%	2.3%	12.7%	7.9%
2	20.8%	73.9%	18.4%	40.9%
3	27.3%	4.6%	4.8%	18.6%
4	13.3%	0.9%	7.7%	8.5%
5	7.6%	2.4%	12.9%	5.7%
6	13.0%	15.0%	18.1%	13.8%
7	4.4%	0.6%	12.8%	3.0%
8	2.3%	0.4%	12.6%	1.6%
<b>Total</b>	<b>100.0%</b>	<b>100.0%</b>	<b>100.0%</b>	<b>100.0%</b>

<b>Liability</b>				
<b>Ward</b>	<b>Class 1</b>	<b>Class 2</b>	<b>Class 3</b>	<b>Total</b>
1	11.5%	2.2%	10.5%	5.6%
2	23.6%	74.1%	14.2%	55.4%
3	28.4%	4.5%	4.2%	12.9%
4	11.3%	0.8%	6.7%	4.6%
5	6.5%	2.4%	11.2%	4.0%
6	12.6%	14.9%	30.5%	14.3%
7	3.8%	0.6%	11.4%	1.9%
8	2.4%	0.4%	11.2%	1.3%
<b>Total</b>	<b>100.0%</b>	<b>100.0%</b>	<b>100.0%</b>	<b>100.0%</b>

Source: Office of the Chief Financial Officer/Government of the District of Columbia

**Figure 4-4 All Class I Residential Real Property by Decile, TY 2006**

Decile	Number of Properties	Assessed Value (\$Millions)	Percent of		Average Value (\$000s)	Median Value (\$000s)
			Assessed Value	Class		
1st	15,798	448.0	0.7%		28.9	25.0
2nd	15,798	1,908.9	3.0%		123.1	125.5
3rd	15,828	2,635.0	4.2%		169.5	169.3
4th	15,769	3,315.4	5.2%		214.1	214.2
5th	15,798	3,951.8	6.2%		254.8	254.4
6th	15,796	4,667.8	7.4%		301.0	300.0
7th	15,798	5,790.1	9.1%		373.3	371.7
8th	15,796	7,934.7	12.5%		492.2	489.8
9th	15,798	10,327.0	16.3%		652.9	648.8
10th	15,796	22,357.9	35.3%		1,428.0	981.2
<b>Total</b>	<b>157,975</b>	<b>63,336.4</b>	<b>100.0%</b>		<b>403.8</b>	<b>275.9</b>

Source: Office of the Chief Financial Officer/Government of the District of Columbia

**Figure 4-5 Homestead Properties by Decile, TY 2006**

Decile	Number of Properties	Assessed Value (\$Millions)	Percent of		Average Value (\$000s)	Median Value (\$000s)
			Assessed Value	Class		
1st	9,409	1,137.7	2.8%		120.9	126.0
2nd	9,409	1,635.0	4.0%		173.8	173.6
3rd	9,411	2,062.3	5.0%		219.1	219.7
4th	9,417	2,411.9	5.9%		256.1	255.7
5th	9,400	2,784.3	6.8%		296.2	295.5
6th	9,411	3,339.1	8.1%		354.8	353.8
7th	9,408	4,194.4	10.2%		445.8	444.4
8th	9,410	5,366.8	13.0%		570.3	570.3
9th	9,410	6,716.9	16.3%		713.8	707.7
10th	9,409	11,568.1	28.1%		1,229.5	1,044.9
<b>Total</b>	<b>94,094.0</b>	<b>41,216.5</b>	<b>100.0%</b>		<b>438.0</b>	<b>320.3</b>

Source: Office of the Chief Financial Officer/Government of the District of Columbia

**Figure 4-6 Class 2 Commercial Real Property by Decile, TY 2006**

Decile	Number of Properties	Assessed Value (\$ Millions)	Percent of Assessed Value of Class	Average Value (\$000s)	Median Value (\$000s)
1st	897	16.2	0.0%	18.1	16.4
2nd	897	72.4	0.2%	80.7	81.0
3rd	898	127.7	0.3%	142.2	141.6
4th	897	186.4	0.5%	207.8	207.0
5th	898	262.9	0.7%	292.8	291.0
6th	897	373.1	1.0%	416.0	413.6
7th	898	562.0	1.4%	625.9	617.9
8th	897	932.9	2.4%	1,040.0	1,018.2
9th	898	2,189.3	5.6%	2,438.0	2,201.2
10th	897	34,080.1	87.8%	37,993.4	20,309.6
<b>Total</b>	<b>8,974</b>	<b>38,803.1</b>	<b>100.0%</b>	<b>4,324.0</b>	<b>346.3</b>

Source: Office of the Chief Financial Officer/Government of the District of Columbia

**Figure 4-7 Subsector: Large Commercial Office Buildings Real Property Liability by Decile, TY 2006**

Decile	Number of Properties	Total Liability (\$ Millions)	Percent of Total Liability of SubSector	Percent of Total Liability of all Class 2 Properties	Percent of Total Liability of Total Real Property Tax Base
1st	55	3.8	0.8%	0.5%	0.3%
2nd	56	7.9	1.6%	1.1%	0.7%
3rd	56	12.9	2.6%	1.8%	1.1%
4th	56	20.1	4.0%	2.8%	1.7%
5th	56	28.4	5.7%	3.9%	2.5%
6th	56	40.2	8.1%	5.6%	3.5%
7th	56	54.7	11.0%	7.6%	4.7%
8th	56	70.9	14.2%	9.8%	6.2%
9th	56	96.4	19.3%	13.4%	8.4%
10th	55	163.4	32.8%	22.6%	14.2%
<b>Total</b>	<b>558</b>	<b>498.7</b>	<b>100.0%</b>	<b>69.1%</b>	<b>43.3%</b>

Source: Office of the Chief Financial Officer/Government of the District of Columbia

**Figure 4-8 Tax Assessment and Liability by Ward, TY 2006**

Ward	Assessed Value		Liability	
	(\$Millions)	Percent	(\$Millions)	Percent
1	8,054.6	7.9%	64.3	5.6%
2	41,934.0	40.9%	632.2	55.4%
3	19,058.9	18.6%	147.3	12.9%
4	8,748.6	8.5%	52.4	4.6%
5	5,805.7	5.7%	45.4	4.0%
6	14,125.8	13.8%	163.3	14.3%
7	3,059.9	3.0%	21.3	1.9%
8	1,660.6	1.6%	14.4	1.3%
<b>Total</b>	<b>102,448.0</b>	<b>100.0%</b>	<b>1,140.5</b>	<b>100.0%</b>

Source: Office of the Chief Financial Officer/Government of the District of Columbia

**Figure 4-9 Percent of Total DC Liability by Ward and Class, TY 2006**

Ward	Class 1	Class 2	Class 3	Total
1	11.5%	2.2%	10.5%	5.6%
2	23.6%	74.1%	14.2%	55.4%
3	28.4%	4.5%	4.2%	12.9%
4	11.3%	0.8%	6.7%	4.6%
5	6.5%	2.4%	11.2%	4.0%
6	12.6%	14.9%	30.5%	14.3%
7	3.8%	0.6%	11.4%	1.9%
8	2.4%	0.4%	11.2%	1.3%
<b>Total</b>	<b>100.0%</b>	<b>100.0%</b>	<b>100.0%</b>	<b>100.0%</b>

Source: Office of the Chief Financial Officer/Government of the District of Columbia

**Figure 4-10 Condominiums- Units, Assessments and Liability by Ward, TY 2006**

Wards	Number of Units	Percent of Properties	Acres	Percent of Acres	Assessed Value (\$Millions)	Percent of Assessed Value	Liability (\$Millions)	Percent of Liability
1	5,983	16.1%	60.6	12.3%	2,092.2	18.1%	13.6	17.6%
2	13,320	35.9%	83.3	16.9%	4,833.6	41.8%	33.9	43.8%
3	8,637	23.3%	136.4	27.6%	2,624.7	22.7%	16.4	21.3%
4	531	1.4%	11.3	2.3%	121.2	1.0%	0.7	1.0%
5	1,877	5.1%	74.0	15.0%	319.5	2.8%	2.0	2.6%
6	4,461	12.0%	65.5	13.3%	1,374.4	11.9%	9.4	12.2%
7	1,354	3.7%	39.1	7.9%	136.6	1.2%	0.7	0.9%
8	929	2.5%	24.1	4.9%	74.9	0.6%	0.4	0.6%
<b>Total</b>	<b>37,092</b>	<b>100.0%</b>	<b>494.3</b>	<b>100.0%</b>	<b>11,577.0</b>	<b>100.0%</b>	<b>77.4</b>	<b>100.0%</b>

Source: Office of the Chief Financial Officer/Government of the District of Columbia

**Figure 4-11 Single Family Dwellings - Properties, Assessments and Liability by Ward, TY 2006**

Wards	Number of Properties	Percent of Properties	Acres	Percent of Acres	Assessed Value (\$Millions)	Percent of Assessed Value	Liability (\$Millions)	Percent of Liability
1	6,821	7.6%	290.2	4.0%	2,835.5	7.2%	16.7	7.2%
2	5,250	5.8%	270.4	3.7%	5,000.2	12.7%	34.6	14.9%
3	13,685	15.1%	1,963.6	27.1%	12,407.7	31.6%	80.9	34.9%
4	19,487	21.6%	1,828.0	25.3%	7,780.6	19.8%	40.8	17.6%
5	15,107	16.7%	1,076.9	14.9%	3,748.1	9.5%	18.4	7.9%
6	11,343	12.6%	376.8	5.2%	4,517.5	11.5%	25.6	11.0%
7	12,823	14.2%	1,043.4	14.4%	2,163.6	5.5%	10.7	4.6%
8	5,819	6.4%	388.0	5.4%	824.7	2.1%	4.3	1.9%
<b>Total</b>	<b>90,335</b>	<b>100.0%</b>	<b>7,237.5</b>	<b>100.0%</b>	<b>39,277.9</b>	<b>100.0%</b>	<b>231.9</b>	<b>100.0%</b>

Source: Office of the Chief Financial Officer/Government of the District of Columbia

**Figure 4-12 Residential/MultiFamily (5 or Less Dwelling Units) - Properties, Assessments and Liability by Ward, TY 2006**

Wards	Number of Properties	Percent of Properties	Acres	Percent of Acres	Assessed Value (\$Millions)	Percent of Assessed Value	Liability (\$Millions)	Percent of Liability
1	1,984	14.8%	106.9	12.7%	1,534.5	20.5%	10.1	19.8%
2	2,124	14.8%	87.7	10.4%	2,041.7	27.2%	14.6	28.8%
3	396	3.5%	80.3	9.5%	889.5	11.9%	5.5	10.9%
4	557	4.9%	48.3	5.7%	197.2	2.6%	1.3	2.6%
5	1,983	17.4%	119.5	14.2%	506.7	6.8%	3.8	7.6%
6	3,499	28.1%	163.7	19.4%	1,965.7	26.2%	12.7	24.9%
7	1,006	8.8%	132.0	15.6%	202.5	2.7%	1.5	3.0%
8	892	7.8%	105.8	12.5%	156.9	2.1%	1.3	2.5%
<b>Total</b>	<b>12,441</b>	<b>100.0%</b>	<b>844.2</b>	<b>100.0%</b>	<b>7,494.7</b>	<b>100.0%</b>	<b>50.8</b>	<b>100.0%</b>

Source: Office of the Chief Financial Officer/Government of the District of Columbia

**Figure 4-13 Residential/MultiFamily (6 or More Dwelling Units) - Properties, Assessments and Liability by Ward, TY 2006**

Wards	Number of Properties	Percent of Properties	Acres	Percent of Acres	Assessed Value (\$Millions)	Percent of Assessed Value	Liability (\$ Millions)	Percent of Liability
1	373	12.5%	90.4	7.9%	613.4	14.4%	5.7	15.2%
2	269	9.0%	86.9	4.9%	1,025.5	24.1%	8.6	22.9%
3	170	5.7%	136.3	9.2%	1,142.8	26.8%	9.4	25.0%
4	280	9.4%	86.0	7.5%	258.8	6.1%	2.4	6.4%
5	306	10.3%	125.7	10.9%	231.3	5.4%	2.1	5.7%
6	238	8.0%	62.3	5.4%	352.7	8.3%	3.3	8.8%
7	584	19.6%	250.2	19.1%	248.4	5.8%	2.1	5.7%
8	755	25.4%	432.6	35.0%	390.7	9.2%	3.8	10.2%
<b>Total</b>	<b>2,975</b>	<b>100%</b>	<b>1,270.5</b>	<b>100.0%</b>	<b>4,263.6</b>	<b>100%</b>	<b>37.5</b>	<b>100%</b>

Source: Office of the Chief Financial Officer/Government of the District of Columbia

**Figure 4-14 Homesteads- Properties, Assessments and Liability by Ward, TY 2006**

Ward	Non-Senior			Senior		
	Number of Properties	Assessments (\$Millions)	Tax Liability (\$Millions)	No. of Properties	Assessments (\$ Millions)	Liability (\$ Millions)
1	8,067	3,574.9	19.4	1,142	459.1	1.0
2	10,719	6,587.3	40.5	969	637.1	1.7
3	14,480	10,892.7	69.0	2,483	1,611.6	4.7
4	10,997	4,765.1	25.8	5,375	1,948.5	4.5
5	8,552	2,159.9	9.6	4,352	1,069.5	2.2
6	10,457	4,399.5	22.9	2,054	783.9	1.5
7	6,344	1,075.2	4.6	3,702	643.8	1.4
8	3,207	444.0	1.7	1,194	164.3	0.3
<b>Total</b>	<b>72,823</b>	<b>33,898.6</b>	<b>193.6</b>	<b>21,271</b>	<b>7,317.9</b>	<b>17.3</b>

Source: Office of the Chief Financial Officer/Government of the District of Columbia

**Figure 4-15 Large Office Buildings\* - Properties, Assessments and Liability by Ward, TY 2006**

Wards	Number of Properties	Percent of Properties	Acres	Percent of Acres	Assessed Value (\$Millions)	Percent of Assessed Value	Liability (\$Millions)	Percent of Liability
1	5	0.9%	4.3	1.2%	174.1	0.6%	3.2	0.6%
2	435	78.0%	239.1	66.2%	22,010.3	81.8%	409.0	82.0%
3	31	5.6%	40.1	11.1%	597.1	2.2%	11.0	2.2%
4	5	0.9%	3.8	1.1%	18.7	0.1%	0.3	0.1%
5	4	0.7%	7.7	2.1%	113.6	0.4%	2.1	0.4%
6	75	13.4%	63.0	17.5%	3,971.0	14.8%	72.5	14.5%
7	3	0.5%	2.9	0.8%	33.3	0.1%	0.6	0.1%
8	-	0.0%	-	0.0%	0.0	0.0%	0.0	0.0%
<b>Total</b>	<b>558</b>	<b>100%</b>	<b>361.0</b>	<b>100%</b>	<b>26,918.1</b>	<b>100%</b>	<b>498.7</b>	<b>100%</b>

\* Non-residential structures with elevators primarily used for offices

Source: Office of the Chief Financial Officer/Government of the District of Columbia

**Figure 4-16 All Other Commercial Properties (Excluding PGUVA\*) - Properties, Assessments and Liability by Ward, TY 2006**

Wards	Number of Properties	Percent of Properties	Acres	Percent of Acres	Assessed Value (\$Millions)	Percent of Assessed Value	Liability (\$Millions)	Percent of Liability
1	861	12.1%	78.1	4.6%	667.3	6.2%	12.4	6.3%
2	1,910	26.9%	229.5	13.4%	5,853.9	54.7%	108.2	54.6%
3	480	6.8%	138.7	8.1%	1,150.4	10.7%	21.2	10.7%
4	663	9.3%	147.6	8.6%	301.6	2.8%	5.5	2.8%
5	1,158	16.3%	528.5	30.8%	784.1	7.3%	14.5	7.3%
6	1,320	18.6%	235.5	13.7%	1,612.1	15.1%	30.0	15.1%
7	436	6.1%	277.5	16.2%	220.5	2.1%	4.0	2.0%
8	273	3.8%	79.4	4.6%	118.9	1.1%	2.2	1.1%
<b>Total</b>	<b>7,101</b>	<b>100%</b>	<b>1,714.8</b>	<b>100%</b>	<b>10,708.9</b>	<b>100%</b>	<b>198.0</b>	<b>100%</b>

\* PGUVA properties are commercial and residential parking spaces, parking garages, parking lots, unimproved lots, vacant lots, and abandoned properties.

This subgroup of properties was created solely for analytical purposes. The purpose of this subgroup is to extract so-called lesser productive properties that reside within the broader residential and commercial tax classes so as to minimize quantitative distortions in the broader classes, particularly in terms of number of properties.

For example, a large condominium building may have 200 individual condominium units within it. But, the building may also contain over 100 garage parking spaces that are individual separate properties that may be owned, bought, and sold by condominium owners or anyone else.

Separating the condominium dwelling units from the condominium parking spaces lessens the tendency to misinterpret the 300 individual properties as 300 dwellings.

Source: Office of the Chief Financial Officer/Government of the District of Columbia

**Figure 4-17 PGUVA\* - Properties, Assessments and Liability by Ward, TY 2006**

Wards	Number of Properties	Percent of Properties	Acres	Percent of Acres	Assessed Value (\$Millions)	Percent of Assessed Value	Liability (\$Millions)	Percent of Liability
1	1,659	9.5%	27.3	3.2%	93.7	5.0%	1.8	4.4%
2	3,786	21.8%	62.9	7.3%	956.4	51.0%	19.8	48.9%
3	3,637	20.9%	123.9	14.3%	231.9	12.4%	2.7	6.5%
4	919	5.3%	65.4	7.6%	54.0	2.9%	0.9	2.3%
5	1,249	7.2%	107.1	12.4%	97.2	5.2%	2.3	5.7%
6	1,911	11.0%	77.5	9.0%	300.0	16.0%	9.3	22.9%
7	2,854	16.4%	241.9	28.0%	85.1	4.5%	2.1	5.1%
8	1,371	7.9%	158.0	18.3%	58.4	3.1%	1.7	4.1%
<b>Total</b>	<b>17,386</b>	<b>100.0%</b>	<b>864.0</b>	<b>100.0%</b>	<b>1,876.7</b>	<b>100.0%</b>	<b>40.5</b>	<b>100.0%</b>

\* PGUVA properties are commercial and residential parking spaces, parking garages, parking lots, unimproved lots, vacant lots, and abandoned properties.

This subgroup of properties was created solely for analytical purposes. The purpose of this subgroup is to extract so-called lesser productive properties that reside within the broader residential and commercial tax classes so as to minimize quantitative distortions in the broader classes, particularly in terms of number of properties.

For example, a large condominium building may have 200 individual condominium units within it. But, the building may also contain over 100 garage parking spaces that are individual separate properties that may be owned, bought, and sold by condominium owners or anyone else.

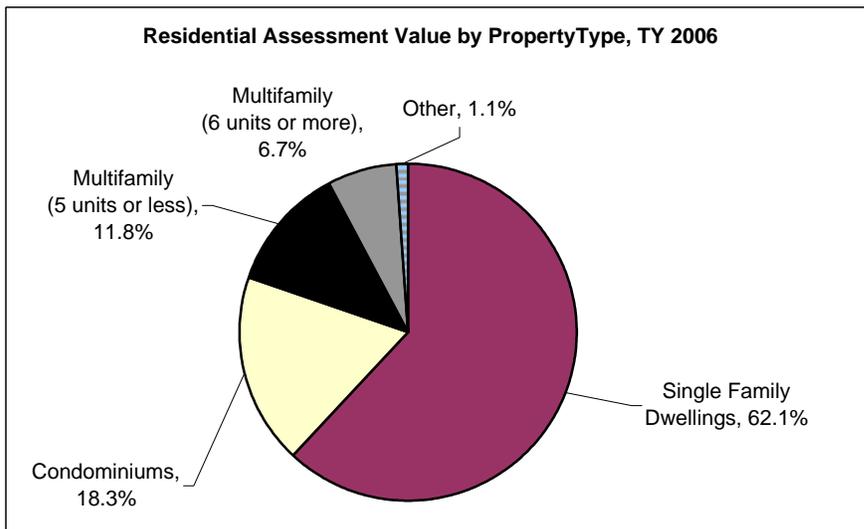
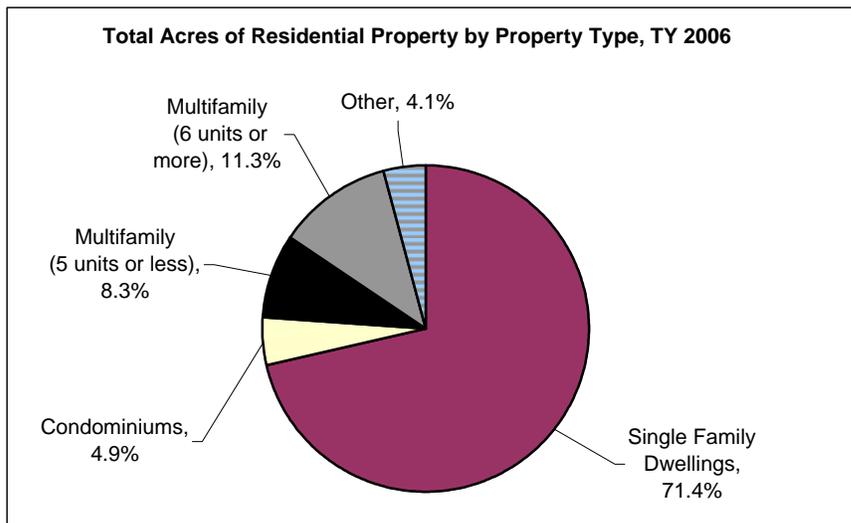
Separating the condominium dwelling units from the condominium parking spaces lessens the tendency to misinterpret the 300 individual properties as 300 dwellings.

Source: Office of the Chief Financial Officer/Government of the District of Columbia

**Figure 4-18 Total Acres of Residential Property and Total Residential Assessment by Property Type, TY 2006**

Property Type	Acres	Assessment Value (\$Millions)
Single Family Dwellings	7,238	39,277
Condominiums	494	11,576
Multifamily (5 units or less)	844	7,494
Multifamily (6 units or more)	1,271	4,263
Other	416	686
<b>Total</b>	<b>10,262</b>	<b>63,296</b>

Source: Office of the Chief Financial Officer/Government of the District of Columbia



**Figure 4-19 Real Estate Transactions Tax Rates for FY 2005 - 2008**

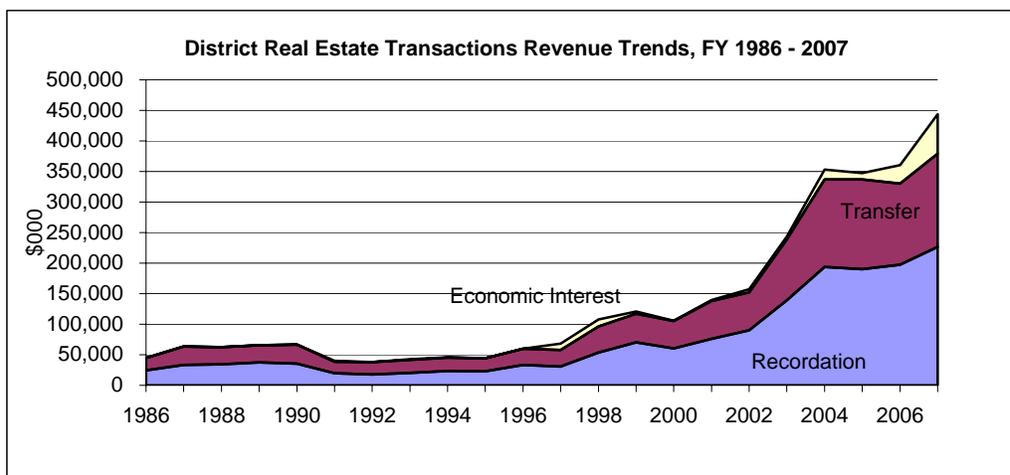
Tax	Tax Rate (%)			
	FY 2005	FY 2006	FY 2007	FY 2008
Deed Recordation Tax	1.1	1.1	1.45	1.45
Deed Transfer Tax	1.1	1.1	1.45	1.45
Economic Interest Tax	2.2	2.2	2.2	2.9

Source: Office of the Chief Financial Officer/Government of the District of Columbia

**Figure 4-20 District Real Estate Transactions Revenue and Percent Change, FY 1986 - 2007**

FY	Amount (\$000s)			Percent Changes		
	Recordation	Transfer	Economic Interest	Recordation	Transfer	Economic Interest
1986	24,541	20,158	-	15.9%	21.4%	-
1987	33,533	29,836	-	36.6%	48.0%	-
1988	34,250	28,125	-	2.1%	-5.7%	-
1989	37,637	27,785	-	9.9%	-1.2%	-
1990	35,477	30,968	63	-5.7%	11.5%	-
1991	19,953	18,815	1,525	-43.8%	-39.2%	-
1992	17,831	19,944	257	-10.6%	6.0%	-83.1%
1993	20,245	21,506	911	13.5%	7.8%	254.5%
1994	23,547	21,980	262	16.3%	2.2%	-71.2%
1995	22,691	21,826	0	-3.6%	-0.7%	-100.0%
1996	33,099	26,701	10	45.9%	22.3%	-
1997	30,821	27,162	10,081	-6.9%	1.7%	100710.0%
1998	53,863	42,597	11,166	74.8%	56.8%	10.8%
1999	70,398	47,001	3,687	30.7%	10.3%	-67.0%
2000	60,418	44,660	540	-14.2%	-5.0%	-85.4%
2001	75,936	62,086	1,640	25.7%	39.0%	203.7%
2002	89,951	62,228	5,078	18.5%	0.2%	209.6%
2003	139,262	99,052	4,934	54.8%	59.2%	-2.8%
2004	193,554	143,232	16,269	39.0%	44.6%	229.7%
2005	190,048	146,929	10,593	-1.8%	2.6%	-34.9%
2006	197,528	132,615	30,274	3.9%	-9.7%	185.8%
2007	226,743	152,411	64,794	14.8%	14.9%	114.0%

Source: Office of the Chief Financial Officer/Government of the District of Columbia

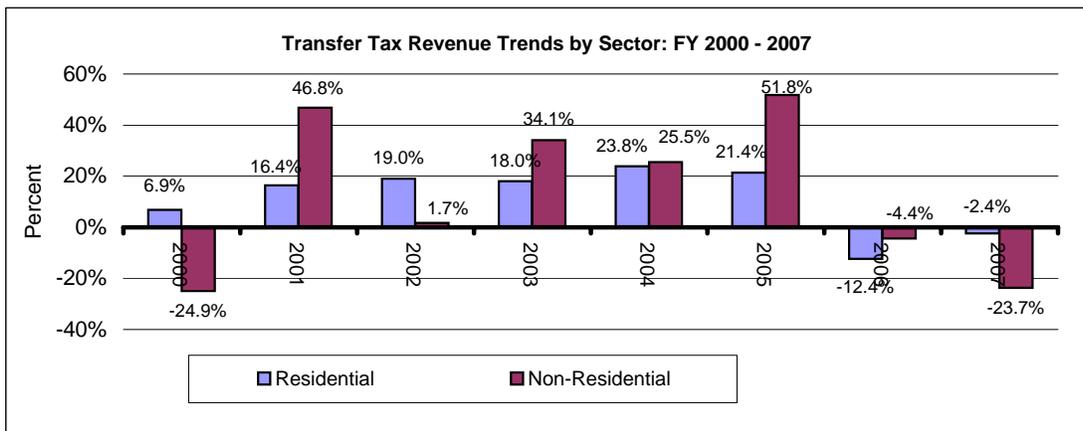


**Figure 4-21 Transfer Tax Revenue: FY 1986 - 2007**

FY	Normalized Transfer Tax*	Jobs in DC
1986	21.9%	2.0%
1987	48.0%	1.8%
1988	-5.7%	3.0%
1989	-1.2%	1.5%
1990	11.5%	0.9%
1991	-39.2%	-1.1%
1992	6.0%	-0.6%
1993	7.8%	-0.4%
1994	2.2%	-1.4%
1995	-0.7%	-2.4%
1996	22.3%	-2.9%
1997	1.7%	-1.4%
1998	56.8%	-0.7%
1999	10.3%	1.0%
2000	-5.0%	3.9%
2001	39.0%	1.4%
2002	0.2%	1.1%
2003	30.2%	0.6%
2004	31.1%	-7.3%
2005	38.3%	10.2%
2006	-9.7%	0.9%
2007	-11.3%	0.9%

\* Normalized transfer tax data transforms official annual transfer tax revenue into tax revenue as if it was taxed at a 1.1 percent tax rate. This method nullifies the effects of the tax rate changes in FYs 2003, 2005 and 2007 in order to extract and better understand the underlying economic activity that is reflected by deed tax collections.

Source: Office of the Chief Financial Officer/Government of the District of Columbia and U.S. Bureau of Labor Statistics



### General Sales and Use Tax

Revenue from the District's sales and use tax is collected using a five-tier structure. Sales of tangible personal property and certain specified services are taxed at 5.75 percent. Sales of alcoholic beverages for consumption outside the premises are taxed at 9 percent. Sales of food and drink for immediate consumption, sales of alcoholic beverages for consumption on the premises, the rental or leasing of motor vehicles and sales of prepaid phone cards are taxed at 10 percent (with one percentage point earmarked for the Convention Center Authority). Parking and storing of vehicles are taxed at 12 percent. Transient accommodations are taxed at 14.5 percent (with 4.45 percentage points going to the Convention Center Authority).

The use taxes imposed at the same rate on property sold or purchased outside the district and then brought into the District to be used, stored or consumed. The sum of use tax collected (includes tax at 5.75 percent rate, 9 percent rate and 10 percent rate) is less than 6 percent of the total sales and use tax collected.

- *Figure 5-1* shows:
  - Collections from sales taxes in FY 2007 were 41 percent for general sales, 31 percent for restaurants, 21 percent for hotels, 4 percent for parking and 3 percent for alcohol sold for consumption off vendor premises.
  - Sales and use tax revenue from the hospitality industry combined was 52 percent of the total sales and use tax revenue in FY 2007.
  - Revenue earmarked for special purpose funds from sales and use tax revenue totaled \$240.4 million or 24 percent of \$989.9 million in FY 2007.
- *Figure 5-2* shows the growth in sales tax revenue by category from FY 2006 to FY 2007. Sales tax at the general rate (5.75 percent) grew at the slowest rate, 3 percent. Sales tax on alcohol to be consumed away from the vendor's premises grew at the fastest rate-18.3 percent. The growth rates for sales taxes on parking and restaurant sales were approximately 17.5 and 16.9 percent respectively. The growth rate for sales taxes on hotel accommodations was 7.4 percent.

**Figure 5-1 General Sales and Use Tax Revenues, FY 2007**

Rate	Taxable Sales, (\$Millions)	Percent of Total	Tax Liability (\$ Millions)	Percent of Total	Earmarked Portion (\$ Millions)	
5.75	6,502.0	55.7%	373.9	38.9%	4.3	****
9.0	268.0	2.3%	24.1	2.5%	0.3	****
10.0	3,089.0	26.5%	308.9	32.2%	38.0	*
12.0	385.0	3.3%	46.2	4.8%	38.9	***
14.5	1,427.0	12.2%	206.9	21.6%	58.9	**
School Modernization Fund Transfer					100.0	
<b>Total</b>	<b>11,671.0</b>	<b>100.0%</b>	<b>960.0</b>	<b>100.0%</b>	<b>240.4</b>	

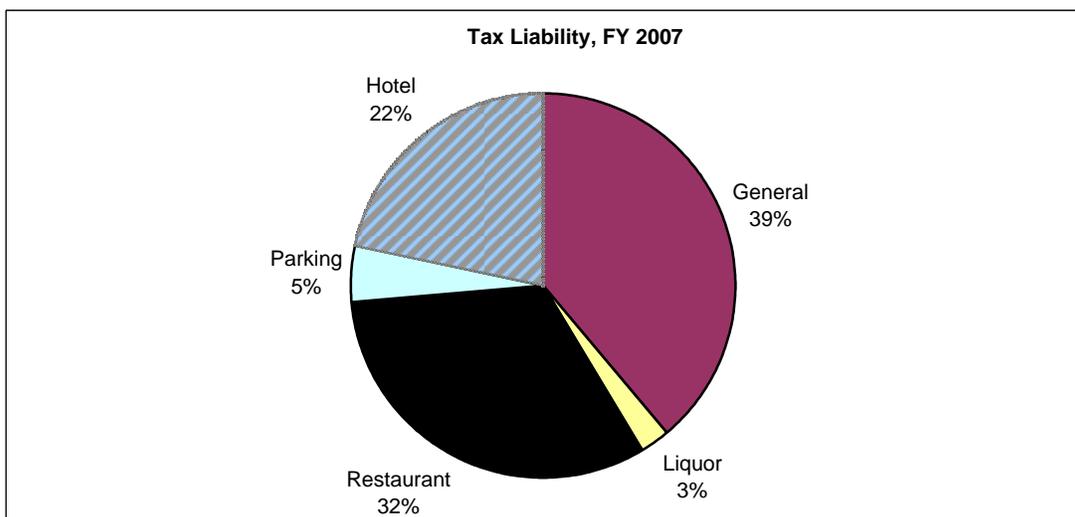
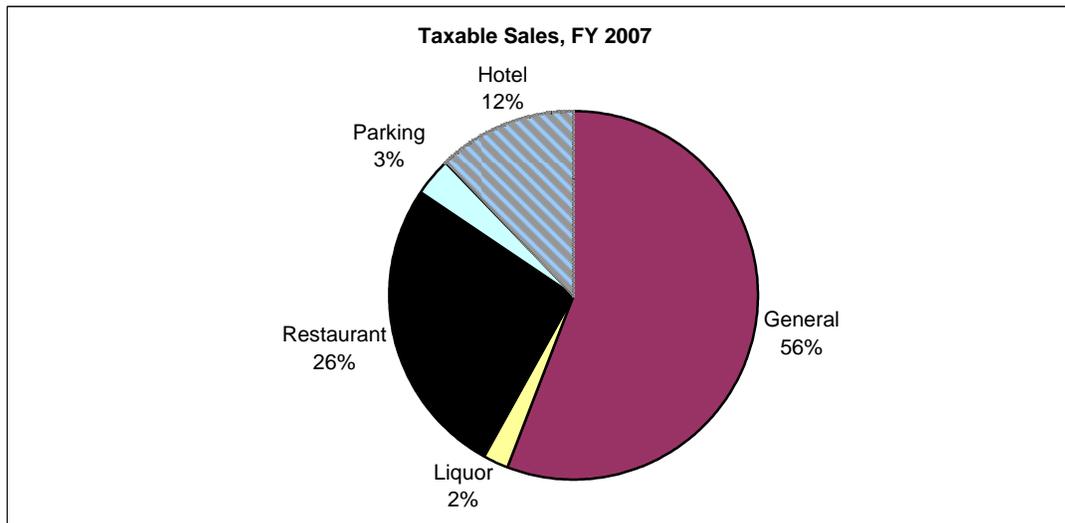
Source: D.C. Comprehensive Annual Financial Report, 2007, FY 2009 Proposed Budget and Financial Plan

\* Includes Convention Center Transfer (\$26.8 million), TIF Transfer (\$2.8 million) and Ballpark Fund (\$8.4 million),

\*\* Includes Convention Center Transfer (\$56.2 million) and TIF Transfer (\$2.7 million)

\*\*\* Includes \$ 83 million to the Convention Center, \$14.2 million TIF Transfer, \$8.8 million to the Ballpark Fund, and \$34.3 million Parking Tax Transfer.

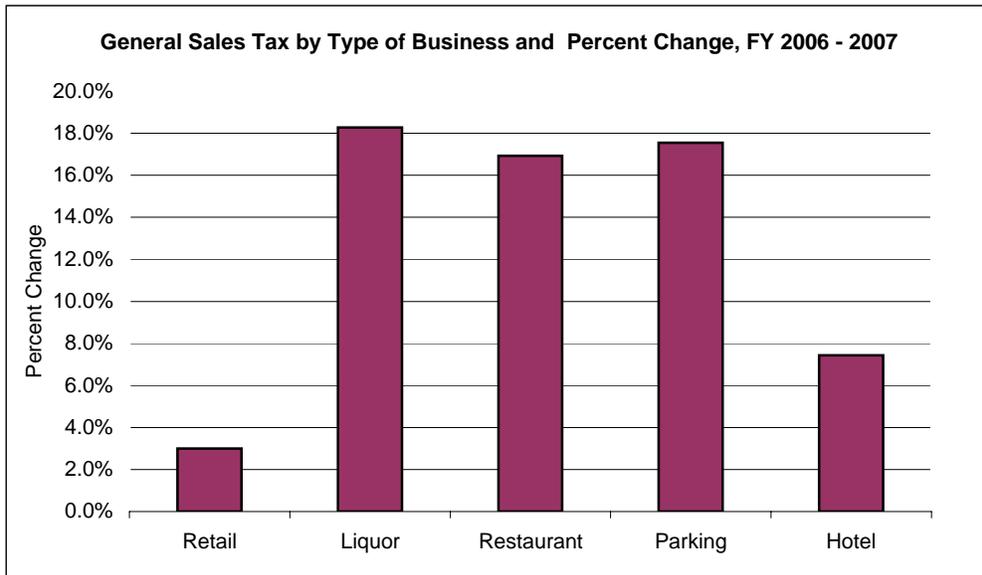
\*\*\*\* Includes TIF Transfer of \$4.3 million (5.75 percent rate) and \$0.3 million (9 percent rate)



**Figure 5-2 General Sales Tax by Type of Business, FY 2006 - 2007 (\$Millions)**

Tax Type	2006	2007	Percent Change
Retail	6,871	7,078	3.0%
Liquor	233	276	18.3%
Restaurant	2,638	3,085	16.9%
Parking	308	361	17.5%
Hotel	1,324	1,423	7.4%
<b>Total</b>	<b>11,374</b>	<b>12,222</b>	<b>7.5%</b>

Source: Office of the Chief Financial Officer/Government of the District of Columbia



**Figure 5-3 Distribution of 5.75% General Sales and Use Tax Remittance by Decile of Taxpayer, TY 2006**

Deciles	Number of Taxpayers *	Mean Tax Due (\$)	Total Due (\$)	Percent of Total
1st	1048	82	86,324	0.02%
2nd	1052	421	443,248	0.11%
3rd	1047	1,075	1,125,629	0.28%
4th	1050	2,130	2,236,415	0.55%
5th	1049	3,649	3,828,090	0.95%
6th	1050	5,961	6,258,788	1.55%
7th	1049	9,858	10,340,739	2.56%
8th	1050	17,558	18,435,466	4.56%
9th	1049	37,743	39,592,690	9.79%
10th	1049	307,190	322,241,837	79.65%
<b>Total</b>	<b>10,493</b>		<b>\$404,589,226</b>	<b>100%</b>

\* Taxpayers refer to the business entity that remits the tax to the District Government.  
 Source: Office of the Chief Financial Officer/Government of the District of Columbia

**Figure 5-4 Distribution of 10% General Sales and Use Tax Remittance by Decile of Taxpayer, TY 2006**

Deciles	Number of Taxpayers *	Mean Tax Due (\$)	Total Due (\$)	Percent of Total
1st	256	382	97,830	0.03%
2nd	257	1,890	485,655	0.16%
3rd	257	5,097	1,309,819	0.42%
4th	256	9,847	2,520,795	0.81%
5th	257	16,758	4,306,899	1.39%
6th	257	28,700	7,375,977	2.38%
7th	256	47,447	12,146,424	3.91%
8th	257	82,922	21,310,862	6.86%
9th	257	171,947	44,190,447	14.23%
10th	256	846,751	216,768,260	69.81%
<b>Total</b>	<b>2,566</b>		<b>\$310,512,968</b>	<b>100%</b>

\* Taxpayers refer to the business entity that remits the tax to the District Government.  
 Source: Office of the Chief Financial Officer/Government of the District of Columbia

**Figure 5-5 Distribution of 14.5% General Sales and Use Tax Remittance by Decile of Taxpayer, TY 2006**

Deciles	Number of Taxpayers*	Mean Tax Due (\$)	Total Due (\$)	Percent of Total
1st	21	69	1,445	0.00%
2nd	22	636	13,990	0.01%
3rd	22	4,049	89,071	0.04%
4th	22	25,696	565,308	0.28%
5th	22	126,186	2,776,090	1.38%
6th	22	355,519	7,821,418	3.88%
7th	22	673,900	14,825,805	7.36%
8th	22	1,074,747	23,644,435	11.73%
9th	22	1,849,316	40,684,950	20.19%
10th	21	5,289,383	111,077,051	55.13%
<b>Total</b>	<b>218</b>		<b>\$201,499,563</b>	<b>100%</b>

\* Taxpayers refer to the business entity that remits the tax to the District Government.  
 Source: Office of the Chief Financial Officer/Government of the District of Columbia

### Corporate Franchise and Unincorporated Business Taxes

The District's franchise tax is imposed on all corporations and unincorporated businesses having nexus in the District of Columbia. The tax liability is determined by multiplying the rate of 9.975 percent (9.5 percent rate plus a surtax of 5 percent of the base rate) by the net taxable business income that is apportioned to the District of Columbia. Business income is apportioned to the District of Columbia based on a three-factor formula – sales, payroll, and property – with each factor weighted equally. When this apportionment formula does not fairly represent the extent of the taxpayer's business activities in the District, that taxpayer may petition for (or the Office of Tax and Revenue may require) consideration of a different formula.

Income from unincorporated businesses with annual gross receipts of \$12,000 or less is excluded from the tax base. Also excluded from the tax base is income from nonresident-owned unincorporated businesses that provide professional services (e.g. law firms). For taxable unincorporated businesses, owners are allowed a 30 percent salary allowance along with a \$5,000 exemption. When 80 percent or more of the entity's income is derived from personal services, the unincorporated business income is taxed under the individual income tax.

- The minimum tax of \$100 was paid by 63.5 percent of corporate franchise taxpayers in FY 2006 [*Figure 5- 6*].
- *Figure 5-7* shows that of the corporate franchise taxpayers who pay more than the minimum tax, the top 10 percent of taxpayers pay approximately 81 percent of the total tax greater than the minimum.
- *Figure 5-8* shows that the minimum tax of \$100 was paid by 44.8 percent of unincorporated business taxpayers in FY 2006.
- *Figure 5-9* shows that of the unincorporated business taxpayers who pay more than the minimum tax, the top 10 percent of taxpayers pay approximately 81 percent of the total tax greater than the minimum.

**Figure 5-6 Number of Corporate Franchise Taxpayers Who Pay the Minimum Tax of \$100, TY 2006**

No. Who Pay Minimum	Total Taxpayers	Percent of Total
14,540	22,896	63.5%

Source: Office of the Chief Financial Officer/Government of the District of Columbia

**Figure 5-7 Corporate Franchise Tax Liability by Decile for Entities with Liability Greater than \$100, TY 2006**

Decile	Number of Taxpayers	Median Tax Due, \$000's	Total Due \$000's	Percent of Total
1st	821	0.16	133	0.09%
2nd	829	0.32	268	0.18%
3rd	825	0.57	473	0.31%
4th	826	0.97	810	0.52%
5th	825	1.62	1,349	0.87%
6th	827	2.70	2,251	1.42%
7th	824	4.33	3,612	2.35%
8th	826	7.70	6,529	4.17%
9th	825	17.03	15,090	9.10%
10th	825	66.21	141,179	80.99%
<b>Total</b>	<b>8,253</b>		<b>\$171,693</b>	<b>100%</b>

Source: Office of the Chief Financial Officer/Government of the District of Columbia

**Figure 5-8 Number of Unincorporated Business Taxpayers Who Pay the Minimum Tax of \$100, TY 2006**

No. Who Pay Minimum	Total Taxpayers	Percent of Total
6,694	14,949	44.8%

Source: Office of the Chief Financial Officer/Government of the District of Columbia

**Figure 5-9 Unincorporated Business Tax Liability by Decile for Entities with Liability Greater than \$100, TY 2006**

Decile	Number of Taxpayers	Median Tax Due, \$000's	Total Due, \$000's	Percent of Total
1st	541	0.21	112	0.10%
2nd	540	0.46	249	0.21%
3rd	540	0.78	423	0.36%
4th	541	1.22	666	0.56%
5th	540	1.89	1,021	0.87%
6th	541	2.91	1,598	1.35%
7th	541	4.87	2,656	2.25%
8th	540	8.56	4,727	4.01%
9th	541	18.26	10,469	8.88%
10th	540	83.38	96,027	81.41%
<b>Total</b>	<b>5,405</b>		<b>\$117,948</b>	<b>100%</b>

Source: Office of the Chief Financial Officer/Government of the District of Columbia

### Non-Tax Revenue

- Data in Table 6-1 are for nine selected major categories of non-tax revenue cash collections for FY 2000 to FY 2007.
- These nine categories are: Building Structures & Permits; Deed Recordation Fee; Insurance License; Interest Income; Motor Vehicle Registration; Photo Radar; Red Light Revenue; Traffic Fines; and Unclaimed Property.
- All of these nine non-tax revenue categories, except Red Light Revenue, have experienced substantial growth for the period FY 2000 to FY 2007.

**Figure 6-1 Selected Non-Tax Revenue Cash Collections, FY 2000-2007, (\$000's)**

Non-Tax Revenues	FY 2000	FY 2001	FY 2002	FY 2003	FY 2004	FY 2005	FY 2006	FY 2007
Insurance License	\$2,232	\$3,062	\$1,639	\$7,524	\$4,724	\$12,812	\$7,201	\$13,581
Building Structures & Permits	\$9,439	\$10,091	\$10,207	\$10,202	\$11,673	\$15,870	\$15,887	\$12,982
Interest Income	\$12,779	\$32,936	\$9,333	\$11,246	\$8,238	\$26,052	\$53,851	\$82,954
Unclaimed Property	\$28,042	\$18,260	\$16,148	\$19,986	\$26,409	\$28,993	\$29,949	\$36,167
Red Light Revenue	\$7,079	\$6,830	\$6,540	\$4,199	\$5,957	\$5,101	\$9,124	\$3,879
Traffic Fines	\$43,799	\$48,065	\$62,472	\$69,032	\$70,737	\$73,064	\$79,961	\$81,057
Photo Radar	\$0	\$0	\$16,334	\$13,353	\$18,353	\$21,848	\$20,818	\$13,328
Deed Recordation Fee	\$2,961	\$3,441	\$5,189	\$8,757	\$9,557	\$9,852	\$8,811	\$8,156
Motor Vehicle Registration	\$15,755	\$16,611	\$16,778	\$18,527	\$17,913	\$21,584	\$25,019	\$23,083

Source: Office of the Chief Financial Officer/Government of the District of Columbia

## **APPENDICES**

**Figure A-1 TY 2005 Statistics of Income (SOI) Summary by Filer Type**

Category of Statistic	All Filers	Single	Head of Household	Married Separate	Married Combined Separate	Married Joint	Dependent**
Total Number of Returns	270,772	155,008	56,683	7,999	19,362	22,948	7,959
Percent Returns	100.0%	57.2%	20.9%	3.0%	7.2%	8.5%	2.9%
Salary and Wages Returns	234,404	132,050	53,398	6,549	16,736	19,075	6,594
Percent Returns	100.0%	56.3%	22.8%	2.8%	7.1%	8.1%	2.8%
Salary and Wages Totals (\$)	12,349,587,311	6,019,827,962	1,637,383,017	377,066,695	2,401,994,257	1,868,440,924	44,856,812
Percent Wages	100.0%	48.7%	13.3%	3.1%	19.4%	15.1%	0.4%
Average Wage and Salary (\$)	52,685	45,587	30,664	57,576	143,523	97,952	6,803
Itemized Deductions Returns	114,062	63,572	15,471	4,730	15,692	14,206	292
Percent Returns	100.0%	55.7%	13.6%	4.1%	13.8%	12.5%	0.3%
Standard Deductions Returns	156,710	91,436	41,212	3,269	3,670	8,742	7,667
Percent Returns	100.0%	58.3%	26.3%	2.1%	2.3%	5.6%	4.9%
Total Number of Exemptions*	527,620	181,877	203,634	11,295	58,261	72,527	0
Percent Exemptions	100.0%	34.5%	38.6%	2.1%	11.0%	13.7%	0.00%
Exemptions Totals (\$)	692,661,812	261,025,313	273,110,525	14,343,977	77,182,008	93,963,445	0
Taxable Income Returns	248,035	143,070	51,143	7,397	19,135	21,095	6,194
Percent Returns	100.0%	57.7%	20.6%	3.0%	7.7%	8.5%	2.5%
Taxable Income Totals (\$)	12,563,545,291	5,823,634,831	1,176,410,849	359,049,191	3,288,782,931	1,874,030,640	41,632,341
Percent Taxable Income	100.0%	46.4%	9.4%	2.9%	26.2%	14.9%	0.3%
Tax Due Returns	247,797	142,948	51,067	7,391	19,162	21,080	6,148
Percent Returns	100.0%	57.7%	20.6%	3.0%	7.7%	8.5%	2.5%
Tax Due Totals (\$)	987,630,905	446,142,418	81,481,078	28,127,374	273,322,130	156,093,587	2,464,093
Percent Tax Due	100.0%	45.2%	8.3%	2.8%	27.7%	15.8%	0.2%
Out of State Credit Returns	9,606	5,070	663	263	2,040	1,225	345
Percent Returns	100.0%	52.8%	6.9%	2.7%	21.2%	12.8%	3.6%
Out of State Credit Totals (\$)	42,169,704	12,709,514	1,165,567	834,292	17,641,766	9,692,419	126,146
Average Out of State Credit (\$)	4,390	2,507	1,758	3,172	8,648	7,912	366

**Figure A-1 continued**

<b>Category of Statistic</b>	<b>All Filers</b>	<b>Single</b>	<b>Head of Household</b>	<b>Married Separate</b>	<b>Married Combined Separate</b>	<b>Married Joint</b>	<b>Dependent**</b>
Childcare Credit Returns	15,061	800	10,816	37	2,109	1,288	3
Percent Returns	100.0%	5.3%	71.8%	0.2%	14.0%	8.6%	0.02%
DC Police Homebuyer Credit Returns	46	26	8	0	2	10	0
Percent Returns	100.0%	56.5%	17.4%	0.0%	4.3%	21.7%	0.0%
Low Income Credit Returns	9,834	6,188	786	291	102	952	1,514
Percent Returns	100.0%	62.9%	8.0%	3.0%	1.0%	9.7%	15.4%
Low Income Credit Totals (\$)	2,810,590	1,527,180	363,362	102,559	51,415	621,915	143,918
Average Low Income Credit (\$)	286	247	462	352	504	653	95
Total Taxes Returns	238,841	137,798	49,711	7,146	19,073	20,211	4,902
Percent Returns	100.0%	57.7%	20.8%	3.0%	8.0%	8.5%	2.1%
Total Taxes Totals (\$)	940,865,174	432,516,597	77,713,306	27,246,182	255,292,182	145,874,783	2,222,124
Average Total Tax (\$)	3,939	3,139	1,563	3,813	13,385	7,218	453
Property Tax Credit Returns	8,614	4,912	2,561	104	28	364	15
Percent Returns	100.0%	57.0%	29.7%	1.2%	0.3%	4.2%	0.2%
Property Tax Credit Totals (\$)	4,297,777	2,477,311	1,198,266	56,205	15,884	188,333	8,750
Average Property Tax Credit (\$)	499	504	468	540	567	517	583
DC Earned Income Tax Credit Returns	46,210	11,268	32,240	21	333	2,328	20
Percent Returns	100.0%	24.4%	69.8%	0.05%	0.7%	5.0%	0.0%
DC Earned Income Tax Credit Totals (\$)	30,143,983	3,969,166	24,262,563	8,216	205,007	1,694,284	4,747
Average Earned Income Tax Credit (\$)	652	352	753	391	616	728	237
Federal Adjusted Gross Income Returns	267,187	153,218	56,326	7,848	19,341	22,720	7,732
Percent Returns	100.0%	57.3%	21.1%	2.9%	7.2%	8.5%	2.9%
Federal Adjusted Gross Income Totals (\$)	17,181,094,995	7,810,404,754	1,818,016,440	506,434,420	4,117,043,582	2,867,448,574	61,731,217
Average Federal Adjusted Gross Income (\$)	64,304	50,976	32,277	64,530	212,866	126,208	7,984

\* Personal Exemptions are assigned to each person in a filing household. In addition to 1 exemption per person, exemptions are given for age 65 and over and for blindness. Each head of household filer receives an additional exemption.

\*\*Dependents should be counted on the return of the parent or guardian

Source: Office of the Chief Financial Officer/Government of the District of Columbia.

**Figure A-2 TY 2006 Statistics of Income (SOI) Summary by Filer Type**

Category of Statistic	All Filers	Single	Head of Household	Married Combined			Dependent**
				Married Separate	Separate	Married Joint	
Total Number of Returns	288,263	165,210	57,576	8,418	23,233	23,604	8,580
Percent Returns	100.0%	57.3%	20.0%	2.9%	8.1%	8.2%	3.0%
Salary and Wages Returns	246,480	140,157	54,073	6,783	20,039	18,550	6,875
Percent Returns	100.0%	56.9%	21.9%	2.8%	8.1%	7.5%	2.8%
Salary and Wages Totals (\$)	14,663,126,297	7,245,286,359	1,723,662,700	480,269,196	3,222,190,982	1,941,227,811	50,466,765
Percent Wages	100.0%	49.4%	11.8%	3.3%	22.0%	13.2%	0.3%
Average Wage and Salary (\$)	59,490	51,694	31,877	70,805	160,796	104,648	7,341
Itemized Deductions Returns	123,787	67,719	15,678	5,141	19,148	14,906	439
Percent Returns	100.0%	54.7%	12.7%	4.2%	15.5%	12.0%	0.4%
Standard Deductions Returns	164,476	97,491	41,898	3,277	4,085	8,698	8,141
Percent Returns	100.0%	59.3%	25.5%	2.0%	2.5%	5.3%	4.9%
Total Number of Exemptions*	541,711	180,526	207,406	11,869	70,140	71,770	0
Percent Exemptions	100.0%	33.3%	38.3%	2.2%	12.9%	13.2%	0.0%
Exemptions Totals (\$)	778,493,500	253,751,250	304,656,750	16,593,000	101,980,125	101,512,375	0
Taxable Income Returns	259,400	151,191	50,799	7,754	22,942	20,298	6,414
Percent Returns	100.0%	58.3%	19.6%	3.0%	8.8%	7.8%	2.5%
Taxable Income Totals (\$)	16,846,907,648	7,176,624,659	1,253,196,985	611,867,150	5,219,053,361	2,529,507,643	56,564,918
Percent Taxable Income	100.0%	42.6%	7.4%	3.6%	31.0%	15.0%	0.3%
Tax Due Returns	259,230	151,095	50,742	7,753	22,964	20,290	6,385
Percent Returns	100.0%	58.3%	19.6%	3.0%	8.9%	7.8%	2.5%
Tax Due Totals (\$)	1,280,725,752	522,874,267	81,519,305	47,748,231	420,254,911	204,963,828	3,358,185
Percent Tax Due	100.0%	40.8%	6.4%	3.7%	32.8%	16.0%	0.3%
Out of State Credit Returns	10,549	5,224	645	315	2,726	1,305	334
Percent Returns	100.0%	49.5%	6.1%	3.0%	25.8%	12.4%	3.2%
Out of State Credit Totals (\$)	87,694,529	18,009,363	1,452,170	3,813,792	44,308,022	19,748,211	362,971
Average Out of State Credit (\$)	8,313	3,447	2,251	12,107	16,254	15,133	1,087

Figure A-2 continued

Category of Statistic	All Filers	Single	Head of Household	Married Combined			Dependent**
				Married Separate	Separate	Married Joint	
Childcare Credit Returns	15,229	825	10,587	83	2,503	1,230	1
Percent Returns	100.0%	5.4%	69.5%	0.5%	16.4%	8.1%	0.01%
DC Police Homebuyer Credit Returns	51	23	10	1	9	7	1
Percent Returns	100.0%	45.1%	19.6%	2.0%	17.6%	13.7%	2.0%
Low Income Credit Returns	9,832	6,204	841	298	147	972	1,369
Percent Returns	100.0%	63.1%	8.6%	3.0%	1.5%	9.9%	13.9%
Low Income Credit Totals (\$)	2,442,353	1,232,654	332,383	85,407	144,969	535,584	110,876
Average Low Income Credit (\$)	248	199	395	287	986	551	81
Total Taxes Returns	251,283	146,676	49,368	7,535	22,900	19,482	5,320
Percent Returns	100.0%	58.4%	19.6%	3.0%	9.1%	7.8%	2.1%
Total Taxes Totals (\$)	1,188,098,363	503,927,339	77,411,559	43,861,414	375,279,936	184,700,822	2,909,409
Average Total Tax (\$)	4,728	3,436	1,568	5,821	16,388	9,481	547
Property Tax Credit Returns	7,803	4,464	2,284	65	27	309	15
Percent Returns	100.0%	57.2%	29.3%	0.8%	0.3%	4.0%	0.2%
Property Tax Credit Totals (\$)	3,995,351	2,287,864	1,118,337	34,921	14,829	165,354	7,510
Average Property Tax Credit (\$)	512	513	490	537	549	535	501
DC Earned Income Tax Credit Returns	45,414	11,184	31,757	6	242	2,194	31
Percent Returns	100.0%	24.6%	69.9%	0.01%	0.5%	4.8%	0.1%
DC Earned Income Tax Credit Totals (\$)	31,026,474	3,922,228	25,325,290	3,762	159,227	1,608,966	7,001
Average Earned Income Tax Credit (\$)	683	351	797	627	658	733	226
Federal Adjusted Gross Income Returns	268,515	150,610	57,275	8,250	23,195	22,067	7,116
Percent Returns	100.0%	56.1%	21.3%	3.1%	8.6%	8.2%	2.7%
Federal Adjusted Gross Income Totals (\$)	22,636,649,923	9,234,047,216	1,986,967,659	837,129,674	6,447,971,983	4,053,069,573	77,347,495
Average Federal Adjusted Gross Income (\$)	84,303	61,311	34,692	101,470	277,990	183,671	10,870

\* Personal Exemptions are assigned to each person in a filing household. In addition to 1 exemption per person, exemptions are given for age 65 and over and for blindness. Each head of household filer receives an additional exemption.

\*\*Dependents should be counted on the return of the parent or guardian

Source: Office of the Chief Financial Officer/Government of the District of Columbia.

**Figure A-3 TY 2005 Statistics of Income (SOI): Sources of Income, Adjustment and Tax by Size of Adjusted Gross Income  
(Breakeven/Loss to \$74,999)**

<b>Category of Statistic</b>	<b>Total Returns</b>	<b>Breakeven and Loss</b>	<b>\$0.01 Under \$10,000</b>	<b>\$10,000 Under \$20,000</b>	<b>\$20,000 Under \$30,000</b>	<b>\$30,000 Under \$50,000</b>	<b>\$50,000 Under \$75,000</b>
Total Number of Returns	270,772	5,550	41,767	43,928	40,390	57,028	33,464
Salary and Wages Returns	234,404	2,007	34,539	37,140	35,310	51,572	30,362
Salary and Wages Totals (\$)	12,349,587,311	91,008,177	358,446,061	706,972,242	996,074,796	2,106,981,171	1,853,226,784
12 Months in DC Returns	225,922	4,410	29,730	34,517	33,017	48,420	29,717
Not 12 Months in DC Returns	44,850	1,140	12,037	9,411	7,373	8,608	3,747
Itemized Deductions Returns	114,062	1,189	3,227	6,662	10,510	24,479	22,887
Itemized Deductions Totals (\$)	1,920,175,920	16,114,111	28,881,860	63,340,667	109,887,679	293,380,958	312,104,326
Standard Deductions Returns	156,710	4,361	38,540	37,266	29,880	32,549	10,577
Standard Deductions Totals (\$)	290,946,291	7,707,328	68,340,648	68,208,506	56,292,386	62,680,894	20,588,309
Rental Real Estate Royalties Returns	16,783	305	876	929	999	2,144	2,433
Rental Real Estate Royalties Totals (\$)	2,011,805,625	765,061,268	11,677,313	11,837,679	17,337,316	26,500,641	30,635,215
Business Income Returns	32,139	658	5,135	4,836	3,549	5,163	3,802
Business Income Returns Totals (\$)	714,026,836	11,707,857	32,661,083	49,548,109	40,371,789	67,740,692	62,428,082
Business Loss Returns	5,209	324	343	469	530	1,034	859
Business Loss Totals (\$)	-41,381,542	-7,005,874	-2,027,241	-2,982,381	-3,274,584	-7,296,044	-5,487,018
Capital Gains Returns	17,649	143	1,245	1,156	1,243	2,795	2,792
Capital Gains Returns Totals (\$)	256,330,455	1,138,427	5,253,800	5,122,471	8,542,211	10,777,498	14,457,765
Capital Loss Returns	298	18	20	23	28	50	50
Capital Loss Totals (\$)	-679,130	-49,093	-35,998	-43,650	-51,049	-183,966	-84,598
Total Number of Exemptions	527,620	7,837	65,351	91,925	88,052	112,290	60,693
Exemptions Totals (\$)	692,661,812	9,627,055	80,384,796	118,581,279	116,263,647	149,855,202	81,196,694

Figure A-3 continued

Category of Statistic	Total Returns	Breakeven and Loss	\$0.01 Under \$10,000	\$10,000 Under \$20,000	\$20,000 Under \$30,000	\$30,000 Under \$50,000	\$50,000 Under \$75,000
Taxable Income Returns	248,035	-	27,598	42,302	39,709	56,610	33,290
Taxable Income Totals (\$)	12,563,545,291	-	87,966,507	421,131,083	728,661,579	1,726,870,711	1,631,520,132
Tax Due Returns	247,797	16	27,376	42,287	39,701	56,605	33,288
Tax Due Totals (\$)	987,630,905	28,680	4,403,902	22,634,800	44,918,606	118,128,877	122,795,792
Out of State Credit Returns	9,606	20	690	927	937	1,386	1,052
Out of State Credit Totals (\$)	42,169,704	30,584	140,284	389,342	433,578	939,528	1,035,702
Childcare Credit Returns	15,061	63	699	1,882	3,507	4,362	1,488
Childcare Credit Totals (\$)	3,592,991	15,331	163,471	499,918	947,500	1,079,078	299,721
DC Police Homebuyer Credit Returns	46	3	5	9	2	8	5
DC Police Homebuyer Credit Totals (\$)	80,310	6,000	8,234	14,002	2,215	16,000	10,000
Low Income Credit Returns	9,834	129	7,658	1,518	318	177	18
Low Income Credit Totals (\$)	2,810,590	41,715	1,680,309	791,828	187,754	86,958	12,344
Total Taxes Returns	238,841	16	20,453	40,635	39,484	56,496	33,259
Total Taxes Totals (\$)	940,865,174	28,394	3,386,874	21,499,104	43,429,945	116,128,892	121,470,357
Property Tax Credit Returns	8,614	1,238	3,102	4,242	23	6	2
Property Tax Credit Totals (\$)	4,297,777	705,086	1,657,944	1,917,883	11,366	3,570	1,178
DC Earned Income Tax Credit Returns	46,210	525	15,372	15,069	12,433	2,804	5
DC Earned Income Tax Credit Totals (\$)	30,143,983	173,750	7,274,062	15,184,237	6,965,687	544,218	1,189
DC Income Tax Withheld Returns	232,805	1,631	30,944	36,746	36,326	52,895	30,946
DC Income Tax Withheld Totals (\$)	811,819,794	3,646,170	8,236,006	26,819,158	48,491,983	126,405,372	126,836,571
Extension Payments Returns	2,655	24	134	147	169	251	280
Extension Payments Totals (\$)	21,743,279	45,235	46,908	85,315	174,553	315,807	538,100

Figure A-3 continued

<b>Category of Statistic</b>	<b>Total Returns</b>	<b>Breakeven and Loss</b>	<b>\$0.01 Under \$10,000</b>	<b>\$10,000 Under \$20,000</b>	<b>\$20,000 Under \$30,000</b>	<b>\$30,000 Under \$50,000</b>	<b>\$50,000 Under \$75,000</b>
Total Payments and Credits Returns	251,291	3,241	35,113	39,702	37,973	54,900	32,548
Total Payments and Credits Totals (\$)	1,031,333,925	4,911,127	17,621,631	44,926,090	57,463,629	132,472,829	134,905,301
Overpayments Returns	199,285	3,239	33,040	34,819	30,712	41,810	23,653
Overpayments Totals (\$)	181,622,116	4,883,621	14,802,850	26,096,982	18,498,883	25,851,216	22,327,216
Refund Returns	193,814	2,653	32,733	34,606	30,639	41,516	22,979
Refund Totals (\$)	165,496,199	4,726,690	15,301,379	26,752,768	18,818,651	26,490,580	21,567,961
Tax Owed Returns	59,312	5	3,977	7,532	8,533	13,722	9,200
Tax Owed Totals (\$)	89,710,315	1,001	520,051	2,489,501	4,147,862	8,943,164	8,635,518
Total Amount Due Returns	63,044	9	4,442	8,118	9,336	14,976	9,684
Total Amount Due Totals (\$)	91,186,278	1,050	569,671	2,670,433	4,467,328	9,513,386	8,897,825
Federal Adjusted Gross Income Returns	267,187	2,005	41,740	43,927	40,388	57,021	33,463
Federal Adjusted Gross Income Totals (\$)	17,181,094,995	208,373,436	426,451,200	864,444,354	1,181,961,404	2,460,630,525	2,216,513,090
DC Adjusted Gross Income Returns	265,222	5,550	41,767	43,928	40,390	57,028	33,464
DC Adjusted Gross Income Totals (\$)	15,348,537,966	-80,898,272	219,992,377	657,389,842	1,003,769,173	2,224,384,405	2,040,747,404

Source: Office of the Chief Financial Officer/Government of the District of Columbia.

**Figure A-4 TY 2005 Statistics of Income (SOI): Sources of Income, Adjustment and Tax by Size of Adjusted Gross Income  
(\$75k to \$1 million and Over)**

<b>Category of Statistic</b>	<b>\$75,000 Under \$100,000</b>	<b>\$100,000 Under \$150,000</b>	<b>\$150,000 Under \$200,000</b>	<b>\$200,000 Under \$500,000</b>	<b>\$500,000 Under \$1,000,000</b>	<b>\$1,000,000 and Over</b>
Total Number of Returns	16,980	15,378	6,364	7,756	1,430	737
Salary and Wages Returns	15,437	13,992	5,763	6,755	1,013	514
Salary and Wages Totals (\$)	1,291,345,538	1,582,949,787	917,307,557	1,516,305,541	399,574,277	529,395,380
12 Months in DC Returns	15,791	14,608	6,114	7,499	1,382	717
Not 12 Months in DC Returns	1,189	770	250	257	48	20
Itemized Deductions Returns	14,749	14,420	6,204	7,609	1,404	722
Itemized Deductions Totals (\$)	228,181,883	281,201,889	153,389,138	256,381,297	79,287,680	98,024,432
Standard Deductions Returns	2,231	958	160	147	26	15
Standard Deductions Totals (\$)	4,452,269	1,985,876	304,226	310,349	47,167	28,333
Rental Real Estate Royalties Returns	1,926	2,461	1,177	2,263	799	471
Rental Real Estate Royalties Totals (\$)	25,417,711	49,779,878	40,725,956	261,801,414	307,269,653	463,761,581
Business Income Returns	2,368	2,820	1,334	1,904	359	211
Business Income Returns Totals (\$)	50,776,356	85,861,462	59,552,689	141,682,704	56,148,120	55,547,893
Business Loss Returns	496	478	253	309	71	43
Business Loss Totals (\$)	-3,405,047	-3,226,792	-2,382,783	-2,603,301	-1,057,138	-633,339
Capital Gains Returns	2,185	2,680	1,372	1,665	259	114
Capital Gains Returns Totals (\$)	10,624,933	22,274,812	17,791,545	71,343,315	35,550,803	53,452,875
Capital Loss Returns	39	41	12	16	1	-
Capital Loss Totals (\$)	-81,833	-83,550	-22,186	-40,207	-3,000	-
Total Number of Exemptions	30,981	30,690	14,308	19,529	3,831	2,133
Exemptions Totals (\$)	41,636,999	41,272,124	19,326,954	26,441,364	5,191,275	2,884,423

Figure A-4 continued

Category of Statistic	\$75,000 Under \$100,000	\$100,000 Under \$150,000	\$150,000 Under \$200,000	\$200,000 Under \$500,000	\$500,000 Under \$1,000,000	\$1,000,000 and Over
Taxable Income Returns	16,925	15,332	6,354	7,750	1,428	737
Taxable Income Totals (\$)	1,191,807,848	1,536,467,842	924,955,375	1,955,453,218	888,937,087	1,469,773,909
Tax Due Returns	16,923	15,332	6,354	7,750	1,428	737
Tax Due Totals (\$)	94,098,051	125,227,707	77,193,678	168,146,653	78,562,689	131,491,470
Out of State Credit Returns	684	866	589	1,402	630	423
Out of State Credit Totals (\$)	827,821	1,441,689	1,443,487	7,601,840	9,889,469	17,996,380
Childcare Credit Returns	719	886	523	749	123	60
Childcare Credit Totals (\$)	136,672	165,546	92,228	156,568	23,475	13,483
DC Police Homebuyer Credit Returns	7	7	-	-	-	-
DC Police Homebuyer Credit Totals (\$)	11,858	12,001	-	-	-	-
Low Income Credit Returns	10	5	-	1	-	-
Low Income Credit Totals (\$)	7,332	2,253	-	97	-	-
Total Taxes Returns	16,911	15,329	6,350	7,746	1,426	736
Total Taxes Totals (\$)	93,125,114	123,615,679	75,659,026	160,390,437	68,649,745	113,481,607
Property Tax Credit Returns	1	-	-	-	-	-
Property Tax Credit Totals (\$)	750	-	-	-	-	-
DC Earned Income Tax Credit Returns	1	1	-	-	-	-
DC Earned Income Tax Credit Totals (\$)	700	140	-	-	-	-
DC Income Tax Withheld Returns	15,666	13,977	5,664	6,545	987	478
DC Income Tax Withheld Totals (\$)	93,872,279	117,336,898	66,581,196	116,656,805	32,393,772	44,543,584
Extension Payments Returns	203	333	204	520	214	176
Extension Payments Totals (\$)	485,643	1,020,545	897,165	4,263,417	4,390,244	9,480,347

Figure A-4 continued

Category of Statistic	\$75,000 Under \$100,000	\$100,000 Under \$150,000	\$150,000 Under \$200,000	\$200,000 Under \$500,000	\$500,000 Under \$1,000,000	\$1,000,000 and Over
Total Payments and Credits Returns	16,642	15,132	6,273	7,643	1,397	727
Total Payments and Credits Totals (\$)	101,416,255	131,409,377	78,113,345	157,290,245	65,172,008	105,632,088
Overpayments Returns	11,667	10,385	4,147	4,639	786	388
Overpayments Totals (\$)	14,644,351	16,689,114	8,305,357	14,842,925	6,108,903	8,570,698
Refund Returns	11,116	9,627	3,721	3,682	396	146
Refund Totals (\$)	13,863,515	15,118,916	7,088,751	10,610,914	2,585,577	2,570,497
Tax Owed Returns	5,142	4,945	2,194	3,081	636	345
Tax Owed Totals (\$)	6,273,820	8,895,416	5,851,039	17,944,187	9,586,640	16,422,116
Total Amount Due Returns	5,260	4,958	2,197	3,083	636	345
Total Amount Due Totals (\$)	6,354,903	8,898,043	5,852,059	17,944,816	9,593,476	16,423,288
Federal Adjusted Gross Income Returns	16,979	15,377	6,364	7,756	1,430	737
Federal Adjusted Gross Income Totals (\$)	1,560,996,780	1,989,550,530	1,192,037,536	2,394,665,327	1,021,117,452	1,664,353,361
DC Adjusted Gross Income Returns	16,980	15,378	6,364	7,756	1,430	737
DC Adjusted Gross Income Totals (\$)	1,464,249,222	1,859,360,571	1,096,799,043	2,237,831,063	973,303,769	1,570,711,097

Source: Office of the Chief Financial Officer/Government of the District of Columbia.

**Figure A-5 TY 2006 Statistics of Income (SOI): Sources of Income, Adjustment and Tax by Size of Adjusted Gross Income  
(Breakeven/Loss to \$74,999)**

<b>Category of Statistic</b>	<b>Total Returns</b>	<b>Breakeven and Loss</b>	<b>\$0.01 Under \$10,000</b>	<b>\$10,000 Under \$20,000</b>	<b>\$20,000 Under \$30,000</b>	<b>\$30,000 Under \$50,000</b>	<b>\$50,000 Under \$75,000</b>
Total Number of Returns	288,263	7,847	41,710	43,520	40,172	59,567	36,893
Salary and Wages Returns	246,480	2,102	34,128	36,725	34,911	53,715	33,315
Salary and Wages Totals (\$)	14,663,126,297	83,130,298	813,261,226	701,003,714	979,278,065	2,206,316,622	2,057,633,251
12 Months in DC Returns	241,351	4,949	30,227	34,106	32,889	50,784	32,840
Not 12 Months in DC Returns	46,912	2,898	11,483	9,414	7,283	8,783	4,053
Itemized Deductions Returns	123,787	3,062	3,196	6,102	9,904	23,892	23,352
Itemized Deductions Totals (\$)	2,634,099,499	32,012,599	30,355,580	66,449,642	113,559,477	313,947,178	349,734,741
Standard Deductions Returns	164,476	4,785	38,514	37,418	30,268	35,675	13,541
Standard Deductions Totals (\$)	380,529,408	9,950,197	85,376,879	85,217,935	71,008,405	85,685,438	32,965,236
Rental Real Estate Royalties Returns	17,852	375	801	912	907	1,875	2,154
Rental Real Estate Royalties Totals (\$)	2,313,303,025	77,775,613	10,387,218	16,858,406	13,580,938	29,955,947	31,816,019
Business Income Returns	33,173	693	5,392	4,529	3,127	4,972	3,946
Business Income Returns Totals (\$)	1,572,771,393	623,602,432	33,748,570	46,304,609	37,042,941	73,604,081	74,615,209
Business Loss Returns	8,508	529	468	759	961	1,740	1,374
Business Loss Totals (\$)	-86,601,666	-14,462,216	-3,583,123	-5,927,437	-6,875,088	-12,455,065	-9,686,841
Capital Gains Returns	44,893	551	3,079	2,770	2,680	5,848	6,202
Capital Gains Returns Totals (\$)	3,510,773,471	252,433,298	18,728,744	40,749,003	15,949,448	42,336,777	44,978,255
Capital Loss Returns	13,295	735	1,092	924	877	1,782	1,700
Capital Loss Totals (\$)	-31,267,287	-1,938,069	-2,247,262	-2,036,866	-1,841,917	-4,319,204	-3,598,889
Total Number of Exemptions	541,760	9,022	62,277	87,607	84,734	112,226	64,340
Exemptions Totals (\$)	778,562,250	12,220,375	83,570,375	123,369,625	122,209,625	163,693,375	94,212,000

Figure A-5 continued

Category of Statistic	Total Returns	Breakeven and Loss	\$0.01 Under \$10,000	\$10,000 Under \$20,000	\$20,000 Under \$30,000	\$30,000 Under \$50,000	\$50,000 Under \$75,000
Taxable Income Returns	259,400	1	24,711	41,596	39,211	58,859	36,647
Taxable Income Totals (\$)	16,846,907,648	1,500	74,496,973	392,540,834	699,354,492	1,776,603,249	1,778,317,706
Tax Due Returns	259,230	18	24,560	41,569	39,206	58,857	36,645
Tax Due Totals (\$)	1,280,725,752	86,189	3,358,356	19,009,601	39,388,938	109,867,435	120,999,347
Out of State Credit Returns	10,549	15	486	857	792	1,324	1,054
Out of State Credit Totals (\$)	87,694,529	54,101	65,788	244,963	359,427	859,491	921,878
Childcare Credit Returns	15,229	48	668	1,769	3,225	4,383	1,583
Childcare Credit Totals (\$)	3,635,312	11,819	154,983	494,479	908,836	1,089,514	320,724
DC Police Homebuyer Credit Returns	51	1	8	7	6	6	7
DC Police Homebuyer Credit Totals (\$)	156,121	2,000	14,006	12,196	11,668	10,833	11,152
Low Income Credit Returns	9,832	382	7,300	1,603	266	207	49
Low Income Credit Totals (\$)	2,442,353	84,378	1,335,124	663,821	146,025	84,276	23,069
Total Taxes Returns	251,283	15	18,863	39,768	38,970	58,720	36,605
Total Taxes Totals (\$)	1,188,098,363	77,873	2,691,610	18,009,568	38,053,455	107,772,608	119,677,802
Property Tax Credit Returns	7,803	1,155	2,795	3,813	27	11	1
Property Tax Credit Totals (\$)	3,995,351	655,826	1,506,174	1,812,787	12,947	6,799	750
DC Earned Income Tax Credit Returns	45,414	561	15,443	14,459	11,573	3,375	1
DC Earned Income Tax Credit Totals (\$)	31,026,474	201,957	7,488,843	15,301,687	7,287,598	745,146	60
DC Income Tax Withheld Returns	244,796	1,794	30,222	36,196	35,975	55,024	34,045
DC Income Tax Withheld Totals (\$)	882,130,399	2,414,360	7,466,093	24,303,061	44,333,781	120,276,525	128,805,709
Extension Payments Returns	6,032	72	271	292	310	566	586
Extension Payments Totals (\$)	121,842,522	141,213	105,061	227,864	247,181	668,974	986,718

Figure A-5 continued

Category of Statistic	Total Returns	Breakeven and Loss	\$0.01 Under \$10,000	\$10,000 Under \$20,000	\$20,000 Under \$30,000	\$30,000 Under \$50,000	\$50,000 Under \$75,000
Total Payments and Credits Returns	265,562	3,375	34,689	39,250	37,695	57,190	35,846
Total Payments and Credits Totals (\$)	1,337,383,833	4,109,547	17,070,713	42,614,340	53,641,237	127,093,766	137,503,725
Overpayments Returns	213,002	3,374	32,826	34,882	31,246	44,947	27,280
Overpayments Totals (\$)	249,778,913	4,033,704	14,856,657	26,911,891	19,442,387	27,818,032	26,343,060
Refund Returns	205,980	2,788	32,663	34,745	31,082	44,530	26,517
Refund Totals (\$)	192,397,939	3,267,487	14,787,443	26,945,364	19,830,569	27,872,534	25,347,726
Tax Owed Returns	63,724	4	4,169	7,601	8,519	14,213	9,429
Tax Owed Totals (\$)	100,502,558	2,030	478,770	2,307,898	3,856,686	8,500,082	8,518,425
Total Amount Due Returns	60,591	5	3,818	7,082	7,861	13,151	9,000
Total Amount Due Totals (\$)	99,004,070	1,195	446,879	2,163,004	3,608,326	8,027,567	8,253,217
Federal Adjusted Gross Income Returns	268,515	2,401	37,901	41,278	37,939	55,722	35,136
Federal Adjusted Gross Income Totals (\$)	22,636,649,923	389,426,803	431,683,013	862,306,660	1,126,555,046	2,451,116,494	2,350,701,948
DC Adjusted Gross Income Returns	280,416	7,847	41,710	43,520	40,172	59,567	36,893
DC Adjusted Gross Income Totals (\$)	20,481,107,088	-227,328,117	219,894,001	651,241,864	998,487,892	2,331,139,420	2,252,116,751

Source: Office of the Chief Financial Officer/Government of the District of Columbia.

**Figure A-6 TY 2006 Statistics of Income (SOI): Sources of Income, Adjustment and Tax by Size of Adjusted Gross Income  
(\$75k to \$1 million and Over)**

<b>Category of Statistic</b>	<b>\$75,000 Under \$100,000</b>	<b>\$100,000 Under \$150,000</b>	<b>\$150,000 Under \$200,000</b>	<b>\$200,000 Under \$500,000</b>	<b>\$500,000 Under \$1,000,000</b>	<b>\$1,000,000 and Over</b>
Total Number of Returns	19,126	17,761	7,876	10,240	2,141	1,410
Salary and Wages Returns	17,243	15,957	7,050	8,855	1,545	934
Salary and Wages Totals (\$)	1,451,894,745	1,819,119,878	1,064,026,149	1,997,616,966	582,246,406	907,598,977
12 Months in DC Returns	17,732	16,892	7,585	9,901	2,076	1,370
Not 12 Months in DC Returns	1,394	869	291	339	65	40
Itemized Deductions Returns	16,359	16,591	7,700	10,116	2,114	1,399
Itemized Deductions Totals (\$)	260,993,056	334,433,242	197,448,558	360,097,295	132,261,010	442,807,121
Standard Deductions Returns	2,767	1,170	176	124	27	11
Standard Deductions Totals (\$)	6,702,610	2,824,480	421,980	284,165	66,250	25,833
Rental Real Estate Royalties Returns	1,767	2,558	1,447	2,960	1,191	905
Rental Real Estate Royalties Totals (\$)	31,309,447	59,788,873	57,421,028	351,318,815	483,570,634	1,149,520,087
Business Income Returns	2,550	2,968	1,619	2,448	554	375
Business Income Returns Totals (\$)	63,704,299	102,540,251	80,178,127	209,651,455	87,696,204	140,083,215
Business Loss Returns	762	798	386	507	129	95
Business Loss Totals (\$)	-5,836,196	-5,825,867	-3,268,385	-6,197,750	-3,523,442	-8,960,256
Capital Gains Returns	4,853	6,413	3,725	6,049	1,551	1,172
Capital Gains Returns Totals (\$)	53,759,061	113,898,437	86,474,590	361,010,644	350,770,236	2,129,684,978
Capital Loss Returns	1,328	1,743	950	1,583	391	190
Capital Loss Totals (\$)	-2,994,422	-3,918,833	-2,308,001	-4,454,120	-1,051,907	-557,797
Total Number of Exemptions	33,624	34,745	17,588	25,624	5,866	4,107
Exemptions Totals (\$)	49,398,625	51,142,625	26,025,250	37,937,000	8,675,625	6,107,750

Figure A-6 continued

Category of Statistic	\$75,000 Under \$100,000	\$100,000 Under \$150,000	\$150,000 Under \$200,000	\$200,000 Under \$500,000	\$500,000 Under \$1,000,000	\$1,000,000 and Over
Taxable Income Returns	19,031	17,712	7,858	10,230	2,138	1,406
Taxable Income Totals (\$)	1,333,745,396	1,767,367,826	1,133,640,693	2,571,640,031	1,332,039,260	3,987,159,688
Tax Due Returns	19,031	17,711	7,858	10,231	2,138	1,406
Tax Due Totals (\$)	97,048,965	134,132,672	89,041,703	210,245,938	112,912,842	344,633,766
Out of State Credit Returns	707	957	706	1,821	969	861
Out of State Credit Totals (\$)	827,091	1,523,862	1,860,596	9,489,745	14,937,227	56,550,360
Childcare Credit Returns	719	914	650	972	186	112
Childcare Credit Totals (\$)	140,357	168,749	112,822	170,735	39,214	23,080
DC Police Homebuyer Credit Returns	5	7	-	1	2	1
DC Police Homebuyer Credit Totals (\$)	10,000	14,000	-	2,000	47,203	21,063
Low Income Credit Returns	10	6	-	5	-	4
Low Income Credit Totals (\$)	4,383	2,110	-	29,631	-	69,536
Total Taxes Returns	19,025	17,700	7,856	10,223	2,136	1,402
Total Taxes Totals (\$)	96,013,975	132,357,755	87,000,271	200,354,621	97,891,404	288,197,421
Property Tax Credit Returns	1	-	-	-	-	-
Property Tax Credit Totals (\$)	68	-	-	-	-	-
DC Earned Income Tax Credit Returns	-	-	1	-	-	1
DC Earned Income Tax Credit Totals (\$)	-	-	961	-	-	222
DC Income Tax Withheld Returns	17,570	16,036	6,971	8,616	1,479	868
DC Income Tax Withheld Totals (\$)	97,489,684	125,500,023	75,847,568	146,151,437	44,963,981	64,578,177
Extension Payments Returns	391	654	512	1,190	574	614
Extension Payments Totals (\$)	934,163	2,019,268	2,263,052	8,831,378	11,272,666	94,144,984

Figure A-6 continued

<b>Category of Statistic</b>	<b>\$75,000 Under \$100,000</b>	<b>\$100,000 Under \$150,000</b>	<b>\$150,000 Under \$200,000</b>	<b>\$200,000 Under \$500,000</b>	<b>\$500,000 Under \$1,000,000</b>	<b>\$1,000,000 and Over</b>
Total Payments and Credits Returns	18,731	17,442	7,754	10,089	2,105	1,396
Total Payments and Credits Totals (\$)	106,564,664	-	91,621,035	203,328,842	99,045,997	312,151,454
Overpayments Returns	13,151	11,812	5,029	6,248	1,287	920
Overpayments Totals (\$)	17,197,229	19,988,915	11,287,621	22,247,472	12,259,625	47,392,320
Refund Returns	12,542	10,996	4,432	4,794	601	290
Refund Totals (\$)	16,803,942	17,835,097	9,155,958	14,534,908	4,681,592	11,335,319
Tax Owed Returns	5,884	5,855	2,799	3,927	845	479
Tax Owed Totals (\$)	6,647,082	9,708,157	6,666,857	19,273,252	11,105,032	23,438,287
Total Amount Due Returns	5,768	5,856	2,798	3,929	845	478
Total Amount Due Totals (\$)	6,548,591	9,709,742	6,667,259	19,274,550	11,105,362	23,198,378
Federal Adjusted Gross Income Returns	18,723	17,756	7,874	10,236	2,140	1,409
Federal Adjusted Gross Income Totals (\$)	1,749,194,550	2,334,122,917	1,437,617,356	3,207,946,831	1,571,594,642	4,724,383,663
DC Adjusted Gross Income Returns	19,126	17,761	7,876	10,240	2,141	1,410
DC Adjusted Gross Income Totals (\$)	1,648,657,395	2,154,307,831	1,356,769,612	2,968,374,530	1,472,709,191	4,427,408,601

Source: Office of the Chief Financial Officer/Government of the District of Columbia.

**Figure B-1 Demographic, Social, Economic and Housing Characteristics: CY2000 and CY2005 to CY2007<sup>†</sup>**

	2000**	2005	2006	2007
<i>Demographic</i>				
<b>Total Population (Official Census Bureau)</b>	<b>572,059</b>	<b>582,049</b>	<b>585,459***</b>	<b>588,292</b>
<b>Total Population (American Community Survey)</b>	<b>na</b>	<b>na</b>	<b>581,530***</b>	<b>588,292</b>
<b>Total Household Population</b>	<b>536,497</b>	<b>515,118</b>	<b>546,305</b>	<b>552,984</b>
<b>Total Households</b>	<b>248,590</b>	<b>248,213</b>	<b>250,456</b>	<b>251,039</b>
Family Households	114,166	108,483	108,759	108,181
Percent Distribution	45.9%	43.7%	43.4%	43.1%
With own children under 18 years	49,104	46,920	42,232	45,089
Percent Distribution	43.0%	43.3%	38.8%	41.7%
Married-Couple Families	56,631	54,212	55,871	55,790
Percent Distribution	49.6%	50.0%	51.4%	51.6%
With own children under 18 years	20,741	18,943	18,333	18,752
Percent Distribution	36.6%	34.9%	32.8%	33.6%
Female Householder, no husband present	47,032	44,193	43,487	42,957
Percent Distribution	41.2%	40.7%	40.0%	39.7%
With own children under 18 years	24,561	23,546	21,070	22,919
Percent Distribution	52.2%	53.3%	48.5%	53.4%
Non-family Households	134,172	139,730	141,697	142,858
Percent Distribution	54.0%	56.3%	56.6%	56.9%
Average Household Size	2.16	2.08	2.18	2.2
<i>Social</i>				
<b>Population 25 years of age and over</b>	<b>384,535</b>	<b>371,932</b>	<b>395,630</b>	<b>401,018</b>
High School Graduate or Higher	299,168	310,935	333,516	343,672
Percent high school graduate or higher	77.8%	83.6%	84.3%	85.7%
Bachelor's Degree or Higher	116,975	140,854	153,084	163,244
Percent bachelor's degree or higher	39.1%	45.30%	45.90%	47.50%

**Figure B-1 continued**

	<b>2000**</b>	<b>2005</b>	<b>2006</b>	<b>2007</b>
<i>Economic</i>				
<b>Employed Civilian Population 16 years and over</b>	<b>263,108</b>	<b>255,385</b>	<b>288,360</b>	<b>292,422</b>
<b>Occupation</b>				
Management, professional, and related occupations	134,387	143,623	161,719	162,093
Percent Distribution	51.1%	56.2%	56.1%	55.4%
Service occupations	42,308	39,306	47,160	46,957
Percent Distribution	16.1%	15.4%	16.4%	16.1%
Sales and office occupations	59,966	48,110	57,937	59,120
Percent Distribution	22.8%	18.8%	20.1%	20.2%
Other Occupations*	26,447	24,346	21,544	24,252
Percent Distribution	10.1%	9.5%	7.5%	8.3%
<b>Employed Civilian Population 16 years and over</b>	<b>263,108</b>	<b>255,385</b>	<b>288,360</b>	<b>292,422</b>
<b>Industry</b>				
Agriculture, forestry, fishing and hunting, and mining	203	166	917	174
Percent Distribution	0.1%	0.1%	0.3%	0.1%
Construction	10,337	9,338	8,680	8,808
Percent Distribution	3.9%	3.7%	3.0%	3.0%
Manufacturing	4,024	4,172	3,440	3,678
Percent Distribution	1.5%	1.6%	1.2%	1.3%
Wholesale trade	2,385	4,172	1,738	2,275
Percent Distribution	0.9%	1.6%	0.6%	0.8%
Retail trade	15,678	11,550	13,193	16,673
Percent Distribution	6.0%	4.5%	4.6%	5.7%
Transportation and warehousing, and utilities	9,521	8,351	8,331	10,206
Percent Distribution	3.6%	3.3%	2.9%	3.5%
Information	16,846	12,914	13,972	14,542
Percent Distribution	6.4%	5.1%	4.8%	5.0%

Figure B-1 continued

	2000**	2005	2006	2007
Finance and insurance, and real estate and rental and leasing	19,388	18,176	19,819	18,784
Percent Distribution	7.4%	7.1%	6.9%	6.4%
Professional, scientific, and management, and administrative and waste management services	49,564	55,558	68,928	62,792
Percent Distribution	18.8%	21.8%	23.9%	21.5%
Educational services, and health care, and social assistance	47,312	49,450	56,652	56,783
Percent Distribution	18.0%	19.4%	19.6%	19.4%
Arts, entertainment, and recreation, and accommodation, and food services	23,904	22,770	26,308	25,697
Percent Distribution	9.1%	8.9%	9.1%	8.8%
Other services, except public administration	24,445	21,279	20,912	26,096
Percent Distribution	9.3%	8.3%	7.3%	8.9%
Public administration	39,501	40,180	45,470	45,914
Percent Distribution	15.0%	15.7%	15.8%	15.7%
<b>Total households</b>	<b>248,590</b>	<b>248,213</b>	<b>250,456</b>	<b>251,039</b>
Less than \$10,000	36,939	33,380	32,514	25,469
Percent Distribution	14.9%	13.4%	13.0%	10.1%
\$10,000 to \$14,999	14,594	13,313	11,341	13,791
Percent Distribution	5.9%	5.4%	4.5%	5.5%
\$15,000 to \$24,999	28,443	23,719	23,052	24,038
Percent Distribution	11.4%	9.6%	9.2%	9.6%
\$25,000 to \$34,999	30,592	25,975	21,752	22,732
Percent Distribution	12.3%	10.5%	8.7%	9.1%
\$35,000 to \$49,999	35,311	33,274	31,591	30,903
Percent Distribution	14.2%	13.4%	12.6%	12.3%
\$50,000 to \$74,999	39,553	40,429	39,551	37,529
Percent Distribution	15.9%	16.3%	15.8%	14.9%

Figure B-1 continued

	2000**	2005	2006	2007
\$75,000 to \$99,999	22,437	24,654	26,368	26,544
Percent Distribution	9.0%	9.9%	10.5%	10.6%
\$100,000 to \$149,999	20,790	24,243	29,332	31,777
Percent Distribution	8.4%	9.8%	11.7%	12.7%
\$150,000 to \$199,999	8,292	12,439	14,437	17,062
Percent Distribution	3.3%	5.0%	5.8%	6.8%
\$200,000 or more	11,639	16,787	20,518	21,194
Percent Distribution	4.7%	6.8%	8.2%	8.4%
<b>Median household income****</b>	<b>\$44,270</b>	<b>\$47,221</b>	<b>\$51,847</b>	<b>\$54,317</b>
<b>Mean household income****</b>	<b>\$69,551</b>	<b>\$75,058</b>	<b>\$81,991</b>	<b>\$88,335</b>
<i>Housing</i>				
<b>Total housing units</b>	<b>274,845</b>	<b>277,775</b>	282,900	<b>284,235</b>
Occupied housing units	248,338	248,213	250,456	251,039
Percent Distribution	90.4%	89.4%	88.5%	88.3%
Vacant housing units	26,507	29,562	32,444	33,196
Percent Distribution	9.6%	10.6%	11.5%	11.7%
<b>Owner Occupied Housing Units</b>	<b>101,214</b>	<b>105,518</b>	<b>114,586</b>	<b>111,813</b>
<i>Value</i>				
Less than \$50,000	1,933	847	521	280
Percent Distribution	1.9%	0.8%	0.5%	0.3%
\$50,000 to \$99,999	19,661	2,094	1,631	1,180
Percent Distribution	19.4%	2.0%	1.4%	1.1%
\$100,000 to \$149,999	27,757	6,549	3,177	3,647
Percent Distribution	27.4%	6.2%	2.8%	3.3%
\$150,000 to \$199,999	15,142	9,826	6,067	5,124
Percent Distribution	15.0%	9.3%	5.3%	4.6%

**Figure B-1 continued**

	<b>2000**</b>	<b>2005</b>	<b>2006</b>	<b>2007</b>
\$200,000 to \$299,999	12,173	18,478	17,389	15,550
Percent Distribution	12.0%	17.5%	15.2%	13.9%
\$300,000 to \$499,999	14,715	30,805	38,143	38,165
Percent Distribution	14.5%	29.2%	33.3%	34.1%
\$500,000 to \$999,999	7,901	28,822	35,946	35,588
Percent Distribution	7.8%	27.3%	31.4%	31.8%
\$1,000,000 or more	1,934	8,097	11,712	12,279
Percent Distribution	1.9%	7.7%	10.2%	11.0%
Median Value	\$153,500	\$384,400	\$437,700	\$450,900

†The demographic data is household population data and excludes the population living in institutions, college dormitories, and other group quarters; it was not updated to reflect revisions to the total population number.

\* Consists of farm, fishing and forestry occupations; construction, extraction, maintenance and repair occupations; and production, transportation, and material moving occupations.

\*\*Data revised from 2007 Economic Report of the District of Columbia.

\*\*\*Until 2006 the ACS did not estimate total population. The 2006 ACS population estimate differs from the official revised Census estimate for population.

\*\*\*\*Median and mean household income are adjusted for inflation.

Source: U.S. Census Bureau (2000), American Community Survey (2005-2007)



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