

**Table 9.2—FEDERAL TAX COLLECTIONS, BY SOURCE:
2002 TO 2006**

(In thousands of dollars. For fiscal year ending September 30. Receipts shown for the State of Hawaii does not necessarily indicate the Federal tax burden, since, in many instances, taxes are collected in one state from residents of, or operations in, another. Also, taxes of corporations may be paid from the principal office, although the operations of these corporations may be located in one or more other state(s). Collections are gross, i.e. not net of refunds. Collections relate to the given fiscal year for the most part. However, in a given fiscal year, refunds may be issued for a tax paid in a prior year, and therefore, the total refund may exceed the collection amount.)

Source	2002	2003	2004	2005 <u>1/</u>	2006 <u>1/</u>
Federal collections	5,559,960	5,262,429	8,394,777	6,680,481	7,122,326
Corporate income	606,173	381,241	460,777	582,688	655,818
Individual income and employment	4,779,462	4,715,641	7,746,147	5,837,659	6,184,056
Income tax not withheld and SECA <u>2/</u>	1,196,020	1,071,230	1,227,918	1,479,138	1,820,109
Income tax withheld and FICA <u>3/</u>	3,564,027	3,624,828	6,497,866	4,335,866	4,341,029
Railroad retirement	-	-	-	-	-
Unemployment insurance	19,415	19,583	20,363	22,655	22,918
Estate	70,828	62,306	77,875	89,479	93,711
Gift	17,195	5,758	2,853	3,998	3,604
Excise <u>4/</u>	86,302	97,482	107,125	166,658	185,136

1/ Through an improved location methodology, entities are now more accurately distributed by State. Beginning with FY 2005, the ZIP Code on the tax return is used to classify returns by State. In prior years, the location of the IRS District Office associated with the taxpayer's account was used to determine State distribution.

2/ SECA Self-employment Contributions Act, includes old-age, survivors, disability, and hospital insurance taxes on self-employment income.

3/ FICA Federal Insurance Contributions Act, includes old-age, survivors, disability, and hospital insurance taxes on wages and salaries.

4/ Excludes excise taxes collected by the Customs Service and the Alcohol and Tobacco Tax and Trade Bureau.

Source: State Department of Business, Economic Development and Tourism, Website:
<http://www.hawaii.gov/dbedt/>