Detailed breakdown of certain items included in personal income but not in adjusted gross income [1]

	Billions
2(*d*) Other types of income included in personal income but not in adjusted gross income	$14.1
(1) Inventory valuation adjustment, non-farm, non-corporate business	—.4
(2) Change in farm inventories in excess of tax return data	.9
(3) Tax-exempt military pay and allowances	2.3
(4) Excess of interest accrued over interest paid on United States savings bonds	.6
(5) Tax-exempt interest income	.6
(6) Property income received by fiduciaries, but not distributed to beneficiaries	2.6
(7) Property income received by nonprofit institutions	1.4
(8) Excluded sick pay	.4
(9) Excluded dividends	.9
(10) Excluded business expenses	2.6
(11) Excluded moving expenses	.1
(12) Excluded contributions to retirement plans by self-employed	0
(13) Bad debt adjustment	.8
(14) Depletion and oil well drilling adjustment	.2
(15) Gain on sale of livestock, timber and real estate	1.1

[1] Source: Unpublished data from the Office of Business Economics, Department of Commerce. Includes all components of personal income not in adjusted gross income except transfer payments, other labor income, and imputed income.

Derivation of the individual income tax base from Department of Commerce estimates of personal income, 1965 [1]

	Billions
1. Personal income	$535.1
2. Portion of personal income not included in adjusted gross income	100.1
(*a*) Transfer payments (except military retirement pay)	38.3
(*b*) Other labor income (except director's fees)	18.2
(*c*) Imputed income [2]	29.5
(*d*) Other types of personal income [3]	14.1
3. Portion of adjusted gross income not included in personal income	31.3
(*a*) Employee and self-employed contributions for social insurance [4]	13.2
(*b*) Net gain from sale of capital assets	10.0
(*c*) Other types of income [5]	8.1
4. Total adjustments for conceptual differences (2) — (3)	68.8
5. Estimated adjusted gross income of taxable and nontaxable individuals	466.3
6. Deduct: Non-taxable and non-reported adjusted gross income	57.0
7. Equals: Adjusted gross income of taxable individuals	409.3
8. Deduct: Deductions of taxable individuals	63.1
(*a*) Standard deductions	15.7
(*b*) Itemized deductions	47.4

Footnotes at end of table, p. 197.