

Doc 98-12683  
(11 pages)

THE WHITE HOUSE

Office of the Press Secretary

For Immediate Release

April 13, 1998

STATEMENT BY THE PRESS SECRETARY

The President and Mrs. Clinton's 1997 federal income tax return shows \$91,964 in Federal Income Tax on an Adjusted Gross Income of \$569,511, of which \$200,000 was the President's salary. The return shows that the Clintons made an overpayment on their taxes during 1997 of \$3,040. The Clintons have elected to apply this overpayment to their 1998 income taxes.

In addition to the President's salary, the Clintons' income included royalty income in the amount of \$281,898 from Mrs. Clinton's book, It Takes A Village; interest and dividend income and capital gains reported by Pell Rudman Trust Company, the Trustee of the Clintons' blind trust; other interest and dividend income; a refund of 1996 taxes paid by the Clintons to the State of Arkansas; and residual payments.

The return reports dividend and interest income of \$12,000 from the "Henry G. Freeman, Jr., Pin Money Fund," established under his 1912 will for whoever is, at a given time, the spouse of the President of the United States. Mrs. Clinton will contribute this income to charitable entities, as she has in prior years.

The return also reports \$270,725 in charitable contributions by the Clintons. The contributions were derived primarily from the proceeds of Mrs. Clinton's book. All income from the book (net of taxes and administrative expenses) is being donated to charity.

Chelsea Clinton filed her own federal income tax return for 1997, which shows \$1,106 in tax on income of \$8,447.

**Label** (See instructions on page 10.)  
 (Use the IRS label, otherwise, please print in blue.)

**For the year** Jan. 1 - Dec. 31, 1997, or other tax year beginning 1997, ending 1997, ending OMB No. 1545-0074

**Your first name and initial** Last name Your social security number  
 William J. Clinton

**If a joint return, spouse's first name and initial** Last name Spouse's social security number  
 Hillary Rodham Clinton

**Home address (number and street; if you have a P.O. box, see page 10)** Apt. no.  
 1600 Pennsylvania Avenue, N.W.

**City, town or post office, state, and ZIP code; if you have a foreign address, see page 10**  
 Washington, DC 20500

**Presidential Election Campaign** (See page 10.)  
 Do you want \$3 to go to this fund?  Yes  No  
 If a joint return, does your spouse want \$3 to go to this fund?  Yes  No  
 Note: Checking "Yes" will not change your tax or reduce your refund.

**Filing Status**

1  Single

2  Married filing joint return (even if only one had income)

3  Married filing separate return. Enter spouse's soc. sec. no. above & full name here ▶

4  Head of household (with qualifying person). (See page 10.) If the qualifying person is a child but not your dependent, enter this child's name here ▶

5  Qualifying widow(er) with dependent child (year spouse died ▶ 19 ). (See page 10.)

**Exemptions**

6a  Yourself. If your parent (or someone else) can claim you as a dependent on his or her tax return, do not check box 6a.

b  Spouse. No. of boxes checked on 6a and 6b: 2

c Dependents:

(1) First Name	Last Name	(2) Dependent's social security number	(3) Dependent's relationship to you	(4) No. of months lived in your home in 1997	No. of your children on 6c who:
Chelsea V.	Clinton		Daughter	12	<input checked="" type="checkbox"/> lived with you <input type="checkbox"/> did not live with you due to divorce or separation (see page 11)
					<input type="checkbox"/> Dependents on 6c not entered above
d Total number of exemptions claimed: 3					Add numbers entered on lines above ▶

**Income**

7 Wages, salaries, tips, etc. Attach Form(s) W-2 7 200,075

8a Taxable interest. Attach Schedule B if required. 8a 22,555

8b Tax-exempt interest. DO NOT include on line 8a. 8b 5,458

9 Dividends. Attach Schedule B if required. 9 7,764

10 Taxable refunds, credits, or offsets of state and local income taxes (see page 12) 10 19

11 Alimony received 11

12 Business income or (loss). Attach Schedule C or C-EZ 12 281,898

13 Capital gain or (loss). Attach Schedule D 13 65,028

14 Other gains or (losses). Attach Form 4797 14

15a Total IRA distributions 15a b Taxable amount (see pg. 13) 15b

16a Total pensions and annuities 16a b Taxable amount (see pg. 13) 16b

17 Rental real estate, royalties, partnerships, S corporations, trusts, etc. Attach Schedule E 17

18 Farm income or (loss). Attach Schedule F 18

19 Unemployment compensation 19

20a Social security benefits 20a b Taxable amount (see pg. 14) 20b

21 Other income 21

22 Add the amounts in the far right column for lines 7 through 21. This is your total income. 22 577,341

**Adjusted Gross Income**

23 IRA deduction (see page 16) 23

24 Medical savings account deduction. Attach Form 8853 24

25 Moving expenses. Attach Form 3903 or 3903-F 25

26 One-half of self-employment tax. Attach Schedule SE 26 7,830

27 Self-employed health insurance deduction (see page 17) 27

28 Keogh and self-employed SEP and SIMPLE plans 28

29 Penalty on early withdrawal of savings 29

30 Alimony paid. b Recipient's SSN ▶ 30a

31 Add lines 23 through 30a 31 7,830

32 Subtract line 31 from line 22. This is your adjusted gross income 32 569,511

<b>Tax Computation</b>	33 Amount from line 32 (adjusted gross income).....	33	569,511
	34 a Check if: <input type="checkbox"/> You were 65 or older, <input type="checkbox"/> Blind; <input type="checkbox"/> Spouse was 65 or older, <input type="checkbox"/> Blind. And the number of boxes checked above and enter the total here..... ▶ 34a		
	b If you are married filing separately and your spouse itemizes deductions or you were a dual-status alien, see page 18 and check here..... ▶ 34b <input type="checkbox"/>		
	35 Enter the larger of: itemized deductions from Schedule A, line 28, OR Standard deduction shown below for your filing status. But see page 18 if you checked any box on line 34a or 34b or someone can claim you as a dependent. your: • Single - \$4,150 • Married filing jointly or Qualifying widow(er) - \$6,900 • Head of household - \$6,050 • Married filing separately - \$3,450	35	297,943
	36 Subtract line 35 from line 33.....	36	271,568
If you want the IRAs figure your tax, see page 1A.	37 If line 33 is \$90,900 or less, multiply \$2,650 by the total number of exemptions claimed on line 6d. If line 33 is over \$90,900, see the worksheet on page 19 for the amount to enter.....	37	0
	38 Taxable income. Subtract line 37 from line 36. If line 37 is more than line 36, enter -0-	38	271,568
	39 Tax. See page 19. Check if any tax from: a <input type="checkbox"/> Form(s) 8814 b <input type="checkbox"/> Form 4972..... ▶	39	76,305
<b>Credits</b>	40 Credit for child and dependent care expenses. Att. Form 2441.....	40	
	41 Credit for the elderly or the disabled. Attach Schedule R.....	41	
	42 Adoption credit. Attach Form 8839.....	42	
	43 Foreign tax credit. Attach Form 1116.....	43	
	44 Other. Check if from: a <input type="checkbox"/> Form 3800 b <input type="checkbox"/> Form 8396 c <input type="checkbox"/> Form 8801 d <input type="checkbox"/> Form (specify).....	44	
	45 Add lines 40 through 44.....	45	
	46 Subtract line 45 from line 39. If line 45 is more than line 39, enter -0-..... ▶	46	76,305
<b>Other Taxes</b>	47 Self-employment tax. Att. Sch. SE.....	47	15,659
	48 Alternative minimum tax. Attach Form 6251.....	48	
	49 Social security and Medicare tax on tax income not reported to employer. Attach Form 4137.....	49	
	50 Tax on qualified retirement plans (including IRAs) and MSAs. Attach Form 5329 if required.....	50	
	51 Advance earned income credit payments from Form(s) W-2.....	51	
	52 Household employment taxes. Attach Schedule H.....	52	
	53 Add lines 46 through 52. This is your total tax..... ▶	53	91,964
<b>Payments</b>	54 Federal income tax withheld from Forms W-2 and 1099.....	54	52,123
	55 1997 estimated tax payments and amount applied from 1996 return.....	55	42,876
	56 a Earned income credit. Att. Sch. EIC if you have a qualifying child. b Nontaxable earned income: amt. ▶ and type ▶	56a	
Attach Forms W-2, W-2G, 1099, 1099-R, and 1099-INT.	57 Amount paid with Form 4858 (request for extension).....	57	
	58 Excess social security and RRTA tax withheld (see page 27).....	58	5
	59 Other payments. Check if from: a <input type="checkbox"/> Form 2439 b <input type="checkbox"/> Form 4136.....	59	
	60 Add lines 54, 55, 56a, 57, 58, and 59. These are your total payments..... ▶	60	95,004
<b>Refund</b>	61 If line 60 is more than line 53, subtract line 53 from line 60. This is the amount you OVERPAID.....	61	3,040
	62a Amount of line 61 you want REFUNDED TO YOU..... ▶	62a	
	b Routing number: <input type="text"/>		
	c Type: <input type="checkbox"/> Checking <input type="checkbox"/> Savings		
	d Account number: <input type="text"/>		
Have it directly deposited. See page 27 and Form 726, 726a, and 726c.	63 Amount of line 61 you want APPLIED TO 1998 ESTIMATED TAX..... ▶	63	3,040
<b>Amount You Owe</b>	64 If line 53 is more than line 60, subtract line 60 from line 53. This is the AMOUNT YOU OWE. For details on how to pay, see page 27..... ▶	64	
	65 Estimated tax penalty. Also include on line 64.....	65	
<b>Sign here</b>	Under penalties of perjury, I declare that I have examined this return and accompanying schedules and statements, and to the best of my knowledge and belief, they are true, correct, and complete. Declaration of preparer (other than taxpayer) is based on all information of which preparer has any knowledge.		
Keep a copy of this return or your records.	Your signature: <u>William Clinton</u>	Date: <u>4/13/98</u>	Your occupation: <u>U.S. President</u>
	Spouse's signature (if a joint return, BOTH must sign): <u>Hillary Rodham Clinton</u>	Date: <u>4/13/98</u>	Spouse's occupation: <u>Attorney</u>
<b>Paid Preparer's Use Only</b>	Preparer's signature: <u>Robert L Jones CPA</u>	Date: <u>4/13/98</u>	Preparer's social security no. <u>[REDACTED]</u>
	Firm name (or yours if self-employed) and address: <u>Hariton, Mancuso &amp; Jones, P.C.</u>	EIN: <u>[REDACTED]</u>	ZIP code: <u>20852</u>
	<u>11140 Rockville Pike</u>		
	<u>Rockville, MD</u>		

**SCHEDULES A&B**  
(Form 1040)

**Schedule A - Itemized Deductions**

OMB No. 1545-0074

Department of the Treasury  
Internal Revenue Service (991)

▶ Attach to Form 1040. ▶ See Instructions for Schedules A and B (Form 1040).

**1997**  
Attachment  
Sequence No. **07**

Name(s) shown on Form 1040

Your social security number

Name(s) shown on Form 1040		Your social security number		
William J. and Hillary Rodham Clinton		[REDACTED]		
Caution: Do not include expenses reimbursed or paid by others.				
Medical and Dental Expenses	1	Medical and dental expenses (see page A-1)		
	2	Enter amount from Form 1040, line 33	2	
	3	Multiply line 2 above by 7.5% (.075)	3	
	4	Subtract line 3 from line 1. If line 3 is more than line 1, enter -0-	4	0
Taxes You Paid	5	State and local income taxes	19,745	
	6	Real estate taxes (see page A-2)		
	7	Personal property taxes	19	
	8	Other taxes. List type and amount		
	9	Add lines 5 through 8	9	19,764
Interest You Paid	10	Home mortgage interest and points reported on Form 1098	3,114	
	11	Home mortgage interest not reported on Form 1098, if paid to the person from whom you bought the home, see page A-3 & show that person's name, ID no. & address		
	12	Points not reported on Form 1098. See page A-3		
	13	Investment interest. Attach Form 4952, if required. (See page A-3)		
	14	Add lines 10 through 13	14	3,114
Gifts to Charity	15	Gifts by cash or check. If any gift of \$250 or more, see pg. A-3	270,725	
	16	Other than by cash or check. If any gift of \$250 or more, see page A-3. You MUST attach Form 8283 if over \$500.		
	17	Carryover from prior year	75,749	
	18	Add lines 15 through 17. Carryover to next year	18	284,756
Casualty and Theft Losses	19	Casualty or theft loss(es). Attach Form 4684. (See page A-4)	19	0
	20	Unreimbursed employee expenses - job travel, union dues, job education, etc. You MUST attach Form 2106 or 2106-EZ if required. (See page A-4)		
Job Expenses and Most Other Miscellaneous Deductions	21	Tax preparation fees		
	22	Other expenses - investment, safe deposit box, etc. List type and amount		
		Investment Exp. from K-1	2	
		Pell Rudman Trust Company	7,116	
		Tax Prep. & Accting Serv.	8,030	
22	Add lines 20 through 22	22	15,148	
23	Enter amount from Form 1040, line 33	24	569,511	
25	Multiply line 24 above by 2% (.02)	25	11,390	
26	Subtract line 25 from line 23. If line 25 is more than line 23, enter -0-	26	3,758	
Other Miscellaneous Deductions	27	Other - from list on page A-5. List type and amount		
	27		27	0
Total Itemized Deductions	28	Is Form 1040, line 33, over \$121,200 (over \$60,600 if married filing separately)? NO. Your deduction is not limited. Add the amounts in the far right column for lines 4 through 27. Also, enter on Form 1040, line 35, the larger of this amount or your standard deduction. YES. Your deduction may be limited. See page A-5 for the amount to enter.	Reduction -13,449	
	28		28	297,943

Name(s) shown on Form 1040. Do not enter name and social security number if shown on other side.

Your social security number

William J. and Hillary Rodham Clinton

Schedule B - Interest and Dividend Income

Attachment Sequence No. 08

Note: If you had over \$400 in taxable interest income, you must also complete Part III.

Part I Interest Income		Amount
1 List name of payer. If any interest is from a seller-financed mortgage and the buyer used the property as a personal residence, see page B-1 and list this interest first. Also, show that buyer's social security number and address ▶		
1st Fidelity Bank Trustee		8,180
Mercantile Bank of Central Arkansas		755
Midlife Investments		3
NationsBank		291
NationsBank CD		1,537
NationsBank Checking		967
Pell Rudman Trust Company, N.A.	1	7,755
Riggs Bank N.A.		3,067
2 Add the amounts on line 1		
	2	22,555
3 Excludable interest on series EE U.S. savings bonds issued after 1989 from Form 8815, line 14. You MUST attach Form 8815 to Form 1040		
	3	
4 Subtract line 3 from line 2. Enter the result here and on Form 1040, line 8a		
	4	22,555

Part II Dividend Income		Amount
5 List name of payer. Include gross dividends and/or other distributions on stock here. Any capital gain distributions and nontaxable distributions will be deducted on lines 7 and 8		
▶ 1st Fidelity Bank Trustee		3,658
Pell Rudman Trust Company, N.A.		4,106
6 Add the amounts on line 5		
	6	7,764
7 Capital gain distributions. Enter here and on Schedule D		
	7	1
8 Nontaxable distributions. (See the inst. for Form 1040, line 9.)		
	8	3
9 Add lines 7 and 8		
	9	
10 Subtract line 9 from line 6. Enter the result here and on Form 1040, line 9		
	10	7,764

Part III Foreign Accounts		Yes	No
You must complete this part if you (a) had over \$400 of interest or dividends; (b) had a foreign account or (c) received a distribution from, or were a grantor of, or a transferor to, a foreign trust.			
11a At any time during 1997, did you have an interest in or a signature or other authority over a financial account in a foreign country, such as a bank account, securities account, or other financial account? See page B-2 for exceptions and filing requirements for Form TD F 90-22.1			IX
b If "Yes," enter the name of foreign country ▶			
12 During 1997, did you receive a distribution from, or were you the grantor of, or transferor to, a foreign trust? If "Yes," you may have to file Form 3520 or 926. See page B-2			IV

**SCHEDULE C-EZ**  
**(Form 1040)**

**Net Profit From Business**

(Sole Proprietorship)

GMB No. 1545-0074

Department of the Treasury  
Internal Revenue Service (99)

▶ Partnerships, joint ventures, etc., must file Form 1065.  
▶ Attach to Form 1040 or Form 1041. ▶ See Instructions on back.

**1997**

Attachment  
Sequence No. **09A**

Name of proprietor

Hillary Rodham Clinton

Social security number (SSN)

**Part I** General Information

You May Use  
This Schedule  
Only If You:

- Had business expenses of \$2,500 or less.
- Use the cash method of accounting.
- Did not have an inventory at any time during the year.
- Did not have a net loss from your business.
- Had only one business as a sole proprietor.

And You:

- Had no employees during the year.
- Are not required to file Form 4562, Depreciation and Amortization, for this business. See the instructions for Schedule C, line 13, on page C-3 to find out if you must file.
- Do not deduct expenses for business use of your home.
- Do not have prior year unallowed passive activity losses from this business.

**A** Principal business or profession, including product or service

Author

**B** Enter principal business code

(see pg. C-6) ▶ 6883

**C** Business name. If no separate business name, leave blank.

**D** Employer ID no. (EIN), if any

**E** Business address (including suite or room no.). Address not required if same as on Form 1040, page 1.

City, town or post office, state, and ZIP code

**Part II** Figure Your Net Profit

1	Gross receipts. <b>Caution:</b> If this income was reported to you on Form W-2 and the "Statutory employee" box on that form was checked, see <i>Statutory Employees</i> in the instructions for Schedule C, line 1, on page C-2 and check here	1	281,898
2	Total expenses. If more than \$2,500, you must use Schedule C. See instructions	2	
3	Net profit. Subtract line 2 from line 1. If less than zero, you must use Schedule C. Enter on Form 1040, line 12, and ALSO on Schedule SE, line 2. (Statutory employees do not report this amount on Schedule SE, line 2. Estates and trusts, enter on Form 1041, line 3.)	3	281,898

**Part III** Information on Your Vehicle. Complete this part **ONLY** if you are claiming car or truck expenses on line 2.

- 4 When did you place your vehicle in service for business purposes? (month, day, year) ▶ \_\_\_\_\_
- 5 Of the total number of miles you drove your vehicle during 1997, enter the number of miles you used your vehicle for:
- a Business \_\_\_\_\_ b Commuting \_\_\_\_\_ c Other \_\_\_\_\_
- 6 Do you (or your spouse) have another vehicle available for personal use?  Yes  No
- 7 Was your vehicle available for use during off-duty hours?  Yes  No
- 8 a Do you have evidence to support your deduction?  Yes  No
- b If "Yes," is the evidence written?  Yes  No

**SCHEDULE D  
Form 1040**

**Capital Gains and Losses**

OMB No 1545-0074

1997

Attachment  
Sequence No 12

Department of the Treasury  
Internal Revenue Service (99)

▶ Attach to Form 1040. ▶ See Instructions for Schedule D (Form 1040).  
▶ Use Schedule D-1 for more space to list transactions for lines 1 and 8.

Your social security number

William J. and Hillary Rodham Clinton

**Part I Short-Term Capital Gains and Losses - Assets Held One Year or Less**

(a) Description of property (Example: 100 sh. XYZ Co.)	(b) Date acquired (Mo., day, yr.)	(c) Date sold (Mo., day, yr.)	(d) Sales price (see page D-3)	(e) Cost or other basis (see page D-4)	(f) GAIN or (LOSS) FOR ENTIRE YEAR. Subtract (e) from (d)	(g) 28% RATE GAIN or (LOSS) *(see instr. below)
2 Enter your short-term totals, if any, from Schedule D-1, line 2.			2			
3 Total short-term sales price amounts. Add column (d) of lines 1 and 2.			3			
4 Short-term gain from Forms 2119 and 6252, and short-term gain or (loss) from Forms 4684, 6781, and 8824			4			
5 Net short-term gain or (loss) from partnerships, S corporations, estates, and trusts from Schedule(s) K-1 <b>PELL RUDMAN TRUST COMPANY</b>			5		7,030	
6 Short-term capital loss carryover. Enter the amount, if any, from line 9 of your 1996 Capital Loss Carryover Worksheet			6			
7 Net short-term capital gain or (loss). Combine lines 1 through 6 in column (f).			7		7,030	

**Part II Long-Term Capital Gains and Losses - Assets Held More Than One Year**

(a) Description of property (Example: 100 sh. XYZ Co.)	(b) Date acquired (Mo., day, yr.)	(c) Date sold (Mo., day, yr.)	(d) Sales price (see page D-3)	(e) Cost or other basis (see page D-4)	(f) GAIN or (LOSS) FOR ENTIRE YEAR. Subtract (e) from (d)	(g) 28% RATE GAIN or (LOSS) *(see instr. below)
8 Enter your long-term totals, if any, from Schedule D-1, line 8.			8			
9 Total long-term sales price amounts. Add column (d) of lines 8 and 9.			9			
10 Gain from Form 4797, Part I; long-term gain from Forms 2119, 2439, and 6252; and long-term gain or (loss) from Forms 4684, 6781, and 8824			10			
11 Net long-term gain or (loss) from partnerships, S corporations, estates, and trusts from Schedule(s) K-1 <b>PELL RUDMAN TRUST COMPANY</b>			11		57,998	46,896
12 Capital gain distributions			12			
13 Long-term capital loss carryover. Enter in both columns (f) and (g) the amount, if any, from line 14 of your 1996 Capital Loss Carryover Worksheet			13			
14 Combine lines 8 through 14 in column (g)			14			46,896
15 Net long-term capital gain or (loss). Combine lines 8 through 14 in column (f).			15		57,998	

28% Rate Gain or Loss includes all gains and losses in Part II, column (f) from sales, exchanges, or conversions (including installment payments received):  
 \* Before May 7, 1997, or

• After July 28, 1997, for assets held more than 1 year but not more than 18 months.

also includes ALL "collectibles gains and losses" (as defined on page D-4).

\* Paperwork Reduction Act Notice, see Form 1040 Instructions.

**Part III Summary of Parts I and II**

17	Combine lines 7 and 16. If a loss, go to line 18. If a gain, enter the gain on Form 1040, line 13.	17	65,028
Next: Complete Form 1040 through line 38. Then, go to Part IV to figure your tax if:			
<ul style="list-style-type: none"> <li>Both lines 16 and 17 are gains, and</li> <li>Form 1040, line 38, is more than zero.</li> </ul>			
18	If line 17 is a loss, enter here and as a (loss) on Form 1040, line 13, the smaller of these losses:	18	
<ul style="list-style-type: none"> <li>The loss on line 17; or</li> <li>(\$3,000) or, if married filing separately, (\$1,500)</li> </ul>			
Next: Complete Form 1040 through line 36. Then, complete the Capital Loss Carryover Worksheet on page D-4 if:			
<ul style="list-style-type: none"> <li>The loss on line 17 exceeds the loss on line 18, or</li> <li>Form 1040, line 36, is a loss.</li> </ul>			

**Part IV Tax Computation Using Maximum Capital Gains Rates**

9	Enter your taxable income from Form 1040, line 38	19	271,568
0	Enter the smaller of line 16 or line 17	20	57,998
1	If you are filing Form 4952, enter the amount from Form 4952, line 4e	21	
2	Subtract line 21 from line 20. If zero or less, enter -0-	22	57,998
3	Combine lines 7 and 15. If zero or less, enter -0-	23	53,926
4	Enter the smaller of line 15 or line 23, but not less than zero	24	46,896
5	Enter your unrecaptured section 1250 gain, if any (see page D-4)	25	
6	Add lines 24 and 25	26	46,896
7	Subtract line 26 from line 22. If zero or less, enter -0-	27	11,102
8	Subtract line 27 from line 19. If zero or less, enter -0-	28	260,466
9	Enter the smaller of line 19 or \$41,200 (\$24,650 if single; \$20,600 if married filing separately; \$33,050 if head of household)	29	41,200
0	Enter the smaller of line 28 or line 29	30	41,200
1	Subtract line 22 from line 19. If zero or less, enter -0-	31	213,570
2	Enter the larger of line 30 or line 31	32	213,570
3	Figure the tax on the amount on line 32. Use the Tax Table or Tax Rate Schedules, whichever applies	33	60,954
4	Enter the amount from line 29	34	41,200
5	Enter the amount from line 28	35	260,466
6	Subtract line 35 from line 34. If zero or less, enter -0-	36	0
7	Multiply line 36 by 10% (.10)	37	
8	Enter the smaller of line 19 or line 27	38	11,102
9	Enter the amount from line 36	39	
0	Subtract line 39 from line 38. If zero or less, enter -0-	40	11,102
1	Multiply line 40 by 20% (.20)	41	2,220
2	Enter the smaller of line 22 or line 25	42	
3	Add lines 22 and 32	43	271,568
4	Enter the amount from line 19	44	271,568
5	Subtract line 44 from line 43. If zero or less, enter -0-	45	0
6	Subtract line 45 from line 42. If zero or less, enter -0-	46	0
7	Multiply line 46 by 25% (.25)	47	
8	Enter the amount from line 19	48	271,568
9	Add lines 32, 36, 40, and 46	49	224,672
0	Subtract line 49 from line 48	50	46,896
1	Multiply line 50 by 28% (.28)	51	13,131
2	Add lines 33, 37, 41, 47, and 51	52	76,308
3	Figure the tax on the amount on line 19. Use the Tax Table or Tax Rate Schedules, whichever applies	53	81,852
4	Tax. Enter the smaller of line 52 or line 53 here and on Form 1040, line 39	54	76,308



**SCHEDULE E**  
**(Form 1040)**

**Supplemental Income and Loss**

(From rental real estate, royalties, partnerships,  
S corporations, estates, trusts, REMICs, etc.)

▶ Attach to Form 1040 or Form 1041. ▶ See Instructions for Schedule E (Form 1040).

OMB No. 1545-0074

**1997**

Attachment  
Sequence No. **13**

Department of the Treasury  
Internal Revenue Service (99)

Name(s) shown on return

Your social security number

**William J. and Hillary Rodham Clinton**

**Part I** **Income or Loss From Rental Real Estate and Royalties** Note: Report income and expenses from your business of renting personal property on Schedule C or C-EZ (see page E-1). Report farm rental income or loss from Form 4835 on page 2, line 39.

1 Show the kind and location of each rental real estate property:	2 For each rental real estate property listed on line 1, did you or your family use it during the tax year for personal purposes for more than the greater of: • 14 days, or • 10% of the total days rented at fair rental value? (See page E-1.)	Yes	No
A <u>Midlife Investments</u>			
B			
C			

Income:	Properties			Totals (Add columns A, B, & C.)
	A	B	C	
3 Rent received				3
4 Royalties received	1			4 1
<b>Expenses:</b>				
5 Advertising				
6 Auto and travel (see page E-2)				
7 Cleaning and maintenance				
8 Commissions				
9 Insurance				
10 Legal and other professional fees				
11 Management fees				
12 Mortgage interest paid to banks, etc. (see page E-2)				12
13 Other interest				
14 Repairs				
15 Supplies				
16 Taxes				
17 Utilities				
18				
19 Add lines 5 through 18				19
20 Depreciation expense or depletion (see page E-2)				20
21 Total expenses. Add lines 19 and 20				21
22 Income (loss) from rental real estate or royalty properties. Subtract line 21 from 3 (rents) or 4 (royalties). If result is (loss), see page E-3 to find out if you must file Form 6198.	1			22 1
23 Deductible rental real estate loss. Caution: Your rental real estate loss on line 22 may be limited. See page E-3 to find out if you must file Form 8542. Real estate professionals must complete line 42 on page 2.				23
24 Income. Add positive amounts shown on line 22. Do not include any losses				24 1
25 Losses. Add royalty losses from line 22 and rental real estate losses from line 23. Enter the total losses here.				25
26 Total rental real estate and royalty income or (loss). Combine lines 24 and 25. Enter the result here. If I, II, III, IV, and line 39 on page 2 do not apply to you, also enter this amount on Form 1040, line 17. Otherwise, include this amount in the total on line 40 on page 2.				26 1

Number shown on return

William J. and Hillary Rodham Clinton

Taxpayer's security number

Note: If you report amounts from farming or fishing on Schedule E, you must enter your gross income from those activities on line 41 below. Real estate professionals must complete line 42 below.

Part II Income or Loss From Partnerships and S Corporations

Table with 5 columns: (a) Name, (b) Enter P for partnership, (c) Check if foreign partnership, (d) Employer identification number, (e) Invest at Risk? (f) ABIE (g) Some (h) Not (i) Other

Table for Passive Income and Loss and Nonpassive Income and Loss. Columns include (a) Passive loss allowed, (b) Passive income from Schedule K-1, (c) Nonpassive loss from Schedule K-1, (d) Section 179 expense deduction, (e) Nonpassive income from Schedule K-1.

Part III Income or Loss From Estates and Trusts

Table with 2 columns: (a) Name, (b) Employer ID number

Table for Passive Income and Loss and Nonpassive Income and Loss. Columns include (a) Passive deduction or loss allowed, (b) Passive income from Schedule K-1, (c) Deduction or loss from Schedule K-1, (d) Other income from Schedule K-1.

Part IV Income or Loss From Real Estate Mortgage Investment Conduits (REMICs) - Residual Holder

Table with 5 columns: (a) Name, (b) Employer identification number, (c) Excess inclusion from Schedules Q, line 2c, (d) Taxable income (net loss) from Schedules Q, line 1b, (e) Income from Schedules Q, line 3b

Part V Summary

Summary table with 2 columns: Description, Amount

**SCHEDULE SE**  
**(Form 1040)**

**Self-Employment Tax**

OMB No. 1545-0074

**1997**

Attachment  
Sequence No. 17

Department of the Treasury  
Internal Revenue Service

▶ See Instructions for Schedule SE (Form 1040).  
▶ Attach to Form 1040.

Name of person with self-employment income (as shown on Form 1040)

Hillary Rodham Clinton

Social security number of person  
with self-employment income ▶

[REDACTED]

**Who Must File Schedule SE**

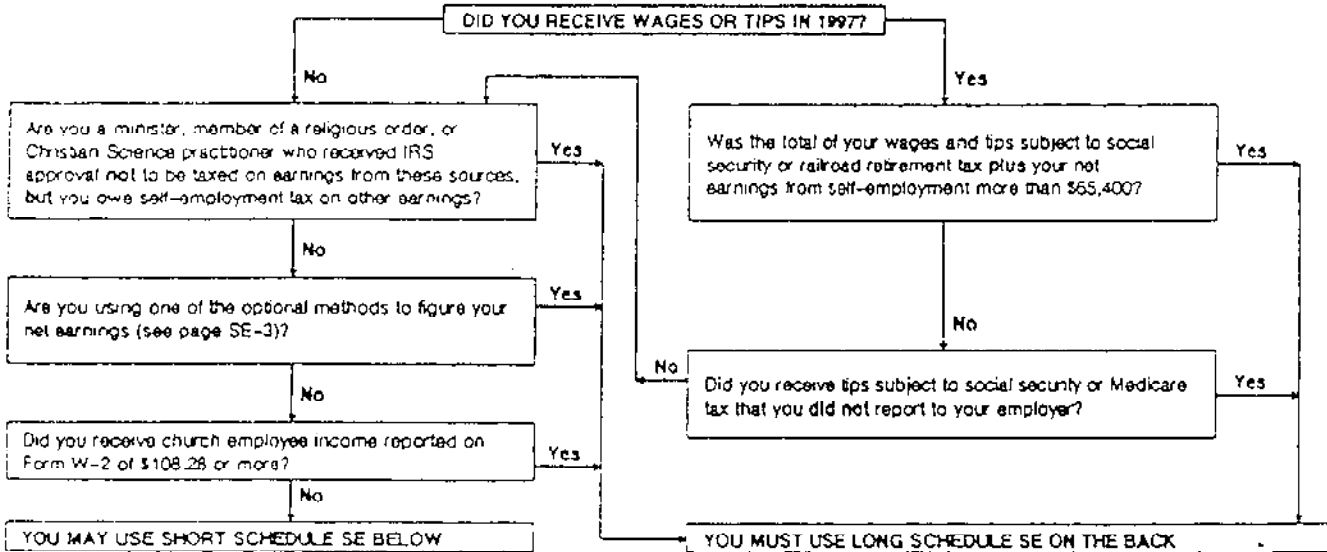
You must file Schedule SE if:

- You had net earnings from self-employment from other than church employee income (line 4 of Short Schedule SE or line 4c of Long Schedule SE) of \$400 or more. OR
- You had church employee income of \$108.28 or more, income from services you performed as a minister or a member of a religious order is not church employee income. See page SE-1.

Note: Even if you had a loss or a small amount of income from self-employment, it may be to your benefit to file Schedule SE and use either "optional method" in Part II of Long Schedule SE. See page SE-3.

Exception: If you only self-employment income was from earnings as a minister, member of a religious order, or Christian Science practitioner, and you filed Form 4361 and received IRS approval not to be taxed on those earnings, do not file Schedule SE. Instead, write "Exempt-Form 4361" on Form 1040, line 47.

**May I Use Short Schedule SE or MUST I Use Long Schedule SE?**



**Section A - Short Schedule SE. Caution: Read above to see if you can use Short Schedule SE.**

1	Net farm profit or (loss) from Schedule F, line 36, and farm partnerships, Schedule K-1 (Form 1065), line 15a	1	
2	Net profit or (loss) from Schedule C, line 31; Schedule C-EZ, line 3; and Schedule K-1 (Form 1065), line 15a (other than farming). Ministers and members of religious orders see page SE-1 for amounts to report on this line. See page SE-2 for other income to report	2	281,898
3	Combine lines 1 and 2	3	281,898
4	Net earnings from self-employment. Multiply line 3 by 92.35% (.9235). If less than \$400, do not file this schedule; you do not owe self-employment tax	4	260,333
5	Self-employment tax. If the amount on line 4 is: • \$65,400 or less, multiply line 4 by 15.3% (.153). Enter the result here and on Form 1040, line 47. • More than \$65,400, multiply line 4 by 2.9% (.029). Then, add \$8,109.60 to the result. Enter the total here and on Form 1040, line 47.	5	15,659
6	Deduction for one-half of self-employment tax. Multiply line 5 by 50% (.5). Enter the result here and on Form 1040, line 26	6	7,830

For Paperwork Reduction Act Notice, see Form 1040 Instructions.

Schedule SE (Form 1040) 1997